

# Richmond Valley Council

**QUARTERLY BUDGET REVIEW STATEMENT**

**for the quarter ended 30 September 2019**

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**Richmond  
Valley  
Council**

"A great community with a relaxed lifestyle, beautiful environment and vibrant economy."

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

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Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019

**Report by Responsible Accounting Officer**


The following statement is made in accordance with Clause 203(2) of the Local Government (General) Regulations 2005:

It is my opinion that the Quarterly Budget Review Statement for Richmond Valley Council for the quarter ended 30 September 2019 indicates that Council's projected financial position at 30 June 2020 will be satisfactory, having regard to the projected estimates of income and expenditure and the original budgeted income and expenditure.

From a cash perspective, the projected cash deficit for 2019/2020 has declined to an estimated deficit as at 30 September 2019 of \$4,446,912. This is largely as a result of carry over works from 2018/2019 of \$3,257,728 along with the removal of the sale of land in Evans Head from the original budget of \$1,025,000, as the sale occurred in the previous year.

With approval of the special rate variation, Council has taken steps to reduce cash deficits whilst still being able to maintain adequate expenditure on capital projects and maintenance of existing assets. Delivery of capital budgets will continue to be monitored in future budgeting processes as this has a significant effect on the cash result.

Signed:

  
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Ryan Gaiter  
Responsible Accounting Officer

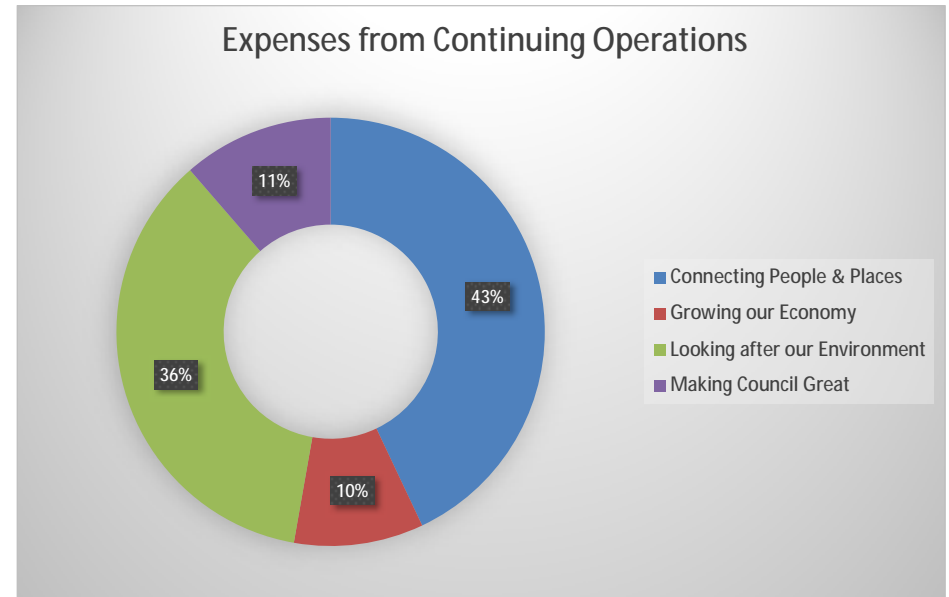
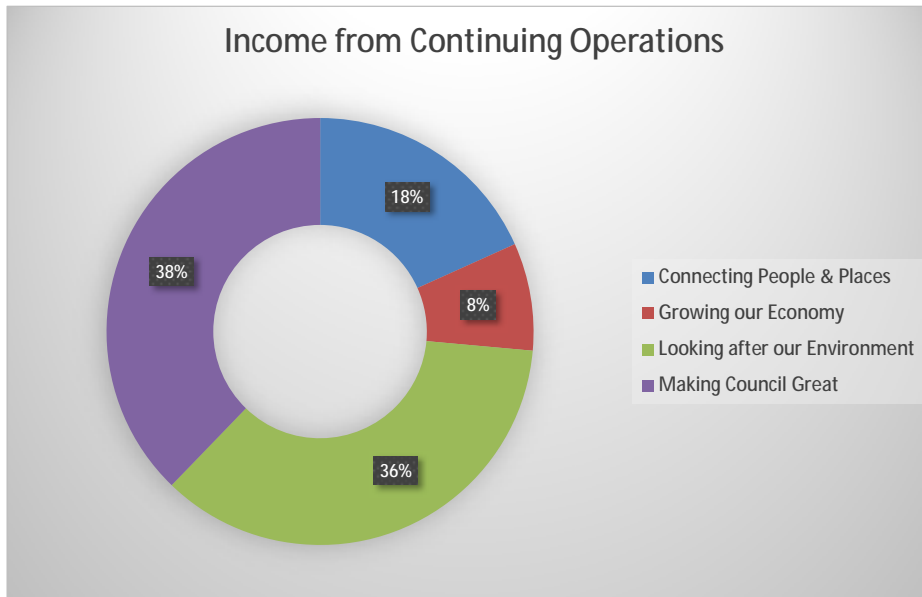
Date: 14/11/2019

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Income & Expenses Budget Review Statement**

