

**Attachment (A) for Agenda  
Item 10.1**

*Monthly Financial Report*

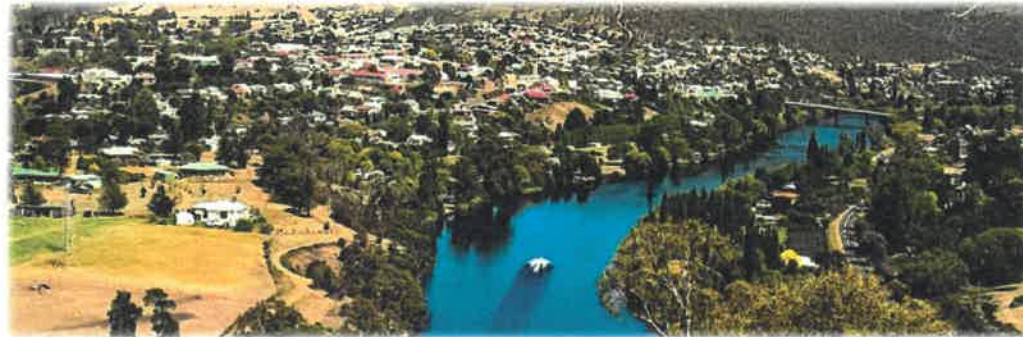
*17 October 2019*



DERWENT VALLEY COUNCIL

# Monthly Financial Report

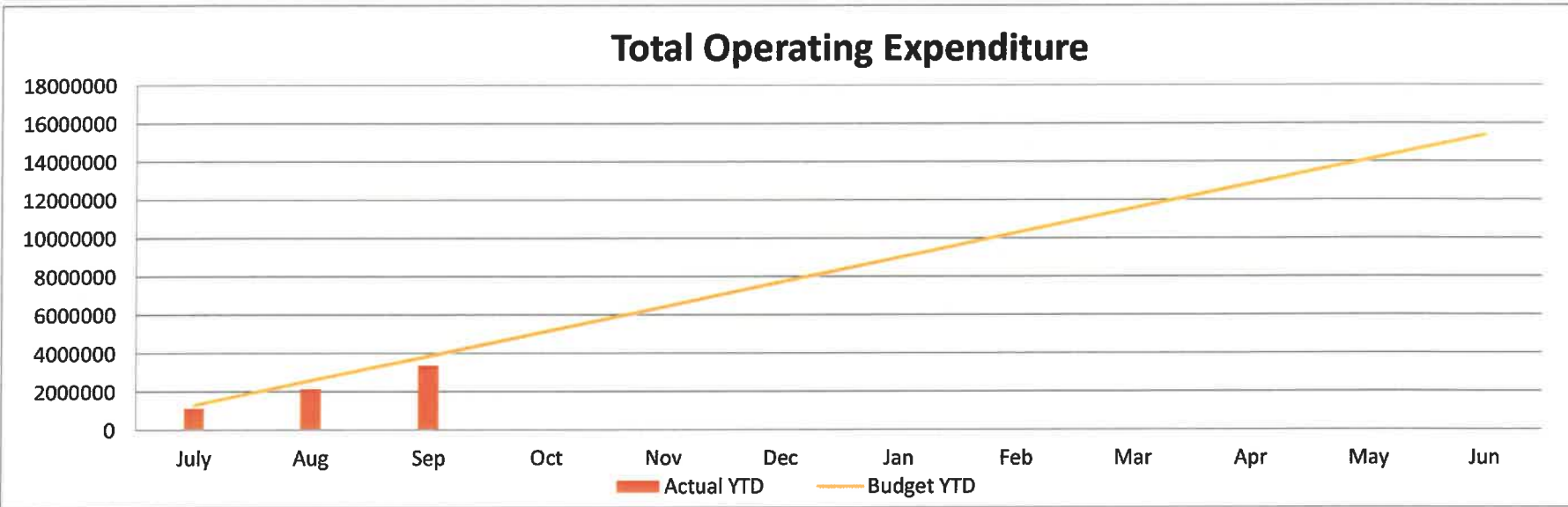
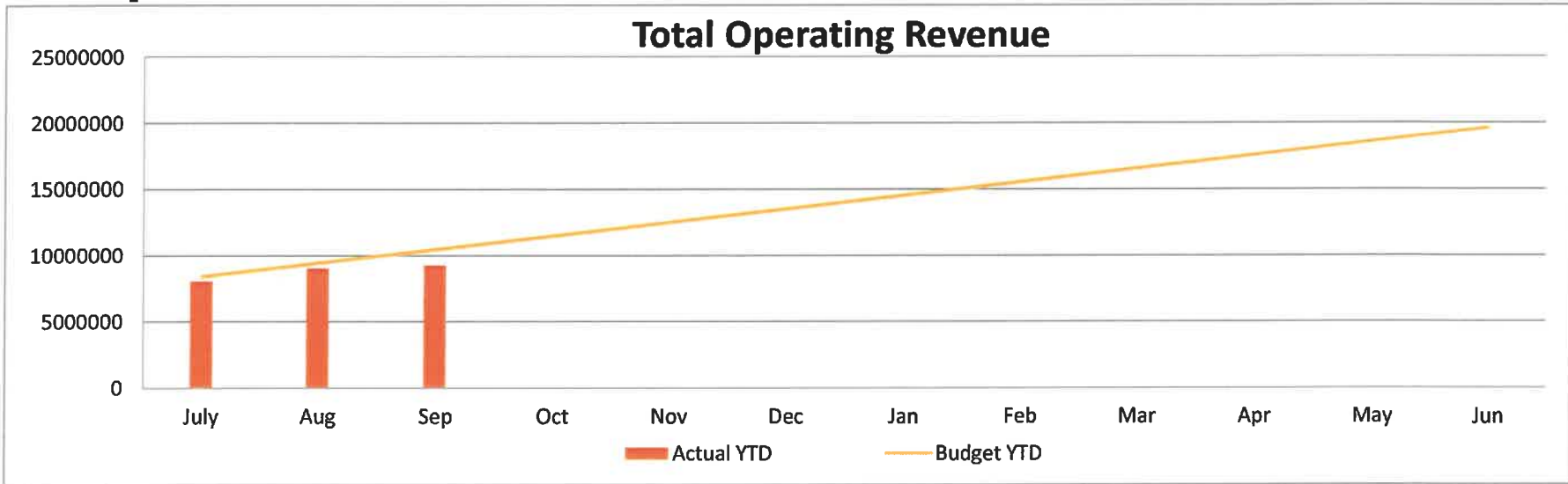
For the month ending 30 September 2019



