

Melton City Council

2018/2019 Finance Report

6 Months Ended 31 December 2018

A thriving community
where everyone belongs





**Finance Report
Index**

	<i>Page</i>
<i>Executive Summary</i>	1
<i>Operating Statement by Income/Expenditure</i>	3
<i>Operating Statement - Comments</i>	4
<i>Operating Statement by Income/Expenditure - 2nd Qtr</i>	7
<i>Operating Statement by Income/Expenditure - 2nd Qtr - Comments</i>	8
<i>Balance Sheet</i>	12
<i>Balance Sheet - Comments</i>	13
<i>Cash Flow Statement</i>	15
Analysis of Capital Expenditure	
<i>Analysis of Capital Expenditure Groups</i>	16
<i>Monthly Analysis of Capital Expenditure Groups</i>	17
Other	
<i>Analysis of Overdue Instalment Rate Debtors</i>	18
<i>Summary of Overdue Rate Debt Arrears & Recovery</i>	19
Capital	
<i>Capital Expenditure Analysis - with comments (Capital works Committee)</i>	20

Melton City Council

Monthly Finance Report for the 6 months period ended December 2018.

Fraudulent Activity

There were a couple of instances of attempted external fraud in September and October where external parties posed as CEO requesting payment be made to overseas banks. Both instances were reported to police.

Executive Summary

Operating Results

This report compares the December 2018 YTD results with the profiled YTD approved budget for the same period.

The underlying surplus for the December YTD period was \$67.9m. This compared with the profiled budgeted result of \$62.1m resulted in a favourable variance of \$5.8m

Detailed analysis of operating revenue and expenditure variances by line items, are outlined on page 4-6 of this report.

Year-end Forecast

2nd quarter review of operating and capital expenditure as at the end of December 2018 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 summarized in the table below.

Comparison of 2nd quarter year-end forecast with approved budget is shown on page 7 with the detail variance commentary on page 8-11

First Quarter Year-End Forecast-Summary		\$(Millions)
Operating		
Forecast favourable variance in operating results before transfers		<u>\$18.7</u>
Capital		
Forecast variance in council capital expenditure		<u>(\$3.7)</u>
Forecast unfavourable variance in capital developer contribution plan (DCP) in -kind expenditure		<u>\$3.7</u>

Capital Expenditure

The Council Capital expenditure budget for 2018/19 is a total of \$91.95m. This consists of \$77.82m Council capital budget, which includes actual carry forwards component of \$14.1m 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 December was \$32.7m or 35.6% of the total Council cap-ex 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 \$142.5m. This balance includes \$139.9m 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 \$2.6m.

Debtors

Receivables outstanding totalled \$134.9m (net of doubtful debts provisions) of which \$57.1m relates to rates debtors including instalments not due. Infringement Debtors amounted to \$4.36 and other sundry debtors (including accrued land sales, PSP works in kind debtors) was \$73.4m.

Monthly Management Report 2018/2019						
Operating Statement by Income / Expenditure line items						
for the 6 Months ended 31 December 2018						
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)
104,113	Rates & Charges	1	111,718	111,807	(89)	114,439
11,910	Operating Grants	2	12,843	11,168	1,675	19,962
6,850	User Fees & Charges	3	5,111	4,628	484	9,687
1,562	Statutory Fees	4	4,276	2,941	1,335	5,188
1,587	Interest On Investments	5	2,066	1,841	226	3,342
1,401	Other Revenue	6	610	363	247	1,510
127,422	Total Income		136,625	132,748	3,877	154,127
23,984	Employee Costs	7	24,743	27,112	2,370	58,164
18,052	Contract Materials	8	17,975	17,692	(283)	42,288
6,959	Program Expenses	9	8,365	8,433	69	17,832
124	Borrowing Cost	10	411	411	(0)	785
2,433	Utilities	11	2,931	2,884	(47)	6,230
2,120	Maintenance	12	2,609	2,669	61	7,264
14,539	Depreciation	13	17,072	17,072	0	34,484
1,052	Other Expenses	14	1,195	1,193	(1)	2,684
69,262	Total Expenditure		75,298	77,466	2,168	169,730
	Non Operating Income & Expenditure					
20,355	Proceeds from Sale of Assets	15	11,306	11,332	(26)	32,459
(9,371)	Cost of Assets Sold	16	(4,759)	(4,469)	(289)	(15,756)
10,984	Total Gain/(Loss) on Disposals of Assets		6,547	6,863	(316)	16,702
69,144	Underlying Operating Results Surplus/(Deficit)		67,874	62,145	5,729	1,099
	Other Cash & Non Cash Contributions					
12,937	Developer Cash Contributions	17	7,731	7,722	9	26,900
5,974	Developer Contributions - Non Monetary Assets	18	4,195	3,445	750	47,088
1,676	Capital Grants	19	3,628	3,028	600	9,849
20,587	Total Capital Grants & Cash & Non Cash Contr		15,555	14,196	1,359	83,836
89,730	Total Surplus/Deficit for the Year Before Trfs.		83,429	76,341	7,088	84,935
18,111	Reserve Transfers					
	Transfers From Reserves	20	1,686	1,670	16	56,337
(15,833)	Transfer to Reserve	21	(13,504)	(16,034)	2,530	(42,637)
2,278	Total Net Transfers - Income/(Exp)		(11,818)	(14,364)	2,546	13,701
92,008	Total Surplus/(Deficit) Net of Transfers		71,611	61,976	9,634	98,636

