

### 3.13. ANNUAL BUDGET 2016 - 2017

**GENERAL MANAGER:** Darryl Crees, General Manager Corporate Services  
**DEPARTMENT:** Corporate Services

#### RECOMMENDATION

That Council adopts the Annual Budget 2016 - 2017 as presented, including:

1. Statement of Comprehensive Income
2. Statement of Financial Position
3. Statement of Cash Flows
4. Statement of Changes in Equity
5. Long Term Financial Forecast
6. Measures of Financial Sustainability

#### EXECUTIVE SUMMARY

Council is required to adopt an annual budget for each financial year and also determine the rates and charges to be levied for the same period. The Annual Budget 2016 - 2017 presented to Council has been prepared in collaboration with all Councillors.

This budget is based on sound financial sustainability principles and employs a strategy to return Council's operating result to a balanced budget within the shortest reasonable period.

#### BACKGROUND

The *Local Government Act 2009* requires Council to resolve the rates and charges to be levied for each financial year (section 94(2)) and adopt an annual budget before 01 August each year (section 107A).

Previous reports included in this agenda identify the rates and charges to be levied for the period 01 July 2016 to 30 June 2017.

#### PROPOSAL

The Annual Budget 2016 - 2017 including all legislative requirements as defined by section 169 of the *Local Government Regulation 2012* is presented for adoption.

#### FINANCIAL/RESOURCE IMPLICATIONS

In accordance with Section 204 of the *Local Government Regulation 2012*, monthly financial reports which state the progress that has been made against the budget will be prepared and presented to Council.

## **RISK MANAGEMENT IMPLICATIONS**

To mitigate risk, progress against budget will be actively monitored by the management team and reported on a monthly basis to Council.

## **CORPORATE/OPERATIONAL PLAN, POLICY REFERENCE**

The budget has been prepared to ensure that appropriate resources are available to deliver the activities and initiatives detailed in the Operational Plan 2016 – 2017 which has been developed based on the objectives of the Corporate Plan 2014 – 2019.

## **CONSULTATION**

The budget process has occurred over a number of months and involved input from all key areas of Council and included many workshops with Councillors to consider the various components of the budget such as the capital works program, fees & charges, rates, materials & services and Council's long term financial forecast.

## **ATTACHMENTS**

Attachment 1 - Annual Budget 2016 - 2017

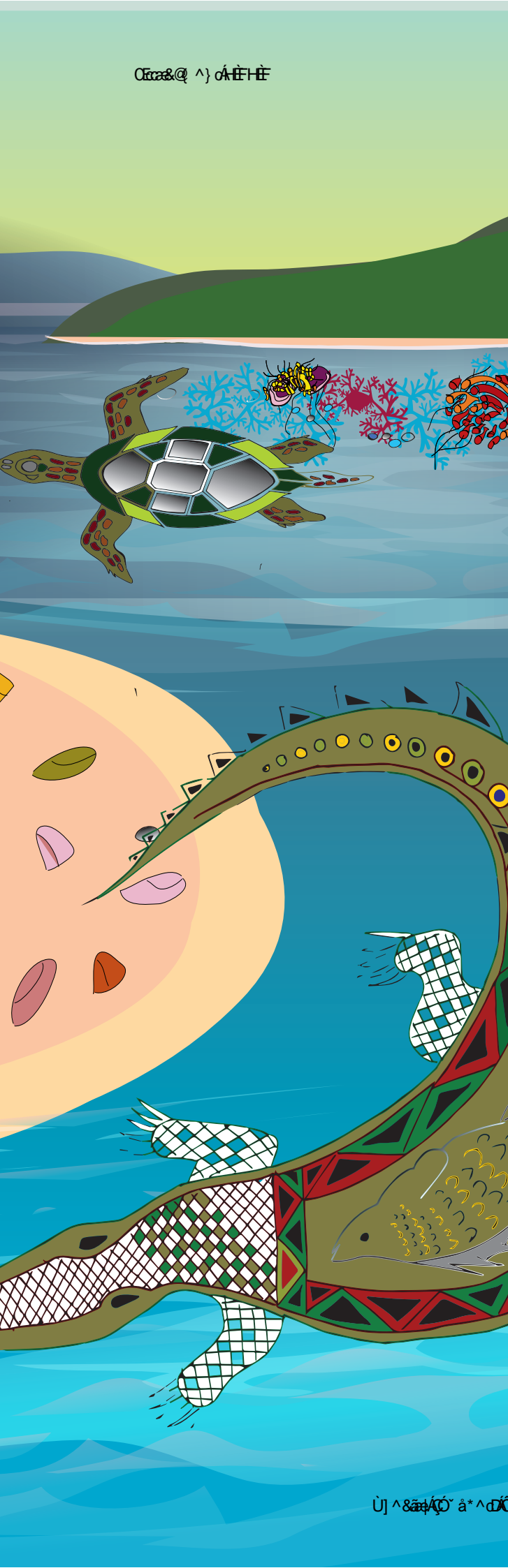
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# DOUGLAS SHIRE COUNCIL ANNUAL BUDGET

