



AGENDA OF THE FINANCE AND RISK COMMITTEE TO BE HELD IN THE
COUNCIL CHAMBERS, HARTLEY STREET, ALICE SPRINGS ON FRIDAY 27
MARCH 2020 AT 10:00AM

1 MEETING OPENED

2. ATTENDANCE AND APOLOGIES

Present: President Roxanne Kenny, Deputy President Greg Sharman, Councillor
Braydon Williams, Councillor Dalton McDonald, External Member Elna Dry

Apologies:

3. CONFIRMATION OF MINUTES

- Minutes of the Finance And Risk Committee - 31 January 2020 2

4. CONFLICT OF INTEREST

5. ACTIONS ARISING FROM PREVIOUS MINUTES

Nil

6. OFFICERS' REPORTS

- 6.1 Finance report 5

7. MEETING CLOSE

8. DATE OF NEXT MEETING

Next meeting - Friday 31 July 2020 - 10:00am



MINUTES OF THE FINANCE AND RISK COMMITTEE HELD IN THE COUNCIL CHAMBERS, HARTLEY STREET, ALICE SPRINGS ON FRIDAY, 31 JANUARY 2020 AT 10:00AM

1. MEETING OPENING - 10:00am

2. ATTENDANCE

Councillors:

President Roxanne Kenny, Deputy President Greg Sharman, Councillor Braydon Williams, Councillor Dalton McDonald and External Member Elna Dry

Staff:

Jeff MacLeod – CEO
Buke Tunne – Manager Finance
Sheree Kane – Management Accountant & Grants

Guests:

Nil

APOLOGIES

Bhan Pratap – Director Corporate Services on leave.

3. CONFLICT OF INTEREST

Nil

4. CONFIRMATION OF MINUTES

Minutes of the Finance And Risk Committee Meeting held on 29 November 2019

1 RESOLVED (Cr Williams/Cr McDonald)

That the minutes be taken as read and be accepted as a true record of the Meeting.

5. ACTIONS ARISING FROM PREVIOUS MINUTES

Nil

6. OFFICERS' REPORTS

6.1 FINANCE REPORT AS AT 31 DEC 2019

EXECUTIVE SUMMARY:

Regulation 18 of the Local Government (Accounting) Regulations (LGA Regs), states that a finance report must be laid before Council or a Committee tasked with reviewing the finance report each month. The report set out:

- financial year-to-date income and expenditure to the end of the previous month;
- forecast income and expenditure for the whole of the financial year;
- details of all cash and investments held (including money held in trust);
- statement of debts owed to council including aggregated amount by category and general age of debt; and
- other information required by council.

2 RESOLVED (Cr Williams/Cr McDonald)

That Finance and Risk Committee note and accept the Finance Report as at 31 December 2019.

DECISION TO MOVE TO CLOSED SESSION at 10:34am

Moved by: Cr D McDonald

Seconded by: Cr G Sharman

RECOMMENDATION:

Members of the press and public be excluded from the meeting of the Closed Session and access to the correspondence and reports relating to the items considered during the course of the Closed Session be withheld. This action is taken in accordance with Section 65(2) of the Local Government Act, 2008 as the items lists come within the following provisions:-

The external member – Elna Dry left the meeting due to conflict of interest on the confidential section.

7 CONFIDENTIAL REPORTS

7.1 Appointment of new auditor - *The report will be dealt with under Section 65(2) (ci) of the Local Government Act 2008 and Regulation 8 of the Local Government (Administration) Regulations 2008. It contains information that would, if publicly disclosed, be likely to cause commercial prejudice to, or confer an unfair commercial advantage on any person.*

7.1 APPOINTMENT OF NEW AUDITOR

3 RESOLVED (Cr McDonald/Cr Sharman)

That the decisions of Closed Session be noted as follows:- That the Finance and Risk Committee refer the Appointment of New Auditor to full Council meeting in Feb 2020

DECISION TO MOVE TO OPENED SESSION at 10:50am

Moved by: Cr B William

Seconded by: Cr G Sharman

DATE OF NEXT MEETING

Next meeting - 27 March 2020 - 10:00am

MEETING CLOSE

The meeting terminated at 10:51am.