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

Monthly Finance Report - December 2018

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 6 Months Ended 31 December 2018					
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
Income					
Rates & Charges	1 111,718	111,807	(89)	114,439	Unfavourable variance is attributable to: ** Supplementary rates for the first half of the year below target. (\$37k) 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 (\$52k) which is a timing variance.
Operating Grants	2 12,843	11,168	1,675	19,962	Favourable variance is attributable to the following: Unbudgeted grants of \$975k received in the ytd period and these include:- ** Youth learning pathways (\$202k), Sporting facilities and ground light maintenance (\$120k), Right @ Home and family violence (\$198k), refurbishment of public conveniences (100k), parks reserve water (\$50k), engineering plan auditing tools (\$65k), community care access and support for specialist services (\$80k) and others (\$160k). Higher than budgeted grants of \$1,010m received in the ytd period in :- ** Community care and inclusion mainly in CSHP services (\$900k) due to revised funding arrangements. ** Recreation and youth in reconnect, mentoring programs and other (\$110k) which is timing related. Overall favourable variance was partly offset by unfavourable timing variance due to School Crossing grants and others not received as expected by the end of December. (\$310)
User Fees & Charges	3 5,111	4,628	484	9,687	The overall favourable variance is the net effect of favourable variance of \$737k in the following partly offset by unfavourable variance in fee income in Compliance. ** Toolern/Atherstone project coordination from other income (\$173k). ** Transfer Station fees in operations due to increase in patronage(\$92k). ** Higher fee income in Community Care in CSHP programs (\$112k). ** Other increases in property higher income in Recreation and Youth (\$218k). ** Other fee increases in Cemetery Operation, Planning and other (\$142k). ** Unfavourable variance in Compliance and City Design due to income originally budgeted as user fees are now reclassified as Statutory Fees (\$253k). This is due to Chart of accounts realignment to identify statutory fees and charges as a separate income category which was previously combined under other revenue.
Statutory Fees	4 4,276	2,941	1,335	5,188	Favourable variance is attributable to the following: ** Compliance and City Design due to reclassification of user fee & charges as statutory fees and charges (\$253k) ** Compliance due to higher than budgeted fee income mainly in parking fines, food act and building services compliance (\$1,01m) ** Subdivision plan checking fees are higher than ytd budget due to significantly high level of development and other(\$190k) Overall favourable variance is partly offset by ** Lower than budgeted fee income in Planning Services and photocopy charges in Information services (\$109k) .
Interest On Investments	5 2,066	1,841	226	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.
Other Revenue	6 610	363	247	1,510	** Unbudgeted Industrial land development charges received \$133k ** Refunds from vendors for billing errors in relation to utility charges as a result of major review billing practices \$9.3k ** increase in insurance claims for reimbursements of cost of repairs of council facilities \$21k

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 6 Months Ended 31 December 2018				
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav) (000's)	2018/19 Approved Budget (000's)
Total Income	136,625	132,748	3,877	154,127
Expenditure				
				<p>This favourable variance in employee cost is the net effect of \$2.34m favourable in salaries and wages and \$31k favourable in payroll oncost.</p> <p>The favourable variance of \$2.34m in salaries and wages is largely attributable to new positions budgeted in the 2018/19 budgets 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:</p> <ul style="list-style-type: none"> ** Information Services (\$725k) ** Recreation and Youth (\$316k) ** Families and Children (\$208k) ** Operations (\$284k) ** Libraries (\$93k) ** Community Care (\$73k) ** Legal Services (\$60k) ** Other business units (\$513k). <p>(Part of the above favourable variances partly offset \$503k of unfavourable variance in Contract Labour (Agency) expenses in contract expenditure outlined below.)</p>
Employee Costs	7 24,743	27,112	2,370	58,164
				<p>The favourable variance of \$98k in oncost expenditure is mainly due to the timing variations in long service leave, annual leave loading, worksafe recoverable other expenses.</p> <p>Unfavourable variance is the net impact of the following:</p> <ul style="list-style-type: none"> ** Timing related favourable variances in Operations of \$220k for hard waste, cleaning services, green processing and reshelling unsealed roads etc. Favourable variance is partly offset by ** Higher than budgeted expenditure for the quarter in contract agency/labour cost of \$503k. These overruns are in mainly in business units such as Community Care (\$158k), Information Technology (\$157k), Capital Projects (\$96k) and others (\$92). These overruns are offset against favourable variances against employee costs as mentioned earlier. <p>The overall favourable variance is the net effect of the following:</p> <ul style="list-style-type: none"> ** Favourable variance due to ** Under expenditure of \$260k in Professional Advisory expenses in a number of business units for the first half of the year. ** 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) <p>Overall favourable variance partly offset by over expenditure compared to ytd period in the following:</p> <ul style="list-style-type: none"> ** 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)
Contract Materials	8 17,975	17,692	(283)	42,288
Program Expenses	9 8,365	8,433	69	17,832
Borrowing Cost	10 411	411	(0)	785

Monthly Management Report 2018/19 Operating Statement - Significant Variance Comments 6 Months Ended 31 December 2018					
Income/Expenditure Type	YTD Actual (000's)	YTD Budget (000's)	Variance - Fav/(Unfav)	2018/19 Approved Budget (000's)	Significant Variance Comments- YTD actual compared to profiled YTD approved budget
Utilities	11 2,931	2,884	(47)	6,230	Unfavourable variance is due to: **Higher than budgeted electricity expenditure for the quarter of \$124k. Based on current trends the year end forecast is also projected to increase by \$500k **Higher than budgeted expenditure on mobile and fixed phone charges although some of this is timing related (\$45k) Unfavourable variance is partly offset by favourable timing variance for water and sewerage and gas expenditure (\$122k).
Maintenance	12 2,609	2,669	61	7,264	Favourable variance of \$61k is attributable to higher than budgeted expenditure for the first half of the year in buildings, roads, electrical and general repairs.
Depreciation	13 17,072	17,072	0	34,484	
Other Expenses	14 1,195	1,193	(1)	2,684	
Total Expenditure	75,298	77,466	2,168	169,730	
Non Operating Income & Expenditure					
Proceeds from Sale of Assets	15 11,306	11,332	(26)	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 2nd quarter forecast. That said, significant level of land sales are booked during the last quarters of the year.
Cost of Assets Sold	16 (4,759)	(4,469)	(289)	(15,756)	
Total Gain/(Loss) on Disposals of Assets	6,547	6,863	(316)	16,702	
Underlying Operating Results					
Surplus/(Deficit)	67,874	62,145	5,729	1,099	
Other Cash & Non Cash Contributions					
Developer Cash Contributions	17 7,731	7,722	9	26,900	
Developer Contributions - Non Monetary Assets	18 4,195	3,445	750	47,088	The favourable variance is due to unbudgeted PSP public open space contributions received to-date
Capital Grants & Contributions	19 3,628	3,028	600	9,849	Unfavourable variance is attributable to: **Higher than budgeted amount received for Frazer Rise Multi Purpose Community Centre - (\$600k)
Total Capital Grants & Cash & Non Cash Contributions	15,555	14,196	1,359	83,836	
Total Surplus/(Deficit) for the Year Before Trfs.	83,429	76,341	7,088	84,935	