	Original Budget 2019/2020	Approved Changes	Approved Changes	Recommended	Notes	Projected Year End Result	Actual YTD 30-Sep-19
		Carry-Overs from 2017/18	Monthly Adjustments	Changes for Council Resolution Sep			
<b>Summary Budget Result</b>							
<b>Income</b>							
Connecting People & Places	10,362,086	1,153,510	(129,146)	519,106		11,905,556	3,459,091
Growing our Economy	5,105,784	160,386	30,000	-		5,296,170	1,483,819
Looking after our Environment	23,255,954	-	-	37,299		23,293,253	6,529,792
Making Council Great	24,470,235	-	-	104,436		24,574,671	15,287,123
<b>Total Income from Continuing Operations</b>	<b>63,194,059</b>	<b>1,313,896</b>	<b>(99,146)</b>	<b>660,841</b>		<b>65,069,651</b>	<b>26,759,824</b>
<b>Expenses</b>							
Connecting People & Places	27,636,435	97,227	(7,000)	217,978		27,944,640	7,653,280
Growing our Economy	6,289,904	46,745	25,000	2,700		6,364,349	1,735,002
Looking after our Environment	23,138,545	43,053	30,000	91,224		23,302,822	5,954,977
Making Council Great	7,292,207	129,491	-	-		7,421,698	1,909,883
<b>Total Expenses from Continuing Operations</b>	<b>64,357,091</b>	<b>316,516</b>	<b>48,000</b>	<b>311,902</b>		<b>65,033,509</b>	<b>17,253,143</b>
<b>Net Operating Result from Continuing Operations</b>	<b>(1,163,032)</b>	<b>997,380</b>	<b>(147,146)</b>	<b>348,939</b>		<b>36,141</b>	<b>9,506,682</b>
<b>Net Operating Result before Capital Items</b>	<b>(4,709,301)</b>	<b>(316,517)</b>	<b>(48,000)</b>	<b>(51,056)</b>		<b>(5,124,874)</b>	<b>8,353,361</b>
<b>Budget Result Reconciliation:</b>							
<b>Add: Non-Cash Expenses</b>							
Depreciation & Amortisation	18,068,601	-	-	-		18,068,601	4,087,155
Rehabilitation Borrowing Expenses	68,240	-	-	-		68,240	-
Quarry Inventory Movements	310,000	-	-	-		310,000	-
<b>Add: Non-Operating Funds Employed</b>							
Loan Funds Utilised	-	-	-	-		-	-
Deferred Debtor Repayments	1,300	-	-	-		1,300	-
Gross Proceeds from the Disposal of Assets	3,070,591	-	-	(1,025,000)		2,045,591	361,185
<b>Less: Funds Deployed for Non-Operating Purposes</b>							
Capital Expenditure	18,605,450	3,206,862	227,727	451,098		22,491,137	3,902,823
Loan Principal Repayments	2,485,648	-	-	-		2,485,648	770,439
<b>Estimated Funding Result - Surplus/(Deficit)</b>	<b>(735,399)</b>	<b>(2,209,481)</b>	<b>(374,873)</b>	<b>(1,127,159)</b>		<b>(4,446,912)</b>	<b>9,281,759</b>
<b>Equity Movements</b>							
Restricted Funds - Increase/(Decrease)	(928,655)	(2,209,481)	(374,873)	(1,174,207)		(4,687,216)	9,281,759
Working Funds - Increase/(Decrease)	193,256	0	-	47,048		240,304	-
<b>Total Equity Movements</b>	<b>(735,399)</b>	<b>(2,209,481)</b>	<b>(374,873)</b>	<b>(1,127,159)</b>	-	<b>(4,446,912)</b>	<b>9,281,759</b>

Income & Expenses Budget Review Statement - Summary by Priority



**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Income & Expenses Budget Review Statement**

Income & Expenses - by Service	Original Budget 2019/2020	Approved Changes	Approved Changes	Recommended Changes for	Notes	Projected Year End Result	Actual YTD 30-Sep-19
		Carry-Overs from 2017/18	Monthly Adjustments	Council Resolution Sep			
<b>Income</b>							
<b>Connecting People &amp; Places</b>							
Festivals and Events	21,952	-	-	1,600		23,552	1,600
Swimming Pools	-	-	-	-		-	-
Libraries	1,280,082	-	-	-		1,280,082	1,047,547
Emergency Management	1,185,072	-	-	265,000	3	1,450,072	184,578
Cemeteries	333,378	-	-	-		333,378	62,588
Sports Grounds, Parks and Facilities	1,077,074	152,957	(129,146)	-		1,100,885	113,098
Community Centres and Halls	160,800	94,110	-	11		254,921	20,816
Building and Maintaining Roads	6,303,728	906,443	-	252,495	5	7,462,666	2,028,864
Community Engagement, Consultation & Communication	-	-	-	-		-	-
Community Programs and Grants	-	-	-	-		-	-
<b>Growing our Economy</b>							
Economic Development	-	-	-	-		-	-
Tourism	25,744	-	-	-		25,744	1,484
Town Planning & Development Services	2,063,644	-	-	-		2,063,644	719,073
Quarries	1,365,811	-	-	-		1,365,811	311,655
Northern Rivers Livestock Exchange	1,565,713	160,386	30,000	-		1,756,099	439,921
Private Works	84,872	-	-	-		84,872	11,685
Real Estate Development	-	-	-	-		-	(0)
<b>Looking after our Environment</b>							
Waste Management	6,862,128	-	-	37,299	9	6,899,427	5,861,443
Stormwater Management	213,351	-	-	-		213,351	208,307
Water Supplies	7,009,021	-	-	-		7,009,021	59,338
Sewerage Services	8,719,758	-	-	-		8,719,758	156,980
Environmental Health	451,696	-	-	-		451,696	243,724
Environmental Management	-	-	-	-		-	-
<b>Making Council Great</b>							
Governance & Advocacy	400,440	-	-	-		400,440	13,594
Customer Service	3,600	-	-	-		3,600	127
Information Technology Services	8,907	-	-	-		8,907	3,930
People & Culture	19,909	-	-	-		19,909	5,444
Work, Health & Safety	28,329	-	-	-		28,329	-
Financial Services	18,961,205	-	-	104,436	12	19,065,641	13,737,049
Engineering Support & Asset Management	33,345	-	-	-		33,345	11,009
Fleet Management	5,014,500	-	-	-		5,014,500	1,515,969
<b>Total Income from Continuing Operations</b>	<b>63,194,059</b>	<b>1,313,896</b>	<b>(99,146)</b>	<b>660,841</b>		<b>65,069,651</b>	<b>26,759,824</b>

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Income & Expenses Budget Review Statement**

