

5.9. 2017-18 BUDGET REVIEW

REPORT AUTHOR(S) GENERAL MANAGER DEPARTMENT

John Rehn, Manager Finance and IT
Darryl Crees, General Manager Corporate Services
Finance and IT

RECOMMENDATION

That Council adopts the 2017/18 Revised Budget.

EXECUTIVE SUMMARY

The attached Financial Report details the progress of the 2017/18 budget for the period ending 31 October 2017 (as reported to the last Ordinary meeting of Council) and also includes 2017/18 revised budget figures. The revised budget:

- includes a number of changes to operating revenue and expenditure
- allows for the carry forward of uncompleted capital works from last financial year
- includes any items of capital expenditure approved by Council since the adoption of the original budget
- includes a number of capital expenditure adjustments to existing projects that result in a net reduction in proposed capital expenditure
- includes a number of new capital projects, in many cases as a result of new capital grants that have been approved
- makes allowance for the estimated 2017/18 portion of capital revenue and expenditure applicable to the Works for Queensland (W4Q) program
- incorporates revised figures for NDRRA capital revenue and expenditure.

Adoption of the revised figures will provide an updated indication of Council's progress against budget.

BACKGROUND

While there is no legislative requirement to revise Council's budget during the financial year, a revision enables Council to accommodate changing circumstances and adjust the budget for factors that were unknown at the time of the budget's original adoption, for example the recently introduced second round of the W4Q funding program, thus providing more meaningful results when comparing actual revenue and expenditure against budget.

COMMENT

The 2017/18 annual budget was adopted on 27 June 2017 and the attached financial report details progress against the adopted budget for the period ending 31 October 2017 (as reported to the last ordinary meeting of Council) and also includes the proposed 2017/18 revised budget figures.

PROPOSED ADJUSTMENTS TO THE ADOPTED BUDGET (BUDGET REVIEW)

Key points:

- *the net effect of adjustments made to operating revenue and expenditure is a reduction in Council's overall budgeted operating result*

- *increases in capital revenue and expenditure incorporate carry forward items, adjustments and new projects which result in a significant increase in Council's capital works program*
- *revised budget figures accommodate the W4Q program and updated NDRRA estimates*

A detailed review of Council's 2017/18 budget has been undertaken and proposes the following changes:

- an increase in operating revenue and a reduction in operating expenditure
- inclusion of carry forward budget amounts relating to uncompleted capital works from the 2016/17 financial year (including portion of Round 1 of the W4Q program)
- adjustments to a number of existing capital expenditure items that result in a net reduction in proposed capital expenditure
- addition of a number of new capital projects, in many cases as a result of new capital grants that have been approved
- addition of a new capital grant relating to capital expenditure already included in the adopted budget
- allowance for the estimated capital revenue and expenditure applicable to the 2017/18 portion of Round 2 of the W4Q program
- revised figures for NDRRA capital revenue and expenditure.

Adjustments to Operating Revenue and Operating Expenditure

Adjustments netting \$147k have been made to operating revenue and adjustments netting - \$86k have been made to operating expenditure, based on revised estimates of likely changes in revenue and expenditure for the remainder of the 2017/18 financial year.

Adjustments to operating revenue are as follows:

- Fees and charges -\$105k (due to less than anticipated revenue from building & property fees and ferry fees)
- Grants and subsidies +\$282k (due to the receipt of funds related to NDRRA emergent works \$138k (from 2016/17) and new grant approvals received)
- Interest received -\$30k (revenue has not reached budget expectations)

Adjustments to operating expenditure are as follows:

- Employee benefits -\$176k (mainly related to vacancies and extended leave being covered by contract staff)
- Materials and services +\$490k (offset of reduction in employee benefits plus additional expenditure relating to Council's contribution towards newly approved grants)
- Depreciation -\$400k (reduction primarily as a result of 2016/17 asset revaluations)

These adjustments will address many of the variances currently identified in Council's monthly financial reporting.

Uncompleted 2016/17 Capital Works Carried Forward

A number of capital works items included in the 2016/17 budget were not completed prior to 30 June 2017. The revised budget figures make allowance for the unspent budget amounts from 2016/17 to be carried forward to 2017/18 (where required) for the completion of these works. In some instances additional funds are required for this purpose and these funds have also been identified for inclusion in the revised budget.