2nd Quarter Year-End Forecast				
Forecast Operating Statement by Income / Exp				
Income/Expenditure Type		Full Year Approved Budget** (000's)	2nd Quarter Forecast (000's)	2nd Qtr Forecast Variance (000's)
Income				
Rates & Charges	1	114,439	113,878	(560)
Operating Grants	2	19,962	30,196	10,234
User Fees & Charges	3	9,687	9,560	(128)
Statutory Fees	4	5,188	7,972	2,785
Interest On Investments	5	3,342	3,842	500
Other Revenue	6	1,510	1,167	(343)
Total Income		154,127	166,616	12,488
Expenditure				
Employee Costs	7	58,164	57,836	329
Contract Materials	8	42,288	42,771	(483)
Program Expenses	9	17,832	19,054	(1,223)
Borrowing Cost	10	785	785	0
Utilities	11	6,230	6,765	(535)
Maintenance	12	7,264	7,453	(189)
Depreciation	13	34,484	34,484	0
Other Expenses	14	2,684	3,587	(903)
Total Expenditure		169,730	172,735	(3,004)
Non Operating Income & Expenditure				
Proceeds from Sale of Assets	15	32,459	21,772	(10,686)
Cost of Assets Sold	16	(15,756)	(10,504)	5,252
Total Gain/(Loss) on Disposals of Assets		16,702	11,268	(5,434)
Underlying Operating Results Surplus/(Deficit)		1,099	5,149	4,050
Other Cash & Non Cash Contributions				
Developer Cash Contributions	17	26,900	34,850	7,950
Developer Contributions - Non Monetary Assets	18	47,088	53,557	6,469
Capital Grants	19	9,849	14,125	4,276
Total Capital Grants & Cash & Non Cash Contribution		83,836	102,531	18,695
Total Surplus/Deficit for the Year Before Trfs.		84,935	107,680	22,745
Council Capital Budget		91,951	95,637	(3,686)
Capital DCP-In-Kind		34,178	30,497	3,681

Monthly Management Report 2018/2019
 Significant Variance Comments
 Approved Budget vs. 2nd Quarter Forecast

Income/Expenditure Type	2018/19 Approved Budget (000's)	2018/19 2nd Quarter Forecast (000's)	Variance - Fav/(Unfav) (000's)	Approved Budget to 2nd Quarter Year-end Forecast Variance Explanations
Income				
Rates & Charges	114,439	113,878	(560)	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: ** Projected increase of \$8.1m from Victorian Grants Commission on the assumption that 50% of 2019/20 allocation will be received in advance in June 2019 as has been the practice over the last number of years. The estimate is based on an increment of 3.5% on the 2018/19 allocation for population growth and other increases. ** Community care grants are projected to increase by \$531k and this relates mainly to CHSP and access to support specialist services. ** Families and children services grants are projected to be higher by \$501k mainly in maternal child health EV, Right @Home program, family support services and others. ** Grants income in Recreation & Youth are expected to increase by \$352k mainly in youth learning pathways, crime prevention and others. ** Increase in operating grants for capital projects such as sporting facilities ground maintenance and Waterford park landscape works (\$120k). ** Grants income in Compliance is expected increase by \$130k . ** Libraries Grant for arts projects, and Caroline Springs Library hub expected to increase by \$87k ** Other similar increases include Community Planning, Engagement and Advocacy, Engineering and others (\$413k).
Operating Grants	19,962	30,196	10,234	
				The overall unfavourable variance is the net effect of projected increase in fee income in the following offset by unfavourable variance in Compliance due to income reclassification and other from user fees and other revenue to statutory fees and charges. ** Projected increase in construction supervision fees in Engineering Services due to increase in level of activity(\$304k). ** Transfer Station fees in Operations due to increase in patronage(\$157k). ** Projected Increase in lease and other income (\$215K). ** Increase in planning fee income due to increase in the levels of building activity (\$120k). ** Projected Increase in property hire and other income in Recreation and Youth (\$307k). ** Projected fee income and Community Care due to increase in activity level and revision in fee schedule and other (\$109). ** Increase in Cemetery Operations income in Engagement and Advocacy (\$50k).
User Fees & Charges	9,687	9,560	(128)	** Unfavourable variance in Compliance due to income registration and lodgement fees originally budgeted as user fees are now reclassified as Statutory Fees (\$1.39m).

Income/Expenditure Type	2018/19 Approved Budget	2018/19 2nd Quarter Forecast	Variance - Fav/(Unfav)	Approved Budget to 2nd Quarter Year-end Forecast Variance Explanations
Statutory Fees	5,188	7,972	2,785	Favourable variance is attributable to the following: ** Favourable variance in Compliance due to higher than budgeted income and reclassification of user fee & charges and other revenues as statutory fees and charges (\$1,734m) ** Subdivision plan checking fees are higher than ytd budget due to higher level of development than planned (\$980k) ** Other statutory fee income in planning and others (\$71k).
Interest On Investments	3,342	3,842	500	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.
Other Revenue	1,510	1,167	(343)	Unfavourable variance due to: ** Reallocation of Land sales developer agreement income as fees \$176k. ** Lease income previously classified as other revenue now treated as fees income and others (\$167k).
Total Income	154,127	166,616	12,488	
Expenditure				
Employee Costs	58,164	57,836	329	The unfavourable variance in employee cost is the net effect of \$352k favourable in salaries and wages and \$23k unfavourable in payroll oncost. 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 for the first half of the year it is evident that in many instances these positions have been appointed later than planned, resulting in actual expenditure for the first half of the year falling lower than budget. Part of this favourable variance is expected to result in saving at the end of financial year by \$352k. ** 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 \$847k. This is mainly in Community Care, Information Services, Capital Works and Engagement and Advocacy. ** Unfavourable variance due to part allocation of Hospital Campaign budgeted as contract expenditure which was originally budgeted under professional advisory in program expenses. This unfavourable variance is matched by favourable variance in hospital campaign in program expenses as detailed below (\$200k).
Contract Materials	42,288	42,771	(483)	Overall unfavourable variance is partly offset by favourable variance due to: ** Projected decrease in contract expenditure in Operations in green processing, waste disposal and transfer station, which is due to reduction in tonnage collected (\$564k).