Income & Expenses - by Service	Original Budget 2019/2020	Approved Changes	Approved Changes	Recommended	Notes	Projected Year End Result	Actual YTD 30-Sep-19
		Carry-Overs from 2017/18	Monthly Adjustments	Changes for Council Resolution Sep			
<b>Expenses</b>							
<b>Connecting People &amp; Places</b>							
Festivals and Events	240,803	17,500	(10,000)	1,600		249,903	66,265
Swimming Pools	710,361	-	-	-		710,361	174,729
Libraries	2,180,688	-	-	11,037	2	2,191,725	1,052,607
Emergency Management	2,105,160	-	-	155,000	3	2,260,160	596,163
Cemeteries	358,574	-	-	-		358,574	92,130
Sports Grounds, Parks and Facilities	2,843,992	33,082	3,000	7,440	4	2,887,514	724,973
Community Centres and Halls	708,320	-	-	11		708,331	209,740
Building and Maintaining Roads	17,986,164	46,645	-	40,000	5	18,072,809	4,686,018
Community Engagement, Consultation & Communication	234,841	-	-	-		234,841	11,907
Community Programs and Grants	267,531	-	-	2,890		270,421	38,748
<b>Growing our Economy</b>							
Economic Development	505,577	-	-	-		505,577	142,601
Tourism	275,806	46,745	25,000	2,700		350,251	51,411
Town Planning & Development Services	2,533,788	-	-	-		2,533,788	657,360
Quarries	851,570	-	-	-		851,570	173,143
Northern Rivers Livestock Exchange	1,558,668	-	-	-		1,558,668	498,026
Private Works	81,980	-	-	-		81,980	13,644
Real Estate Development	482,516	-	-	-		482,516	198,816
<b>Looking after our Environment</b>							
Waste Management	6,570,481	34,121	-	76,224	9	6,680,826	1,677,494
Stormwater Management	973,727	-	-	-		973,727	224,341
Water Supplies	6,346,224	-	10,000	-		6,356,224	1,735,272
Sewerage Services	7,689,606	-	20,000	-		7,709,606	1,933,302
Environmental Health	1,090,342	8,932	-	15,000	11	1,114,274	278,348
Environmental Management	468,165	-	-	-		468,165	106,220
<b>Making Council Great</b>							
Governance & Advocacy	2,511,690	-	-	-		2,511,690	846,959
Customer Service	3,600	-	-	-		3,600	10,667
Information Technology Services	138,881	-	-	-		138,881	26,391
People & Culture	-	-	-	-		-	(231,370)
Work, Health & Safety	78,329	-	-	-		78,329	-
Financial Services	135,578	-	-	-		135,578	47,531
Engineering Support & Asset Management	33,345	129,491	-	-		162,836	49,944
Fleet Management	4,390,784	-	-	-		4,390,784	1,159,761
<b>Total Expenses from Continuing Operations</b>	<b>64,357,091</b>	<b>316,516</b>	<b>48,000</b>	<b>311,902</b>		<b>65,033,509</b>	<b>17,253,143</b>
<b>Net Operating Result from Continuing Operations</b>	<b>(1,163,032)</b>	<b>997,380</b>	<b>(147,146)</b>	<b>348,939</b>		<b>36,141</b>	<b>9,506,682</b>
<b>Net Operating Result before Capital Items</b>	<b>(4,709,301)</b>	<b>(316,517)</b>	<b>(48,000)</b>	<b>(51,056)</b>		<b>(5,124,874)</b>	<b>8,353,361</b>

**Richmond Valley Council Quarterly Budget Review  
for the quarter ended 30 September 2019**

**Capital Budget Review Statement**

Capital Budget	Original Budget 2019/2020	Approved Changes Carry-Overs from 2017/18	Approved Changes Monthly Adjustments	Recommended	Notes	Projected Year End Result	Actual YTD 30-Sep-19
				Changes for Council Resolution Sep			
<b>Capital Expenditure</b>							
<b><i>Connecting People &amp; Places</i></b>							
Festivals and Events	-	-	-	-		-	-
Swimming Pools	390,000	51,078	-	50,000	1	491,078	302,837
Libraries	182,787	-	-	(953)		181,834	28,274
Emergency Management	-	-	-	110,000	3	110,000	-
Cemeteries	55,951	-	-	-		55,951	3,379
Sports Grounds, Parks and Facilities	1,269,329	661,940	(132,146)	33,295	4	1,832,418	676,400
Community Centres and Halls	138,448	94,110	(15,000)	2,135		219,693	22,134
Building and Maintaining Roads	5,245,759	1,143,857	250,000	178,435	5	6,818,051	1,303,915
Community Engagement, Consultation & Communication	-	-	-	-		-	-
Community Programs and Grants	-	-	-	-		-	-
<b><i>Growing our Economy</i></b>							
Economic Development	-	-	-	-		-	-
Tourism	-	19,822	-	21,272	6	41,094	31,384
Town Planning & Development Services	-	-	-	-		-	-
Quarries	10,000	-	-	(10,000)	7	-	4,110
Northern Rivers Livestock Exchange	150,000	180,038	30,000	-		360,038	222,230
Private Works	-	-	-	-		-	-
Real Estate Development	2,815,000	62,640	-	-		2,877,640	57,295
<b><i>Looking after our Environment</i></b>							
Waste Management	2,346,596	298,251	-	(26,000)	9	2,618,847	38,229
Stormwater Management	438,435	42,378	-	-		480,813	82,704
Water Supplies	1,262,000	1,305	109,623	-		1,372,928	194,581
Sewerage Services	1,735,000	221,965	(14,750)	92,914	10	2,035,129	450,828
Environmental Health	-	-	-	-		-	-
Environmental Management	-	-	-	-		-	-
<b><i>Making Council Great</i></b>							
Governance & Advocacy	-	4,140	-	352		4,492	4,832
Customer Service	80,000	-	-	(1,733)		78,267	3,347
Information Technology Services	-	-	-	-		-	-
People & Culture	-	-	-	-		-	-
Work, Health & Safety	-	-	-	-		-	-
Financial Services	-	-	-	1,381		1,381	1,381
Engineering Support & Asset Management	225,000	57,000	-	-		282,000	41,455
Fleet Management	2,261,145	368,338	-	-		2,629,483	433,507
<b>Total Capital Expenditure</b>	<b>18,605,450</b>	<b>3,206,862</b>	<b>227,727</b>	<b>451,098</b>		<b>22,491,137</b>	<b>3,902,823</b>



**Richmond Valley Council Quarterly Budget Review  
for the quarter ended 30 September 2019**

**Capital Budget Review Statement**

Capital Budget	Original Budget 2019/2020	Approved Changes Carry-Overs from 2017/18	Approved Changes Monthly Adjustments	Recommended	Notes	Projected Year End Result	Actual YTD 30-Sep-19
				Changes for Council Resolution Sep			
<b>Capital Revenue</b>							
<b>Capital Grants and Contributions</b>							
<i><b>Connecting People &amp; Places</b></i>							
Festivals and Events	-	-	-	-		-	-
Swimming Pools	-	-	-	-		-	-
Libraries	39,000	-	-	-		39,000	39,000
Emergency Management	-	-	-	110,000	3	110,000	-
Cemeteries	-	-	-	-		-	-
Sports Grounds, Parks and Facilities	845,448	152,957	(129,146)	-		869,259	23,188
Community Centres and Halls	68,300	94,110	-	-		162,410	-
Building and Maintaining Roads	746,571	906,444	-	252,495	5	1,905,510	467,550
Community Engagement, Consultation & Communication	-	-	-	-		-	-
Community Programs and Grants	-	-	-	-		-	-
<i><b>Growing our Economy</b></i>							
Economic Development	-	-	-	-		-	-
Tourism	-	-	-	-		-	-
Town Planning & Development Services	1,381,650	-	-	-		1,381,650	505,436
Quarries	-	-	-	-		-	-
Northern Rivers Livestock Exchange	195,300	160,386	30,000	-		385,686	53,231
Private Works	-	-	-	-		-	-
Real Estate Development	-	-	-	-		-	-
<i><b>Looking after our Environment</b></i>							
Waste Management	20,000	-	-	37,500	9	57,500	20,625
Stormwater Management	-	-	-	-		-	-
Water Supplies	150,000	-	-	-		150,000	20,291
Sewerage Services	100,000	-	-	-		100,000	24,000
Environmental Health	-	-	-	-		-	-
Environmental Management	-	-	-	-		-	-
<i><b>Making Council Great</b></i>							
Governance & Advocacy	-	-	-	-		-	-
Customer Service	-	-	-	-		-	-
Information Technology Services	-	-	-	-		-	-
People & Culture	-	-	-	-		-	-
Work, Health & Safety	-	-	-	-		-	-
Financial Services	-	-	-	-		-	-
Engineering Support & Asset Management	-	-	-	-		-	-
Fleet Management	-	-	-	-		-	-
<b>Total Capital Grants and Contributions</b>	<b>3,546,269</b>	<b>1,313,897</b>	<b>(99,146)</b>	<b>399,995</b>		<b>5,161,015</b>	<b>1,153,321</b>

