

Melton City Council

# 2018/2019 Finance Report

9 Months Ended 31 March 2019

A thriving community  
where everyone belongs





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## Melton City Council

### Monthly Finance Report for the 9 months period ended March 2019.

#### Fraudulent Activity

No instances of fraud this quarter

#### Executive Summary

##### Operating Results

This report compares the March 2019 YTD results with the profiled YTD approved budget for the same period.

The underlying surplus for the March YTD period was \$41.5m. This compared with the profiled budgeted result of \$33.0m resulted in a favourable variance of \$8.5m

Detailed analysis of operating revenue and expenditure variances by line items, are outlined on page 4-7 of this report.

##### Year-end Forecast

Review of the 3<sup>rd</sup> quarter operating and capital expenditure as at the end of March 2019 has been finalised. As part of this process business unit managers have provided an estimate of the year-end forecast of savings and over-runs expected as at 30th June 2019. This is summarised in the table below.

Comparison of 3<sup>rd</sup> quarter year-end forecast with approved budget is shown on page 8 with the detail variance commentary on page 9-11

Third Quarter Year-End Forecast-Summary		\$(Millions)
<b>Operating</b>		
Forecast favourable variance in operating results before transfers		<b>\$24.4</b>
<b>Capital</b>		
Forecast variance in council capital expenditure		<b>(\$2.2)</b>

##### Capital Expenditure

The Council Capital expenditure budget for 2018/19 is a total of \$91.95m. This consists of \$77.82m Council capital budget and an actual carry forwards component of \$14.13m from 2017/18.

Total developer contribution in-kind works budget for 2018/19 is \$34.18m. These works when completed by landholders will offset their developer contribution liability to Council. Where the

value of completed works handed over to Council varies from the DCP obligations, the resultant rolling credit or debit transactions which will be carried forward to be set off against future obligations or for settlement to/by Council from the developer contribution reserve funds.

The actual capital expenditure completed at the end of March was \$42.8m or 46.5% of the total Council capital expenditure budget of \$91.95m.

A project level analysis of YTD capital expenditure by capital works by business unit is provided on page 20.

### Cash on hand and Investments

Council's total cash position at month end is \$151.4m. This balance includes \$143.9m of general and restricted investments representing carry forward expenditure, employee entitlements, and developer contributions received for future capital works. The amount of cash on hand at end of month of \$7.5m. Increase in general and restricted investments is due to creation of the Infrastructure and Strategic Investment Reserve by Council.

### Debtors

Receivables outstanding totalled \$101.1m (net of doubtful debts provisions) of which \$31.3m relates to rates debtors including instalments not due. Infringement Debtors amounted to \$4.59m and other sundry debtors (including accrued land sales, PSP works in kind debtors) was \$65.2m.

<b>Monthly Management Report 2018/2019</b> <b>Operating Statement by Income / Expenditure line items</b> <b>for the 9 Months ended 31 March 2019</b>						
2017/2018 YTD Actuals (000's)	Income/Expenditure Type		YTD Actuals (000's)	YTD Approved Budget (000's)	Variance to YTD Approved Budget (000's)	Full Year Approved Budget (000's)
105,115	Rates & Charges	1	112,491	113,500	(1,009)	114,439
15,939	Operating Grants	2	17,530	15,294	2,236	19,962
7,926	User Fees & Charges	3	8,379	7,165	1,214	9,687
4,441	Statutory Fees	4	6,156	3,704	2,451	5,188
2,509	Interest On Investments	5	3,125	2,588	537	3,342
2,482	Other Revenue	6	981	822	159	1,510
138,412	<b>Total Income</b>		<b>148,663</b>	<b>143,073</b>	<b>5,589</b>	<b>154,127</b>
37,601	Employee Costs	7	38,421	41,596	3,175	58,164
28,325	Contract Materials	8	28,296	27,858	(438)	42,288
9,935	Program Expenses	9	11,162	11,214	51	17,832
617	Borrowing Cost	10	578	578	(0)	785
3,776	Utilities	11	4,820	4,590	(229)	6,230
3,077	Maintenance	12	3,975	3,737	(238)	7,264
21,809	Depreciation	13	25,608	25,608	0	34,484
13,309	Other Expenses	14	2,115	1,657	(458)	2,684
118,449	<b>Total Expenditure</b>		<b>114,973</b>	<b>116,837</b>	<b>1,864</b>	<b>169,730</b>
	<b>Non Operating Income &amp; Expenditure</b>					
21,158	Proceeds from Sale of Assets	15	14,307	14,499	(193)	32,459
(8,751)	Cost of Assets Sold	16	(6,499)	(7,740)	1,241	(15,756)
12,407	<b>Total Gain/(Loss) on Disposals of Assets</b>		<b>7,808</b>	<b>6,759</b>	<b>1,048</b>	<b>16,702</b>
32,371	<b>Underlying Operating Results Surplus/(Deficit)</b>		<b>41,497</b>	<b>32,996</b>	<b>8,502</b>	<b>1,099</b>
	<b>Other Cash &amp; Non Cash Contributions</b>					
17,149	Developer Cash Contributions	17	14,442	14,338	105	26,900
10,084	Developer Contributions - Non Monetary Assets	18	12,990	12,785	204	47,088
4,218	Capital Grants	19	9,151	8,674	477	9,849
31,451	<b>Total Capital Grants &amp; Cash &amp; Non Cash Contr</b>		<b>36,583</b>	<b>35,797</b>	<b>786</b>	<b>83,836</b>
63,822	<b>Total Surplus/Deficit for the Year Before Trfs.</b>		<b>78,080</b>	<b>68,793</b>	<b>9,288</b>	<b>84,935</b>
18,356	Reserve Transfers					
	Transfers From Reserves	20	15,772	15,569	203	56,337
(22,250)	Transfer to Reserve	21	(35,036)	(19,944)	(15,091)	(42,637)
(3,895)	<b>Total Net Transfers - Income/(Exp)</b>		<b>(19,264)</b>	<b>(4,375)</b>	<b>(14,889)</b>	<b>13,701</b>
59,927	<b>Total Surplus/(Deficit) Net of Transfers</b>		<b>58,817</b>	<b>64,418</b>	<b>(5,601)</b>	<b>98,636</b>

\* Negative values in the YTD variance column indicates an unfavourable Variance.

Quarterly Management Report - March 2019

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 9 Months Ended 31 March 2019					Significant Variance Comments- YTD actual compared to profiled YTD approved budget
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav) (000's)	2018/19 Approved Budget (000's)	
<b>Income</b>					
<b>Rates &amp; Charges</b>	1 112,491	113,500	(1,009)	114,439	Unfavourable variance is attributable to: ** Supplementary rates for the first half of the year below target (\$953k) due to lower number of properties being released than budgeted due to slow down in the property market. ** Higher Council and State pensioner rebates allowed than budgeted for the period (\$56k) which is a timing variance.  Favourable variance is attributable to the following: Unbudgeted grants of \$1.04m received in the ytd period which include:- ** Youth learning pathways (\$291k), Right@Home and family violence (\$195k), Hot House project funding (\$80k), Fraser Rise Neighbourhood house (\$67k), Parks reserve water (\$60k), engineering plan automation project (\$65k), community care access and support for specialist services (\$55k), Art project grants (\$50k), Baby makes 3 (\$30k), Eynesbury and Interlink programs (\$65k) and Street tree passive irrigation trail (\$28k).  Higher than budgeted grants received in the ytd period in :- ** Community care and inclusion mainly in CSHP services (\$373k) due to revised funding arrangements. ** Maternal and child health services (\$183k). ** Family support services (\$739k). ** School crossing (\$122k). ** Recreation and youth in reconnect, mentoring programs(\$87k). ** North Western Metro Region Emergency Management program (\$65k). ** Supported Accommodation program due to increased funding after indexation (\$43k). and other variances which are timing related.
<b>Operating Grants</b>	2 17,530	15,294	2,236	19,962	The favourable variance is mainly attributable to the following: ** Subdivision construction supervision fee are higher than ytd budget due to significantly increase in the number of stages of land development (\$495k). ** Rental and Lease income from properties (\$471k). ** Higher fee income in Community Care in CSHP programs (\$111k). ** Transfer Station fees in operations due to increase in patronage(\$92k). ** Additional income from Local Laws and Pound Services in the Compliance are mainly due to increased activity and follow up (\$70k). ** Fee increases in Cemetery Operation (\$63k). ** Additional revenue from operations are from tree planting, application fees and transfer station operation (\$64k).
<b>User Fees &amp; Charges</b>	3 8,379	7,165	1,214	9,687	Favourable variance is attributable to the following: ** Higher than budgeted fee income mainly in parking fines, Litter & Building sites, Ranger services, Food act and building services compliance (\$1.73m). ** Increase in the number of engineering plans submitted associated with land development in Design and Infrastructure program and subdivision plan checking fees in Engineering services (\$704k). ** Subdivision plan checking fees are higher than ytd budget due to significantly high level of development (\$190k). ** Increase rate revenue for court recoveries (\$55k).
<b>Statutory Fees</b>	4 6,156	3,704	2,451	5,188	Overall favourable variance is partly offset by lower than budgeted fee income from various programs
<b>Interest On Investments</b>	5 3,125	2,588	537	3,342	Favourable variance is due to higher level of funds available for investment from capital grants, developer contributions and carry over funds from last financial year.