Income/Expenditure Type	2018/19 Approved Budget	2018/19 2nd Quarter Forecast	Variance - Fav/(Unfav)	Approved Budget to 2nd Quarter Year-end Forecast Variance Explanations
Program Expenses	9 17,832	19,054	(1,223)	The unfavourable variance is attributable to projected increase in expenses in the following areas: ** Projected net increase in professional advisory services across a number of business units of \$175k with increases reported in City Design and Strategy (\$250k) and Engineering Services (\$125k). This is partly offset by favourable variance in Hospital Campaign due to expense reallocation and other savings (\$200k). ** Increase in legal fees due to number of legal matters involving land acquisitions and other in Town Planning, Local Laws and Toolern (\$270k). ** Other increases in Legal Services such as increase in insurance premium, councillor allowances and other(\$75k). ** Increase in program expenses such as Toolern and Rockbank urban design framework and street trees passive integration trail (\$382k). ** Increase in traffic and transport and plan auditing tools in Engineering (\$186k). ** Increase in Implementation and other costs in Information Services for business transformation (\$316k). Overall Unfavourable expenditure is partly offset by: **Reduction in Program expenditure in Families and Children, Recreation and youth and other (\$181k).
Borrowing Cost	10 785	785	0	
Utilities	11 6,230	6,765	(635)	Unfavourable variance in utilities is mainly attributable to projected increase in electricity expenditure of \$500k and mobile phones (\$35k).
Maintenance	12 7,264	7,453	(189)	Based on current trends maintenance expenditure on general repairs (\$63k) and road and building (\$106k) are expected to exceed budget by year end.
Depreciation	13 34,484	34,484	0	
Other Expenses	14 2,684	3,587	(903)	Unfavourable variations is largely attributable to: ** The recognition of carry forward expenditure from Income received in advance in the last financial year. The actual expenditure will be offset by a transfer from Advance Income Carry Forward Reserve at year-end. (\$761k). **Other projected increases include plant service maintenance (\$65k) and minor asset purchases and sponsorship expenditure (\$67k).
Total Expenditure	169,730	172,735	(3,004)	
Non Operating Income & Expenditure				
Proceeds from Sale of Assets	15 32,459	21,772	(10,686)	** Revised sales forecast from 600 to 500 units reflecting revised market condition as projected at the end of the second quarter mainly due to softening of the property market brought about by credit squeeze.
Cost of Assets Sold	16 (15,756)	(10,504)	5,252	** Revised cost of sales to reflect revised land sales projections at the end of the 2nd quarter.
Total Gain/(Loss) on Disposals of Assets	16,702	11,268	(5,434)	
Underlying Operating Results Surplus/(Deficit)	1,099	5,149	4,050	
Other Cash & Non Cash Contributions				
Developer Cash Contributions	26,900	34,850	7,950	Developer cash contribution are projected to be higher than budget by \$7.95m mainly due to higher DCP contributions due to increase in the levels of PSP activities in 2018/19.

Income/Expenditure Type	2018/19 Approved Budget	2018/19 2nd Quarter Forecast	Variance - Fav/(Unfav)	Approved Budget to 2nd Quarter Year-end Forecast Variance Explanations
Developer Contributions - Non Monetary Assets	18 47,088	53,557	6,469	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. The variance of \$4.3m relates to: Unbudgeted grants funding expected to be received for the following projects: **Eynesbury sporting facility (\$2,076m) **Fraser Rise Multi Purpose Community Centre (\$600k) **Mario Drive play space (\$440k) **Stan Payne Reserve (\$400k) **Bloomsbury Drive play space (\$405k) **Arbour Boulevard Reserve play Space (\$355k)
Capital Grants & Contributions	19 9,849	14,125	4,276	
Total Capital Grants & Cash & Non Cash Contributions	83,836	102,531	18,695	
Total Surplus/(Deficit) for the Year Before Trfs.	84,935	107,680	22,745	

ACTUALS	BALANCE SHEET	ACTUALS		BUDGET
		This Year	Last Year	This Year
Last Year		As at end	As at end	Full Year
As at end Dec-17 \$(000's)		Dec-18 \$(000's)	Jun-18 \$(000's)	2018/2019 \$(000's)
	CURRENT ASSETS			
10,217	CASH ASSETS IN HAND & AT BANK	2,571	7	131,029
75,367	INVESTMENT - GENERAL	53,936	29,946	0
43,367	INVESTMENT - RESTRICTED & OTHERS	86,000	102,951	0
12	INVENTORIES	14	14	25
87,478	DEBTORS-RATES & OTHER	134,862	33,829	68,097
223	ASSETS CLASSIFIED AS HELD FOR SALE	1,311	1,281	275
131	OTHER ASSETS	0	57,767	16,000
216,795	TOTAL CURRENT ASSETS	278,694	225,795	215,426
	NON CURRENT ASSETS			
1,863,645	INFRA, PROPERTY PLANT & EQUIPMENT	1,950,031	1,970,046	2,062,184
37	INVENTORIES	178	178	45
6,791	INVESTMENT PROPERTY	7,077	7,077	7,500
370	OTHER FINANCIAL ASSETS	368	368	1,425
4,012	INTANGIBLES	3,684	3,684	3,358
28,788	WORK-IN-PROGRESS (incl Capital DCP - in kind works)	33,150	0	0
1,903,643	TOTAL NON CURRENT ASSETS	1,994,488	1,981,353	2,074,512
2,120,438	TOTAL ASSETS	2,273,182	2,207,148	2,289,938
	CURRENT LIABILITIES			
3,153	PAYABLES	3,801	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
1,725	OTHER LIABILITIES	37	2,208	2,238
17,765	TOTAL CURRENT LIABILITIES	16,690	35,617	27,494
	NON CURRENT LIABILITIES			
1,730	EMPLOYEE BENEFITS PROVISIONS	1,769	1,758	2,227
17,107	INTEREST BEARING LIABILITIES	14,552	15,947	12,980
6,451	OTHER LIABILITIES	7,429	4,252	3,465
25,288	TOTAL NON CURRENT LIABILITIES	23,750	21,957	18,672
43,053	TOTAL LIABILITIES	40,440	57,574	46,166
2,077,385	NET ASSETS	2,232,742	2,149,575	2,243,773
	EQUITY			
1,104,830	ACCUMULATED SURPLUS	1,260,812	1,092,718	1,135,000
92,129	OPERATING SURPLUS FOR THE PERIOD	71,611	168,547	98,636
	RESERVES			
811,524	REVALUATION RESERVES	805,200	805,008	875,032
68,902	OTHER RESERVES	95,119	83,301	135,104
2,077,385	TOTAL EQUITY	2,232,742	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 December 2018 was \$142.5m, which represents an increase of \$9.6m 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 st July 2018		\$132,904
Plus: Net Inflow/(Outflow) from operating activities	\$38,516	
Less Net Inflow/(Outflow) from Investing activities	(\$28,850)	
Less Net Inflow/(Outflow) from financing activities	(\$63)	
Net Increase/(decrease) in cash held		\$9,603
Cash and Investments on hand at 31 December 2018		\$142,507

Receivables:

Total receivables outstanding as at 31 December 2018 amounted to \$134.9m, which included rate debtors of \$57.1m. The total outstanding receivables comprised: -

Receivables	31 December 2018 (000's)	31 December 2017 (000's)
Rate Debtors	\$57,084	\$53,231
Infringements & Local Laws Debtors	\$4,365	\$3,409
Sundry & other debtors including PSP works in kind debtors net of provision for doubtful debts	\$73,413	\$30,838
Total Receivables	\$134,862	\$87,478

Non-Current Assets:

Infrastructure, Plant & Equipment

The value of Council's property, plant & equipment has decreased by \$20.0m. This decrease is the depreciation charge for the YTD period plus land value adjustments within the 6 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 \$16.8m from the June 2018 balance of \$20.6m to \$3.8m 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 \$1.8m. Any transfers to and from employee benefit will occur at year end.