**Richmond Valley Council Quarterly Budget Review  
for the quarter ended 30 September 2019**

**Capital Budget Review Statement**

Capital Budget	Original Budget 2019/2020	Approved Changes Carry-Overs from 2017/18	Approved Changes Monthly Adjustments	Recommended	Notes	Projected Year End Result	Actual YTD 30-Sep-19
				Changes for Council Resolution Sep			
<b>Capital Revenue (continued)</b>							
<b>Loan Funds Utilised</b>							
<i>Connecting People &amp; Places</i>							
Sports Grounds, Parks & Facilities	-	-	-	-		-	-
Building and Maintaining Roads	-	-	-	-		-	-
<i>Looking after our Environment</i>							
Waste Management	-	-	-	-		-	-
<b>Total Loan Funds Utilised</b>	-	-	-	-		-	-
<b>Deferred Debtor Repayments</b>							
<i>Making Council Great</i>							
Financial Services	1,300	-	-	-		1,300	-
<b>Total Deferred Debtor Repayments</b>	<b>1,300</b>	-	-	-		<b>1,300</b>	-
<b>Asset Sales</b>							
<i>Connecting People &amp; Places</i>							
Libraries	500	-	-	-		500	182
<i>Growing our Economy</i>							
Real Estate Development	2,485,000	-	-	(1,025,000)	8	1,460,000	359,537
<i>Looking after our Environment</i>							
Waste Management	52,273	-	-	-		52,273	-
Sewerage Services	-	-	-	-		-	(0)
<i>Making Council Great</i>							
Fleet Management	532,818	-	-	-		532,818	1,467
<b>Total Asset Sales</b>	<b>3,070,591</b>	-	-	<b>(1,025,000)</b>		<b>2,045,591</b>	<b>361,185</b>
<b>Total Capital Revenue</b>	<b>6,618,160</b>	<b>1,313,897</b>	<b>(99,146)</b>	<b>(625,005)</b>		<b>7,207,906</b>	<b>1,514,506</b>

**Richmond Valley Council Quarterly Budget Review Statement**  
for the quarter ended 30 September 2019

**Budget Variation Explanations**  
**Recommended changes to Revised Budget**

The following notes detail budget variations of \$5,000 or more (or if material to the overall program) from the Original Budget as at 1 July 2019 to the Revised Budget as at 30 September 2019, excluding monthly budget adjustments previously adopted by Council.

Notes	Details	Variation
<b>1</b>	<b>Swimming Pools</b>	
	<i>Capital Expenditure</i>	\$50,000
	It is proposed to bring forward \$50,000 from the 2020/2021 year to develop a masterplan for the Casino Swimming Pool.	
<b>2</b>	<b>Libraries</b>	
	<i>Expenses from Continuing Operations</i>	\$11,037
	Part of the Library Management System project was transferred to operating expenditure due to the nature of the purchase being for 12 months software support.	
<b>3</b>	<b>Emergency Management</b>	
	<i>Income from Continuing Operations</i>	\$155,000
	<i>Capital Grants and Contributions</i>	<u>\$110,000</u>
		<b>\$265,000</b>
	The approval of the 2019/2020 Rural Fire Fighting Fund has seen a number of infrastructure projects being approved. These include Blue Knob Station \$70,000 and Larnook Station \$40,000 (Lismore City Council RFS zone), Woodenbong Station \$45,000 (Kyogle Council RFS zone) as well as Casino East Station \$25,000 and West Coraki Station \$20,000 in Richmond Valley Council RFS zone. An allocation of \$65,000 was also approved for outdoor training area works at the Fire Control Centre. This has increased operating income by \$155,00 and capital grants by \$110,000.	
	<i>Expenses from Continuing Operations</i>	\$155,000
	A number of infrastructure projects were approved under the Rural Fire Fighting Fund as detailed above. Operating expenditure has increased \$155,000 due to the approval of Blue Knob Station \$70,000 and Larnook Station \$40,000 (both in the Lismore City Council RFS zone) and Woodenbong \$45,000 in the Kyogle Council RFS zone.	
	<i>Capital Expenditure</i>	\$110,000
	The approval of the 2019/2020 Rural Fire Fighting Fund has seen a number of infrastructure projects being approved, with two being in the Richmond Valley Council RFS zone at Casino East Station \$25,000 and West Coraki Station \$20,000. A further \$65,000 was also allocated towards outdoor training area works at the Fire Control Centre.	
<b>4</b>	<b>Sports Grounds, Parks and Facilities</b>	
	<i>Expenses from Continuing Operations</i>	\$7,440
	Council was successful in obtaining grant funding from NSW Office of Sport towards Youth Basketball Development for \$7,440 at the Casino Indoor Sports Stadium.	
	<i>Capital Expenditure</i>	\$33,295
	Capital expenditure has increased due to \$34,060 of unexpended grant funding from 2018/2019 being added to the Queen Elizabeth Park Sporting Complex Enhancement project. Minor adjustments have also been made to reduce the budget on Woodburn Oval Sporting Facilities project by \$510 as well as the Evans Head Beach Access Enhancement project of \$255 to match unexpended grant funding as slightly more expenditure occurred in the previous year.	
	Queen Elizabeth Park Sporting Complex Enhancement (SCCF)	\$34,060
	Woodburn Oval Sporting Facilities (SCCF)	(\$510)
	Evans Main Beach Access Enhancement (SCCF)	<u>(\$255)</u>
	<b>Net increase</b>	<b>\$33,295</b>

**Richmond Valley Council Quarterly Budget Review Statement**  
for the quarter ended 30 September 2019

**Budget Variation Explanations**  
**Recommended changes to Revised Budget**

The following notes detail budget variations of \$5,000 or more (or if material to the overall program) from the Original Budget as at 1 July 2019 to the Revised Budget as at 30 September 2019, excluding monthly budget adjustments previously adopted by Council.

