

**CITY OF KALAMUNDA
MID TERM BUDGET REVIEW 2022-23
SUMMARY OF CHANGES**



Description	\$ Increase/ (decrease) to surplus
Funding Surplus Carried forward as per First Term Budget Review 2022-2023	23,649

OPERATING INCOME

Operating Grants, Subsidies and Contributions	
Reimbursements for long service leave entitlements from other councils	93,880
Workers compensation reimbursements	305,000
Insurance claims - depot, Fleming Reserve toilets, transfer station sea container	112,341
Other consolidated changes	60,155
Fees and Charges	
Rates legal fees recovery (offset expense below)	152,000
Development, zoning and building application fees tracking higher than budget	145,000
Other consolidated changes	28,998
Interest Earnings	
Higher interest returns due to increased rates on investments	874,000
Interest earnings on Rates instalment and penalty interest and ESL penalty interest	37,000
Other Revenue	
Reduction in fines receivable from rangers and fire compliance due to council decision to revise enforcement process	(220,000)
Other consolidated changes	14,000
Ex Gratia Rates	
Align to estimated amount receivable based on 2021/2022 actuals	63,070

EXPENDITURE

Employee costs	
Reserving required for workers compensation claims outstanding based on insurer advice	(100,000)
Salaries paid for workers compensation claims; reimbursed by insurer	(230,000)
Recruitment costs increase due to current market conditions	(30,000)
Coordinator Occupational Safety and Health (OSH) vacancy savings reallocated to recruitment and contractor	90,000
Corporate Systems IT project manager salary savings due to vacancy reallocated to equipment hire and lease	55,000
Finance salary savings due to vacancies	44,000
Waste casual staff reallocation to contractor	80,000
Waste litter collection and sweeping salary savings	90,000
Verge maintenance salaries reallocated to contractor	75,000

Description	\$ Increase/ (decrease) to surplus
Parks Category 1 Reserves salary savings due to vacancies reallocated to contractor	80,000
Parks building maintenance salary savings reallocated to contractor	85,000
Drainage salary savings due to vacancies reallocated to contractor	65,000
Asset planning salary savings for vacancy project manager reallocated to contractor	67,000
Design services salary savings due to vacancies	50,000
Development and traffic engineering savings reallocated to consulting	27,000
Other consolidated changes	(16,422)
Materials and Contracts	
Legal costs increase	(75,000)
Kalamunda Water Park revised subsidy largely due to the fact that the slides are closed for operation which has had an impact on the operator's revenue.	(210,357)
Kalamunda Water Park inflatables and maintenance (UV sensor, soda ash pump, slide repair preparations etc.)	(36,040)
Licenses savings for ERP 2022/23 reallocated to telecommunication	50,000
Telecommunication increase due to delay in changeover from Telstra	(50,000)
Equipment hire and lease increase due to delay in data centre changeover	(39,000)
Rates legal fees expenses increase (offset income above)	(152,000)
Rates interim valuation costs increases for subdivisions	(30,000)
Waste casual staff reallocation to contractor	(80,000)
Parks Building environ reduction in contractor	40,000
Verge maintenance Emergency repairs for storm damage offset by salary savings	(110,000)
Parks Reserves increase in contractor offset by salary savings	(216,000)
Drainage contractor costs due to staff shortages (offset by salary reallocation)	(65,000)
Insurance claims expenditure including sea containers, shade sails, Fleming reserve and other storm damage	(115,641)
OSH Consultant (offset by salary savings)	(45,000)
Asset planning contractor increase reallocated from salary savings	(67,000)
Contaminated Sites contractor increase (Reserve funded)	(154,000)
Development and traffic engineering consultants and contractor reduced due to postponement; funds required for specified asset drainage data collection	122,596
Consultant costs for specified asset drainage data collection	(263,000)
Forrestfield North structure plan consultant costs	(50,000)
Other consolidated changes	177,049
Insurance	
Align to actuals	29,929
Other Expenditure	
Hall hire fee waivers for community groups based on YTD actuals	(65,000)
Other consolidated changes	6,102

Description	\$ Increase/ (decrease) to surplus
CAPITAL	
Investing Activities	
Capital Contributions & Non-operating grants	
Funding changes to align with amended timelines and revised estimated expenditure for capital works for the current financial year	(125,657)
Purchase property, plant and equipment	3,978,244
Purchase and Construction of Infrastructure	(2,696,170)
Proceeds from disposal of assets	149,206
Non cash adjustment for non-operating grants liabilities held	(1,735,221)
Financing Activities	
Net movement in reserves due to transfers for cash backed leave provisions, ERP future works and changes in capital projects expenditure and timing	207,645
Rates alignment based on actuals	162,657
Difference between actual and estimated opening funding surplus for 2022-2023	(615,165)

Closing Funding Surplus as per Mid-term Budget Review 2022-2023

48,850

CAPITAL WORKS PROGRAM UPDATE

Additional Female Change Rooms - Ray Owen Reserve

Carry forward due to tendering outcomes being unacceptable

Kalamunda Water Park Slides

Tender action underway. Timing of funding to be confirmed for 22/23 or 23/24

Ray Owen Recreation Centre - Renew Grandstand Seating Courts 1 and 4

Court 1 is being replaced this financial year

Funding for Court 4 will be carried forward to allow for confirmation of design requirement

Canning Road, Kalamunda - Signalised Pedestrian Crossing by Haynes Street

Likely to be carried forward due to necessary Main Roads WA approval timing

Ray Owen water pipeline and Oval Expansion and Renewal

Works to predominantly commence 23/24 with funding to be carried forward

Canning Mills Road, Canning Mills - Black Spot Project

Works to commence before 30 June but extend into 23/24

Canning Mills Road, Canning Mills - Safety improvements

Works to commence before 30 June but extend into 23/24