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 9 Months Ended 31 March 2019					
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav) (000's)	2018/19 Approved Budget (000's)	Significant Variance Comments- YTD actual compared to profiled YTD approved budget
Other Revenue	6	822	159	1,510	This favourable variance mainly relates to unbudgeted Industrial land development charges received (\$160k).
<b>Total Income</b>	<b>148,663</b>	<b>143,073</b>	<b>5,589</b>	<b>154,127</b>	
<b>Expenditure</b>					
					This favourable variance in employee cost is the net effect of \$3.53m favourable in salaries and wages and \$360k unfavourable in payroll oncost.
					The favourable variance in salaries and wages is largely attributable to the new positions budgeted in the 2018/19 which have not been filled or filled later than planned. The variance is spread among a number of business units with significant variances reported in the following: ** Information Services (\$871k) ** Recreation and Youth (\$461k) ** Families and Children (\$375k) ** Operations (\$280k) ** Engineering Services (\$237k) ** City Design Strategy and Environment (\$158k) ** Compliance (\$157k) ** Libraries (\$153k) ** Community Care (\$142k) ** Engagement & Advocacy (\$91k) Part of the above favourable variances partly offsets \$1.5k of unfavourable variance in Contract Labour (Agency) expenses in contract expenditure outlined below. The unfavourable variance of \$360k in oncost expenditure is mainly due to the timing variations in long service leave, annual leave loading, worksafe recoverables and other expenses.
<b>Employee Costs</b>	<b>7</b>	<b>38,421</b>	<b>41,596</b>	<b>58,164</b>	
					The unfavourable variance is mainly due to: ** Higher than budgeted expenditure during the period in contract agency labour cost of \$1,497k. These overruns are in mainly in business units such as Community Care (\$188k), Information Technology (\$954k), Capital Projects (\$141k), Compliance (\$65k), Operations (\$54)Engineering (\$48k) and others (\$47k). These overruns are offset against favourable variances against employee costs as previously mentioned.
<b>Contract Materials</b>	<b>8</b>	<b>28,296</b>	<b>27,858</b>	<b>42,288</b>	
					The unfavourable variance is partly offset by the following: ** Lower cleaning services, green processing and reshedding unsealed roads and security contract costs (\$406k). ** Road waste and dumped rubbish collection was \$653k lower than anticipated.

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 9 Months Ended 31 March 2019				Significant Variance Comments- YTD actual compared to profiled YTD approved budget	
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav)	2018/19 Approved Budget (000's)	
					The overall favourable variance is the net effect of the following: Favourable variance due to: ** Under expenditure of \$260k in Professional Advisory expenses in a number of business units. ** Reduction in community education expenditure mainly in Community Planning and Families and Children (\$77k). ** Reduction in training expenditure compared to budget for the period (\$37k). Overall favourable variance partly offset by over expenditure compared to ytd period in the following: ** Information Services on services in IT Implementation costs for projects relating to business transformation (\$174k). ** Compliance - Higher than budgeted expenditure on Amenity Protect which is a timing variance (\$131k).
<b>Program Expenses</b>	9 11,162	11,214	51	17,832	
<b>Borrowing Cost</b>	10 578	578	(0)	785	
					The unfavourable variance is due to: ** Higher than budgeted electricity expenditure for the period is mainly related to higher than predicted increase in lighting stock in public lighting (\$493k). The year end forecast is also projected to increase by over \$650k for public lighting. ** Higher than budgeted expenditure on server hosting, network communication and public WiFi expenditure (\$185k). The unfavourable variance is partly offset by favourable timing variance for electricity charges for Council facilities (\$228k), fixed phones (\$83k), Gas (\$57k), water and sewerage (\$81k).
<b>Utilities</b>	11 4,820	4,590	(229)	6,230	
					The unfavourable variance is attributable to higher than budgeted expenditure in fencing maintenance (\$81k), photocopy maintenance (\$55k), line marking (\$53k), public lighting (\$46k), minor capital works (\$43k), City presentation (\$43k) and unsealed road resheeting (\$30k). This unfavourable variance is offset by mostly timing related variances in the following: ** Responsive and compliance maintenance in Council facilities (\$56k). ** Traffic signal maintenance and other minor maintenance costs (\$25k). ** Other maintenance works on council owned properties (\$22k).
<b>Maintenance</b>	12 3,975	3,737	(238)	7,264	
<b>Depreciation</b>	13 25,608	25,608	0	34,484	
					The unfavourable variance relates to: ** Timing related variance for motor vehicle expenses (\$334k) ** Other minor timing variances make up the balance.
<b>Other Expenses</b>	14 2,115	1,657	(458)	2,684	
<b>Total Expenditure</b>	114,973	116,837	1,864	169,730	
<b>Non Operating Income &amp; Expenditure</b>					
<b>Proceeds from Sale of Assets</b>	15 14,307	14,499	(193)	32,459	Although Atherstone land sales for first half of the year is consistent with the ytd budget. There has been a downward revision of the annual projections due to a slow down in the property market due to tightening of credit and this is reflected in the 3rd quarter forecast.
<b>Cost of Assets Sold</b>	16 (6,499)	(7,740)	1,241	(15,756)	The favourable variance relates to lower than anticipated cost of assets sold.
<b>Total Gain/(Loss) on Disposals of Assets</b>	7,808	6,759	1,048	16,702	



Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 9 Months Ended 31 March 2019						
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav) (000's)	2018/19 Approved Budget (000's)	Significant Variance Comments- YTD actual compared to profiled YTD approved budget	
Underlying Operating Results Surplus/(Deficit)	41,497	32,996	8,502	1,099		
Other Cash & Non Cash Contributions						
Developer Cash Contributions	17 14,442	14,338	105	26,900	The favourable variance is due to higher than budgeted Developer contribution received to date. This increase is reflected in the 3rd qtr forecast.	
Developer Contributions - Non Monetary Assets	18 12,990	12,785	204	47,088	The favourable variance is due to unbudgeted PSP public open space contributions received to-date.	
Capital Grants & Contributions	19 9,151	8,674	477	9,849	Unfavourable variance is mainly due to higher than budgeted amount received for Frazer Rise Multi Purpose Community Centre (\$600k).	
Total Capital Grants & Cash & Non Cash Contributions	36,583	35,797	786	83,836		
Total Surplus/(Deficit) for the Year Before Trfs.	78,080	68,793	9,288	84,935		