Notes	Details	Variation
<b>5</b>	<b>Building and Maintaining Roads</b>	
	<i>Capital Grants and Contributions</i>	\$252,495
	Council was successful in obtaining grant funding for stage 2 of the Johnston Street, Bruxner Highway Shared Pathway for \$416,000. An adjustment to the original budget has also been made for the RMS Repair Program as part of the funding was expended in the previous year, decreasing the budget by \$163,505.	
	<i>Expenses from Continuing Operations</i>	\$40,000
	An increase in operating expenditure is due to \$40,000 being transferred from the PAMP capital works program into operating expenditure in order to perform a review of the Pedestrian Access and Mobility Plan (PAMP).	
	<i>Capital Expenditure</i>	\$178,435
	As mentioned above, Council was successful in receiving \$416,000 in grant funding for stage 2 of the Johnston Street, Bruxner Highway Shared Pathway. This has been offset by \$163,505 reduction in PAMP funding from the original budget as part of the funding was expended in the previous year along with \$40,000 being reallocated to operating expenditure for a review of the PAMP program. In addition, surplus funds of \$34,060 from the Shady Gully Bridge design project are proposed to be reallocated towards the design of the QE Park Enhancement.	
<b>6</b>	<b>Tourism</b>	
	<i>Capital Expenditure</i>	\$21,272
	Capital expenditure has increased by \$21,272, with funds being allocated from real estate reserves towards painting and building works at the new Evans Head Visitor Information Centre.	
<b>7</b>	<b>Quarries</b>	
	<i>Capital Expenditure</i>	(\$10,000)
	The annual budget allocated of \$10,000 towards rehabilitation and restoration of the Woodview Quarry has been transferred back to quarry reserves as it is no longer required this financial year.	
<b>8</b>	<b>Real Estate Development</b>	
	<i>Capital Grants and Contributions</i>	(\$1,025,000)
	Council's original budget included the sale of Lot 2, 19 Woodburn Street Evans Head for the new Health One Building. This sale occurred in June 2019 and as such the budget has been removed.	
<b>9</b>	<b>Waste Management</b>	
	<i>Income from Continuing Operations</i>	(\$201)
	<i>Capital Grants and Contributions</i>	\$37,500
		\$37,299
	Council was successful in receiving \$37,500 in grant funding towards environmental and security improvements at Nammoona and Evans Head Landfills. In addition, an adjustment of \$201 was made to the Better Waste and Recycling Grant to match the actual funding amount approved for the year.	
	<i>Expenses from Continuing Operations</i>	\$76,224
	Operating expenditure has increased largely due to \$66,224 being allocated towards waste education avoidance and contamination, funded through the Better Waste and Recycling (BWRf) grant. An additional \$10,000 of BWRf unexpended from the previous year was re-allocated from capital expenditure towards waste education.	
	<i>Capital Expenditure</i>	(\$26,000)
	As mentioned above, Council was successful in receiving grant funding towards environmental and security improvements at Nammoona and Evans Head Landfills. As such, the original budget allocation for these projects has been reduced by \$16,000 in line with the funding agreement for these projects. A further reduction of \$10,000 was due to the reallocation of BWRf to operating expenditure for waste education.	

**Budget Variation Explanations**  
**Recommended changes to Revised Budget**

The following notes detail budget variations of \$5,000 or more (or if material to the overall program) from the Original Budget as at 1 July 2019 to the Revised Budget as at 30 September 2019, excluding monthly budget adjustments previously adopted by Council.

Notes	Details	Variation
<b>10</b>	<b>Sewerage Services</b>	
	<i>Capital Expenditure</i>	\$92,914
	A review of the sewerage services capital works program resulted in \$92,914 being transferred from reserves towards new projects as detailed below:	
	Sewer Junction Evans Head - Waratah Lane	\$20,168
	Sewer Connection - Park St Evans Head (Living Museum & VIC)	\$2,690
	Pump Station Casino - Long Term Strategy	\$1,810
	Pump Station 5 Casino - Submersible Pump	\$7,775
	Pump Station 4 Casino - Submersible Pumps	\$10,682
	Pump Station 5 Evans Head - New Pump	\$725
	Pump Station 8 Evans Head - Odour Control	\$33,564
	STP Riley's Hill - UV Disinfection System Replacement	<u>\$15,500</u>
	<b>Net increase</b>	<b>\$92,914</b>
<b>11</b>	<b>Environmental Health</b>	
	<i>Expenses from Continuing Operations</i>	\$15,000
	An increase in capital expenditure with \$15,000 being transferred from unexpended grant reserves towards planting and rehabilitation of alternative habitat for the flying fox colony at QE Park.	
<b>12</b>	<b>Finance</b>	
	<i>Income from Continuing Operations</i>	\$104,436
	Council received notification of its Financial Assistance Grant entitlement for 2019/2020, in which 50% was received in advance in June 2019. Assuming another advance payment will be made in June 2020, Council's actual grant funding is \$104,436 higher than the original budget.	

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Cash & Investments Budget Review Statement**