**DERWENT VALLEY COUNCIL**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**to 30 September 2019**

	Note	Budget 2019/2020	Actual 2019/2020	Percentage
<b>INCOME FROM CONTINUING OPERATIONS</b>				
<b>RECURRENT INCOME</b>				
Rates and charges	1	7,811,104	7,721,809	98.86%
Statutory fees and fines	5	393,176	100,285	25.51%
User fees	3	1,581,039	679,118	42.95%
Grants	2	2,724,152	432,844	15.89%
Interest	7	140,000	28,332	20.24%
Reimbursements	6	265,167	86,325	32.55%
Investment revenue from TasWater	4	272,000	0	0.00%
Other income	8	737,156	93,261	12.65%
		<b>13,923,794</b>	<b>9,141,974</b>	<b>65.66%</b>
<b>CAPITAL INCOME</b>				
Grants		5,650,734	117,838	2.09%
Profit / Loss on Sale of Assets				
<b>TOTAL INCOME FROM CONTINUING OPERATIONS</b>		<b>19,574,528</b>	<b>9,259,812</b>	<b>47.31%</b>
<b>EXPENSES</b>				
Employee benefits	9	5,539,172	1,043,569	18.84%
Materials and services	10	5,442,557	946,158	17.38%
Depreciation and amortisation	11	2,782,228	695,557	25.00%
Finance costs	15	170,490	42,623	25.00%
Plant and vehicle running	12	383,669	129,553	33.77%
State Taxes	14	305,582	0	0.00%
Other expenses	13	730,743	367,523	50.29%
<b>TOTAL EXPENSES FROM CONTINUING ACTIVITIES</b>		<b>15,354,440</b>	<b>3,224,983</b>	<b>21.00%</b>
<b>RESULT FROM CONTINUING OPERATIONS</b>		<b>4,220,088</b>	<b>6,034,830</b>	

**DERWENT VALLEY COUNCIL  
STATEMENT OF INCOME AND EXPENDITURE GRAPHED  
to 30 September 2019**



**DERWENT VALLEY COUNCIL**  
**STATEMENT OF INCOME AND EXPENDITURE - EXPLANATIONS**  
**to 30 September 2019**

<b>Note</b>	<b>Budget 2020</b>	<b>Actual YTD</b>	<b>Percentage</b>
<b>1 Rates &amp; Charges</b>	7,811,104	7,721,809	98.86%
Rates & Charges for 2019/2020 were raised 26 July 2019. Council's second instalment of rates will be due 31 October 2019.			
<b>Detail of Rates Outstanding 2019/2020</b>			
	Arrears	540,247	
	Inst. 1	248,681	
	Inst. 2	1,269,059	
	Inst. 3	1,343,367	
	Inst. 4	1,369,601	
		<b>\$4,770,955</b>	
Ratepayers that do not have a current payment arrangement in place for overdue balances have been lodged with the Tasmanian Collection Service.			
<b>2 Grants</b>	8,374,886	550,682	6.58%
Includes both operating & capital grants. An accounting standard allows for unspent grant funds to be carried forward to the following financial year. Amounts carried forward to 2019/2020 included Boyer Oval Grandstand, Boyer Oval and Tynwald Park cricket wickets, and Children Services sustainability grant.			
<b>3 User Fees</b>	1,581,039	679,118	42.95%
Dog licences and Brighton solid waste contract accounted for in July 2019.			
<b>4 Investment revenue from TasWater</b>	272,000	0	0.00%
Guarantee and tax equivalent payments generally received monthly with the final dividend payment not expected until June 2020.			
<b>5 Statutory Fees &amp; Fines</b>	393,176	100,285	25.51%

In accord with budget estimates.

Note	Budget 2020	Actual YTD	Percentage
6 <b>Reimbursements</b>	265,167	86,325	32.55%
Heavy vehicle licence contribution received September 2019.			
7 <b>Interest Received</b>	140,000	28,332	20.24%
Investment redemption dates and rates vary, resulting in a timing difference at report date.			
8 <b>Other Income</b>	737,156	93,261	12.65%
Valley Children's Centre Subsidy payments not receipted for August & September 2019.			
9 <b>Employee Benefits</b>	5,539,172	1,043,569	18.84%
<b>Governance</b>	421,109	51,845	12.31%
<b>Corporate &amp; Community Services</b>	777,768	120,625	15.51%
<b>Children's Services</b>	901,845	215,890	23.94%
<b>Financial Services</b>	780,440	165,522	21.21%
<b>Development &amp; Environmental Services</b>	954,701	156,601	16.40%
<b>Works Department</b>	1,703,308	333,086	19.56%
	<u>5,539,171</u>	<u>1,043,569</u>	<u>18.84%</u>
Percentage to date below budget forecast due to new positions not yet filled and some roles being temporarily filled through resource sharing arrangement.			
10 <b>Materials and Services</b>	5,442,557	946,158	17.38%
In accord with budget estimates.			
11 <b>Depreciation and amortisation</b>	2,782,228	695,557	25.00%
This is an accrual of budgeted year to date depreciation, with final figures to be determined at end of financial year.			
12 <b>Plant and Vehicle running</b>	383,669	129,553	33.77%
Yearly motor vehicle registrations and insurance premiums paid July 2019.			

<b>Note</b>	<b>Budget 2020</b>	<b>Actual YTD</b>	<b>Percentage</b>
13 <b>Other Expenses</b>	730,743	367,523	50.29%
Yearly insurance premiums and subscriptions paid July 2019.			
14 <b>State Taxes</b>	305,582	0	0.00%
Fire levy is paid in four equal instalments with first payment being made October 2019.			
15 <b>Finance Costs</b>	170,490	42,623	25.00%
In accord with budget estimates.			

**DERWENT VALLEY COUNCIL  
DETAILED OPERATING REVENUE AND EXPENDITURE  
to 30 September 2019**

	<b>Graph Ref.</b>	<b>2019/2020 Budget</b>	<b>Actual 30-Sep-19</b>	<b>Percentage Actual 25.00%</b>
<b>OPERATING INCOME</b>				
Governance		0	5,816	0.00%
Corporate & Community Services	2	22,650	208	0.92%
Children Services	4	1,013,272	187,447	18.50%
Financial Services	6	2,672,153	486,488	18.21%
Environmental Services Department	8	388,925	156,574	40.26%
Works Department	10	2,904,907	857,125	29.51%
<b>TOTAL OPERATING INCOME</b>		<b>7,001,907</b>	<b>1,693,658</b>	<b>24.19%</b>
<b>OPERATING EXPENSES</b>				
Governance	1	826,227	183,685	22.23%
Corporate & Community Services	3	1,497,595	254,441	16.99%
Children Services	5	1,298,951	303,859	23.39%
Financial Services	7	3,911,295	950,720	24.31%
Environmental Services Department	9	2,037,505	340,582	16.72%
Works Department	11	6,644,012	1,265,478	19.05%
<b>TOTAL OPERATING EXPENDITURE</b>		<b>16,215,585</b>	<b>3,298,766</b>	<b>20.34%</b>