BUDGETED FINANCIAL  
STATEMENTS AND  
SUPPORTING  
INFORMATION

2016 - 2017



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# Douglas Shire Council - Budgeted Statement of Cash Flows

For the period ending 30 June 2017

	2016/17	2017/18	2018/19
	\$	\$	\$
<b>Cash flows from operating activities</b>			
Receipts			
Net rates and utility charges	30,373,670	31,582,542	32,839,527
Fees and charges	4,698,303	4,834,554	4,974,756
Grants, subsidies, contributions and donations	1,411,949	1,440,188	1,468,992
Interest received	903,790	903,790	903,790
Other operating revenue	635,907	635,907	635,907
	<u>38,023,619</u>	<u>39,396,981</u>	<u>40,822,972</u>
Payments			
Employee benefits	(13,179,685)	(13,443,279)	(13,712,144)
Materials and services	(16,028,243)	(16,332,779)	(16,643,102)
Finance costs	(214,000)	(207,657)	(199,354)
	<u>(29,421,928)</u>	<u>(29,983,715)</u>	<u>(30,554,600)</u>
<b>Net cash inflow (outflow) from operating activities</b>	<b><u>8,601,691</u></b>	<b><u>9,413,265</u></b>	<b><u>10,268,371</u></b>
<b>Cash flows from investing activities</b>			
Receipts			
Proceeds from sale of property plant and equipment	110,000	110,000	110,000
Grants, subsidies, contributions and donations	5,895,075	5,700,000	700,000
	<u>6,005,075</u>	<u>5,810,000</u>	<u>810,000</u>
Payments			
Payments for property, plant and equipment	(14,905,500)	(18,383,000)	(10,486,780)
Payments for intangible assets	(77,500)	(100,000)	(100,000)
	<u>(14,983,000)</u>	<u>(18,483,000)</u>	<u>(10,586,780)</u>
<b>Net cash inflow (outflow) from investing activities</b>	<b><u>(8,977,925)</u></b>	<b><u>(12,673,000)</u></b>	<b><u>(9,776,780)</u></b>
<b>Cash flows from financing activities</b>			
Receipts			
Proceeds from borrowings	0	0	0
Payments			
Repayment of borrowings	(123,579)	(132,286)	(141,591)
<b>Net cash inflow (outflow) from financing activities</b>	<b><u>(123,579)</u></b>	<b><u>(132,286)</u></b>	<b><u>(141,591)</u></b>
<b>Net increase (decrease) in cash and cash equivalents held</b>	<b><u>(499,813)</u></b>	<b><u>(3,392,021)</u></b>	<b><u>350,000</u></b>
<b>Cash and cash equivalents at the beginning of the financial year</b>	<b>18,984,127</b>	<b>18,484,314</b>	<b>15,092,293</b>
<b>Cash and cash equivalents at the end of the financial year</b>	<b><u>18,484,314</u></b>	<b><u>15,092,293</u></b>	<b><u>15,442,293</u></b>











# Douglas Shire Council - Capital Works Program

For the period ending 30 June 2017

	New/ Renewal/ Upgrade (N/R/U)	2016/17 \$
<b>Buildings and Other Structures</b>		
Mossman Library Painting	R	85,000
Mossman Show Grounds - Paint and Re-Seal Grandstand	R	25,000
Mossman Administration Building - External Painting	R	50,000
Port Douglas Community Hall - Paint Outside of Building	R	70,000
Port Douglas Community Hall - Replace Ceiling Lights	R	25,000
Fire Hoses for Mossman Van Park	U	30,000
Fire Hoses for Wonga Van Park	U	30,000
Wonga Van Park - Electrical Supply Upgrade	U	95,000
Daintree Ferry - LED Sign for Ticket Office	U	35,000
Port Douglas Sugar Wharf - Hand Rail for Rock Wall	N	15,000
		<b>460,000</b>
<b>Plant and Equipment</b>		
Printer / Scanner Refresh Program	R	10,000
Network / Phones / Infrastructure Refresh Program	N	28,000
Additional Software Licences	N	7,500
Security Camera Systems	N	18,000
Access Logging Software for On-Call / Scada Officers	N	5,000
Community Enterprise Suite Software Decommissioning	N	40,000
Phone System - Collaborative Edge (Jabber)	N	25,000
Daintree Cash Registers & Wi-Fi Refresh	R	60,000
Fleet Replacement as Per Program	R	400,000
Replace Tip Truck	R	225,000
Quick Spray Unit for Polaris	N	15,000
		<b>833,500</b>
<b>Roads/Transport Network</b>		
Reseal Program	R	1,200,000
Bridge Renewal Program	R	650,000
Footpath Renewal Program	R	100,000
Kerb and Channel Renewal Program	R	100,000
Gravel Roads Renewal Program	R	500,000
Warner Street Port Douglas - Upgrade Footpath between Grant and Wharf Streets	R	30,000
Mowbray River Fishing Platform	R	100,000
Renew Road and Footpath on Port Douglas Road (Service Road) from Atoll Street to the Southern End of the Service Road	R	170,000
Connect Two Sections of Existing Concrete Roadway on the North side of Cowrie Range on The Bloomfield Tract	U	422,000
Flagstaff Hill Scenic Lookout Upgrade	U	75,000
Stewarts Creek Road - Widening at narrow one lane section, chainage 3.110	U	10,000
Flagstaff Hill Walking Track	N	150,000
Daintree Gateway Development Stage 3	U	250,000
Upgrade to Power Supply for Dixie Park and Rex Smeal Park	U	35,000
Improvements to Macrossan Street	R	100,000
Installation of Water Bubbler / Bottle Filler x 2 in Front Street / Raintrees Area	N	25,000
Installation of Street Art in Macrossan Street and Front Street	N	55,000
Upgrade Footpath between Foxton Bridge and North Mossman	U	80,000
		<b>4,052,000</b>
<b>Public Spaces</b>		
Playground Renewal Program	R	25,000
Electric BBQ Renewal Program	R	12,000
Park Shelter Renewal Program	R	15,000
Shade Sail Upgrades	R	50,000
Port Douglas Cemetery Beam	N	20,000
Disability Access to Four Mile Beach at The Lifeguard Hut	N	30,000
Concept Investigation for Wangetti Trail	N	25,000
		<b>177,000</b>
<b>Disaster Management</b>		
Automatic Water Level Gauge at Barratt Creek, Daintree	N	30,000
		<b>30,000</b>