THIS PAGE AND THE PRECEEDING 2 PAGES ARE THE MINUTES OF THE Finance And Risk Committee HELD ON Friday, 31 January 2020 AND CONFIRMED Friday, 27 March 2020.

President

OFFICERS' REPORTS

ITEM NUMBER	6.1
TITLE	Finance report
REFERENCE	- 264890
AUTHOR	Buke Ali Tunne, Manager Finance

**LINKS TO STRATEGIC PLAN**

Goal 01: Developing Communities
Goal 02: Healthy Communities
Goal 03: Empowered Communities
Goal 04: A Supportive Organisation

EXECUTIVE SUMMARY:

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- details of all cash and investments held (including money held in trust);
- statement of debts owed to council including aggregated amount by category and general age of debt; and
- other information required by council.

The attached report is the finance report for Council as at 29 February 2020.

RECOMMENDATION

That Council note and accept the Finance Report as at 29 February 2020

BACKGROUND/DISCUSSION**Summary of Income and Expenditure.**

Income YTD variance	–	\$0.8m
Operating expenses YTD variance	–	\$5.7m
Capital expenditure YTD variance	–	\$3.4m
Net surplus	–	\$9.9m

Account Type	YTD Current Budget	Total YTD actual	YTD Variance	Comments
1 - Income	(40,634,857)	(41,467,690)	832,833.82	MRC received more income than the budget however, there are some program MES SPG Solar pane – Papunya - \$178 DoE Children's Services \$165K Mt Liebig Remote Oval Softball Upgrade \$150K Papunya & Haasts Bluff Remote Oval Softball Upgrade \$150K NDIS funding \$135K MES SPG Install septic tanks Haasts Bluff \$106K MES SPG urgent bore works Papunya \$104K
21 - Salaries etc	17,635,337	15,408,524	2,226,812.74	Staff housing \$286K Matching funds \$406K DOE Children's \$385K MES SPG projects \$191K NDIS \$126K Outstation Job packages \$125K
22 - Empl Benefits	1,147,643	836,190	311,452.63	Elected members & Council meetings \$58K Youth Development training \$31K CHSP (1724) Training and travel expenses \$27K
23 - ICA, Lease etc	744,408	688,311	56,097.64	
24 - General Exp	4,729,003	2,520,010	2,208,993.39	Building and Facilities \$222K Staff housing \$83K FAA roads \$522K Natural disaster \$187K - this amount refunded back to the department in March 20
25 - Communication	1,485,310	1,204,416	280,893.45	
26 - Insurance & Oth	1,232,599	1,540,410	(307,810.98)	
27 - Advertising, Pu	101,973	36,208	65,765.91	
28 - Dep & Amort	1,433,333	1,037,724	395,609.76	
29 - Asset Impair	517,768	1,766	516,001.98	Home Care Services allocation to individual clients to be done
4 - Property	6,176,101	3,504,631	2,671,469.70	Bagot street building \$3.0 and SLGIF projects (9059) \$337K

ISSUES/OPTIONS/CONSEQUENCES

Nil

FINANCIAL IMPACT AND TIMING

Nil

CONSULTATION

Nil

ATTACHMENTS:

1 Finance Report as at 29 Feb 2020

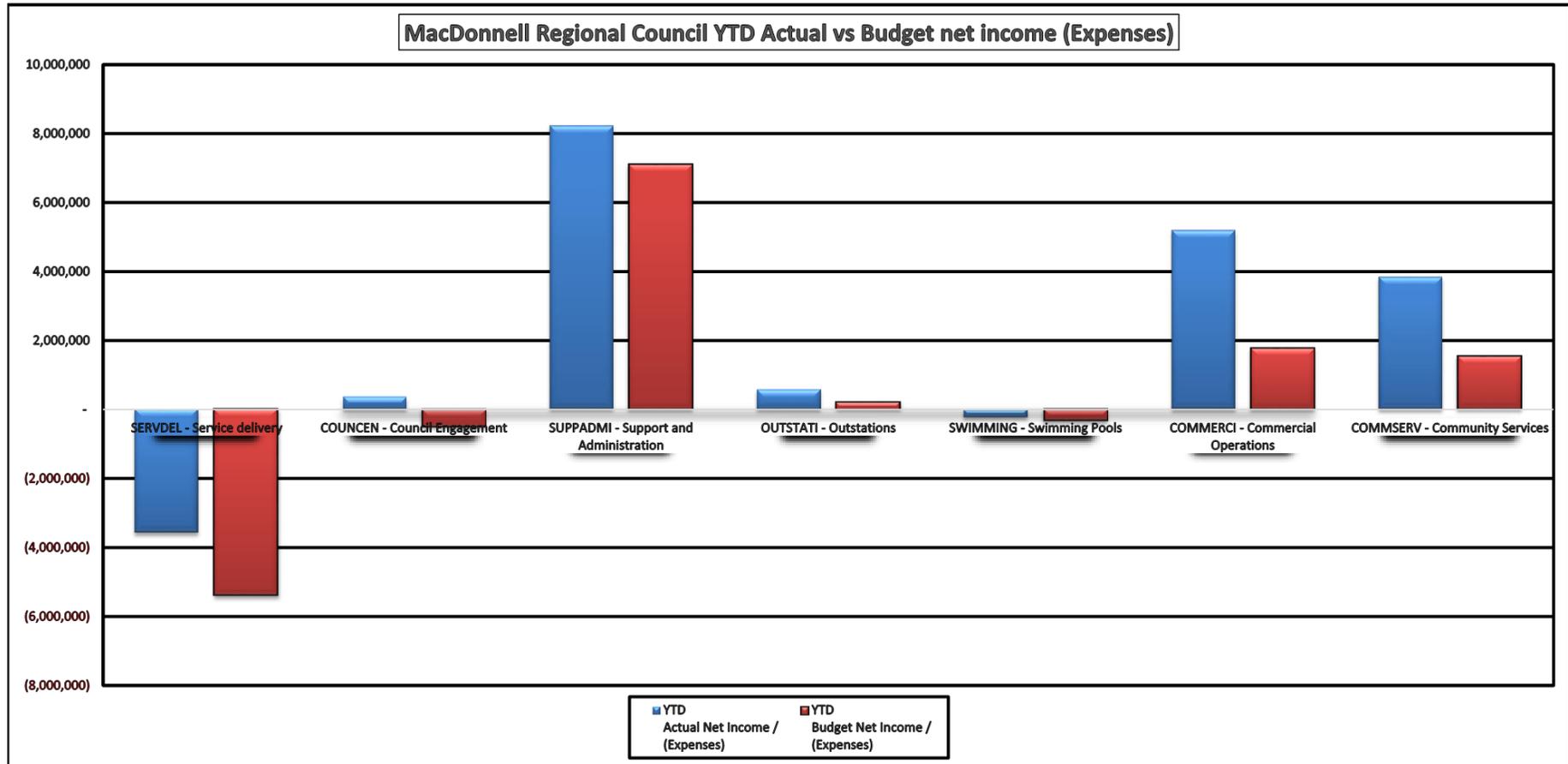


MacDonnell Regional Council

Financial Reporting - as at 29/02/2020

Accounting Period: 8

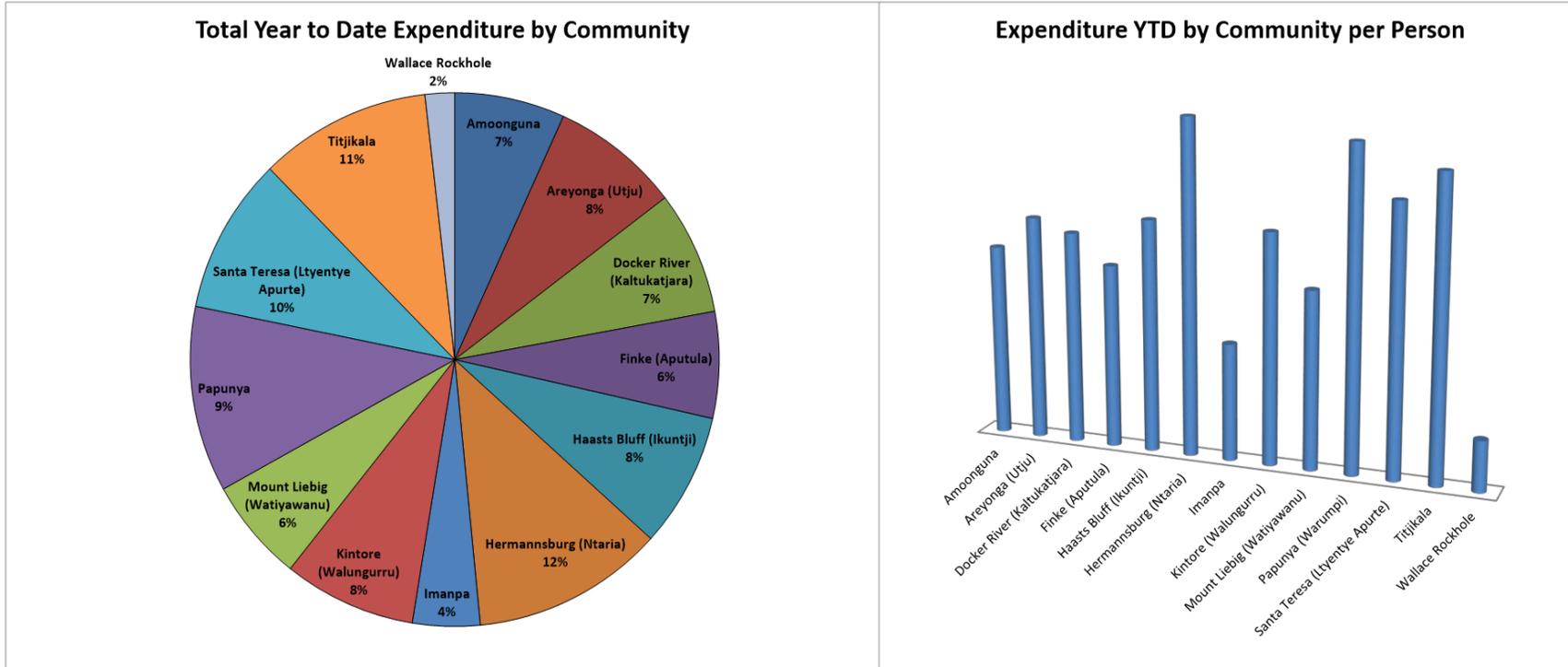
MacDonnell Regional Council														
Income and Expenditure as at 28th February 2020														
	YTD Income			YTD Expenditure			YTD Actual	YTD Budget	YTD Variance	Full Year Budget			Variance to Full Year	
	Actual	Budget	Variance	Actual	Budget	Variance	Net Income / (Expenses)	Net Income / (Expenses)		Income	Expenses	Net Income / (Expenses)		
COUNCIL SERVICES														
SERVDEL - Service delivery	4,508,536	4,693,230	(184,694)	8,100,494	10,099,681	1,999,187	(3,591,958)	(5,406,451)	1,814,493	5,406,570	13,535,840	(8,129,270)	4,537,313	
COUNCEN - Council Engagement	1,227,646	1,230,040	(2,394)	865,433	1,730,607	865,174	362,213	(500,567)	862,780	1,230,040	2,608,280	(1,378,240)	1,740,453	
SUPPADMI - Support and Administration	10,113,726	9,218,722	895,005	1,880,670	2,110,490	229,820	8,233,056	7,108,232	1,124,825	11,403,430	2,712,820	8,690,610	(457,554)	