Interest Bearing Liabilities:

Total loan liability as at 31st December 2018 is \$17.4m. Principal repayment for the first quarter amounted to \$1.4m.

Working Capital and Liquidity:

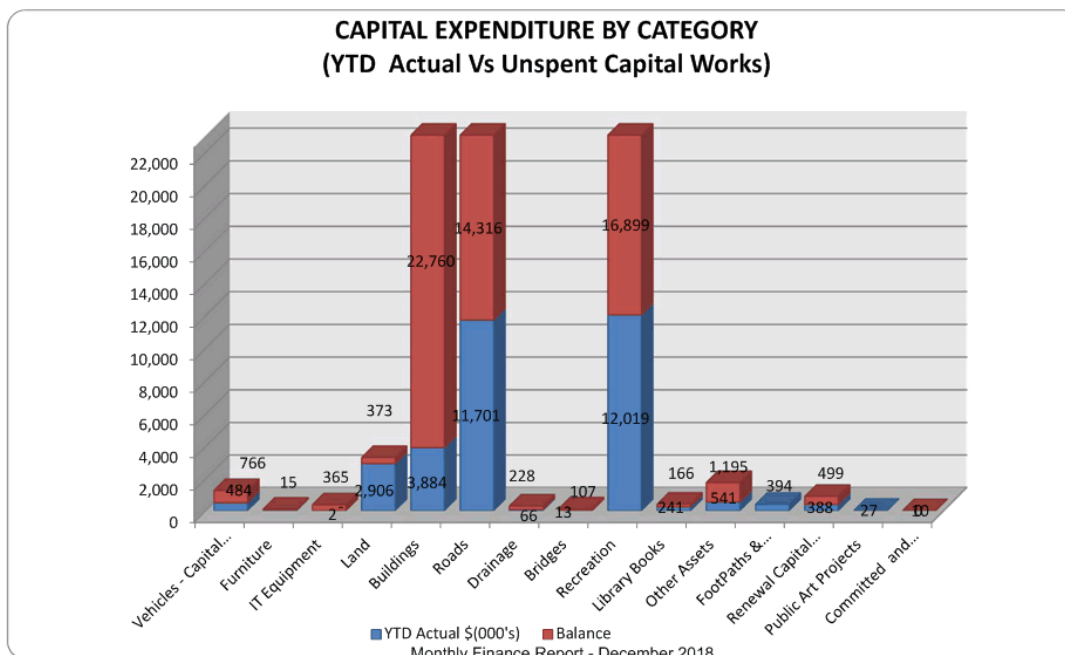
The working capital ratio is used to assess Council's ability to meet current commitments and is derived by dividing current assets by current liabilities. The working capital ratio for the YTD period is 1:16.7. The after removing the impact of rate debtors is 1:13.2

Last Year 2017/2018	CASH FLOW STATEMENT	Actuals	This Year
YTD Actual Dec-17 \$(000'S)		2018/2019 As at End Dec-18 \$(000's)	Budget 2018/2019 Annual Budget \$(000's)
	Cash Flow from Operating Activities		
	<u>RECEIPTS</u>		
56,966	Rate & Charges	60,643	114,339
19,982	Statutory Fees & Fines & Others	25,280	14,777
26,259	Government Grants & Contributions(Includes 2017/18 Accruals Paid)	24,812	56,711
1,586	Interest Received	1,762	3,102
4,775	Other Revenue	580	2,870
	<u>PAYMENTS</u>		
(57,372)	Contractor Payments and Other Material Costs	(49,829)	(77,971)
(24,832)	Employee Costs	(24,732)	(57,724)
27,364	NET CASH FROM OPERATING ACTIVITIES	38,516	56,105
	CASH FLOW FROM INVESTING ACTIVITIES		
(7,599)	Payments for Acquisition of Non-Current Assets	(35,397)	(77,815)
10,984	Proceeds from Sale of Non-Current Assets	6,547	26,804
0	PSP Rolling Credit Payment	0	(1,511)
3,385	NET CASH FROM INVESTING ACTIVITIES	(28,850)	(52,522)
	CASH FLOW FROM FINANCING ACTIVITIES		
(1,666)	Repayment of Loans	(1,394)	(2,826)
(427)	Borrowing Costs	325	(785)
0	Movement of Trust accounts	1,006	0
(2,093)	NET CASH FROM FINANCING ACTIVITIES	(63)	(3,611)
28,656	NET INCREASE/(DECREASE) IN CASH HELD	9,603	(28)
	<u>CASH POSITION</u>		
100,295	Cash Balance at Beginning- as at 1st July	132,904	131,060
128,951	Cash Balance at End of Period	142,507	131,029