<b>3rd Quarter Year-End Forecast</b>				
<b>Forecast Operating Statement by Income / Exp</b>				
Income/Expenditure Type		Full Year Approved Budget (000's)	3rd Quarter Forecast (000's)	3rd Qtr Forecast Variance (000's)
<b>Income</b>				
Rates & Charges	1	114,439	113,601	(838)
Operating Grants	2	19,962	29,929	9,967
User Fees & Charges	3	9,687	10,668	981
Statutory Fees	4	5,188	8,195	3,007
Interest On Investments	5	3,342	4,327	985
Other Revenue	6	1,510	1,605	95
<b>Total Income</b>		<b>154,127</b>	<b>168,325</b>	<b>14,198</b>
<b>Expenditure</b>				
Employee Costs	7	58,164	56,564	1,600
Contract Materials	8	42,288	44,727	(2,438)
Program Expenses	9	17,832	17,840	(8)
Borrowing Cost	10	785	785	0
Utilities	11	6,230	6,961	(731)
Maintenance	12	7,264	7,607	(343)
Depreciation	13	34,484	34,849	(365)
Other Expenses	14	2,684	3,453	(769)
<b>Total Expenditure</b>		<b>169,730</b>	<b>172,785</b>	<b>(3,054)</b>
<b>Non Operating Income &amp; Expenditure</b>				
Proceeds from Sale of Assets	15	32,459	16,996	(15,463)
Cost of Assets Sold	16	(15,756)	(8,141)	7,616
<b>Total Gain/(Loss) on Disposals of Assets</b>		<b>16,702</b>	<b>8,855</b>	<b>(7,847)</b>
<b>Underlying Operating Results Surplus/(Deficit)</b>		<b>1,099</b>	<b>4,395</b>	<b>3,296</b>
<b>Other Cash &amp; Non Cash Contributions</b>				
Developer Cash Contributions	17	26,900	34,431	7,532
Developer Contributions - Non Monetary Assets	18	47,088	53,978	6,890
Capital Grants	19	9,849	16,491	6,642
<b>Total Capital Grants &amp; Cash &amp; Non Cash Contribution</b>		<b>83,836</b>	<b>104,900</b>	<b>21,064</b>
<b>Total Surplus/Deficit for the Year Before Trfs.</b>		<b>84,935</b>	<b>109,295</b>	<b>24,359</b>
<b>Council Capital Budget</b>		<b>91,951</b>	<b>89,794</b>	<b>2,157</b>
<b>Capital DCP-In-Kind</b>		<b>34,178</b>	<b>37,227</b>	<b>(3,049)</b>

Monthly Management Report 2018/2019  
 Significant Variance Comments  
 Approved Budget vs. 3rd Quarter Forecast

Income/Expenditure Type	2018/19 Approved Budget (000's)	2018/19 3rd Quarter Forecast (000's)	Variance - Fav/(Unfav) (000's)	Approved Budget to 3rd Quarter Year-end Forecast Variance Explanations
<b>Income</b>				
<b>Rates &amp; Charges</b>				
1	114,439	113,601	(838)	The unfavourable variance is attributable to projected decrease in supplementary rates due to lower number of properties expected to be released as a result of slow down in the property market.  Favourable variance is due to the following: ** Increase of \$8.1m from Victorian Grants Commission with 50% of 2019/20 allocation received in advance. ** Community care grants are projected to increase by \$402k and this relates mainly to CHSP and access to support specialist services. ** Families and children services grants are projected to be higher by \$483k mainly in maternal and child health programs, Right @Home program and family support services. ** Grants income in Recreation & Youth are expected to increase by \$352k mainly in youth learning pathways, and crime prevention. ** DHHS funding received for the Fraser Rise neighbourhood house, Eynesbury programs and Stevenson house (\$147k), Indigenous programs and Interfaith programs (\$100k) in Community planning. ** Grants income in Compliance is expected increase by \$130k. ** Libraries Grant for arts projects and Caroline Springs Library hub expected to increase by \$88k. ** Increases in grants from Engagement and Advocacy, Engineering (\$165k) made up the balance.
<b>Operating Grants</b>				
2	19,962	29,929	9,967	The favourable variance is mainly attributable to the following: ** Projected increase in construction supervision fees in Engineering Services due to increase in projected number of stages of land development that are expected to be completed (\$1.6m). ** Projected increase in lease and other income in property services and Community planning (\$356K). ** Projected increase in property hire and other income in Recreation and Youth (\$305k). ** Projected fee income and Community Care due to increase in activity level and revision in fee schedule (\$140). ** Increase in planning fee income due to increase in the levels of building activity (\$120k). ** Transfer Station fees in Operations due to increase in patronage (\$100k). ** Increase in Cemetery Operations income in Engagement and Advocacy (\$82k).  Offsetting this favourable variance is the reclassification of certain fees in Compliance and City Design from User fees to Statutory fees.
<b>User Fees &amp; Charges</b>				
3	9,667	10,668	981	The favourable variance is attributable to the following: ** Reclassification of certain User fees to Statutory fees. ** Subdivision plan checking fees are higher than ytd budget due to higher level of development than planned (\$1,047m)
<b>Statutory Fees</b>				
4	5,188	8,195	3,007	This favourable variance is offset by unfavourable minor variances across other fee categories.
<b>Interest On Investments</b>				
5	3,342	4,327	985	Favourable variance is due to projected higher level of funds available for investment from additional grants income, developer contributions and unspent capital expenditure carry over funds from last financial year.
<b>Other Revenue</b>				
6	1,510	1,605	95	

Income/Expenditure Type	2018/19 Approved Budget	2018/19 3rd Quarter Forecast	Variance - Fav/(Unfav)	Approved Budget to 3rd Quarter Year-end Forecast Variance Explanations
<b>Total Income</b>	154,127	168,325	14,198	
<b>Expenditure</b>				
				The favourable variance in employee cost is the net effect of \$1.65m favourable variance in salaries and wages and \$55k unfavourable variance in payroll oncost.
<b>Employee Costs</b>	7 58,164	56,564	1,600	In a number of business units the 2018/19 employee costs was based on the assumption that new and replacement employees will be appointed early in the financial year. Reviewing the actual expenditure in the 3rd qtr it is evident that in many instances these positions have been appointed later than planned, resulting in actual expenditure falling lower than budget. Part of this favourable variance is expected to result in saving at the end of financial year by \$1.65m. This savings is mainly in Information and Technology (\$948k), Recreation and Youth (\$213k) and Libraries (\$143k). **Employee oncosts are expected higher by \$23k due to projected increase in WorkCover recoverable expenses.
				The unfavourable variance is mainly attributable to: ** Projected increase in contract agency labour cost of \$2.5m. This is mainly in Information Services (\$1.75m), Community Care (\$228k), Capital projects (\$210k), Engagement and Advocacy (\$153k), Compliance (\$115k) and other minor increases in other departments. ** Other main contributing activities are research planning and designing, development costs, vandalism, weed removal and control and waste removal due to growth and price increases.
<b>Contract Materials</b>	8 42,288	44,727	(2,438)	Overall unfavourable variance is partly offset by the projected decrease in contract expenditure in Operations in green processing, waste disposal and transfer station, which is due to reduction in tonnage collected (\$435k).
<b>Program Expenses</b>	9 17,832	17,840	(8)	
<b>Borrowing Cost</b>	10 765	785	0	
<b>Utilities</b>	11 6,230	6,961	(731)	The variance in utilities is mainly attributable to projected increase in electricity expenditure of \$650k and server hosting of \$101k offset by savings in network communications.
<b>Maintenance</b>	12 7,264	7,607	(343)	This unfavourable variance is the result of increase in Public lighting (\$120k), Fencing demand due windstorm events (96k), unanticipated expenditure line marking in CS town centre area (\$51k), Corporate signage maintenance expenditure (\$23k) and other general maintenance expenditure.
<b>Depreciation</b>	13 34,484	34,849	(365)	The increase in depreciation is the result of higher asset values than anticipated.
<b>Other Expenses</b>	14 2,684	3,453	(769)	Unfavourable variance is largely attributable to expenditure related to income/grants received in advance in 2017/18.
<b>Total Expenditure</b>	169,730	172,785	(3,054)	
<b>Non Operating Income &amp; Expenditure</b>				