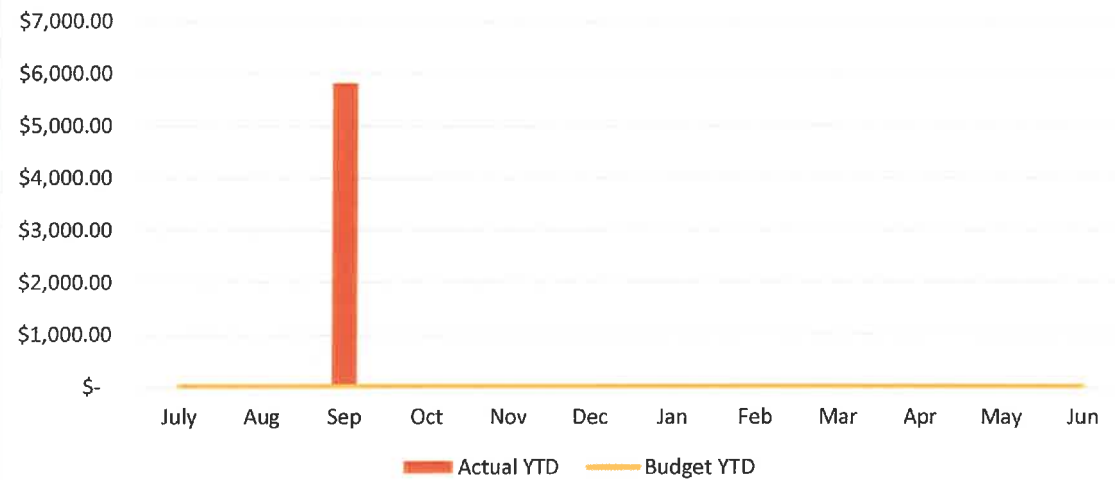


**PROGRAM 1 GOVERNANCE**

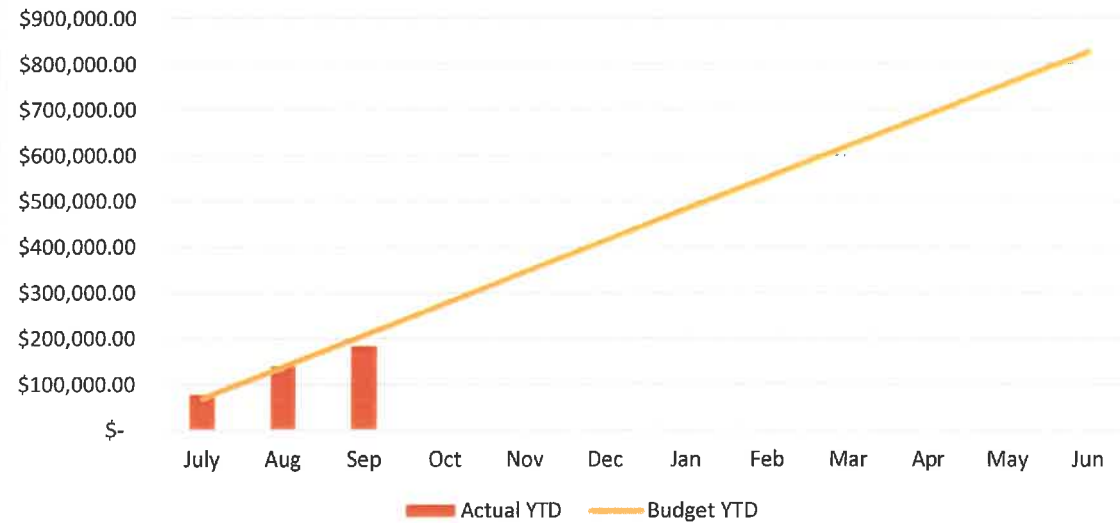
<b>GRAPH 1 Program One - Governance Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
CEO Office	\$ -	\$ 5,815.91
Elected Members Support	\$ -	\$ -
<b>Total</b>	<b>\$ -</b>	<b>\$ 5,815.91</b>

\* Reimbursement of expense account.

**Governance Operating Income**



**Governance Operating Expenditure**



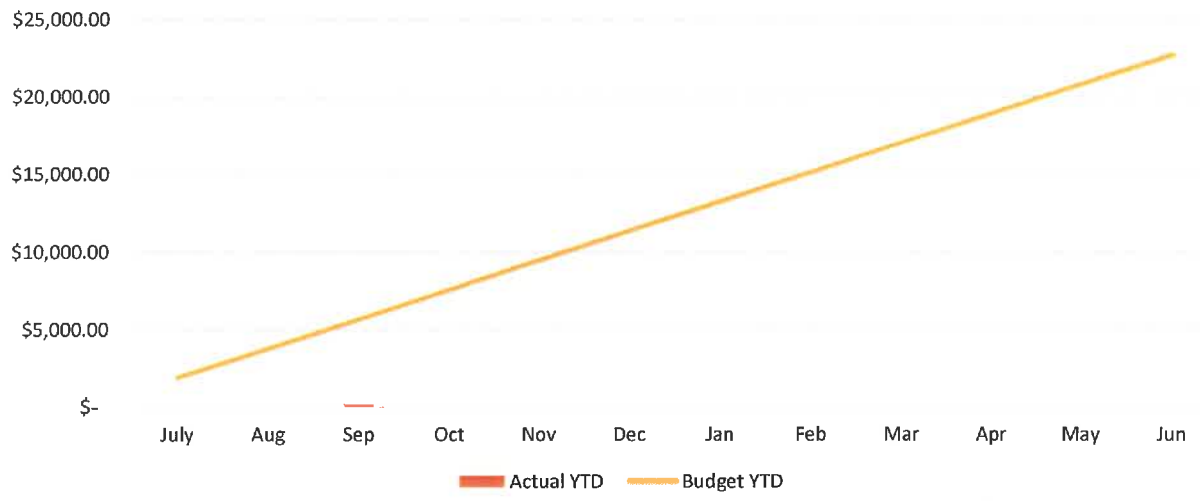
<b>GRAPH 2 Program One - Governance Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
CEO Office	\$ 630,583.00	\$ 141,012.95
Elected Members Support	\$ 195,643.00	\$ 42,672.09
<b>Total</b>	<b>\$ 826,226.00</b>	<b>\$ 183,685.04</b>

**PROGRAM 2 CORPORATE AND COMMUNITY SERVICES**

<b>GRAPH 3 Program Two - Corporate Services &amp; Community Development Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Corporate Services	\$ -	\$ -
Human Resources	\$ -	\$ -
Public Relations	\$ 650.00	\$ -
Area Promotion	\$ -	\$ -
Strategy and Regional Development	\$ -	\$ -
Communications and Community Development	\$ 22,000.00	\$ 208.17
<b>Total</b>	<b>\$ 22,650.00</b>	<b>\$ 208.17</b>

\* Income not expected until Q3/Q4 due to Autumn Festival.