CAPITAL EXPENDITURE BY CATEGORY

2018/2019 FINANCIAL YEAR

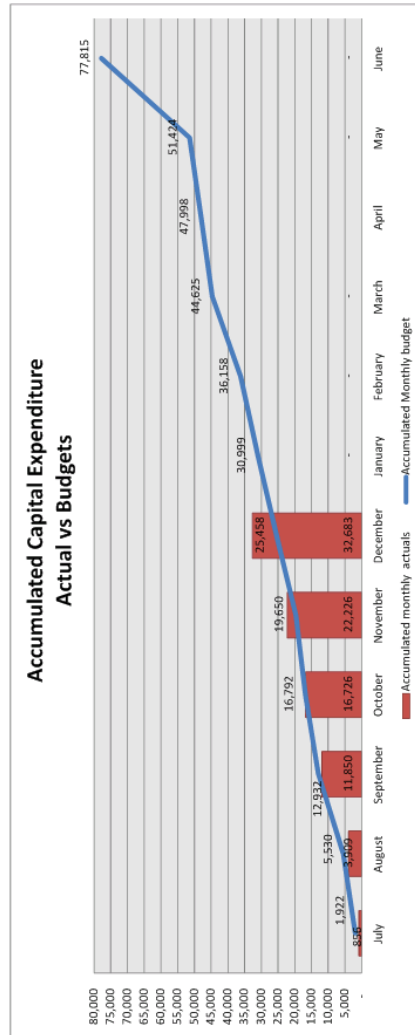
CAPITAL EXPENDITURE	YTD Actual	YTD Budget	YTD Variance	Total Budget
	\$(000's)	\$(000's)	\$(000's)	\$(000's)
Vehicles - Capital Cost	484	485	1	1,250
Furniture	15	19	4	100
IT Equipment	2	15	13	367
Land	2,906	310	(2,596)	3,279
Buildings	3,884	4,581	698	26,644
Roads	11,701	10,392	(1,310)	26,018
Drainage	66	44	(22)	294
Bridges	13	60	47	120
Recreation	12,019	8,383	(3,637)	28,919
Library Books	241	244	3	407
Other Assets	541	431	(110)	1,736
FootPaths & Cycleways	394	215	(179)	1,830
Renewal Capital Expenditure	388	248	(141)	887
Public Art Projects	27	26	(1)	90
Committed and Carried Forward Capital works	0	5	5	10
Total capital expenditure Excl Capital DCP In Kind	32,683	25,458	(7,225)	91,951
Capital DCP in Kind	467	5,804	5,337	34,178
Total Capital expenditure	33,150	31,261	(1,888)	126,129



MONTHLY ANALYSIS OF CAPITAL EXPENDITURE
2018/2019 FINANCIAL YEAR

CAPITAL EXPENDITURE		JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN
		\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)	\$(000's)
Total	\$(000's)												
Vehicles - Capital Cost	484	38	61	62	57	266	0						
Furniture	15	0	3	2	6	4	0						
IT Equipment	2	0	0	2	0	0	0						
Land	2,906	0	0	0	12	145	2,749						
Buildings	3,884	208	242	235	698	672	1,829						
Roads	11,701	377	2,298	3,679	1,211	1,762	2,374						
Drainage	66	0	0	0	28	21	17						
Bridges	13	0	1	0	9	3	0						
Recreation	12,019	72	101	3,928	2,444	2,376	3,098						
Library Books	241	134	28	17	19	16	27						
Other Assets	541	0	138	16	289	51	47						
Footpaths & Cycleways	394	2	77	0	2	61	252						
Renewal Capital Expenditure	388	25	104	0	101	100	58						
Public Art Expenditure	27	0	0	0	0	23	4						
Total Capital Expenditure Excl Capital DCP In Kind	32,683	856	3,053	7,941	4,876	5,500	10,455	0	0	0	0	0	0
Capital DCP In Kind	467	0	0	0	211	256	0	0	0	0	0	0	0
TOTAL CAPITAL EXPENDITURE	33,150	856	3,053	7,941	5,087	5,756	10,455	0	0	0	0	0	0

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



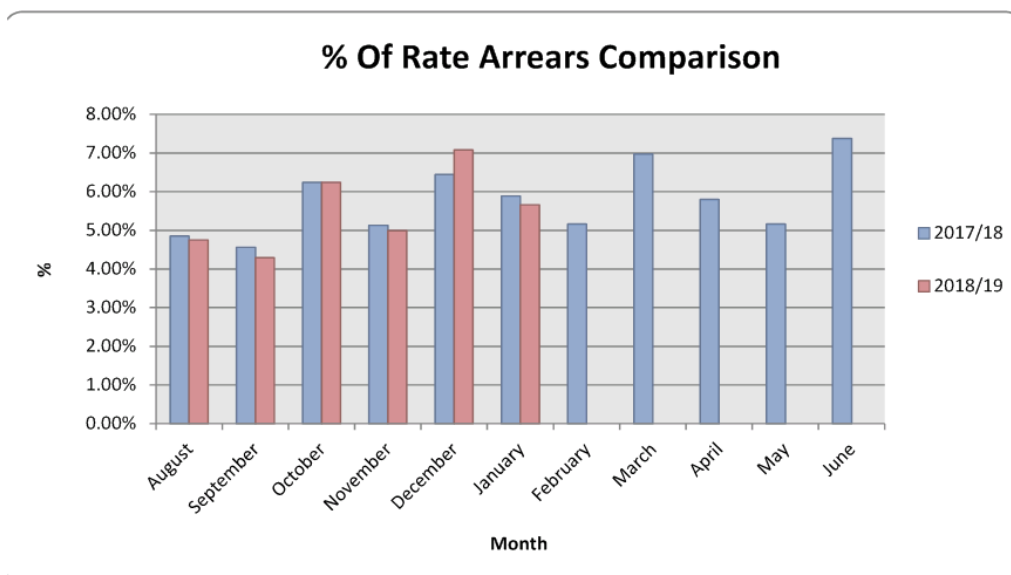
Monthly Finance Report - December 2018

Analysis of Overdue Instalment Rate Debtors - December 2018

(Excluding Fire Service Levy)

<i>Overdue Rate Debtors</i>	<i>No of Properties</i>	<i>Debts Outstanding (\$)</i>
<i>Owings</i>		
<i>Less Than \$1000</i>	5,071	2,231,553
<i>\$1000 to \$1999</i>	664	910,005
<i>\$2000 to \$4999</i>	613	2,001,174
<i>\$5000 to \$10,000</i>	217	1,474,207
<i>Greater Than 10,000</i>	86	1,634,991
Total	6,651	8,251,930

**There are 761 properties in credit . Total credit amounts to \$693,906



**The increase in the rate arrears in the month of December is mainly due to timing of processing the files. The % of rate arrears shown in January reflects the substantial decrease compared to December.