Income/Expenditure Type	2018/19 Approved Budget	2018/19 3rd Quarter Forecast	Variance - Fav/(Unfav)	Approved Budget to 3rd Quarter Year-end Forecast Variance Explanations
15 Proceeds from Sale of Assets	32,459	16,996	(15,463)	Revised sales forecast from 600 to 310 units reflecting revised market conditions as projected at the end of the 3rd quarter mainly due to softening of the property market brought about by credit squeeze.
16 Cost of Assets Sold	(15,756)	(8,141)	7,616	The favourable variance is due to lower than anticipated sales.
Total Gain/(Loss) on Disposals of Assets	16,702	8,855	(7,847)	
Underlying Operating Results Surplus/(Deficit)	1,099	4,395	3,296	
Other Cash & Non Cash Contributions				
17 Developer Cash Contributions	26,900	34,431	7,532	Developer cash contributions are projected to be higher than budget by \$7.53m mainly due to higher DCP contributions due to increase in the levels of PSP activities in 2018/19.
18 Developer Contributions - Non Monetary Assets	47,088	53,978	6,890	The forecast for non cash contributions has been revised upwards due to higher land contributions expected from DCP (Developer Contribution Plans) as a result of higher level of development activities.  This favourable variance relates to:  Unbudgeted grants funding expected to be received for the following projects; **Eynesbury sporting facility (\$2.076m) ** CS Leisure Centre Extension and Tennis Facility (\$1.06m) **Fraser Rise Multi Purpose Community Centre (\$600k) **Marlo Drive play space (\$440k) **Stan Payne Reserve (\$400k) **Bloomsbury Drive play space (\$405k) **Aintree Community Hub (\$365k) **Arbour Boulevard Reserve play Space (\$355k) ** Moreton Homestead Taylors Hill (\$265k) **Diggers rest kindergarten extension (\$175k) **Refurbish public convenience (\$100k) ** And other minor capital grants for Waterford Park and wetland Landscape works (\$30k), Sports facility and ground lighting maintenance (\$90k).
19 Capital Grants & Contributions	9,849	16,491	6,642	
Total Capital Grants & Cash & Non Cash Contributions	83,836	104,900	21,064	
Total Surplus/(Deficit) for the Year Before Trfs.	84,935	109,295	24,359	

ACTUALS	BALANCE SHEET	ACTUALS		BUDGET
		This Year	Last Year	This Year
Last Year		As at end	As at end	Full Year
As at end Mar-18 \$(000's)		Mar-19 \$(000's)	Jun-18 \$(000's)	2018/2019 \$(000's)
	<b>CURRENT ASSETS</b>			
2,387	CASH ASSETS IN HAND & AT BANK	7,489	7	131,029
79,921	INVESTMENT - GENERAL	64,941	29,946	0
51,367	INVESTMENT - RESTRICTED & OTHERS	79,000	102,951	0
12	INVENTORIES	14	14	25
62,214	DEBTORS-RATES & OTHER	101,061	33,829	68,097
223	ASSETS CLASSIFIED AS HELD FOR SALE	1,479	1,281	275
131	OTHER ASSETS	0	57,767	16,000
196,255	<b>TOTAL CURRENT ASSETS</b>	253,984	225,795	215,426
	<b>NON CURRENT ASSETS</b>			
1,856,390	INFRA, PROPERTY PLANT & EQUIPMENT	1,940,791	1,970,046	2,062,184
37	INVENTORIES	178	178	45
6,791	INVESTMENT PROPERTY	7,077	7,077	7,500
369	OTHER FINANCIAL ASSETS	368	368	1,425
4,012	INTANGIBLES	3,684	3,684	3,358
39,697	WORK-IN-PROGRESS (incl Capital DCP - in kind works)	58,332	0	0
1,907,296	<b>TOTAL NON CURRENT ASSETS</b>	2,010,430	1,981,353	2,074,512
2,103,551	<b>TOTAL ASSETS</b>	2,264,414	2,207,148	2,289,938
	<b>CURRENT LIABILITIES</b>			
2,601	PAYABLES	803	20,557	11,100
9,507	EMPLOYEE BENEFIT PROVISIONS	10,026	10,026	11,189
3,380	INTEREST BEARING LIABILITIES	2,826	2,826	2,967
28	OTHER LIABILITIES	294	2,208	2,238
15,516	<b>TOTAL CURRENT LIABILITIES</b>	13,949	35,617	27,494
	<b>NON CURRENT LIABILITIES</b>			
1,732	EMPLOYEE BENEFITS PROVISIONS	1,739	1,758	2,227
16,593	INTEREST BEARING LIABILITIES	14,017	15,947	12,980
6,212	OTHER LIABILITIES	7,308	4,252	3,465
24,537	<b>TOTAL NON CURRENT LIABILITIES</b>	23,064	21,957	18,672
40,053	<b>TOTAL LIABILITIES</b>	37,013	57,574	46,166
2,063,498	<b>NET ASSETS</b>	2,227,401	2,149,575	2,243,773
	<b>EQUITY</b>			
1,104,830	ACCUMULATED SURPLUS	1,260,812	1,092,718	1,135,000
72,067	OPERATING SURPLUS FOR THE PERIOD	58,817	168,547	98,636
	<b>RESERVES</b>			
811,524	REVALUATION RESERVES	805,200	805,008	875,032
75,077	OTHER RESERVES	102,572	83,301	135,104
2,063,498	<b>TOTAL EQUITY</b>	2,227,401	2,149,575	2,243,773

**Balance Sheet - Comments****General:**

The following comments relate to the balance sheet and the cash flow statement on page 12 and 15 respectively.

**Current Assets:****Cash & Investments**

Council's cash position (including Investments), as at 31 March 2019 was \$151.4m, which represents an increase of \$18.5m from the \$132.9m opening cash position as at 1 July 2018. Details of inflow and outflow of funds are detailed in the Cash Flow Statement on page 15.

	\$'000's	\$'000's
Cash at 1 <sup>st</sup> July 2018		\$132,904
Plus: Net Inflow/(Outflow) from operating activities	\$66,032	
Less Net Inflow/(Outflow) from Investing activities	(\$46,877)	
Less Net Inflow/(Outflow) from financing activities	(\$629)	
Net Increase/(decrease) in cash held		\$18,526
<b>Cash and Investments on hand at 31 March 2019</b>		<b>\$151,430</b>

**Receivables:**

Total receivables outstanding as at 31 March 2019 amounted to \$101.1m, which included rate debtors of \$31.3m. The total outstanding receivables comprised: -

<b>Receivables</b>	<b>31 March 2019 (000's)</b>	<b>31 March 2018 (000's)</b>
Rate Debtors	\$31,303	\$29,758
Infringements & Local Laws Debtors	\$4,586	\$3,610
Sundry & other debtors including PSP works in kind debtors net of provision for doubtful debts **	\$65,173	\$28,846
<b>Total Receivables</b>	<b>\$101,061</b>	<b>\$62,214</b>

\*\*The increase mainly relates to \$50.9m of accrued income for land sales

### Non-Current Assets:

#### Infrastructure, Plant & Equipment

The value of Council's property, plant & equipment has decreased by \$29.3m. This decrease is the depreciation charge for the YTD period plus land value adjustments within the 9 months. Work-in progress shown in the balance sheet includes the total capital expenditure spent in the year-to-date period.

#### Intangible Asset

The intangible assets of \$3.7m represent non-exclusive licence granted to Melton City Council by Department of Education and the Caroline Springs College for the use of CS College Creekside Campus (\$437k) and the Springside Children's and Childcare facility (\$1.2m) built on DOE land and Kororoit Creek Learning Centre (\$2.05m). The balance represents Council's contributions net of amortisations.

### Current & Non-Current Liabilities:

#### Payables

Creditors have decreased by \$20.5m from the June 2018 balance of \$20.6m to \$803k at balance date. The outstanding payables amount varies from month to month depending upon the status of the accounts payable cycle.

#### Employee Benefits

Employee benefits represent current and non-current components of annual and long service leave liabilities at balance date. Current component of the liability being the amounts to be settled within the 12 months after the reporting period estimated at \$10.0m, with the non-current at \$1.7m. Any transfers to and from employee benefit will occur at year end.

#### Interest Bearing Liabilities:

Total loan liability as at 31<sup>st</sup> March 2019 is \$16.8m. Principal repayment for the third quarter amounted to \$1.9m.