Any applicable capital grant revenue relating to these carried forward capital works items that has not already been accounted for during the 2016/17 financial year is also included.

The above information is shown in one of the separate attachments to this report and that attachment also includes the completion status of each item as at 28 November 2017. The dollar value of these budget changes is summarised in a table later in this report.

Adjustments and Proposed Additions to Council's Capital Works Program

Details of adjustments made to a number of existing capital expenditure items that will result in a net reduction in proposed capital expenditure and details of the addition of a number of new capital projects (in many cases as a result of new external capital grants that have been approved) are also shown in separate attachments to this report. The dollar value of these adjustments and additions is also summarised in a table later in this report.

There are a number of new projects that will be commenced but not completed during the 2017/18 financial year, however the full budget amount for these projects has been included in the budget review to demonstrate to the relevant external grant funding bodies Council's agreed financial commitment to these projects. The underspent portion of these projects as at 30 June 2018 will be carried forward (together with the relevant portion of any appropriate grant funding) to the subsequent financial year.

Works for Queensland (W4Q) Program

The State Government has approved Council's submission of projects for the W4Q program round 2 and in accordance with the program guidelines has provided Council with a payment of 50% of the value of the submission. The total submission was for an amount of \$1.94m and therefore the initial payment made to Council equals \$970k. The revised budget figures include this amount as capital revenue together with an equivalent amount for capital expenditure, based on an estimate of the value of work that may be achieved during the remainder of the 2017/18 financial year. The balance of the funding and associated expenditure will be included in the budget for the 2018/19 financial year (on the basis that all funds must be expended by 30 June 2019).

NDRRA

The revised budget includes an estimate of revenue to be received and expenditure incurred during the 2017/18 financial year in relation to weather events that occurred during prior financial years, as part of Council's NDRRA Restoration of Essential Public Assets (REPA) submissions.

Summary of Proposed Budget Adjustments

The following table provides a summary of all of the proposed capital adjustments to Council's 2017/18 budget figures.

CAPITAL REVENUE	\$
Capital grants and subsidies	
- Carry forward capital grants	2,337,408
- Sludge handling system grant (expenditure already budgeted)	370,000
- New capital grants	2,939,341
- W4Q grant round 2 (50%)	970,000
- NDRRA asset restoration work	2,121,850
Adjustments to Total Capital Revenue	8,738,599
CAPITAL EXPENSES	\$
Capital expenses	
- Uncompleted 2016/17 Capital works projects carried forward	9,367,047
- Estimated additional budget required for 2016/17 Capital works projects carried forward	597,016
- Capital works adjustments	-344,000
- New capital projects	5,529,521
- W4Q expenditure round 2 (50%)	970,000
- NDRRA asset restoration work	1,819,435
Adjustments to Total Capital Expenses	17,939,019

The Financial Statement for the Period Ending 31 October 2017 is attached to this report and incorporates three additional columns which show the abovementioned proposed adjustments, the resulting revised budget figures for the 2017/18 financial year and actual year to date revenue and expenditure as a percentage of the revised budget figures. The proposed adjustments are summarised in the following table.

CATEGORY	2017/18 ADOPTED BUDGET \$	BUDGET ADJUSTMENT \$	2017/18 REVISED BUDGET \$
Operating Revenue	41,052,513	147,411	41,199,924
Operating Expenses	42,706,952	-85,629	42,621,323
Operating Result	-1,654,439	233,040	-1,421,399
Capital revenue	8,139,421	8,738,599	16,878,020
Net result	6,484,982	8,971,639	15,456,621
Capital works program	19,121,001	17,939,019	37,060,020

NDRRA portion of Capital Works Program (included above)			
Capital grants and subsidies	0	2,121,850	2,121,850
Capital additions	0	1,819,435	1,819,435
Net position (NDRRA)	0	302,415	302,415

PROPOSAL

That Council adopts the 2017/18 Revised Budget figures.

FINANCIAL/RESOURCE IMPLICATIONS

The results as at the end of October 2017 did not reveal any significant negative impacts on the 2017/18 budget.

RISK MANAGEMENT IMPLICATIONS

The budget revision process enables Council to accommodate changing circumstances and adjust the budget for factors that were unknown at the time of the budget's original adoption, thus providing more meaningful results when comparing actual revenue and expenditure against budget.