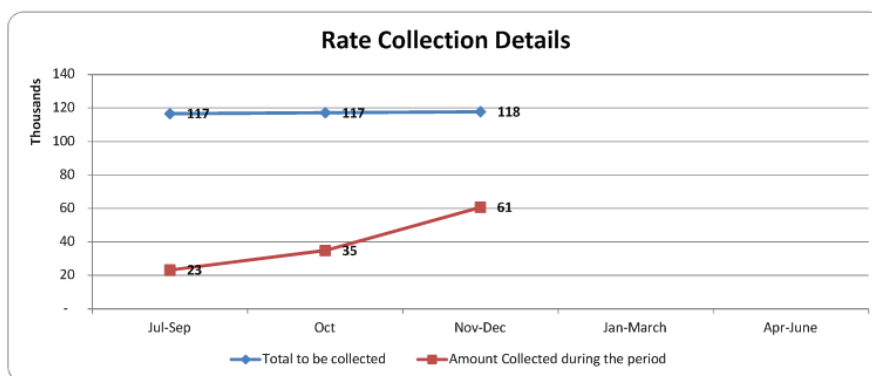
Summary of Overdue Rate Debt Arrears & Recovery Actions - December 2018

SUMMARY OF OVERDUE RATE DEBT ARREARS & RECOVERY AS AT 31 December 2018	NO OF PROPERTIES	RATE DEBTS OUTSTANDING \$000'S
Summons issued	174	666
Judgements issued	50	208
Summons for Oral Examination	291	1,873
Legal Arrangements	6	61
Other action - Demand Letters etc	4,563	4,548
Total Debt Recovery Action In Progress	5,084	7,356
Arrangements in place - Non Legal	679	417
Properties with no recovery/arrangements in place	888	479
TOTAL	6,651	8,252

Number of Financial Hardship applications received in December is 5

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		
Rebates, adjustment and unallocated Pmts	(4,263)	292	(162)		
Supplementary rates raised	2,238	142	616		
Total to be collected	116,623	117,149	117,727		
Amount Collected during the period	23,185	34,833	60,643		
Balance to be collected	93,438	82,316	57,084		



Monthly Finance Report - December 2018

Capital Projects Report for the Month of December 2018

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 OTR Forecast	2018/19 2 nd QTR Forecast vs 2018/19 Budget Incl of Variance	Estimated Carry Forward from 2nd Qtr Forecast	Percent of Forecast Spent
Total Capital Expenditure	32,682,852	25,457,728	-7,224,924	77,814,828	14,136,026	91,950,854	95,637,739	-3,686,885	13,753,350	
01605 - Plant Purchases/Replacement	483,811	485,000	1,189	1,250,000	0	1,250,000	1,100,000	150,000		
02033 - Annual Computer Replacement Project	0	15,000	15,000	328,070	39,137	367,207	367,207	0		
02305 - Library Collection	231,581	234,000	2,419	385,000	0	385,000	385,000	0		
03110 - Shared/Bicycle Paths Construction Program	206,657	39,984	-166,673	80,000	500,000	580,000	530,000	50,000		
03124 - New Footpaths Construction Program	78,755	74,970	-3,785	150,000	0	150,000	280,000	-130,000		
03140 - Footpaths Maintenance/Replacement	394,423	215,000	-179,423	1,150,000	500,000	1,650,000	1,650,000	0		
03170 - Annual Resurfacing Periodic Reseals	19,271	0	-19,271	0	963,350	963,350	963,350	0	963,350	
03196 - Westwood Drive Bridge	4,087,937	4,110,441	22,504	4,591,149	0	4,591,149	4,591,149	0	400,000	
03252 - WSUD-Water Sensitive Urban Design Program	44,413	0	-44,413	0	175,000	175,000	397,000	-222,000		
03515 - Melton Recycling Centre - Upgrade	76,885	85,695	8,810	1,063,095	0	1,063,095	2,015,000	-951,905		
03721 - Traffic Management Devices Program	0	159,936	159,936	320,000	0	320,000	490,000	-170,000		
03732 - Major Traffic Management Upgrade Program	0	164,934	164,934	330,000	0	330,000	360,000	-30,000		
03904 - PSP Council Funded Portion WIK/Land	0	500,730	500,730	1,286,125	0	1,286,125	1,095,407	190,718		
03908 - PSP Public Open Space Compensation	1,407,135	0	-1,407,135	0	0	0	1,855,960	-1,855,960		
04533 - Abey Road- Tooleen Creek to Ferris Road	82,305	0	-82,305	0	0	0	345,000	-345,000		
06017 - Irrigation System Renewal Program	56,406	52,500	-3,906	210,000	0	210,000	210,000	0		
06834 - Melton Pistol Club	643	5,000	4,357	200,000	0	200,000	200,000	0		
07035 - Recreation Facilities - Female Change Room Upgrade	179,640	270,000	90,360	900,000	490,000	1,390,000	1,750,000	-360,000		
08475 - Plumpton Aquatic & Leisure Centre	0	0	0	3,000,000	0	3,000,000	0	3,000,000	3,000,000	
08693 - Kurunjang Community Pavilion Extension	0	0	0	2,306,392	0	2,306,392	0	2,306,392	0	
08710 - Cricket Net Refurbishment Program	3,220	3,150	-70	120,000	100,000	220,000	220,000	0		
08716 - Sports Facilities & Ground Lighting Maintenance Pr	3,343	0	-3,343	0	80,000	80,000	205,000	-125,000		
08719 - Caroline Springs Sub Regional Tennis Centre-Design	5,177,921	2,855,701	-2,322,220	2,565,701	0	2,565,701	7,850,000	-5,284,299		
08727 - Tennis Court Upgrade	118,767	103,956	-14,811	208,000	200,000	408,000	380,000	28,000		
08737 - Streetscape Improvements	4,411,564	3,619,754	-791,810	7,082,881	1,501,764	8,584,645	4,900,000	3,684,645		
08756 - Road Rehabilitation Program	0	0	0	2,111,980	0	2,111,980	451,980	1,660,000	1,660,000	
08763 - City Vista Sports Facility (Taylors Hill West)	4,892,948	4,613,135	-279,813	8,000,000	75,000	8,075,000	10,900,000	-2,825,000	300,000	
08770 - CapEx Program - Building Component Renewals	198,744	349,860	151,116	700,000	350,000	1,050,000	1,050,000	0		
08775 - Fraser Rise - Multi-purpose Community Centre	405,063	2,000,000	1,594,937	4,000,000	661,695	4,661,695	4,661,695	0	300,000	
08788 - Melton Civic Centre Redevelopment - Year 2	109,910	95,000	-14,910	6,200,000	0	6,200,000	110,000	6,090,000		
08790 - Passive Reserve Development Program	44,734	0	-44,734	0	100,000	100,000	400,000	-300,000		
08836 - Burnside Comm Centre-Stage 2 Incl Seniors Venue	775,801	198,864	-576,937	397,886	0	397,886	775,000	-377,114		
08857 - Waterford Park & Weiland Landscape Works	410,317	327,708	-82,609	655,679	0	655,679	1,000,000	-344,321		
08870 - Scouts Activity Centre - Burnside	0	0	0	237,565	249,453	487,018	250,000	237,018		
08871 - Hume Drive Duplication (Stage 1)	2,226,585	1,496,692	-729,893	1,496,692	0	1,496,692	2,200,000	-703,308		
08872 - Macpherson Park Redevelopment	101,725	87,500	-14,225	6,280,000	2,000,000	8,280,000	8,280,000	0	2,780,000	
08874 - Kurunjang Neighbourhood House	1,050,024	0	-1,050,024	0	227,638	227,638	3,050,000	-2,822,362		
08885 - Aintree Community Hub	1,038,221	1,465,000	426,779	2,580,000	1,000,000	3,580,000	6,500,000	-2,920,000		
08892 - Eynesbury Sporting Facility	161,485	183,000	21,515	500,000	0	500,000	2,250,000	-1,750,000		
08897 - Light Up Lake Caroline	0	0	0	450,000	175,000	625,000	730,000	-105,000		
08901 - Melton Central Community Centre (Whitehouse)	18,563	12,714	-5,849	2,885,000	2,000,000	4,885,000	4,885,000	0	4,000,000	
08903 - Hannah Waits Park Upgrade	464,222	270,457	-193,765	797,773	660,000	1,457,773	1,590,000	-132,227		
08904 - Attenby Road Reserve Upgrade	228,689	285,078	56,389	285,078	26,383	311,461	311,461	0		