# Douglas Shire Council - Capital Works Program

For the period ending 30 June 2017

		New/ Renewal/ Upgrade (N/R/U)	2016/17 \$
<b>Water</b>			
Gas Chlorination Project Whyanbeel Water Treatment Plant (WTP)		U	170,000
Secure Water Infrastructure		U	15,000
Upgrade of Control Systems At Mossman WTP		U	30,000
Replace Pumps and Motors at Craiglie Water Pump Station		R	36,500
Refurbish Craiglie Water Pump Station Building		R	40,000
Fit New Control Valves to Daintree WTP		U	15,000
Replace Daintree WTP Service Water Pumps and Prefilter System		R	12,000
Replace Daintree Compressed Air Dryer System and Wago Air Valve Control Systems		R	20,000
Replace Whyanbeel Compressed Air Dryer System and Air Valve Control Systems		R	17,000
Replace Whyanbeel Back Wash Water Filter System and Residual Pumps		R	16,000
Investigate Back Wash Water Discharge and Re-Use Options at Mossman WTP		U	45,000
Replace Wago Compressed Air Valve Control Systems at Mossman WTP		R	11,000
Chlorination Project Daintree WTP		U	100,000
Daintree WTP Bank Stabilisation Adjacent to Raw Water Reservoir		U	130,000
Drinking Water Storage - Investigate and Implement Integrity Sealing Options for all Water Storage / Reservoirs in the Water Supply Schemes		U	150,000
Replacement of Craiglie Reservoir Roof		R	120,000
Replacement of Johnson Screen and Renew Remaining Raceway		R	50,000
Replacement of Water Supply Mains		R	80,000
Replacement of Aging Asbestos Cement Water Mains		R	80,000
Upgrade of Mowbray River Road Water Mains		U	80,000
Daintree Intake - Safe Access for Workers to Maintain and Monitor Intake		U	30,000
20ML Reservoir - Crees Road, Port Douglas		N	5,000,000
Water Supply Security - Mossman Supply Scheme		N	310,000
			<b>6,557,500</b>
<b>Wastewater</b>			
Mossman Wastewater Treatment Plant (WWTP) - Inlet Works, Screening and Grit Removal		U	190,000
Mossman WWTP - Upgrade of Plant to meet Flow Requirements in EHP Licence and Quality Requirements for Recycled Water		N	200,000
Mossman WWTP - River Bank Stabilisation (Junction South Mossman and Mossman Rivers)		U	880,000
Port Douglas SBR Process Control Systems and Entire Aeration System		R	30,000
Sewer Pump Stations - Pump Replacement		R	50,000
Sewer Pump Stations - Switchboard, Soft Starters, VSD's, Telemetry, Flow Monitoring and Infrastructure Connection Upgrade		R	150,000
Sewer Pump Stations - Replace Pump Station Safety Lids		R	35,000
Sewer Reticulation - Manhole Rehabilitation and Sealing		R	80,000
Sewer Reticulation - CCTV Investigation, Sewer Relining of Reticulation System and Refurbishment of House Connection Branches		R	1,000,000
			<b>2,615,000</b>
<b>Solid Waste Disposal</b>			
Cow Bay Transfer Station - Site office Renewal		R	50,000
Cow Bay Transfer Station - Traffic Ramp Upgrade		U	61,000
Killaloe Transfer Station - Additional Surveillance		U	17,000
Killaloe Transfer Station - Recycle Shop Drop Off Point		N	20,000
Killaloe Transfer Station - Construction of an Enclosed Shed for Cardboard Storage		N	50,000
Daintree Transfer Station - Reinstatement of Boundary Fence		R	10,000
Installation of Additional Public Place Recycling Bins		N	30,000
Feasibility and Design - Cape Tribulation Transfer Station		N	20,000
			<b>258,000</b>
<b>Total Capital Works</b>			<b>14,983,000</b>