CORPORATE/OPERATIONAL PLAN, POLICY REFERENCE

This report has been prepared in accordance with the following:

Corporate Plan 2014-2019 Initiatives:

Theme 5 Governance

5.1.1 "Establish and develop long term financial, resource and infrastructure planning to ensure ongoing capacity to fund operations and capital works programs.

5.2.1 "Provide Councillors and community with accurate, unbiased and factual reporting to enable accountable and transparent decision-making.

ATTACHMENTS

1. Financial Statement as at 31 October 2017 + 2017.18 Budget Review **[5.9.1]**
2. 17 18 BR Capex Carry Forwards **[5.9.2]**
3. 17.18 BR Capex Adjustments **[5.9.3]**
4. 17.18 BR New Capex **[5.9.4]**

Douglas Shire Council Statement of Comprehensive Income For the month of October 2017						BUDGET ADJUSTMENT	REVISED BUDGET	Actual as % of Revised Budget
	Actual YTD '18 \$	Budget YTD '18 \$	Variance \$	Budget 17/18 \$	Actual as % of Budget 17/18	\$	\$	
Operating Revenue								
Net rates and utility charges	14,965,777	14,912,284	53,493	32,563,009	46%	-	32,563,009	46%
Fees and charges	2,400,705	2,442,408	(41,703)	5,281,946	45%	(105,000)	5,176,946	46%
Grants, subsidies, contributions and donations	341,935	224,625	117,310	1,655,441	21%	282,411	1,937,852	18%
Interest received	305,270	338,293	(33,023)	903,790	34%	(30,000)	873,790	35%
Other recurrent income	199,939	230,856	(30,917)	648,327	31%	-	648,327	31%
Total Operating Revenue	18,213,627	18,148,466	65,161	41,052,513	44%	147,411	41,199,924	44%
Operating Expenses								
Employee benefits	3,968,979	4,391,513	422,534	13,885,012	29%	(175,929)	13,709,083	29%
Materials and services	5,396,366	6,241,631	845,265	16,810,703	32%	490,300	17,301,003	31%
Depreciation	3,975,420	3,975,420	-	11,926,237	33%	(400,000)	11,526,237	34%
Finance costs	29,963	32,983	3,020	85,000	35%	-	85,000	35%
Total Recurrent Expenses	13,370,728	14,641,547	1,270,820	42,706,952	31%	(85,629)	42,621,323	31%
Operating Result	4,842,900	3,506,919	1,335,981	(1,654,439)	(293%)	233,040	(1,421,399)	(341%)
Capital revenue								
Capital grants and subsidies	2,790,876	8,139,421	(5,348,545)	8,139,421	34%	8,738,599	16,878,020	17%
Total capital revenue	2,790,876	8,139,421	(5,348,545)	8,139,421	34%	8,738,599	16,878,020	17%
Net result	7,633,775	11,646,340	(4,012,565)	6,484,982	118%	8,971,639	15,456,621	49%
Capital works program								
Capital additions	7,388,628	19,121,001	11,732,373	19,121,001	39%	17,939,019	37,060,020	20%
Total capital additions	7,388,628	19,121,001	11,732,373	19,121,001	39%	17,939,019	37,060,020	20%
NDRRA portion of Capital Works Program (included above)								
Capital grants and subsidies	647,173	-	647,173	-		2,121,850	2,121,850	31%
Capital additions	1,139,692	-	(1,139,692)	-		1,819,435	1,819,435	63%
Net position	(492,519)	-	(492,519)	-		302,415	302,415	