Income & Expenses Budget Review Statement	Opening Cash and Investments 1/07/2019	Original Budget Net Transfer to/(from)	Approved	Approved	Recommended		Projected Cash and Investments 30/06/2020
			Changes	Changes	Changes for	Interest Earned	
			Carry-Overs from 2018/19	Monthly Adjustments	Council Resolution Sep		
<b>General Fund - External Restrictions</b>							
Unexpended Grant - Evans Head Landcare	3,631	-	-	-	-	-	3,631
Unexpended Grant - Roads to Recovery	-	-	-	-	-	-	-
Unexpended Grant - Regional Roads Block Grant	-	-	-	-	-	-	-
Unexpended Grant - Industry & Investment NSW Manyweathers Weir	4,393	-	-	-	-	-	4,393
Unexpended Grant - Richmond Valley Floodplain Risk Management Plan	6,750	-	-	-	-	-	6,750
Unexpended Grant - NSW EPA Better Waste and Recycling Grant	142,262	-	(142,262)	-	-	-	-
Unexpended Grant - NSW EPA Waste Less Recycle More - Closure of Coraki Landfill	37,782	-	(37,782)	-	-	-	-
Unexpended Grant - NSW EPA Waste Less Recycle More - Establish Coraki Transfer Station	180,000	(180,000)	-	-	-	-	-
Unexpended Grant - Office of Env & Heritage - Koala Survey & Habitat Mapping	3,169	-	-	-	-	-	3,169
Unexpended Grant - NSW RFS Subsidy Northern Rivers Zone	128,939	-	-	-	-	-	128,939
Unexpended Grant - DFHCS Volunteer Grants Program Evans Head Rec Hall	182	-	-	-	-	-	182
Unexpended Grant - Public Library Infrastructure Redesign Evans Head Library	2,616	-	-	-	-	-	2,616
Unexpended Grant - NSW State Library Casino Library Redesign	4,480	-	-	-	-	-	4,480
Unexpended Grant - CPTIGS Canterbury St Bus Shelter	3,000	-	(3,000)	-	-	-	-
Unexpended Grant - Elsa Dixon Aboriginal Employment Funding	58,922	(22,201)	-	-	-	-	36,721
Unexpended Grant - Rural Fire Fighting Fund - Brigade Amenities	-	-	-	-	-	-	-
Unexpended Grant - LPMA - Surf Club Grant	23,109	-	-	-	-	-	23,109
Unexpended Grant - Pedestrian Access and Mobility Plan (PAMP)	-	-	-	-	-	-	-
Unexpended Grant - Financial Assistance Grant Advance Payment	2,638,347	-	-	-	57,388	-	2,695,735
Unexpended Grant - NSW State Library - Expansion of Internet Equipment Access	37	-	-	-	-	-	37
Unexpended Grant - CPTIGS MR145 Woodburn Coraki Rd Bus Shelter	1,674	-	-	-	-	-	1,674
Unexpended Grant - NSW Dept Health - Investing in Women	1,390	-	-	-	(1,390)	-	-
Unexpended Grant - RMS Natural Disaster 28 March 17 Flood Event Local Roads	35,240	-	-	-	-	-	35,240
Unexpended Grant - Stronger Country Communities Fund Round 2	183,074	(108,881)	(74,958)	-	765	(108,881)	(0)
Unexpended Grant - Local Government Association - Flying Fox Colony QE Park	15,000	-	-	-	(15,000)	-	-
Unexpended Grant - Cow Town Chow Down	17,500	-	(17,500)	-	-	-	-
Unexpended Grant - Crown Lands - Plan of Management Implementation	41,274	-	(41,274)	-	-	-	-
Unexpended Grant - Youth Participation	1,500	-	-	-	(1,500)	-	-
Unexpended Grant - Rock Fishing Safety	21,113	-	(21,113)	-	-	-	(0)
Unexpended Grant - RUCRL - Get Connected - IT Guidance for Seniors	2,245	-	-	-	(2,245)	-	-
Unexpended Grant - RUCRL - Art Van Go	7,839	-	-	-	(7,839)	-	-
Unexpended Grant - Broadwater Hall Kitchen Upgrade	283	-	-	-	-	-	283
Unexpended Grant - Youth Basketball	7,440	-	-	-	(7,440)	-	-
Unexpended Contribution - RUCRL Mobile Library Replacement Fund	105,462	36,973	-	-	-	-	142,435
Unexpended Contribution - Hannigan DA 2005/188 Bennis Rd	10,338	-	-	-	-	-	10,338
Unexpended Contribution - Statecover WHS Incentive Works	251,238	(50,000)	-	-	(2,135)	-	199,103
Unexpended Contribution - Fire Fighting Infrastructure	10,000	-	-	-	-	-	10,000
Unexpended Contribution - Broadwater Sugar Mill DA Bridge Approaches	90,000	-	-	-	-	-	90,000
Unexpended Contribution - Damage to Oakey Creek Guardrail	12,100	-	-	-	-	-	12,100
Unexpended Contribution - Casino Healthy Towns	2,700	-	-	-	(2,700)	-	-
Unexpended Contribution - RMS Regional Roads Block Grant	98,696	-	(98,696)	-	-	-	-
Unexpended Loan - Northern Rivers Livestock Exchange	-	-	-	-	-	-	-
Unexpended Loan - Parks & Gardens	-	-	-	-	-	-	-
Unexpended Loan - Sealed Rural Local Roads	-	-	-	-	-	-	-
Domestic Waste Management	5,151,823	(738,669)	(152,328)	-	(12,925)	-	4,247,901
On-Site Sewerage Fees	195,352	-	-	-	-	-	195,352
Stormwater Management Service Charge	569,000	(225,084)	(42,378)	-	-	-	301,538

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Cash & Investments Budget Review Statement**