#### Working Capital and Liquidity:

The working capital ratio is used to assess Council's ability to meet current commitments and is derived by dividing current assets by current liabilities. The working capital ratio for the YTD period is 1:18.2. The after removing the impact of rate debtors is 1:16

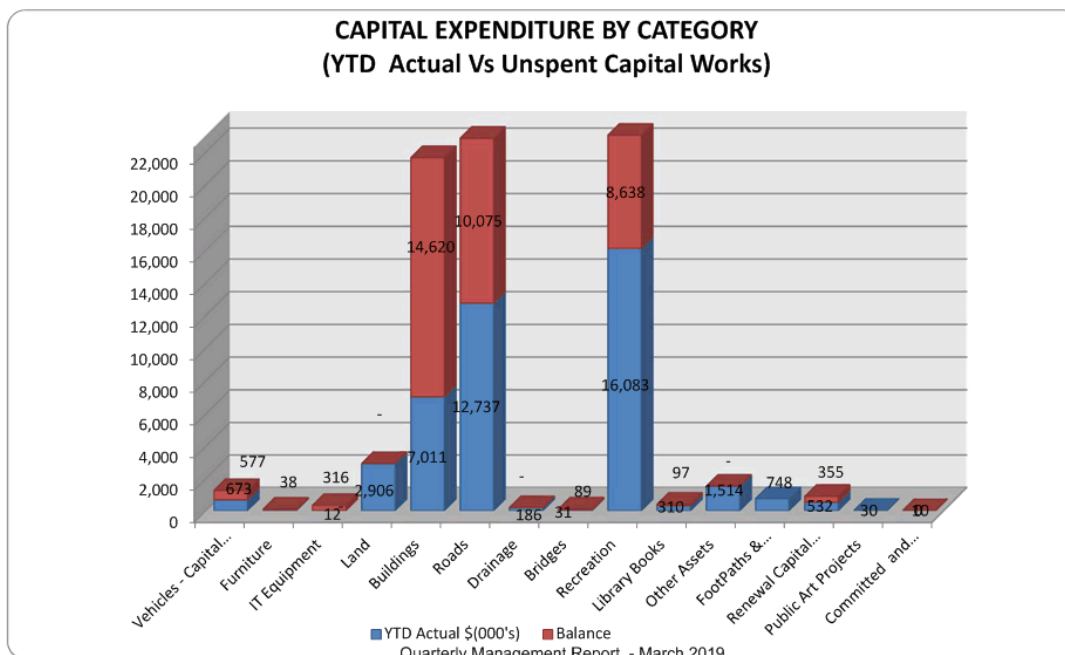


Last Year 2017/2018	CASH FLOW STATEMENT	Actuals	This Year
YTD Actual Mar-18 \$(000'S)		2018/2019 As at End Mar-19 \$(000's)	Budget 2018/2019 Annual Budget \$(000's)
	Cash Flow from Operating Activities		
	<u>RECEIPTS</u>		
81,439	Rate & Charges	87,198	114,339
23,645	Statutory Fees & Fines & Others	37,529	14,777
35,035	Government Grants & Contributions(Includes 2017/18 Accruals Paid)	42,638	56,711
2,506	Interest Received	3,000	3,102
4,727	Other Revenue	981	2,870
	<u>PAYMENTS</u>		
(58,777)	Contractor Payments and Other Material Costs	(66,874)	(77,971)
(38,447)	Employee Costs	(38,440)	(57,724)
50,128	<b>NET CASH FROM OPERATING ACTIVITIES</b>	66,032	56,105
	CASH FLOW FROM INVESTING ACTIVITIES		
(26,358)	Payments for Acquisition of Non-Current Assets	(54,685)	(77,815)
12,407	Proceeds from Sale of Non-Current Assets	7,808	26,804
0	PSP Rolling Credit Payment	0	(1,511)
(13,951)	<b>NET CASH FROM INVESTING ACTIVITIES</b>	(46,877)	(52,522)
	CASH FLOW FROM FINANCING ACTIVITIES		
(2,180)	Repayment of Loans	(1,929)	(2,826)
(617)	Borrowing Costs	158	(785)
0	Movement of Trust accounts	1,142	0
(2,797)	<b>NET CASH FROM FINANCING ACTIVITIES</b>	(629)	(3,611)
33,380	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>	18,526	(28)
	<u>CASH POSITION</u>		
100,295	Cash Balance at Beginning- as at 1st July	132,904	131,060
133,675	Cash Balance at End of Period	151,430	131,029

**CAPITAL EXPENDITURE BY CATEGORY**

2018/2019 FINANCIAL YEAR

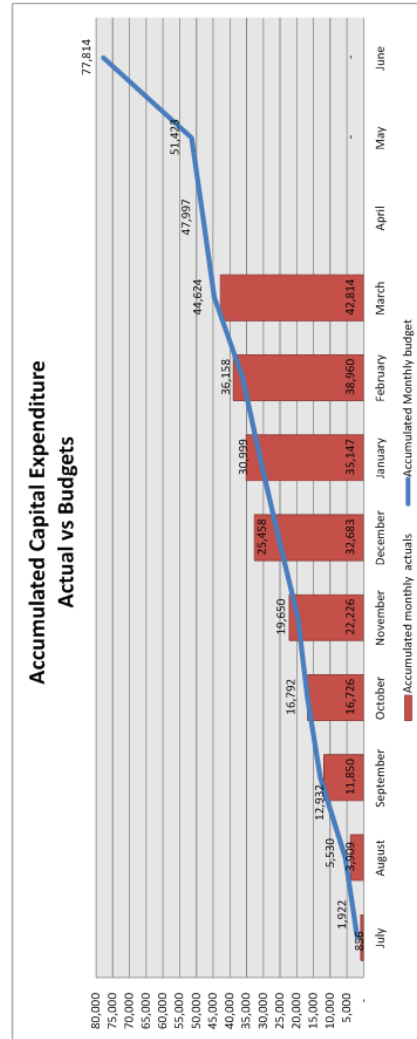
CAPITAL EXPENDITURE	YTD Actual	YTD Budget	YTD Variance	Total Budget
	\$(000's)	\$(000's)	\$(000's)	\$(000's)
Vehicles - Capital Cost	673	908	235	1,250
Furniture	38	50	12	100
IT Equipment	12	89	77	328
Land	2,906	759	(2,148)	2,829
Buildings	7,011	6,907	(103)	21,630
Roads	12,737	17,076	4,338	22,812
Drainage	186	44	(141)	44
Bridges	31	90	59	120
Recreation	16,083	16,241	158	24,721
Library Books	310	330	20	407
Other Assets	1,514	733	(781)	1,436
FootPaths & Cycleways	748	680	(68)	1,150
Renewal Capital Expenditure	532	636	104	887
Public Art Projects	30	75	45	90
Committed and Carried Forward Capital works	0	7	7	10
<b>Total capital expenditure Excl Capital DCP In Kind</b>	<b>42,812</b>	<b>44,624</b>	<b>1,813</b>	<b>77,815</b>
<b>Capital DCP in Kind</b>	<b>15,520</b>	<b>17,640</b>	<b>2,120</b>	<b>34,178</b>
<b>Total Capital expenditure</b>	<b>58,332</b>	<b>62,264</b>	<b>3,933</b>	<b>111,993</b>



**MONTHLY ANALYSIS OF CAPITAL EXPENDITURE**  
2018/2019 FINANCIAL YEAR

CAPITAL EXPENDITURE	JUL		AUG		SEP		OCT		NOV		DEC		JAN		FEB		MAR		APR		MAY		JUN	
	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)	Total \$(000's)	\$(000's)
Vehicles - Capital Cost	673	38	61	62	57	266	0	151	37	1	5	8	10	5	10	0	0	0	0	0	0	0	0	0
Furniture	38	0	3	2	6	4	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
IT Equipment	12	0	0	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Land	2,906	0	0	0	12	145	2,749	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Buildings	7,011	208	242	235	698	672	1,829	578	977	1,572	62	70	904	62	70	904	62	70	904	62	70	904	62	70
Roads	12,737	377	2,298	3,679	1,211	1,762	2,374	70	904	62	70	904	62	70	904	62	70	904	62	70	904	62	70	904
Drainage	186	0	0	0	28	21	17	53	49	18	18	18	18	18	18	18	18	18	18	18	18	18	18	18
Bridges	31	0	1	0	9	3	0	3	9	6	6	6	6	6	6	6	6	6	6	6	6	6	6	6
Recreation	16,083	72	101	3,928	2,444	2,376	3,098	585	1,665	1,814	11	11	11	11	11	11	11	11	11	11	11	11	11	11
Library Books	310	134	28	17	19	16	27	9	49	11	11	11	11	11	11	11	11	11	11	11	11	11	11	11
Other Assets	1,515	0	138	16	289	51	47	886	41	47	270	67	270	67	270	67	270	67	270	67	270	67	270	67
Footpaths & Cycleways	748	2	77	0	2	61	252	17	67	270	67	270	67	270	67	270	67	270	67	270	67	270	67	270
Renewal Capital Expenditure	531	25	104	0	101	100	58	102	3	38	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Public Art Expenditure	29	0	0	0	0	23	4	2	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Capital Expenditure Excl Capital DCP In Kind</b>	<b>42,812</b>	<b>856</b>	<b>3,053</b>	<b>7,941</b>	<b>4,876</b>	<b>5,500</b>	<b>10,455</b>	<b>2,464</b>	<b>3,811</b>	<b>3,854</b>	<b>0</b>	<b>15,053</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
Capital DCP In Kind	15,520	0	0	0	211	256	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>TOTAL CAPITAL EXPENDITURE</b>	<b>58,332</b>	<b>856</b>	<b>3,053</b>	<b>7,941</b>	<b>5,087</b>	<b>5,756</b>	<b>10,455</b>	<b>2,464</b>	<b>3,811</b>	<b>3,811</b>	<b>18,907</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

\* Public Art Expenditure on Projects are charged to the respective projects. Any additional expenditure will be transferred out of reserves at year end.