2016/17 Capex Carry Forwards

Department	W/O #	Name of Project	New, Renewal or Upgrade	Revised 16/17 Budget	Expenditure at 30 June 2017	Agreed Carry Forward Expenditure	Extra Budget Required	Reason for modifying	Agreed Carry Forward Grant	Project Complete / Uncomplete
Building Facilities										
	2720	External painting Mossman Library	R	\$ 55,000.00	\$ 33,441.00	\$ 17,000.00				Complete
	2726	Fire Hose Installation Mossman Caravan Park	U	\$ 40,000.00	\$ 21,241.78	\$ 18,758.22	\$ 40,000.00	Quantity of fire hoses was unknown until design was completed and number exceeded budget.		Complete
	2728	Electrical Supply Upgrade Wonga	U	\$ 95,000.00	\$ 14,972.00	\$ 35,000.00				Complete
Civil Works										
	Various	Bridge Program	R	\$ 650,000.00	\$ 300,000.00	\$ 145,000.00				Uncomplete
	2849	Mossman Township Flood Mitigation Marris Creek Levee Bank	N	\$ 200,000.00	\$ 25,000.00	\$ 175,000.00		Grant funding received for project	\$ 84,000.00	Complete
	2782	Marris Creek Bridge - detailed design of cyclist and pedestrian bridge	N	\$ 30,000.00	\$ 21,053.09	\$ 8,946.91		Grant funding received for project	\$ 7,500.00	Complete
	2781	Junction Bridge - detailed design of cyclist and pedestrian bridge	U	\$ 30,000.00	\$ 17,448.59	\$ 12,551.41		Grant funding received for project	\$ 7,500.00	Complete
	2880	Kulki National Park Intersection works	U	\$ 150,000.00	\$ 8,550.00	\$ 141,450.00		Grant funding received for project		Complete
	2879	Cape Tribulation Traffic calming and associated drainage works	U	\$ 90,000.00	\$ 8,050.00	\$ 81,950.00		Grant funding received for project		Complete
	2878	Teamsters Park RV Parking	U	\$ 90,000.00	\$ 4,000.00	\$ 86,000.00		Grant funding received for project		Complete
	2965	Stormwater drainage investigation in the Port Douglas area	U	\$ 40,000.00	\$ -	\$ 40,000.00				Uncomplete
	2757	Mowbray River Fishing Platform	R	\$ 100,000.00	\$ 1,742.31	\$ 98,257.69				Uncomplete
	2610	Daintree Gateway Carpark Upgrade	U	\$ 350,000.00	\$ 421,454.00	\$ -	\$ 34,450.79	Grant funding received for project	\$ 147,000.00	Complete
Public Spaces										
	2774	Disability Access to Four Mile Beach at The Lifeguard Hut	N	\$ 30,000.00	\$ 8,898.54	\$ 21,101.46		Design complete. Extra budget approved in 2017/18 budget which was also used for design. Construction will require further budget amount.		Uncomplete
	2187	Port Douglas Waterfront - Path design	N	\$ 176,118.00	\$ 12,885.82	\$ 163,232.18	\$ 21,597.68			Complete
	2804	Flagstaff Hill Scenic lookout upgrade	U	\$ 75,000.00	\$ 33,119.84	\$ 41,880.16				Complete

2016/17 Capex Carry Forwards

<u>Department</u>	<u>W/O #</u>	<u>Name of Project</u>	<u>New, Renewal or Upgrade</u>	<u>Revised 16/17 Budget</u>	<u>Expenditure at 30 June 2017</u>	<u>Agreed Carry Forward Expenditure</u>	<u>Extra Budget Required</u>	<u>Reason for modifying</u>	<u>Agreed Carry Forward Grant</u>	<u>Project Complete / Uncomplete</u>
<u>Sewerage</u>										
	2860	Sed Basin for Port Douglas WWTP pre - treatment	R	\$ 275,000.00	\$ 249,223.00	\$ 25,777.00	\$ 32,000.00	Additional works required due to EHP licence amendments		Complete
	1974	Mossman WWTP River Bank Stabilisation	R	\$ 1,799,995.00	\$ 105,350.25	\$ 1,694,644.75				Uncomplete
	2719	Mossman WWTP Upgrade of Plant to meet flow requirements	N	\$ 200,000.00	\$ 98,449.00	\$ 55,000.00				Uncomplete
	1972	Mossman WWTP Inlet works, screening and grit removal	U	\$ 30,000.00	\$ 27,413.06	\$ 2,586.94	\$ 270,000.00	Original budget was set in 2015/16 should not have been reduced		Uncomplete
	2746	All Sewer Pump Stations - switchboard, soft starters, VSDs, Telemetry, Flow monitoring and infrastructure connection upgrade	R	\$ 150,000.00	\$ 24,545.00	\$ 50,000.00				Complete
	1978	Sewer pump stations	U	\$ 107,512.00	\$ 24,364.93	\$ 83,147.07				Complete
	1983	Sewer Reticulation: CCTV investigation	R	\$ 1,591,873.00	\$ 1,300,466.28	\$ 291,406.72				Complete
	2861	Port Douglas WWTP SBR inlet valves	R	\$ 60,000.00	\$ -	\$ 60,000.00				Uncomplete
	2862	RPZ valves at pump stations - supply and install	R	\$ 25,000.00	\$ -	\$ 25,000.00				Complete
<u>Water Reticulation</u>										
	2858	Marrs Creek Water Mains Relocation	R	\$ 70,000.00	\$ 18,162.00	\$ 46,839.00				Complete
	2857	150mm diameter connection between Mossman & Whyanbeel	U	\$ 200,000.00	\$ 12,500.00	\$ 187,500.00				Uncomplete
<u>Water Treatment</u>										
	1794	Port Douglas Reservoir, Craiglie Water Supply Security: Mossman Supply Scheme	N	\$ 5,000,000.00	\$ 603,610.45	\$ 4,396,389.55		Grant funding received for project	\$ 1,977,000.00	Uncomplete
	1966	Whyanbeel UF Filter Cartridges	N	\$ 294,289.00	\$ 96,132.00	\$ 180,000.00				Complete
	2855	Install Centrifugal Turbidity Clarifier at Mossman WTP	R	\$ 215,000.00	\$ 172,727.00	\$ 7,000.00				Complete
	2845		N	\$ 150,000.00	\$ 72,136.60	\$ 77,863.40		Grant funding received for project	\$ 63,000.00	Complete
	1888	Mossman WTP Gas Chlorine Installation	R	\$ 224,720.00	\$ 237,855.00	\$ -	\$ 90,064.76	Original program was under scoped. Additional safety measures were put in place for gas chlorination.		Complete