Total Council Services	15,849,909	15,141,992	707,917	10,846,597	13,940,778	3,094,182	5,003,312	1,201,214	3,802,099	18,040,040	18,856,940	(816,900)	5,820,212	
NON-COUNCIL SERVICES														
OUTSTATI - Outstations	1,464,324	1,609,448	(145,124)	887,536	1,385,550	498,014	576,788	223,899	352,890	1,987,150	1,987,150	-	576,788	
SWIMMING - Swimming Pools	39,563	34,388	5,175	267,801	360,168	92,367	(228,238)	(325,781)	97,542	41,230	442,040	(400,810)	172,572	
COMMERC - Commercial Operations	9,841,950	10,652,061	(810,110)	4,648,837	8,874,876	4,226,039	5,193,114	1,777,185	3,415,929	12,439,390	11,213,910	1,225,480	3,967,634	
COMMSERV - Community Services	14,271,945	13,196,968	1,074,976	10,428,307	11,654,773	1,226,466	3,843,637	1,542,195	2,301,442	17,284,260	17,292,030	(7,770)	3,851,407	
Total Non-Council Services	25,617,782	25,492,865	124,917	16,232,481	22,275,367	6,042,886	9,385,301	3,217,498	6,167,803	14,467,770	13,643,100	824,670	4,716,994	
Total	41,467,690	40,634,857	832,834	27,079,077	36,216,145	9,137,067	14,388,613	4,418,712	9,969,901	49,792,070	49,792,070	0	14,388,613	