Monthly Finance Report - December 2018

08905 - Bill Cahill Reserve Upgrade	211,994	145,000	-66,994	270,156	297,648	567,704	567,704	0	0
08909 - Arnolds Creek Playspace	108,160	43,824	-64,336	285,078	259,558	544,636	544,636	0	0
08910 - Melton Township Indoor Sports Stadium Design	1,204	0	-1,204	0	0	0	420,000	-420,000	0
13006 - Diggers Rest Land	0	0	0	448,825	0	448,825	0	448,825	0
13007 - Toolem Ferris Road Widening	0	0	0	550,000	0	550,000	0	550,000	0
13009 - City Vista Sporting Ovals Courts & Pavilion	0	0	0	2,758,750	0	2,758,750	0	2,758,750	0
13012 - Toilet facility at Tenterfield Park, Burnside Heig	0	0	0	200,000	0	200,000	200,000	0	0
13015 - Pedestrian Level Crossing Upgrades	0	0	0	3,151,000	0	3,151,000	3,151,000	0	0
13018 - Toolem Bus Interchange Land	0	0	0	1,450,000	0	1,450,000	0	1,450,000	0
13023 - Trelletons Road	0	50,000	50,000	550,000	0	550,000	550,000	0	350,000
13030 - City Vista Court	239,645	250,000	10,355	284,126	0	284,126	284,126	0	0
13033 - Ferris Rd Hollingsworth Dr Signalised Intersection	-40,680	40,000	80,680	400,000	0	400,000	2,950,000	-2,550,000	0
13048 - Caroline Springs Lake Public Toilet	0	0	0	200,000	0	200,000	200,000	0	0
13055 - Eynesbury Station Primary School - Design Cost	0	124,950	124,950	250,000	0	250,000	250,000	0	0
13066 - Diggers Rest Kindergarten Extension	4,130	0	-4,130	0	0	0	265,000	-265,000	0
13075 - Land Acquisition - 60-72 Bridge Rd, Melton South	1,487,000	0	-1,487,000	0	0	0	1,487,000	-1,487,000	0
Combined projects with budget or forecast under \$200,000	1,679,470	713,195	-966,275	2,112,827	1,504,500	3,617,327	3,633,064	-15,737	0

Summary of Carry Forwards	Estimated Carry Forward from 2nd Qtr Forecast	Explanation
03170 - Annual Resurfacing Periodic Reseals	963,350	The program is being deferred to 2019/20
03196 - 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 of \$300k required to finalise contract in 2019/20.
08872 - Macpherson Park Redevelopment	2,760,000	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 - Tairletons Road	350,000	Project has been delayed due to current work commitments requiring carry forward to 2019/20.
Summary of Major Variances Budget to 2nd Quarter Forecast		
	2018/19	Explanation
03908 - PSP-Public Open Space Compensation	-1,655,960	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	2,306,302	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	3,684,645	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)	-2,625,000	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.
08788 - Melton Civic Centre Redevelopment - Year 2	6,090,000	Council resolved to not proceed with project.
08874 - Kurunjang Neighbourhood House	-2,822,362	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 - Avitree Community Hub	-2,920,000	Project spans multiple financial years. The projects being delivered faster than expected. The proposed budget for 2019/20 will be 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.
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.
13018 - Toolern Bus Interchange Land	1,450,000	The land was purchased in 2017/18 financial year.
13033 - Ferris Rd Hollingsworth Dr Signalised Intersection	-2,550,000	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.
13075 - Land Acquisition - 60-72 Bridge Rd, Melton South	-1,487,000	Budget against ledger 3733. Compensation for acquisition of land that exceeded budget amount.

Summary of Major YTD Variances	YTD Actuals	YTD Budgets	YTD Variance	Explanation
03904 - PSP Council Funded Portion WIK/Land	0	500,730	500,730	Timing of expenditure is dependent on land development.
03908 - 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.
08719 - Caroline Springs Sub-Regional Tennis Centre-Design	5,177,921	2,965,701	-2,612,220	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	4,411,564	3,619,754	-791,810	The project has been completed with YTD Actuals running ahead of YTD Budget.
08775 - Fraser Rise - Multi-purpose Community Centre	405,063	2,000,000	1,594,937	The project is being delivered in accordance with the project schedule. YTD Actuals are tracking behind YTD Budget.
08836 - Burnside Comm Centre-Stage 2 Incl Seniors Venue	775,801	198,864	-576,937	The project has been completed with YTD Actuals running ahead of YTD Budget.
08871 - Hume Drive Duplication (Stage 1)	2,226,585	1,496,692	-729,893	The project has been completed with YTD Actuals running ahead of YTD Budget.
08874 - Kurunjang Neighbourhood House	1,050,024	0	-1,050,024	Project has two ledgers 8683 and 8674. Project budget is against 8683 and expenditure is against 8674. Council approved an increase to the budget at its September 2018 Special Meeting.
13075 - Land Acquisition - 60-72 Bridge Rd, Melton South	1,487,000	0	-1,487,000	Budget against ledger 3733. Compensation for acquisition of land that exceeded budget amount.