2016/17 Capex Carry Forwards

<u>Department</u>	<u>W/O #</u>	<u>Name of Project</u>	<u>New, Renewal or Upgrade</u>	<u>Revised 16/17 Budget</u>	<u>Expenditure at 30 June 2017</u>	<u>Agreed Carry Forward Expenditure</u>	<u>Extra Budget Required</u>	<u>Reason for modifying</u>	<u>Agreed Carry Forward Grant</u>	<u>Project Complete / Uncomplete</u>
	2759	Gas Chlorine Project Whyanbeel WTP	U	\$ 120,000.00	\$ 161,508.00	\$ -	\$ 60,124.16	Original program was under scoped. Additional safety measures were put in place for gas chlorination.		Complete
	2740	Replacement of Johnson Screens	R	\$ 50,000.00	\$ 55,452.00	\$ -	\$ 8,200.00	Additional engineering design work was required.		Complete
Resource Management										
	Various	Transfer Station Upgrade & Signage	U	\$ 265,000.00	\$ 136,478.00	\$ 128,522.00		Grant funding received for project		Complete
	2732	Cow Bay Transfer Station - Site office renewal	R	\$ 50,000.00	\$ 6,621.59	\$ 43,378.41	\$ 17,615.75	Due to location, installation costs exceeded initial estimate		Complete
	2736	Killaloe Transfer Station - Construction of an enclosed shed for cardboard storage	N	\$ 50,000.00	\$ 1,500.00	\$ 48,500.00				Complete
	2733	Cow Bay Transfer Station - Traffic ramp upgrade	R	\$ 61,000.00	\$ -	\$ 61,000.00				Complete
	2734	Killaloe Transfer Station - Additional surveillance	U	\$ 17,000.00	\$ -	\$ 15,000.00				Complete
Sustainable Communities										
	2382	Develop a Hiking & Mountain Bike Master Plan	N	\$ 15,000.00	\$ 2,373.30	\$ 12,626.70				Uncomplete
Disaster Management										
	2802	Automatic water level gauge at Barratt Creek, Daintree	N	\$ 30,000.00	\$ 3,540.40	\$ 26,459.60	\$ 7,662.46	Grant funding received for project		Complete
	2851	Install electronic flood and road closure signage at Anich Bridge	N	\$ 80,000.00	\$ 2,095.33	\$ 77,904.67	\$ 3,445.75	Grant funding received for project	\$ 33,600.00	Complete
	2850	Install electronic flood and road closure signage at Foxton Bridge	N	\$ 42,400.00	\$ 1,011.55	\$ 41,388.45	\$ 11,854.57	Grant funding received for project	\$ 17,808.00	Complete
W4Q projects - remaining										
			U			\$ 642,985.09				
						\$ 9,367,047.38	\$ 597,015.92		\$ 2,337,408.00	