CAPITAL EXPENDITURE														
COMMERC - Commercial Operations	-	-	-	1,984,656	5,255,727	3,271,071	(1,984,656)	(5,255,727)	3,271,071	-	6,125,640	(6,125,640)	4,140,984	
SERVDEL - Service delivery	-	-	-	1,712,439	1,793,563	81,125	(1,712,439)	(1,793,563)	81,125	-	2,501,210	(2,501,210)	788,771	
SUPPADMI - Support and Administration	-	-	-	109,138	139,480	30,342	(109,138)	(139,480)	30,342	-	209,220	(209,220)	100,082	
Total Capital Expenditure	-	-	-	3,806,232	7,188,770	3,382,538	(3,806,232)	(7,188,770)	3,382,538	-	8,836,070	(8,836,070)	5,029,838	
NON-CASH EXPENDITURE														
Depreciation	-	-	-	1,037,724	1,433,333	395,610	(1,037,724)	(1,433,333)	395,610	-	-	-	(1,037,724)	
SERVDEL - Service delivery	-	-	-	856,701	1,243,333	386,633	(856,701)	(1,243,333)	386,633	-	-	-	(856,701)	
SUPPADMI - Support and Administration	-	-	-	181,023	190,000	8,977	(181,023)	(190,000)	8,977	-	-	-	(181,023)	
SURPLUS / (DEFICIT)							Surplus / (Deficit)	(4,843,956)	(8,622,103)	3,778,147	-	8,836,070	(8,836,070)	6,067,561
Notes														