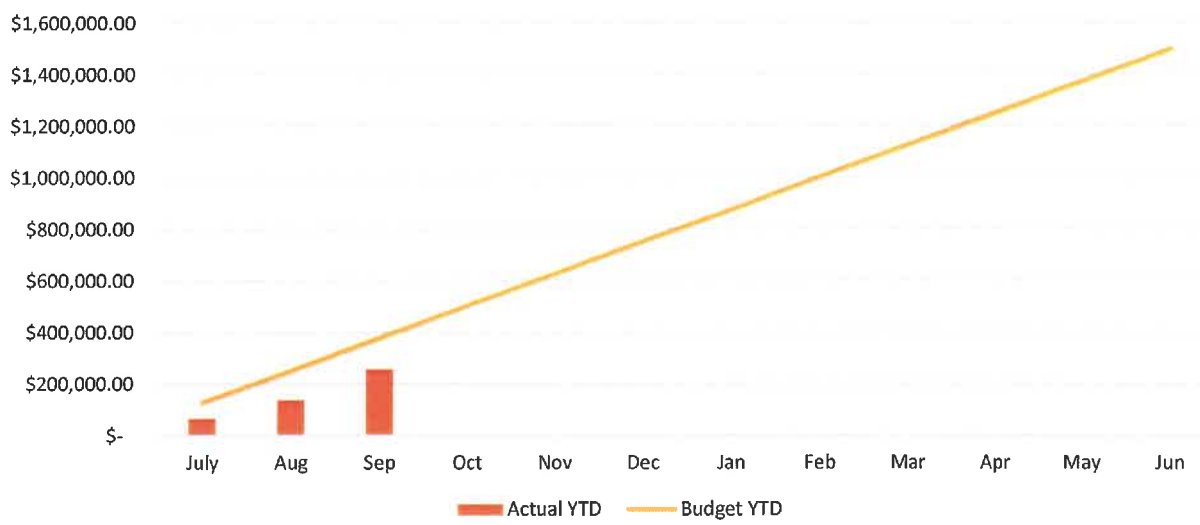
Corporate & Community Services Operating Income



<b>GRAPH 4 Program Two - Corporate Services &amp; Community Development Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Corporate Services	\$ 355,692.00	\$ 42,891.91
Human Resources	\$ 258,432.00	\$ 49,653.71
Public Relations	\$ 174,479.00	\$ 56,743.68
Area Promotion	\$ 37,414.00	\$ 9,893.76
Strategy and Regional Development	\$ 375,951.00	\$ 74,119.50
Communications and Community Development	\$ 295,628.00	\$ 21,138.82
<b>Total</b>	<b>\$ 1,497,596.00</b>	<b>\$ 254,441.38</b>

\* Employee positions currently not filled.

Corporate & Community Services Operating Expenditure

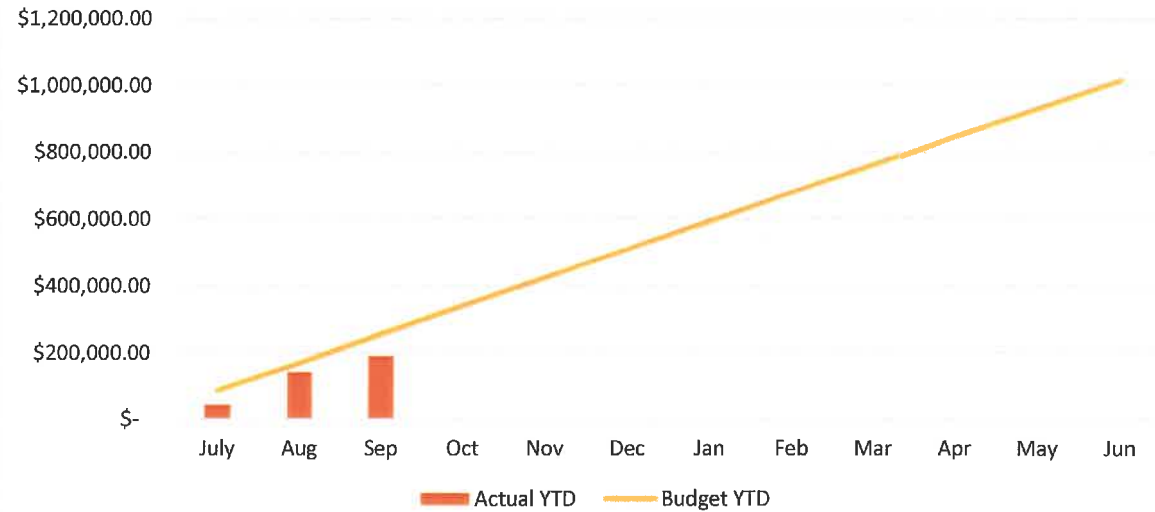


**PROGRAM 3 CHILDREN'S SERVICES**

<b>GRAPH 5 Program Three - Children's Services Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Centre Based Care	\$ 822,981.00	\$ 161,800.47
School Based Care	\$ 190,292.00	\$ 25,646.39
<b>Total</b>	<b>\$ 1,013,273.00</b>	<b>\$ 187,446.86</b>

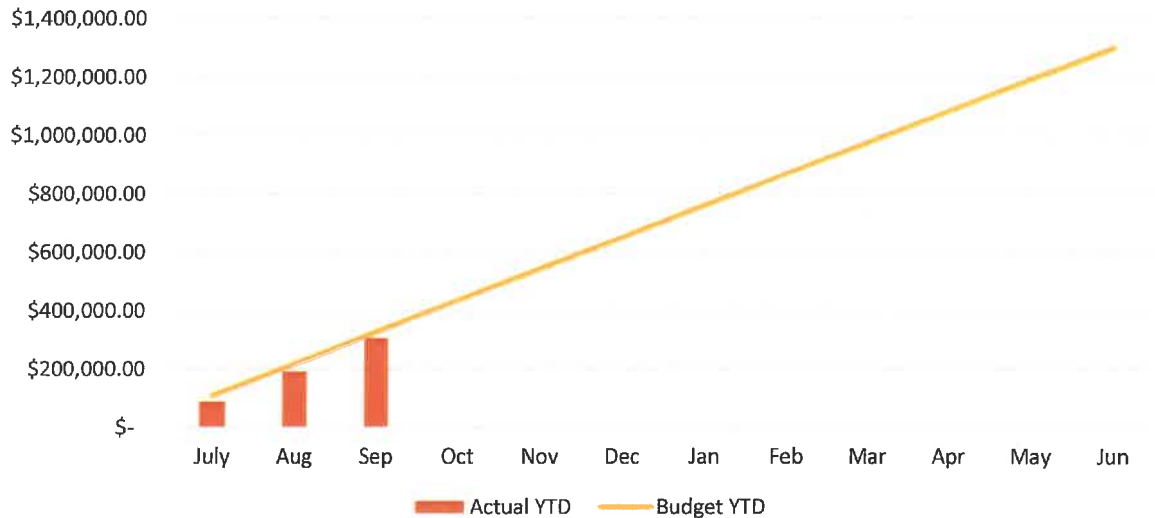
\* Subsidy payments for August & September 2019 not yet processed.