2017/18 Capex Adjustments

<u>Department</u>	<u>W/O #</u>	<u>Name of Project</u>	<u>Reason for modifying</u>	<u>New, Renewal or Upgrade</u>	<u>2017/18 Budget</u>	<u>\$ Saved / (Overspent)</u>
<u>Building Facilities</u>						
	2939	Mossman Administration Donga Roof	Under budget	U	\$ 90,000.00	\$ 40,000.00
	2944	Port Douglas Sugar Wharf - Prepare engineering report (headstock and pylons)	Under budget	R	\$ 40,000.00	\$ 15,000.00
	2882	Daintree Ferry North side toilets (W4Q)	Over budget (extra funds to come from Daintree Ferry Reserve)	U	\$ 120,000.00	\$ (55,000.00)
<u>Property Services</u>						
	2930	Diwan Community Facility - Cricket Club shed maintenance/upgrade	Will be under budget	U	\$ 60,000.00	\$ 5,000.00
	2938	Flagstaff Hill Communications Tower - roof replacement, external painting	Will be under budget	R	\$ 40,000.00	\$ 5,000.00
<u>Civil Works</u>						
	2951	Reseal program	Over budget	R	\$ 1,200,000.00	\$ (30,000.00)
	2953	Gravel resheet program	Over budget	R	\$ 250,000.00	\$ (50,000.00)
	2955	North of ferry road line remarking	Will be under budget	R	\$ 40,000.00	\$ 10,000.00
	2958	Jack St footpath	Under budget	N	\$ 210,000.00	\$ 135,000.00
	2959	William St footpath	Under budget	N	\$ 120,000.00	\$ 60,000.00
	2957	Warner St drainage and footpath works - Design	Under budget	R	\$ 75,000.00	\$ 35,000.00
<u>Public Spaces</u>						
	2774	Port Douglas Disability Ramp construction	Insufficient budget to construct, current budget has only covered design	N	\$ 30,000.00	\$ (70,000.00)
	2970	Mossman Rugby League Club lighting design (Showgrounds)	Project put on hold	R	\$ 50,000.00	\$ 50,000.00
	2868	Extensions to Flagstaff Walking Track	Over budget	N	\$ 550,000.00	\$ (150,000.00)

2017/18 Capex Adjustments

<u>Department</u>	<u>W/O #</u>	<u>Name of Project</u>	<u>Reason for modifying</u>	<u>New, Renewal or Upgrade</u>	<u>2017/18 Budget</u>	<u>\$ Saved / (Overspent)</u>
<u>Sewerage</u>						
	2908	Safety Lids Port Douglas WWTP Inlet Works and Outflow - Supply and fit	Will be over budget	R	\$ 25,000.00	\$ (14,000.00)
	2909	Aeration Blowers - Supply/Overhaul	Will be over budget	R	\$ 25,000.00	\$ (2,000.00)
	2977	Manhole sealing and Rehabilitation Program	Will be under budget	R	\$ 80,000.00	\$ 7,000.00
	2912	Sheraton Mirage Flow Meter Installation	Will be over budget however once works are complete costs will be reimbursed by Fulmar - still to be negotiated	U	\$ 100,000.00	\$ (60,000.00)
<u>Water Reticulation</u>						
	2907	Upgrade 80mm AC to 100mm DICL program (Wharf St)	Under budget	R	\$ 40,000.00	\$ 10,000.00
<u>Water Treatment</u>						
	2924	Replace Marrs Creek Scour Valve	Will be under budget	R	\$ 20,000.00	\$ 5,000.00
	2979	Phase 2 Rex Creek Intake - Johnson screens	Will be under budget	R	\$ 500,000.00	\$ 125,000.00
	2913	Back wash water discharge package plant at Mossman WTP	Will be over budget due to no allowance for project management in original budget	R	\$ 731,000.00	\$ (40,000.00)
	2914	Mossman WTP Back wash water filter system	Will be under budget	R	\$ 30,000.00	\$ 15,000.00
	2918	52 cartridges for Mossman WTP	Will be under budget	R	\$ 360,000.00	\$ 90,000.00
	2919	Replace turbidity meters at Daintree WTP	Will be over budget	R	\$ 15,000.00	\$ (4,000.00)
	2920	Replace raw water pre filters at Daintree WTP	Will be under budget	R	\$ 25,000.00	\$ 3,000.00