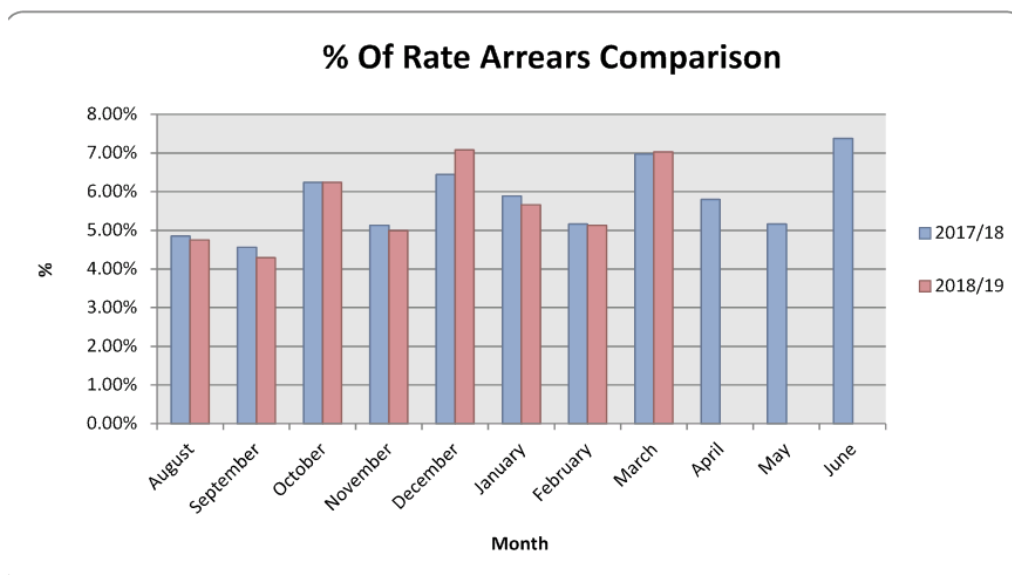
Quarterly Management Report - March 2019

**Analysis of Overdue Instalment Rate Debtors - March 2019**

(Excluding Fire Service Levy)

Overdue Rate Debtors	No of Properties	Debts Outstanding (\$)
<i>Owings</i>		
Less Than \$1000	4,668	1,945,456
\$1000 to \$1999	738	1,002,141
\$2000 to \$4999	622	1,996,680
\$5000 to \$10,000	223	1,513,468
Greater Than 10,000	90	1,727,248
<b>Total</b>	<b>6,341</b>	<b>8,184,993</b>

\*\*There are 1,636 properties in credit . Total credit amounts to \$1,137,628



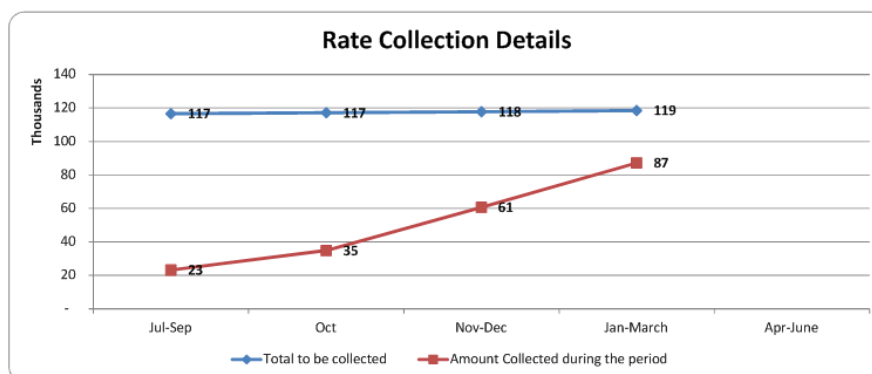
**Summary of Overdue Rate Debt Arrears & Recovery Actions - March 2019**

SUMMARY OF OVERDUE RATE DEBT ARREARS & RECOVERY AS AT 31 March 2019	NO OF PROPERTIES	RATE DEBTS OUTSTANDING \$000'S
Summons issued	188	661
Judgements issued	31	105
Summons for Oral Examination	289	1,950
Legal Arrangements	3	41
Other action - Demand Letters etc	849	2,531
<b>Total Debt Recovery Action In Progress</b>	<b>1,360</b>	<b>5,288</b>
Arrangements in place - Non Legal	892	697
Properties with no recovery/arrangements in place	4,089	2,199
<b>TOTAL</b>	<b>6,341</b>	<b>8,184</b>

Number of Financial Hardship applications received in March is 10

**Rate Balances & Collection Details**

Rate Collection Details	Jul-Sep	Oct	Nov-Dec	Jan-March	Apr-June
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Outstanding Balance as at 1 July 2017	6,009	-	-	-	-
Rates raised in 2017-2018	112,535	-	-	-	-
Interest raised to date	104	92	124	143	
Rebates, adjustment and unallocated Pmts	(4,263)	292	(162)	242	
Supplementary rates raised	2,238	142	616	389	
<b>Total to be collected</b>	<b>116,623</b>	<b>117,149</b>	<b>117,727</b>	<b>118,501</b>	
<b>Amount Collected during the period</b>	<b>23,185</b>	<b>34,833</b>	<b>60,643</b>	<b>87,198</b>	
<b>Balance to be collected</b>	<b>93,438</b>	<b>82,316</b>	<b>57,084</b>	<b>31,303</b>	