Children's Services Operating Income



<b>GRAPH 6 Program Three - Children's Services Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Centre Based Care	\$ 1,151,074.00	\$ 291,421.82
School Based Care	\$ 147,875.00	\$ 12,436.78
<b>Total</b>	<b>\$ 1,298,949.00</b>	<b>\$ 303,858.60</b>

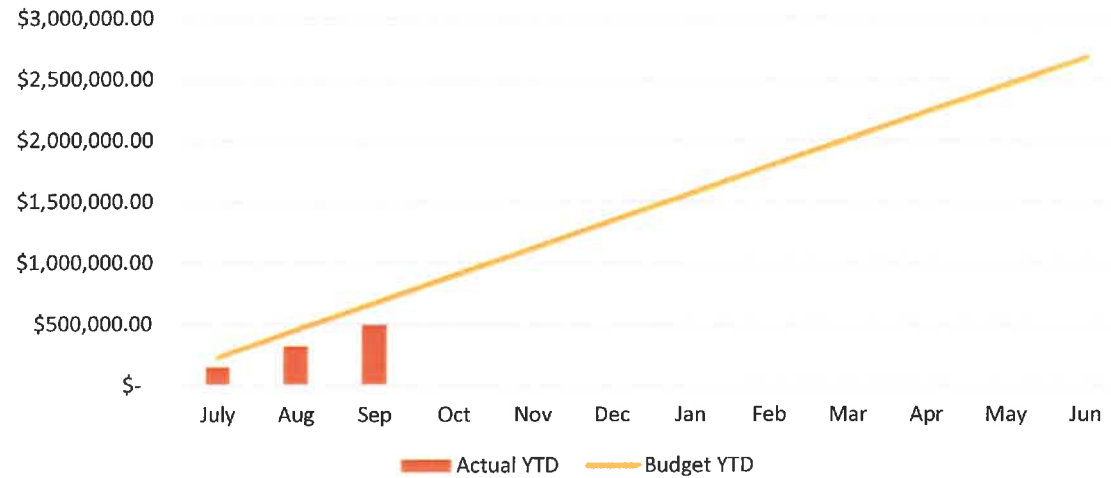
Children's Services Operating Expenditure



**PROGRAM 4 FINANCIAL SERVICES**

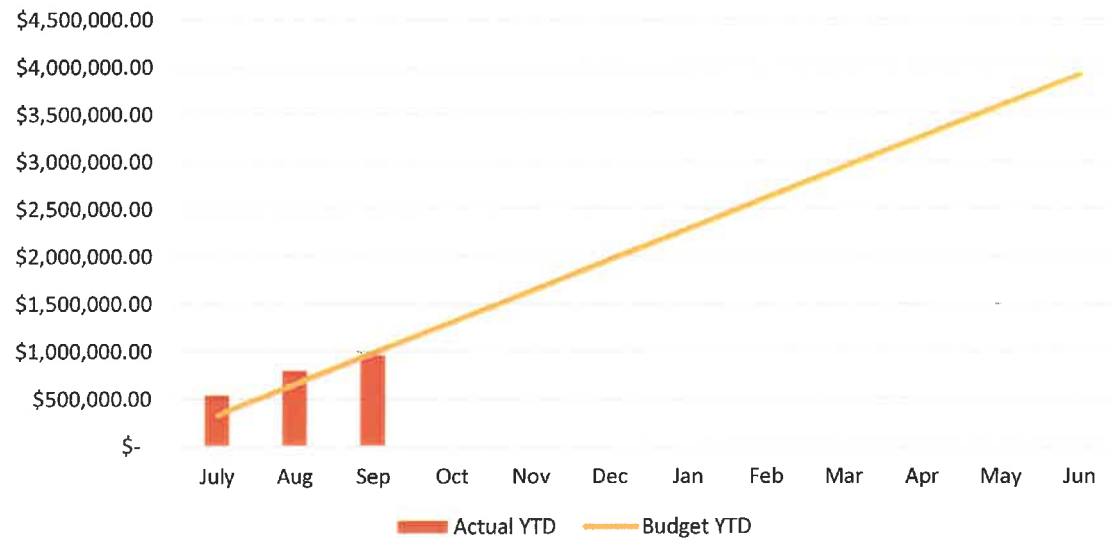
<b>GRAPH 7 Program FOUR - Financial Services Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
State Levies	\$ 12,223.00	\$ -
Financial Management & Admin	\$ 384,500.00	\$ 23,101.90
Customer Service	\$ 92,300.00	\$ 19,454.36
Risk Management	\$ -	\$ -
Occupancy Costs	\$ 412,633.00	\$ 111,801.08
Labour Oncosts	\$ 1,770,497.00	\$ 332,130.65
<b>Total</b>	<b>\$ 2,672,153.00</b>	<b>\$ 486,487.99</b>

Financial Services Operating Income



<b>GRAPH 8 Program FOUR - Financial Services Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
State Levies	\$ 305,582.00	\$ -
Financial Management & Admin	\$ 662,485.00	\$ 150,375.54
Customer Service	\$ 427,744.00	\$ 74,232.09
Risk Management	\$ 332,355.00	\$ 271,307.93
Occupancy Costs	\$ 412,633.00	\$ 111,801.08
Labour Oncosts	\$ 1,770,497.00	\$ 343,003.74
<b>Total</b>	<b>\$ 3,911,296.00</b>	<b>\$ 950,720.38</b>

Financial Services Operating Expenditure



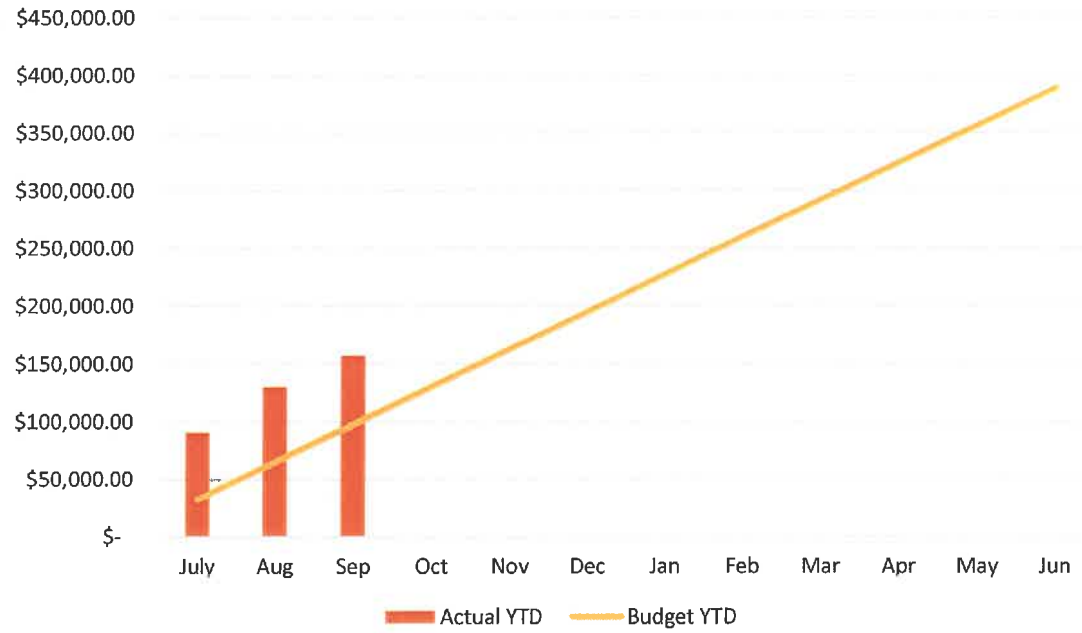
\* Yearly insurance premiums paid July 2019.