2017/18 Capex Adjustments

<u>Department</u>	<u>W/O #</u>	<u>Name of Project</u>	<u>Reason for modifying</u>	<u>New, Renewal or Upgrade</u>	<u>2017/18 Budget</u>	<u>\$ Saved / (Overspent)</u>
	2921	Backwash water filter replacement at Daintree WTP	Will be under budget	R	\$ 10,000.00	\$ 2,000.00
	2922	Replace UF Filter cartridges at Daintree WTP	Will be under budget	R	\$ 25,000.00	\$ 3,000.00
	2925	Whyanbeel WTP Genset relocation	Will be under budget	U	\$ 60,000.00	\$ 20,000.00
<u>IT Services</u>						
		Local Environment Refresh - MM computer room expires August 2018	Project deferred. Alternative option of extending warranty for approx. \$25,000.	R	\$ 160,000.00	\$ 160,000.00
		Admin - UPS replace batteries	Project deferred. Batteries passed routine maintenance and will not need replacing until 2018/19	R	\$ 8,000.00	\$ 8,000.00
		Port Douglas Community Centre - UPS & New cabinet	Project deferred due to office reconfiguration not occurring	U	\$ 16,000.00	\$ 16,000.00
						\$ 344,000.00

New Capex

<u>Department</u>	<u>Name of Project</u>	<u>Reason for inclusion</u>	<u>New, Renewal or Upgrade</u>	<u>Cost</u>	<u>Grants</u>
<u>Property Services</u>					
	Douglas Arts Base Conservation Management Plan	Grant funding received	N	\$ 12,500.00	\$ 12,500.00
<u>Building Facilities</u>					
	Safer Streets - CCTV and Lighting	Added in project not previously captured.	U	\$ 13,273.00	\$ 27,271.00
<u>Civil Works</u>					
	Noah Creek Bridge Renewal	Grant funding received of \$1,125,000. Council to contribute \$375,000.	R	\$ 1,500,000.00	\$ 1,125,000.00
	Diggers Bridge Renewal	Grant funding received of \$1,339,250. Council to contribute \$1,339,250.	R	\$ 2,678,500.00	\$ 1,339,250.00
	Mowbray River Road	Concrete the sealed area past Diggers Bridge that washes out every year or two	U	\$ 90,000.00	
	Borzi Road - drainage upgrade	Works required to prevent future shoulder damage	U	\$ 10,000.00	
	Old Forestry Road - culvert refurbishment	Replace damaged culvert	R	\$ 30,000.00	
	Drumsara wash down bay	Required for environmental reasons	U	\$ 10,000.00	
	Grays Creek Terrace Drainage Easement	To resolve a road drainage issue occurring for the past twenty years. Council resolution: Item 9.1 of 16 March 2016 Council meeting.	U	\$ 14,000.00	
	Enabling aged care in Mossman FNQ	Added in project not previously captured.	N	\$ 551,248.00	\$ 435,320.00

New Capex

<u>Department</u>	<u>Name of Project</u>	<u>Reason for inclusion</u>	<u>New, Renewal or Upgrade</u>	<u>Cost</u>	<u>Grants</u>
<u>Fleet</u>					
	Water tank on truck for Leachate	To transport leachate from Wastewater Treatment Plant to Killaloe Transfer Station	U	\$ 50,000.00	
<u>Sewerage</u>					
	Replacement pump for Mossman WWTP	Existing pump not viable to repair, new pump is more cost effective	R	\$ 20,000.00	
	Port Douglas WWTP Grit classifier replacement	Existing classifier requires replacement	R	\$ 70,000.00	
	Mossman WWTP - 2nd Clarifier Mech & Elec	For EHP approvals	U	\$ 350,000.00	
<u>Water Reticulation</u>					
	Junction Bridge - Cooya Beach Trunk water main reparation works	Damage occurred to water main during flooding	R	\$ 100,000.00	
	Mowbray River Road water main renewal	Renewal of 80 metres of water main	R	\$ 25,000.00	
<u>IT Services</u>					
Infrastructure	Remote Piloted Aircraft (DRONE)	Used by teams for asset condition assessments, disaster management and recording of milestones in construction projects.	N	\$ 5,000.00	
				\$ 5,529,521.00	\$ 2,939,341.00