MacDonnell Regional Council														
Expenditure by Community as at 28th February 2020														
Expenditure Category	All Communities	Amoonguna	Areyonga (Utju)	Docker River (Kaltukatjara)	Finke (Aputula)	Haasts Bluff (Ikuntji)	Hermannsburg (Ntaria)	Imanpa	Kintore (Walungurru)	Mount Liebig (Watiyawanu)	Papunya (Warumpi)	Santa Teresa (Lyentye Apute)	Titjikala	Wallace Rockhole
103 - Manage Council Buildings & Facilities	285,254	38,201	16,853	12,133	8,138	25,144	29,818	27,504	18,232	18,214	4,511	40,696	39,579	6,231
105 - Maintain Roads	106,810	0	1,542	330	0	8,600	23,396	0	51,548	7,015	7,673	1,720	2,779	2,207
106 - Manage Council Service Delivery	1,358,074	67,398	95,456	110,504	120,849	131,585	123,692	104,240	103,459	85,261	115,511	127,623	73,475	99,020
107 - Civil Works	2,065,270	164,720	142,149	217,799	166,520	107,435	256,999	115,477	139,033	135,994	113,920	241,684	169,347	94,195
109 - Staff Housing	393,350	1,438	22,014	26,552	50,113	9,060	34,572	30,293	36,914	27,946	89,711	30,447	30,640	3,650
110 - Outstations Civil Works	304,415	0	0	0	0	12,712	10,838	0	0	20,519	118,183	11,083	131,080	0
111 - Outstations Housing Repairs & Maintenance	34,174	0	0	0	0	5,756	324	0	0	2,351	12,809	1,555	11,378	0
112 - Operate Community Stores	150,236	150,236	0	0	0	0	0	0	0	0	0	0	0	0
113 - Essential Services	778,456	3,366	77,506	80,466	78,545	67,182	61,801	78,586	50,618	57,335	62,117	76,470	77,467	6,996
127 - Operate Swimming Pools	265,147	0	83,076	0	0	0	0	0	97,363	0	0	84,709	0	0
129 - Community Safety	1,248,594	114,513	71,896	100,236	100,393	110,037	154,476	72,930	86,936	84,995	99,302	155,699	97,181	0
130 - Youth Development	2,010,743	174,075	114,388	15,277	14,121	179,735	297,793	925	282,697	163,784	285,419	300,077	182,451	0
131 - Home Care Services	1,169,825	117,026	178,043	0	111,066	92,624	221,047	72,093	0	0	222,721	0	155,205	0
132 - Children's Services	2,142,462	0	206,204	214,825	167,831	180,619	290,662	0	211,830	186,310	217,017	251,193	215,971	0
133 - Centrelink	342,336	37,422	29,866	33,876	35,207	10,694	15,663	4,243	38,539	39,059	25,704	0	36,476	35,588
134 - SNP School Nutrition Program	215,042	0	47,482	0	44,481	38,234	0	35,184	0	0	0	0	49,660	0
139 - Local Authorities	162,533	4,470	1,488	5,216	8,408	0	86,323	28,178	21,441	0	0	4,080	0	2,929
153 - Waste Management	4,057	0	1,517	0	0	0	0	0	0	0	0	0	0	2,539
157 - MES SPG Projects	353,885	0	0	55,217	0	106,890	0	0	0	33,945	75,831	0	82,001	0
158 - Manage Projects	373,766	72,022	14,880	178,043	0	28,870	16,272	9,170	0	0	37,758	0	16,752	0
161 - Street & Public Lighting	53,447	4,274	6,749	1,295	2,652	1,403	7,648	2,325	2,266	6,704	6,448	7,087	3,897	701
162 - Airstrip Maintenance	1,000	0	0	0	0	0	0	0	0	1,000	0	0	0	0
163 - Homelands Extra Allowance	256,616	0	0	0	0	29,288	19,242	0	0	11,628	91,850	0	104,608	0
166 - NDIS	7,850	0	0	0	0	3,600	2,963	0	0	457	0	0	830	0
Total	14,083,341	949,162	1,111,108	1,051,769	908,324	1,149,468	1,653,529	581,147	1,140,878	882,517	1,586,484	1,334,122	1,480,777	254,057
Population	3,805	239	195	394	192	138	605	151	410	169	404	579	227	102
Note:														
1. All the expenditure above is inclusive of salary and wages														
2. Expenditure for Head Office is not included														
Expenditure per Person	3,701	3,971	5,698	2,669	4,731	8,329	2,733	3,849	2,783	5,222	3,927	2,304	6,523	2,491