**PROGRAM 5 Environmental Services Department**

<b>GRAPH 9 Program Five -Environmental Services Department Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Environmental Planning & Management	\$ 4,000.00	\$ -
Planning Control	\$ 126,735.00	\$ 32,038.38
Building Control	\$ 81,300.00	\$ 16,908.30
Animal Control	\$ 106,350.00	\$ 80,878.11
Plumbing Control	\$ 54,140.00	\$ 16,020.79
Public Heath Services	\$ 16,200.00	\$ 10,727.95
Waste Management	\$ -	\$ -
Records Management	\$ 200.00	\$ -
<b>Total</b>	<b>\$ 388,925.00</b>	<b>\$ 156,573.53</b>

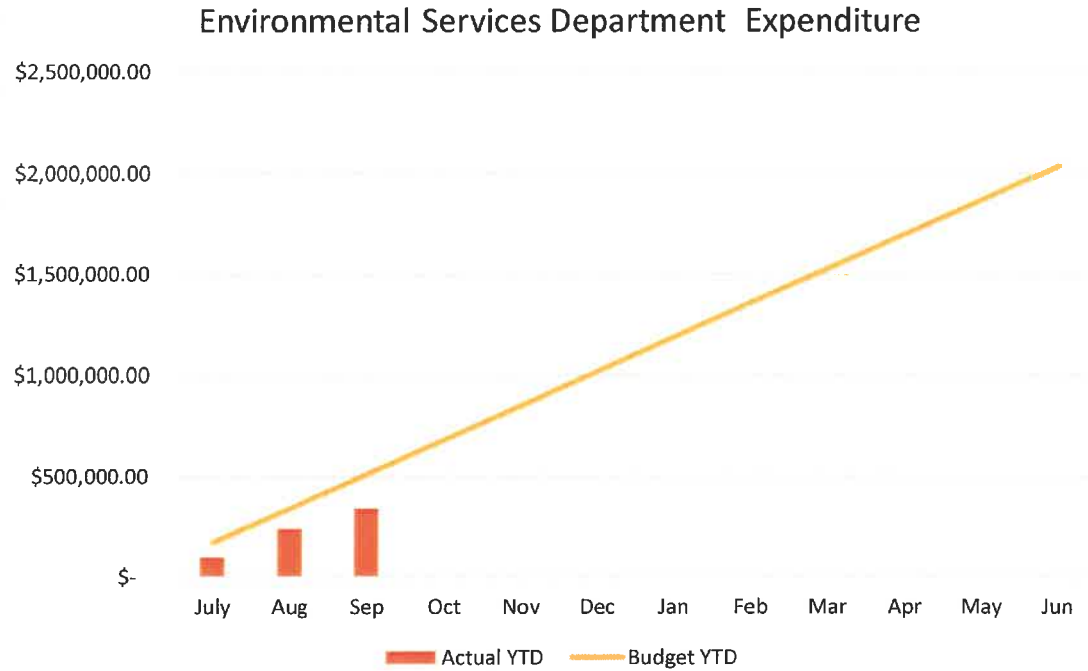
\* Annual Dog Licences payable 31 July 2019.

**Environmental Services Department Income**



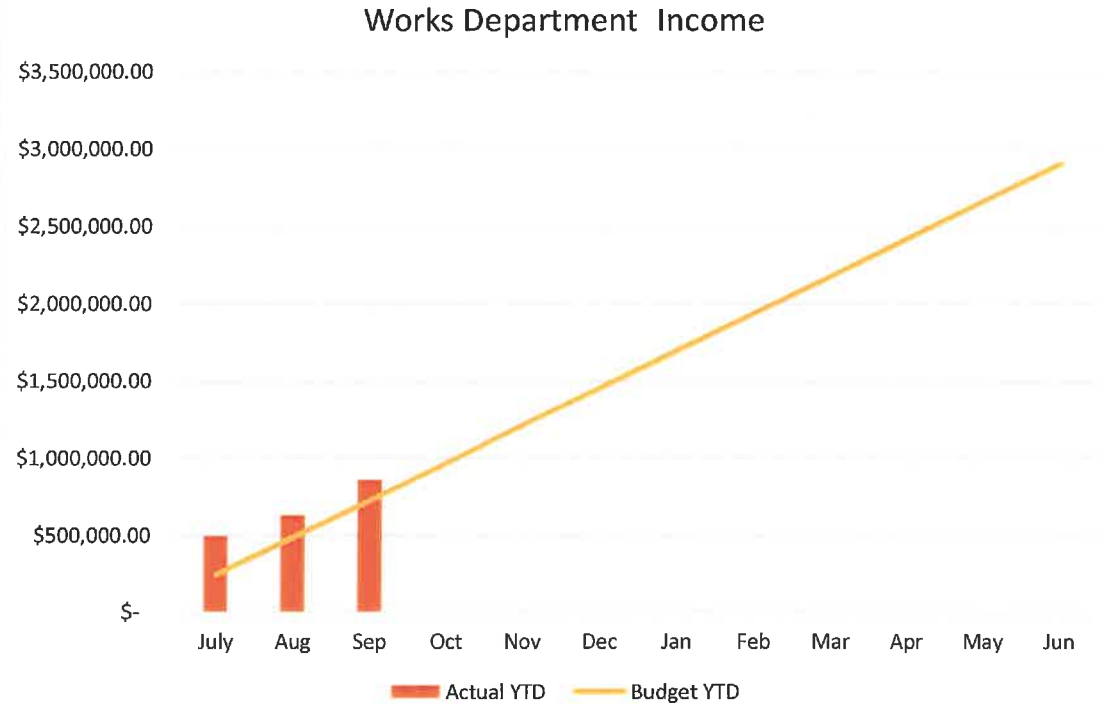
**PROGRAM 5 Environmental Services Department Continued**