Capital Projects Report for the Month of March 2019

Project	YTD Actuals	YTD Budgets	YTD Variance	Council Adopted Budget	Post Budget Capital Carry Forwards	Council Adopted Budget Incl. Post Budget Carry Forward	2nd Quarter Forecast QTR	3rd Quarter Forecast QTR	Variance Budget to 3rd Qtr Forecast	Pre Budget Capital Carry Forwards 2019/20	Forecast Post Budget Capital Carry Forwards 2019/20	Percent of 3rd Quarter Forecast Spent
<b>Total Capital Expenditure</b>	<b>42,811,877</b>	<b>44,624,471</b>	<b>1,812,595</b>	<b>77,814,828</b>	<b>14,136,026</b>	<b>91,950,854</b>	<b>86,484,389</b>	<b>89,794,190</b>	<b>2,156,864</b>	<b>13,753,350</b>	<b>1,616,000</b>	
01605 - Plant Purchases/Replacement	672,784	907,500	234,716	1,250,000	0	1,250,000	1,100,000	1,100,000	150,000	0	0	0
02033 - Annual Computer Replacement Project	9,950	89,358	79,408	328,070	39,137	367,207	367,207	261,000	106,207	0	0	0
02205 - Library Collection	285,492	309,500	24,008	385,000	0	385,000	385,000	385,000	0	0	0	0
03110 - PR25 Shared/Bicycle Path Construction Program	352,501	50,976	-301,525	80,000	500,000	580,000	530,000	580,000	-50,000	0	0	0
03124 - PR59 New Footpaths Construction Program	172,136	112,455	-59,681	150,000	0	150,000	280,000	298,003	-148,003	0	0	0
03140 - Footpaths Maintenance/Replacement	746,419	680,000	-66,419	1,150,000	500,000	1,650,000	1,650,000	1,650,000	0	0	0	0
03196 - PR183 Winesand Drive Bridge	4,098,537	4,119,441	-20,904	4,591,149	0	4,591,149	4,191,149	4,191,149	400,000	400,000	0	0
03252 - PR81 WISUD (Water Sensitive Urban Design Program)	112,351	0	-112,351	0	175,000	175,000	307,000	412,350	-237,350	0	0	0
03515 - PR76 Melton Recycling Centre- Upgrade	165,735	685,695	-519,960	1,063,095	0	1,063,095	2,015,000	2,190,000	-1,126,905	0	50,000	0
03721 - PR4 Traffic Management Devices Program	0	239,904	-239,904	320,000	0	320,000	490,000	509,777	-180,777	0	0	0
03732 - PR1 Major Traffic Management Upgrade Program	7,809	247,401	-239,592	330,000	0	330,000	360,000	361,266	-31,266	0	48,000	0
03733 - Land Acquisition-Bridge Road	1,499,353	0	-1,499,353	0	450,000	450,000	0	1,499,353	-1,049,353	0	0	0
03904 - PSP Council Funded Porton WIK/Land	0	310,012	-310,012	930,407	0	930,407	930,407	3,333,000	-2,402,593	0	0	0
03904 - PSP Council Funded Porton WIK/Land	0	190,718	-190,718	355,718	0	355,718	165,000	165,000	190,718	0	0	0
03908 - PSP-Public Open Space Compensation	1,407,135	0	-1,407,135	0	0	0	1,855,960	1,855,960	-1,855,960	0	0	0
04533 - PR13 Ahey Road- Toolern Creek to Ferris Road	90,475	0	-90,475	0	0	0	345,000	345,000	-345,000	0	0	0
06017 - Irrigation System Renewal Program	88,157	105,000	16,843	210,000	0	210,000	210,000	210,000	0	0	0	0
06834 - Melton Pistol Club	3,198	130,000	-126,802	200,000	0	200,000	200,000	200,000	0	0	0	0
07035 - PR48 Female Change Room Upgrade	55,510	585,000	-529,490	900,000	490,000	1,390,000	1,750,000	1,750,000	-360,000	0	0	0
08475 - PR78 Plumpton Aquatic & Leisure Centre	0	0	0	3,000,000	0	3,000,000	0	0	3,000,000	3,000,000	0	0
08693 - Kurunjang Community Pavilion Extension	0	2,306,392	-2,306,392	2,306,392	0	2,306,392	0	0	2,306,392	0	0	0
08710 - PR43 Cricket Net Refurbishment Program	3,220	61,575	-58,355	120,000	100,000	220,000	220,000	220,000	0	0	0	0
08716 - Sports Facilities & Ground Lighting Maintenance Pr	65,374	0	-65,374	0	80,000	80,000	205,000	205,000	-125,000	0	0	0
08719 - PR99 Car Springs Sub Regional Tennis Centre-Design	6,728,309	2,565,701	-4,162,608	2,565,701	0	2,565,701	7,650,000	7,650,000	-5,084,299	0	0	0
08727 - PR23 Tennis Court Upgrade	335,629	155,934	-179,695	208,000	200,000	408,000	380,000	380,000	28,000	0	0	0
08737 - PR31 Streetscape Improvements	4,468,455	5,477,243	-1,008,788	7,082,881	1,501,764	8,584,645	4,900,000	5,450,000	3,134,645	0	0	0
08756 - Road Rehabilitation Program	81,388	2,111,880	-2,030,492	2,111,880	0	2,111,880	451,980	451,980	1,660,000	1,660,000	0	0
08763 - PR101 City Vista Sports Facility (THW)	5,598,537	8,000,000	-2,401,463	8,000,000	75,000	8,075,000	10,600,000	10,900,000	-2,825,000	300,000	1,000,000	0
08770 - CapEx Program - Building Component Renewals	460,022	524,790	-64,768	700,000	350,000	1,050,000	1,050,000	1,050,000	0	0	0	0
08775 - PR100 Fraser Rise Community Centre	918,688	2,000,000	-1,081,312	4,000,000	661,695	4,661,695	4,301,695	4,360,000	301,695	300,000	0	0
08788 - PR60 Melton Civic Centre Redevelopment - Year 2	184,712	95,000	-89,712	6,200,000	0	6,200,000	110,000	110,000	6,090,000	0	0	0
08790 - PR22 Passive Reserve Development Program	100,435	0	-100,435	0	100,000	100,000	400,000	388,150	-288,150	0	0	0
08836 - PR129 Burnside Slg 2 Multipurpose Community Centre	776,401	298,296	-478,105	397,886	0	397,886	775,000	775,000	-377,114	0	0	0
08857 - PR3 Waterford Park & Wetland Landscape Works	984,458	491,562	-492,896	655,679	0	655,679	1,000,000	1,000,000	-344,321	0	0	0
08859 - Passive Reserves - Lighting Program	253,067	0	-253,067	0	150,000	150,000	0	253,000	-103,000	0	0	0
08870 - PR91 Scouts Activity Centre - Burnside	0	237,565	-237,565	237,565	249,453	487,018	250,000	250,000	237,018	0	0	0
08871 - PR314 Hurne Drive Duplication	2,227,185	1,496,692	-730,493	1,496,692	0	1,496,692	2,200,000	2,227,185	-730,493	0	0	0
08872 - PR98 Macpherson Park Redevelopment	540,084	1,103,515	-563,431	6,280,000	2,000,000	8,280,000	5,500,000	5,500,000	2,780,000	2,780,000	0	0
08874 - PR87 Kurunjang Neighbourhood House	1,820,019	0	-1,820,019	0	227,638	227,638	3,050,000	2,768,000	-2,540,362	0	0	0
08885 - PR57 Aintree Community Hub	2,397,940	2,580,000	-182,060	2,580,000	1,000,000	3,580,000	6,500,000	6,400,000	-2,820,000	0	0	0
08892 - PR48 Eynesbury Sporting Facility	178,194	364,900	-186,706	500,000	0	500,000	2,250,000	2,250,000	-1,750,000	0	0	0
08897 - PR61 Light Up Lake Caroline	351,774	0	-351,774	450,000	175,000	625,000	730,000	730,000	-105,000	0	0	0
08901 - PR31 Melton Central Community Centre (Whitehouse)	148,191	132,714	-15,477	2,985,000	2,000,000	4,985,000	685,000	685,000	4,000,000	4,000,000	0	0
08903 - PR35 Hansah Waits Park Upgrade	735,989	770,457	-34,468	797,773	660,000	1,457,773	1,590,000	1,538,800	-78,827	0	0	0
08904 - PR42 Albany Road Reserve Upgrade	229,847	285,078	-55,231	285,078	26,383	311,461	311,461	311,461	0	0	58,000	0
08905 - PR63 Bill Cahill Reserve Upgrade	545,792	237,000	-308,792	270,156	297,548	567,704	567,704	567,704	0	0	0	0
08909 - PR58 Amolds Creek Playspace	122,237	165,078	-42,841	285,078	259,558	544,636	544,636	585,000	-40,364	0	50,000	0
08910 - Melton Township Indoor Sports Stadium Design	29,838	0	-29,838	0	0	0	420,000	420,000	-420,000	0	0	0
13006 - Diggers Rest Land	0	448,825	-448,825	448,825	0	448,825	0	0	448,825	0	0	0
13007 - Toolern Ferris Road Widening	0	0	0	550,000	0	550,000	0	0	550,000	0	0	0
13009 - City Vista Sporting Ovals Courts & Pavilion	0	0	0	2,758,750	0	2,758,750	0	0	2,758,750	0	0	0
13012 - Toilet facility at Tenterfield Park, Burnside Heig	0	66,640	-66,640	200,000	0	200,000	200,000	100,000	100,000	0	100,000	0
13015 - Pedestrian Level Crossing Upgrades	0	900,000	-900,000	3,151,000	0	3,151,000	3,151,000	3,151,000	0	0	0	0
13018 - Toolern Bus Interchange Land	0	0	0	1,450,000	0	1,450,000	0	0	1,450,000	0	0	0
13023 - PR86 Turlington Road Widening	0	550,000	-550,000	550,000	0	550,000	200,000	200,000	350,000	350,000	200,000	0
13030 - PR53 City Vista Court	239,645	250,000	-10,355	284,126	0	284,126	284,126	284,126	0	0	0	0
13033 - PR65 Ferris Rd Hollingsworth Dr Intersection	437,023	400,000	-37,023	400,000	0	400,000	2,950,000	2,200,000	-1,800,000	0	0	0
13048 - Caroline Springs Lake Public Toilet	0	0	0	200,000	0	200,000	200,000	100,000	100,000	0	100,000	0
13055 - Eynesbury Station Primary School - Design Cost	0	187,425	-187,425	250,000	0	250,000	250,000	250,000	0	0	0	0
13064 - PR76 Mario Drive reserve development	1,682	0	-1,682	0	0	0	0	440,000	-440,000	0	0	0
13066 - PR7 Diggers Rest Kindergarten Extension	53,960	0	-53,960	0	0	0	265,000	260,000	-260,000	0	0	0
13094 - Melton Health Refurbishment	3,120	0	-3,120	0	0	0	0	350,000	-350,000	0	0	0
Combined projects with budget or forecast under \$200,000	2,013,100	1,588,149	-424,951	2,112,827	1,867,850	3,980,677	5,120,064	3,747,126	233,551	963,350	10,000	