MacDonnell Regional Council

Expenditure by Community as at 28th February 2020





MacDonnell Regional Council

Cash and investments held as at 29/02/2020

Cash at Bank Position

Account name	Total
Operations Account	1,044,805
CentreLink	0
Territory Housing Bank Account	-
Amoonguna Store	580
Trust Account	1,566,882
Total Cash at Bank	2,612,268

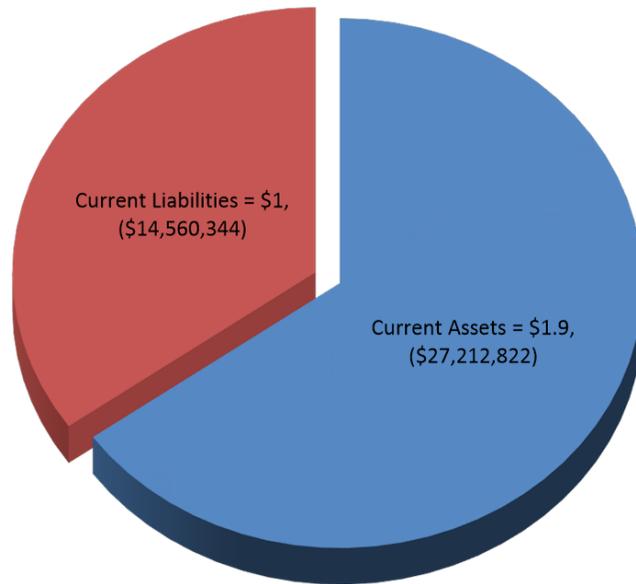
Investments Report

Sr. No.	Bank	Principal \$	Interest Rate	Term Days	Maturity Date	Percentage
1	Westpac	2,000,000	1.54%	91	2/03/2020	8%
2	Westpac	500,000	1.54%	91	3/03/2020	2%
3	NAB	500,000	1.60%	90	10/03/2020	2%
4	NAB	2,000,000	1.60%	90	30/03/2020	8%
5	Westpac	2,000,000	1.60%	91	9/04/2020	8%
6	Westpac	2,000,000	1.60%	91	11/04/2020	8%
7	NAB	1,500,000	1.60%	90	14/04/2020	6%
8	Westpac	2,000,000	1.60%	91	15/04/2020	8%
9	NAB	2,000,000	1.60%	90	21/04/2020	8%
10	Westpac	2,000,000	1.60%	91	22/04/2020	8%
11	NAB	1,000,000	1.60%	90	28/04/2020	4%
12	Westpac	1,000,000	2.92%	730	1/05/2020	4%
13	Westpac	1,000,000	1.58%	90	7/05/2020	4%
14	Westpac	2,000,000	1.58%	90	12/05/2020	8%
15	NAB	1,500,000	1.58%	90	12/05/2020	6%
16	NAB	1,000,000	1.58%	90	19/05/2020	4%
		24,000,000				

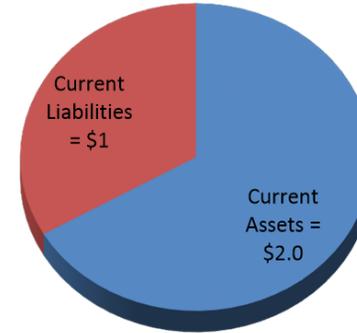
 MacDonnell Regional Council Estimate of Net Cash Position as at 29/02/2020					
Current Assets		\$	Current Liabilities		\$
Cash at Bank Position			Estimated Accrued Employee Benefits		2,651,799
CentreLink		0	Accounts Payable Outstanding		417,705
Operations Account		1,044,805	Unexpended grants		11,535,539
Territory Housing Bank Account		-	Grants in Advance		0
Amoonguna Store		580	GST Payable (Refundable)		-44,699
Trust Account		1,566,882			
Total Cash at Bank		2,612,268			
Plus:					
Short Term Deposits with Westpac		9,500,000			
Short Term Deposits with NAB		14,500,000			
Total Cash Available		26,612,268			
Plus: Accounts Receivable		284,180			
Rates Receivable		433,395			
Less: Provision for Bad Debts		- 117,021			
Total Current Assets		27,212,822	Total Current Liabilities		14,560,344
Net Cash Position:			\$12,652,478		
Equals = Total Current Assets less Total Current Liabilities					
KPI IMPROVE FINANCIAL SUSTAINABILITY = Divide Total Current Assets by Total Current Liabilities					
Aim is to achieve 2 to 1 (baseline June 2011 1.2 to 1)		Base =	> 1.2		
Result = \$ held in current assets available to pay current liabilities		Actual =	1.9		
Notes:					
<i>Current assets = amounts the Council own / Current liabilities = what the Council owes.</i>					