Income & Expenses Budget Review Statement	Opening Cash and Investments 1/07/2019	Original Budget Net Transfer to/(from)	Approved Changes	Approved Changes	Recommended		Projected Cash and Investments 30/06/2020
			Carry-Overs from 2018/19	Monthly Adjustments	Changes for Council Resolution Sep	Interest Earned	
Section 7.11 - Infrastructure	2,456	-	-	-	-	-	2,456
Section 7.11 - Community Services	54,045	-	-	-	-	1,100	55,145
Section 7.11 - Recreation & Civil Facilities	1,034	-	-	-	-	-	1,034
Section 7.11 - Road Network (new)	120,456	-	-	-	-	2,400	122,856
Section 7.11 - Quarry Road Contributions	70,277	5,147	-	-	-	1,400	76,824
Section 7.11 - Ex Copmanhurst Roads	86,062	-	-	-	-	1,700	87,762
Section 7.11 - Ex Copmanhurst Community Facilities	4,870	-	-	-	-	100	4,970
Section 7.11 - Ex Copmanhurst Bushfire	9,202	-	-	-	-	200	9,402
Section 7.11 - Rural Development Heavy Haulage	1,833,037	924,553	-	(250,000)	-	36,900	2,544,490
Section 7.12A Development Contributions Plan	386,288	(28,700)	(9,404)	-	-	7,800	355,984
Contributions to Roadworks	103,993	-	-	-	-	-	103,993
Controlled Trust Funds	47,468	-	-	-	-	-	47,468
Bonds & Deposits (General Fund)	526,239	-	-	-	-	-	526,239
<b>Total General Fund External Restrictions</b>	<b>13,315,326</b>	<b>(386,863)</b>	<b>(640,695)</b>	<b>(250,000)</b>	<b>4,979</b>	<b>51,600</b>	<b>12,094,347</b>
<b>General Fund - Internal Restrictions</b>							
Employee Leave Entitlements	1,110,215	-	-	-	-	22,300	1,132,515
Employee Leave Entitlements - Richmond Upper Clarence Regional Library	48,021	-	-	-	-	1,000	49,021
Richmond Upper Clarence Regional Library	221,339	(85,641)	-	-	-	4,500	140,198
Unexpended Rates Variation	705,347	(51,000)	(575,347)	-	-	-	79,000
Evans Head Memorial Aerodrome Reserve	-	(40,086)	-	-	40,086	-	-
Insurance Reserve	97,331	-	-	-	-	2,000	99,331
Plant Replacement	1,478,070	(349,611)	(425,338)	-	-	29,700	732,821
Real Estate and Infrastructure	2,854,819	(1,114,105)	(82,462)	-	(1,086,358)	57,500	629,395
Petersons Quarry	2,183,331	(532,542)	-	-	(50,000)	43,900	1,644,689
Woodview Quarry	1,537,665	398,517	-	-	-	30,900	1,967,082
Quarry Rehabilitation	166,283	1,500	-	-	10,000	3,300	181,083
Road Rehabilitation Reserve	896,933	175,950	-	-	-	18,000	1,090,883
Northern Rivers Livestock Exchange	61,293	(17,686)	(19,652)	-	-	1,200	25,154
Other Waste Management	1,389,993	39,619	-	-	-	28,000	1,457,612
Other Waste Management - Plant Reserve	1,916,506	(461,882)	-	-	-	38,600	1,493,224
Rural Road Safety Program	113,840	-	-	-	-	-	113,840
RMS State Roads Maintenance Contract	5,512	-	-	-	-	100	5,612
Public Cemeteries Perpetual Maintenance Reserve	333,008	(64,647)	-	-	-	6,700	275,061
Revolving Energy and Sustainability Fund - RUCRL	8,225	-	-	-	-	200	8,425
Carry Over Works	242,717	-	(242,717)	-	-	-	-
<b>Total General Fund Internal Restrictions</b>	<b>15,370,448</b>	<b>(2,101,614)</b>	<b>(1,345,516)</b>	<b>-</b>	<b>(1,086,272)</b>	<b>287,900</b>	<b>11,124,946</b>
<b>Total General Fund Restrictions</b>	<b>28,685,774</b>	<b>(2,488,477)</b>	<b>(1,986,211)</b>	<b>(250,000)</b>	<b>(1,081,293)</b>	<b>339,500</b>	<b>23,219,293</b>

**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Cash & Investments Budget Review Statement**

Income & Expenses Budget Review Statement	Opening Cash and Investments 1/07/2019	Original Budget Net Transfer to/(from)	Approved Changes	Approved Changes	Recommended Changes for Council Resolution Sep	Interest Earned	Projected Cash and Investments 30/06/2020
			Carry-Overs from 2018/19	Monthly Adjustments			
<b>Sewerage Fund</b>							
<b>External Restrictions</b>							
Section 64 Headworks Contributions	3,606,162	18,600	-	-	-	81,400	3,706,162
Infrastructure Replacement	7,799,161	4,925	(221,965)	(5,250)	(92,914)	176,100	7,660,056
<b>Total Sewerage Fund Restrictions</b>	<b>11,405,323</b>	<b>23,525</b>	<b>(221,965)</b>	<b>(5,250)</b>	<b>(92,914)</b>	<b>257,500</b>	<b>11,366,218</b>
<b>Water Fund</b>							
<b>External Restrictions</b>							
Section 64 Contributions	1,840,832	118,000	-	-	-	32,000	1,990,832
Infrastructure Replacement	4,768,481	706,297	(1,305)	(119,623)	-	83,000	5,436,850
<b>Total Water Fund Restrictions</b>	<b>6,609,312</b>	<b>824,297</b>	<b>(1,305)</b>	<b>(119,623)</b>	<b>-</b>	<b>115,000</b>	<b>7,427,682</b>
<b>Total Restrictions (All Funds)</b>	<b>46,700,409</b>	<b>(1,640,655)</b>	<b>(2,209,481)</b>	<b>(374,873)</b>	<b>(1,174,207)</b>	<b>712,000</b>	<b>42,013,193</b>



**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Cash & Investments Budget Review Statement**

**Comment on Cash & Investments Position**

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**Investments**

Investments have been made in accordance with Council's Investment Policy.

Fair Value of Investments as at 30 September 2019 is \$48,486,536.

**Cash**

As at 30 September 2019, bank statements have been reconciled up to 31 August 2019.

**Key Performance Indicators Budget Review Statement**

**Current Projection**

	<b>General Fund</b>	<b>Water Fund</b>	<b>Sewerage Fund</b>	<b>Total</b>
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The Council monitors the following Key Performance Indicators:

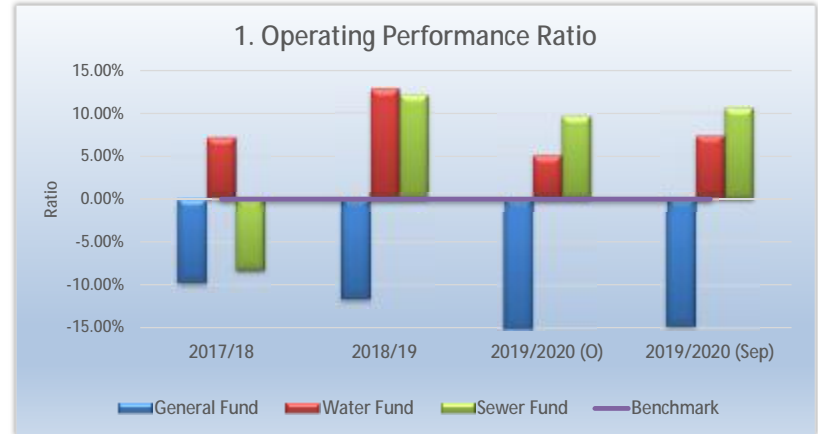
<b>1. Operating Performance Ratio</b>	<b>-14.71%</b>	<b>7.33%</b>	<b>10.56%</b>	<b>-8.55%</b>
Total Continuing Operating Revenue <sup>(1)</sup> (excl. Capital Grants & Contributions) - Operating Expenses	<u>(6,537,823)</u>	<u>502,797</u>	<u>910,152</u>	<u>(5,124,874)</u>
Total Continuing Operating Revenue <sup>(1)</sup> (excl. Capital Grants & Contributions)	44,429,857	6,859,021	8,619,758	59,908,636

<sup>(1)</sup> Excludes fair value adjustments and reversal of revaluation decrements, net gain/(loss) on sale of assets and net share of interests in joint ventures.