<b>GRAPH 10 Program Five -Environmental Services Department Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Environmental Planning & Management	\$ 602,580.00	\$ 70,437.29
Planning Control	\$ 317,332.00	\$ 74,429.74
Building Control	\$ 181,668.00	\$ 26,257.83
Animal Control	\$ 101,152.00	\$ 32,425.08
Plumbing Control	\$ 66,884.00	\$ 13,615.81
Public Heath Services	\$ 164,482.00	\$ 27,310.24
Waste Management	\$ 588,605.00	\$ 89,585.95
Records Management	\$ 14,802.00	\$ 6,520.06
<b>Total</b>	<b>\$ 2,037,505.00</b>	<b>\$ 340,582.01</b>



**PROGRAM 6 Works Department**

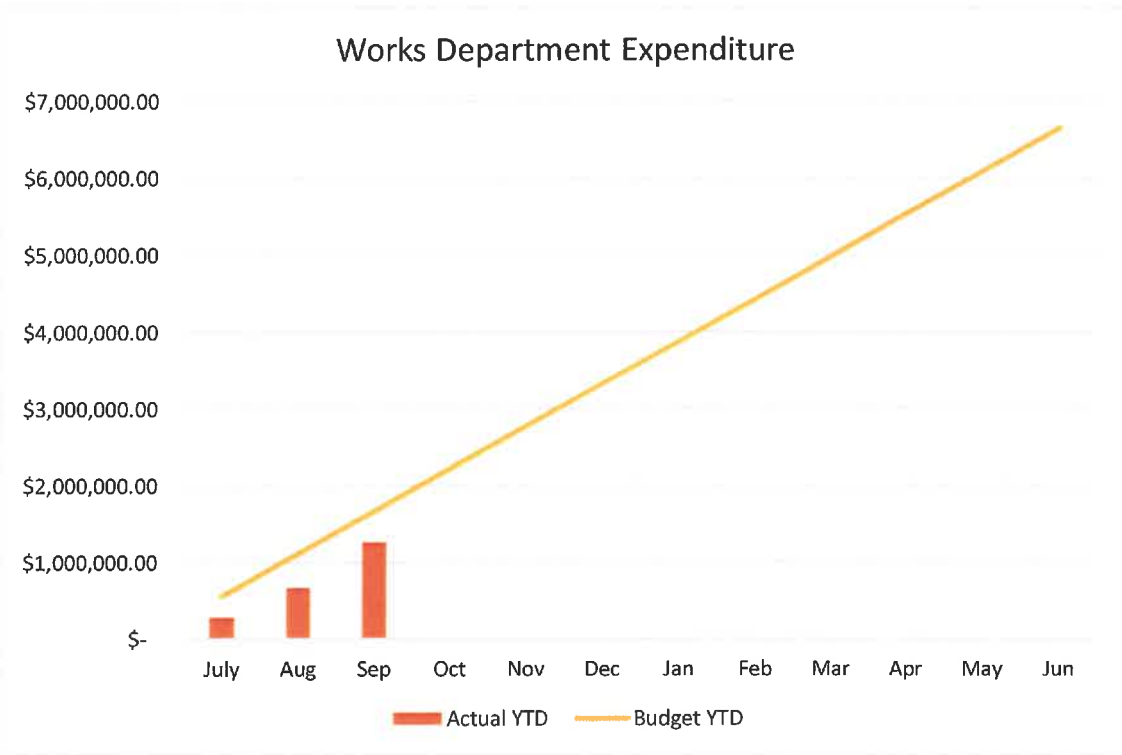
<b>GRAPH 11 Program Six - Works Department Income</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Infrastructure Management	\$ 900.00	\$ 51.82
Parks, Reserves & Rec. Facilities	\$ 447,120.00	\$ 54,444.50
Swimming Pools	\$ -	\$ 147.30
Roads, Bridges & Footpaths	\$ 157,523.00	\$ 80,031.37
Stormwater Operations	\$ -	\$ -
Refuse Disposal	\$ 554,541.00	\$ 372,164.76
Building & Property	\$ 76,681.00	\$ 19,093.21
Supervision & Overheads	\$ 758,019.00	\$ 127,121.71
Quarry Operations	\$ 108,500.00	\$ -
Cemeteries	\$ 170,500.00	\$ 50,644.81
Plant Operations	\$ 626,724.00	\$ 153,343.18
Physical Services Overheads	\$ 400.00	\$ -
Private Works	\$ 4,000.00	\$ 82.50
<b>Total</b>	<b>\$ 2,904,908.00</b>	<b>\$ 857,125.16</b>



\* Brighton Council invoiced for annual solid waste & Kerbside garbage contract.

**PROGRAM 6 Works Department continued**

<b>GRAPH 12 Program Six - Works Department Expenditure</b>		
	<b>2019-2020 Budget</b>	<b>Actual 30-Sep-19</b>
Infrastructure Management	\$ 416,126.00	\$ 52,380.54
Parks, Reserves & Rec. Facilities	\$ 1,232,131.00	\$ 200,958.25
Swimming Pools	\$ 201,493.00	\$ 12,051.99
Roads, Bridges & Footpaths	\$ 927,741.00	\$ 272,315.02
Stormwater Operations	\$ 236,000.00	\$ 66,150.80
Refuse Disposal	\$ 820,965.00	\$ 197,584.53
Building & Property	\$ 617,221.00	\$ 43,069.77
Supervision & Overheads	\$ 758,019.00	\$ 127,121.71
Quarry Operations	\$ 127,300.00	\$ 7,775.59
Cemeteries	\$ 139,328.00	\$ 25,328.31
Plant Operations	\$ 405,669.00	\$ 133,620.14
Physical Services Overheads	\$ 758,019.00	\$ 127,121.71
Private Works	\$ 4,000.00	\$ -
<b>Total</b>	<b>\$ 6,644,012.00</b>	<b>\$ 1,265,478.35</b>