MacDonnell Regional Council
As at 29 February 2020

Net Cash Position



Target Position

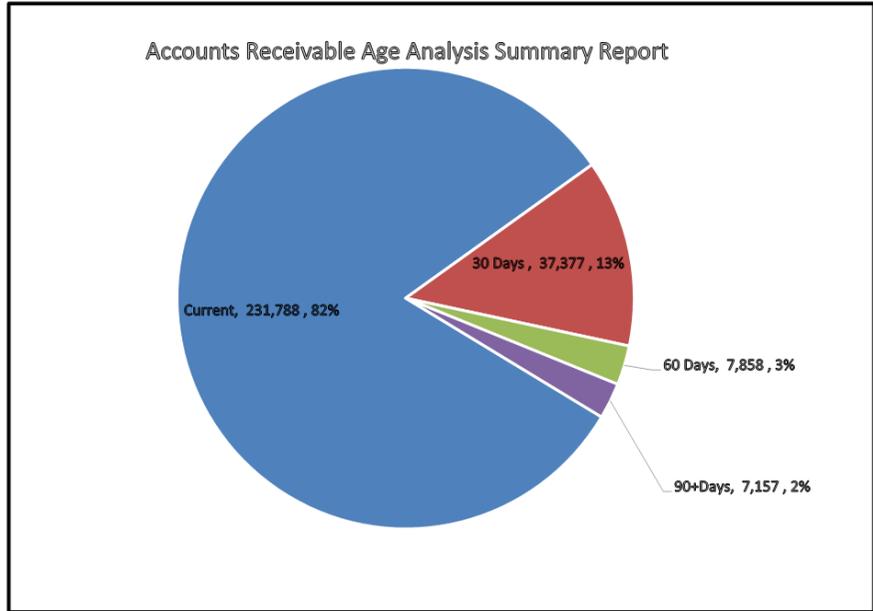


MacDonnell Regional Council
ACCOUNTS RECEIVABLE - Aged Analysis Summary Report
As at 31 December 2019



Debtor #	Debtor Name	Outstanding Amount	Current	30 Days	60 days	90 + days
00047	Department of Education, Northern Territory	340	340	0	0	0
00079	Mission Australia	1,104	1,104	0	0	0
00097	Power and Water Corporation - Darwin	161,631	161,631	0	0	0
00114	Tangentyere Constructions	5,135	4,200	0	935	0
00117	Charles Darwin University	680	0	0	0	680
00166	Titjikala Store (Outback Store)	900	450	450	0	0
00186	Central Australian Youth Link-Up Services	(791)	-791	0	0	0
00204	Department of Community Corrections	170	0	0	170	0
00219	Central Petroleum Limited	255	255	0	0	0
00226	Western Desert	480	480	0	0	0
00227	Dept of the Attorney- General and Justice, NT	0	0	0	0	0
00256	Lutheran Community Care	1,160	0	0	0	1,160
00264	Ingkerreke Commercial Pty Ltd as trustee for	10,202	255	4,378	5,569	0
00274	Territory Families	1,950	1,440	0	0	510
00290	Life Without Barriers	170	170	0	0	0
00295	Hardy Fencing Australia Pty Ltd	883	883	0	0	0
00297	Murray River North Pty Ltd	150	150	0	0	0
00319	Cardno Ullman & Nolan	350	0	0	0	350
00323	Scope Building	1,014	0	0	1,014	0
00377	Nicholl Constructions (Niccon NT)	270	270	0	0	0
00379	Atyehenge-atherre Aboriginal Corporation	54,293	52,318	1,975	0	0
00382	Australian Hearing	850	850	0	0	0
00418	Areyonga School	0	0	0	0	0
00425	Outback Internet	83	0	0	0	83
00474	Clarklec Electrical	1,369	371	998	0	0
00507	AECOM Australia Pty Ltd	170	170	0	0	0
00514	Unity College	170	170	0	0	0
00515	Mental Health Association of Central Australia	611	611	0	0	0
00536	North Australian Aboriginal Justice Agency	255	0	0	0	255
00553	Sydney Maloney Contracting	100	0	0	0	100
00554	Ltyentye Apurte Catholic School Santa Teresa	5,400	5,400	0	0	0
00569	Michael Jerome-Smith	415	0	0	0	415
00574	Premier Plumbing NT	170	0	0	170	0
00587	Good Things Foundation Australia	27,500	0	27,500	0	0
00588	WANT Geotechnics	318	0	0	0	318
00615	Ontrack Contracting	50	0	0	0	50
00635	Alice Springs Town Council	2,860	0	0	0	2,860
00636	Corporate Travel Management	850	850	0	0	0
00637	Complete Fencing	964	212	376	0	376
00640	ClarityNT	1,700	0	1,700	0	0
		284,180	231,788	37,377	7,858	7,157

Larger Balances Outstanding > 90 days			
Various	Total of over 90 debtors	\$7,157	Average of \$596 per debtor
Total		\$7,157	



MacDonnell Regional Council									
Balance of Rates Receivable as at 29 Feb 2020									
Total Outstanding	Current	2018/19	2017/18	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12
\$433,395	\$134,447	\$64,088	\$60,188	\$47,738	\$45,026	\$53,402	\$19,090	\$3,624	\$3,849
100%	31.0%	14.8%	13.9%	11.0%	10.4%	12.3%	4.4%	0.8%	0.9%