**Prior Periods:**

Original Budget 2019/2020	-15.39%	5.03%	9.60%	-8.88%
2018/2019	-11.58%	12.80%	12.16%	-4.51%
2017/2018	-9.75%	7.11%	-8.29%	-7.31%

Purpose: This ratio measures Council's achievement of containing operating expenditure within operating revenue.  
Commentary: Council's Operating Performance Ratio is below the benchmark of 0%. Council obtained a special rate variation over 4 years and has taken steps to address this ratio as part of the current 10 year Long Term Financial Plan.



<b>2. Own Source Operating Revenue Ratio</b>	<b>90.05%</b>	<b>97.86%</b>	<b>98.85%</b>	<b>92.07%</b>
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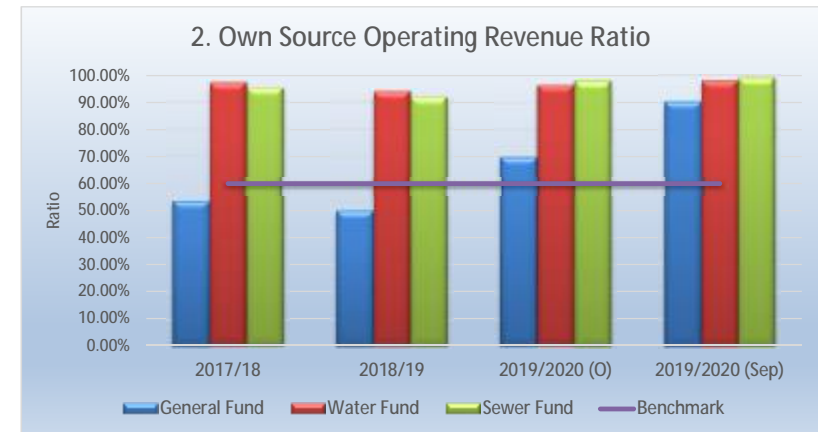
Total Continuing Operating Revenue <sup>(1)</sup> (less ALL Grants & Contributions)	<u>44,429,857</u>	<u>6,859,021</u>	<u>8,619,758</u>	<u>59,908,636</u>
Total Continuing Operating Revenue <sup>(1)</sup>	49,340,872	7,009,021	8,719,758	65,069,651

<sup>(1)</sup> Excludes fair value adjustments and reversal of revaluation decrements, net gain/(loss) on sale of assets and net share of interests in joint ventures.

**Prior Periods:**

Original Budget 2019/2020	69.73%	96.46%	97.84%	77.15%
2018/2019	49.86%	93.92%	91.75%	59.84%
2017/2018	53.45%	97.05%	95.12%	64.04%

Purpose: This ratio measures fiscal flexibility. It is the degree of reliance on external funding sources such as operating grants and contributions.  
Commentary: Council's Own Source Operating Revenue Ratio is above the benchmark of 60% and indicates a trend towards less reliance on grants and contributions. Council obtained a special rate variation over 4 years and this will further support an improvement in this ratio.



**Key Performance Indicators Budget Review Statement**

**Current Projection**

	General Fund	Water Fund	Sewerage Fund	Total
<b>3. Debt Service Cover Ratio</b>	<b>4.73</b>	<b>0.00</b>	<b>1.56</b>	<b>3.53</b>
Operating Result <sup>(1)</sup> before capital excluding interest and depreciation/impairment/amortisation (EBITDA)	7,729,178	2,041,297	3,173,252	12,943,727
Principal Repayments + Borrowing Interest Costs	1,633,349	0	2,035,565	3,668,914

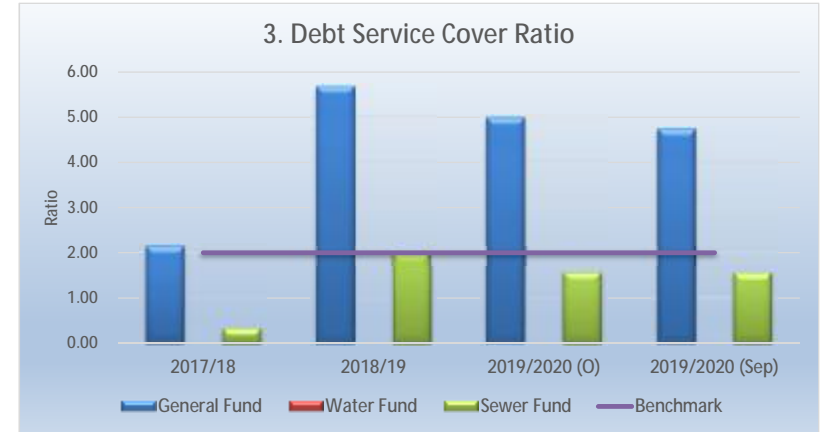
<sup>(1)</sup> Excludes fair value adjustments and reversal of revaluation decrements, net gain/(loss) on sale of assets and net share of interests in joint ventures.

**Prior Periods:**

Original Budget 2019/2020	4.97	0.00	1.57	3.64
2018/2019	5.67	0.00	1.99	4.20
2017/2018	2.12	0.00	0.33	0.93

Purpose: This ratio measures the availability of operating cash to service debt including interest, principal and lease payments.

Commentary: Council's Debt Service Cover Ratio (General Fund) is above the benchmark minimum of 2.0, whilst Sewerage Fund is below the benchmark of 2.0. Water Fund is debt free.



**Richmond Valley Council Quarterly Budget Review Statement  
for the quarter ended 30 September 2019**

**Contracts & Other Expenses Budget Review Statement**

Income & Expenses Budget Review Statement

**Part A - Contracts Listing** - contracts entered into during the quarter

Contractor	Contract detail & purpose	Contract Value	Start Date	Duration of Contract	Budgeted (Y/N)
Nil					

Notes:

1. Minimum reporting level is 1% of estimated income from continuing operations of Council or \$50,000 - whatever is the lesser.
2. Contracts listed are those entered into during the quarter being reported and exclude contractors on Council's Preferred Supplier list.
3. Contracts for employment are not required to be included.

**Part B - Consultancy & Legal Expenses**

Expense	Expenditure YTD \$	Budgeted (Y/N)
Consultancies (including Capital Expenditure)	60,107	Y
Legal Expenses (including Capital Expenditure)	72,794	Y

Definition of a consultant:

A consultant is a person or organisation engaged under contract on a temporary basis to provide recommendations or high level specialist or professional advice to assist decision-making by management. Generally it is the advisory nature of the work that differentiates a consultant from other contractors.

Comments:

All consultancies and legal expenses incurred to date are within budget allocations. All figures exclude GST.