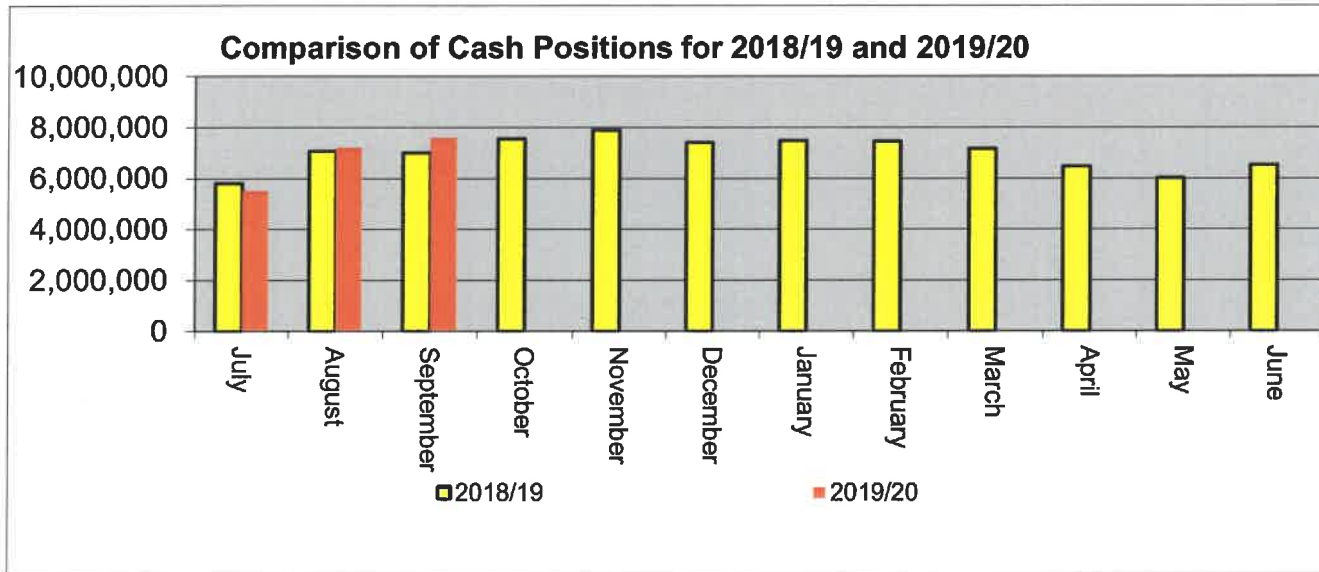




**DERWENT VALLEY COUNCIL**  
**Summary of Cash Positions for 2018/19 and 2019/20**  
**to 30 September 2019**

	<b>2018/19</b>	<b>2019/20</b>
July	5,806,869	5,491,412
August	7,060,956	7,189,407
September	6,982,926	7,567,775
October	7,542,777	
November	7,888,342	
December	7,410,449	
January	7,469,248	
February	7,450,095	
March	7,157,266	
April	6,462,700	
May	6,003,861	
June	6,507,112	

<b>Month ending 30 September 2019 Investments consisting of:</b>					
<b>Institution</b>	<b>Date</b>	<b>Amount</b>	<b>Interest</b>	<b>Term</b>	<b>Maturity</b>
Westpac		\$1,500,000	1.00%	At Call	At Call
CBA	13/06/2019	\$2,100,000	0.90%	At Call	At Call
Westpac	28/08/2019	\$2,800,000	1.48%	90 days	28/11/2019



**DERWENT VALLEY COUNCIL****Summary of Cash Position  
to 30 September 2019**

	<b>Actual \$ 30-Sep-19</b>	<b>Cash In/Out</b>	<b>Forecast Actual 31-Oct-19</b>
<b>Cash Position</b>	7,189,407	(543,850)	6,645,557

Council's cash position during the month of October 2019 will be influenced by the following factors:

<b>Income</b>	<b>\$</b>	<b>Expenditure</b>	<b>\$</b>
<b>Rates &amp; Charges</b>	400,000	<b>Employee Benefits</b>	250,000
<b>Grants</b>		<b>Materials and Services</b>	400,000
Financial Assist. Grant (FAG)	0	<b>Plant and Vehicle running</b>	35,000
Roads to Recovery (RTR)	0	<b>Other Expenses</b>	15,000
Other Grants*	0	<b>State Taxes</b>	74,351
		<b>Finance Costs</b>	93,295
<b>User Fees</b>	100,000		
<b>Tas Water Dividend</b>	10,000	<b>New Capital/Renewal works</b>	
<b>Statutory Fees &amp; Fines</b>	20,000	Renewal Works	263,704
<b>Reimbursements</b>	6,000	Plant Replacement	0
<b>Interest Received</b>	5,000		
<b>Other Income</b>	1,500		
<b>Loan Funds</b>	0		
<b>Pensioner Remissions</b>	0		
<b>Child Care Subsidy</b>	45,000		
	<u>587,500</u>		<u>1,131,350</u>

**DERWENT VALLEY COUNCIL**  
**Summary of Cash Position**  
**to 30 September 2019**

*Council's cash, cash equivalents and investments are subject to a number of internal and external restrictions that limit amounts available for discretionary or future use.*

**Estimate of unrestricted cash balance as at 31 October 2019**

Anticipated cash balance as at 31 October 2019:	\$6,645,557
<i>LESS</i>	
<u>Restricted funds as per unaudited Financial Statements 30 June 2019</u>	
Leave provisions	(1,728,671)
Security Deposits and Bonds	(290,541)
Landfill Rehabilitation and New Transfer Station	(1,007,842)
Plant Replacement Reserve	(116,810)
Cemetery Replacement Reserve	(364,750)
Public Open Space	(183,177)
Collins Cap Road	(148,540)
Work in progress Carried Forward 2018/2019 from cash reserves not yet expensed	(766,546)
Prepaid 19/20 Financial Assistance Grant	(1,204,540)

<b>TOTAL UNRESTRICTED CASH, CASH EQUIVALENTS AND INVESTMENTS AS AT 31/10/19</b>	<b>\$ 834,139.78</b>
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*All reserve accounts have been reviewed and accounted for in Councils Annual Financial Report for year ended 30 June 2019.  
This report is not yet audited.*

**DERWENT VALLEY COUNCIL**  
**Summary of Loan Borrowings**  
**to 30 September 2019**

<b>Lender</b>	<b>Loan No.</b>	<b>Maturity</b>	<b>Original \$</b>	<b>Principal O/Stand.</b>	<b>Rate</b>	<b>Term Years</b>
Tas Public Finance Corporation	10	12-Apr-20	400,000	39,611	6.25%	15
Tas Public Finance Corporation	11	08-Mar-21	450,000	65,012	6.02%	15
Tas Public Finance Corporation	12	22-Mar-22	450,000	108,066	6.55%	15
Tas Public Finance Corporation	15	04-May-25	500,000	264,795	7.24%	15
Tas Public Finance Corporation	16	29-Apr-26	500,000	294,195	6.69%	15
Tas Public Finance Corporation	17	22-Mar-27	500,000	306,003	6.17%	15
Tas Public Finance Corporation	18	19-Apr-28	500,000	343,208	5.04%	15
Tas Public Finance Corporation	19	28-May-29	200,000	148,789	4.94%	15
Tas Public Finance Corporation	20	3-Feb-30	400,000	300,605	3.43%	15
Tas Public Finance Corporation	21	1-Mar-31	500,000	405,091	3.44%	15
Tas Public Finance Corporation	22	13-Apr-32	500,000	448,296	3.75%	15
Tas Public Finance Corporation - ALGCP	23	22-May-23	850,000	690,975	3.31%	5
Tas Public Finance Corporation	24	27-Jun-34	500,000	500,000	2.53%	15
			<b>6,250,000</b>	<b>3,914,647</b>		

Council's total loan servicing costs for 2019/2020 is \$709,343.91 consisting of principal repayments of \$538,854.17 and interest repayments of \$170,489.74. A borrowing allocation has been made for \$1,500,000 in 2019/2020.