Summary of Carry Forwards	Forecast Carry Forward from 2nd and 3rd Qtr	Explanation
03170 - Annual Resurfacing Periodic Reseals	963,350	The program is being deferred to 2019/20
03195 - Westwood Drive Bridge	400,000	Carry forward required for landscape establishment
08475 - Plumpton Aquatic & Leisure Centre	3,000,000	The budget is for the purchase of land for the Plumpton Aquatic and Leisure Centre. The land will not be available for purchase in the current financial year. The full budget will be carried forward
08756 - Road Rehabilitation Program	1,660,000	The program is being deferred to 2019/20
08763 - City Vista Sports Facility (Taylors Hill West)	300,000	Carry forward required to finalise contract in 2019/20
08775 - Fraser Rise - Multi-purpose Community Centre	300,000	Carry forward required to finalise contract in 2019/20
08872 - Macpherson Park Redevelopment	2,780,000	Increased forecast required due to revised scope and current market conditions. Council approved an increased budget at its September 2018 Special Meeting. Project spans multiple financial years. Carry forward required to complete project in 2019/20
08901 - Melton Central Community Centre (Whitehouse)	4,000,000	Project has been delayed due to tenders being significantly overbudget requiring a redesign
13023 - Turlingtons Road	350,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20
03515 - PR76 Melton Recycling Centre - Upgrade	50,000	Project spans multiple financial years. Minor carry forward to match project scheduling
03732 - PR1 Major Traffic Management Upgrade Program	48,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20
08763 - PR101 City Vista Sports Facility (THW)	1,000,000	Project scope expanded by Council. Project delayed due to increased scope and availability of materials
08904 - PR42 Attenby Road Reserve Upgrade	58,000	Project spans multiple financial years. Minor carry forward to match project scheduling
08909 - PR58 Arnolds Creek Playspace	50,000	Project spans multiple financial years. Minor carry forward to match project scheduling
13012 - Toilet facility at Tenterfield Park, Burnside Heig	100,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20
13023 - PR86 Turlingtons Road Widening	200,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20
13048 - Caroline Springs Lake Public Toilet	100,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20

Summary of Major Variances Budget to 3rd Quarter Forecast	2018/19 3 QTR Forecast vs 2018/19 Budget Incl of Variance	Explanation
03515 - PR76 Melton Recycling Centre - Upgrade	-1,126,905	Project scope has increased and Council have approved an increase in the budget for the project.
03733 - Land Acquisition-Bridge Road	-1,049,353	YTD budget does not include \$450,000 carried forward from 2017/18. Land acquisition compensation exceeded carry forward amount.
03904 - PSP Council Funded Portion W/Land	-2,402,593	Payment to developers for land purchase that is fully offset by developer contributions
03906 - PSP Public Open Space Compensation	-1,855,960	Payment to developers for open space that is fully offset by developer contributions
08475 - Plumpton Aquatic & Leisure Centre	3,000,000	The budget is for the purchase of land for the Plumpton Aquatic and Leisure Centre. The land will not be available for purchase in the current financial year. The full budget will be carried forward
08693 - Kurunjang Community Pavilion Extension	2,306,392	Project has two ledgers 8693 and 8874. Project budget is against 8693 and expenditure is against 8874. Council approved an increase to the budget at its September 2018 Special Meeting
08719 - Caroline Springs Sub Regional Tennis Centre-Design	-5,084,299	The increased forecast is due to commitments from 2017/18. The carry forward from 2017/18 and budget for 2018/19 were miscalculated.
08737 - Streetscape Improvements	3,134,645	The project was incorrectly budgeted in 2018/19.
08756 - Road Rehabilitation Program	1,660,000	The program is being deferred to 2019/20
08763 - City Vista Sports Facility (Taylors Hill West)	-2,825,000	The City Vista total budget includes \$8.075M from 08763 plus \$2,903,154 from ledger 13009 providing total 18/19 budget of \$10,903,154. The ledger 13009 is being forecast to \$0.
08768 - Melton Civic Centre Redevelopment - Year 2	6,090,000	Council resolved to not proceed with project.
08872 - PR98 Macpherson Park Redevelopment	2,780,000	The project has been delayed due to flora and fauna approvals. The revised forecast reflects carry forward that has already been included in the draft 2019/20 budget.
08874 - Kurunjang Neighbourhood House	-2,540,362	Project has two ledgers 8693 and 8874. Project budget is against 8693 and expenditure is against 8874. Council approved an increase to the budget at its September 2018 Special Meeting
08885 - Aintree Community Hub	-2,820,000	Project spans multiple financial years. The project is being delivered faster than expected. The draft budget for 2019/20 has been reduced accordingly.
08892 - Eynesbury Sporting Facility	-1,750,000	Successful Growing Suburbs Fund and Building Better Regions Fund project that was not included in budget. The revised forecast will be offset by unbudgeted income.
08901 - PR31 Melton Central Community Centre (Whitehouse)	4,000,000	Project has been delayed due to tenders being significantly overbudget requiring a redesign.
13009 - City Vista Sporting Ovals Courts & Pavilion	2,758,750	The City Vista total budget includes \$8.075M from 08763 plus \$2,903,154 from ledger 13009 providing total 18/19 budget of \$10,903,154. The ledger 13009 is being forecast to \$0.
13033 - Ferris Rd Holingsworth Dr Signalled Intersection	-1,800,000	This project had an allowance in DCP for 1.2m. This amount was inadequate for the project. Council has approved an increase in the budget at its February 2019 meeting.

Summary of Major YTD Variances	YTD Actuals	YTD Budgets	YTD Variance	Explanation
03733 - Land Acquisition-Bridge Road	1,499,353	0	-1,499,353	YTD budget does not include \$450,000 carried forward from 2017/18. Land acquisition compensation exceeded carry forward amount.
03906 - PSP Public Open Space Compensation	1,407,135	0	-1,407,135	Unbudgeted payment to developers for open space that is fully offset by developer contributions
08693 - Kurunjang Community Pavilion Extension	0	2,306,392	2,306,392	Project has two ledgers 8693 and 8874. Project budget is against 8693 and expenditure is against 8874. Council approved an increase to the budget at its September 2018 Special Meeting
08719 - Caroline Springs Sub Regional Tennis Centre-Design	6,728,309	2,565,701	-4,162,608	The increased forecast is due to commitments from 2017/18. The carry forward from 2017/18 and budget for 2018/19 were miscalculated. This has resulted in YTD Actuals exceeding YTD Budgets
08737 - Streetscape Improvements	4,468,455	5,477,243	1,008,788	The project has been completed. Awaiting final contract claims for payment.
08756 - Road Rehabilitation Program	81,398	2,111,980	2,030,582	The program is being deferred to 2019/20
08763 - PR101 City Vista Sports Facility (THW)	5,598,537	8,000,000	2,401,463	The YTD budget does not reflect the 2018/19 forecast.
08775 - Fraser Rise - Multi-purpose Community Centre	918,688	2,000,000	1,081,312	The project is being delivered in accordance with the project schedule. YTD Actuals are tracking behind YTD Budget.
08874 - Kurunjang Neighbourhood House	1,050,024	0	-1,050,024	Project has two ledgers 8693 and 8874. Project budget is against 8693 and expenditure is against 8874. Council approved an increase to the budget at its September 2018 Special Meeting