



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

1 MEETING OPENED

2. ATTENDANCE AND APOLOGIES

Present: President Roxanne Kenny, Deputy President Greg Sharman, Cr Braydon Williams, Cr Dalton McDonald

Apologies:

3. CONFIRMATION OF MINUTES

- Minutes of the Finance And Risk Committee - 27 March 2020 2

4. CONFLICT OF INTEREST

5. ACTIONS ARISING FROM PREVIOUS MINUTES

Nil

6. OFFICERS' REPORTS

- 6.1 Finance report 4

7. MEETING CLOSE

8. DATE OF NEXT MEETING

Next meeting - Friday 25 September 2020 - 10:00am



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

1. MEETING OPENING-10.16am

2. ATTENDANCE

Councillors:

President Roxanne Kenny – Via video link from Hermannsburg (BlueJeans)
Councillor Braydon Williams – Via video link from Hermannsburg (BlueJeans)
Councillor Dalton McDonald – Via video link from Papunya (BlueJeans)
Deputy President Greg Sharman – Via Teleconference from Titjikala

Staff:

Jeff MacLeod – CEO – working from Home – Via Teleconference
Buke Tunne – Manager Finance – MRC head office
Bhan Pratap – Director Corporate Services – MRC head office

Guests:

Nil

APOLOGIES

Nil

3. CONFLICT OF INTEREST

Nil

4. CONFIRMATION OF MINUTES

Minutes of the Finance And Risk Committee Meeting held on 31 January 2020

FRC2020-004 RESOLVED (Cr McDonald/Cr Williams)

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****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.

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

FRC2020-005 RESOLVED (Cr Williams/Cr Sharman)

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

DATE OF NEXT MEETING

Next meeting - 31 July 2020 - 10:00am

MEETING CLOSE

The meeting terminated at 10:45am.

This page and the preceding 1 page are the Minutes of the Finance And Risk Committee held on Friday 27 March 2020 and confirmed Friday 31 July 2020.

President

OFFICERS' REPORTS

ITEM NUMBER	6.1
TITLE	Finance report
REFERENCE	- 273536
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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- 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 30 June 2020.

RECOMMENDATION

That Council note and accept the Finance Report as at 30 June 2020.

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

Income YTD variance	–	\$4.70M
Operating expenses YTD variance	–	\$8.11M
Capital expenditure YTD variance	–	\$5.25M
Net surplus	–	\$18.06M

Account Type	YTD Current Budget	Total YTD actual	YTD Variance	Comments
1 - Income	(50,083,660)	(54,780,168)	4,696,507.80	Surplus relates to payment received in advance for: FAA roads \$524K FAA general purpose \$922K IAS Youth program \$1.2M IAS Community Safety Program \$1.6M
21 - Salaries etc	26,231,424	22,957,957	3,273,467.18	Staff housing \$375K MES SPG projects \$135K Building and facilities \$106K Matching funds \$722K Outstation civil work \$177K NDIS \$170K MES SPG install \$158K Outstation repair and maintenance \$151K DOE Children's \$97K NT Municipal and essential services \$121K
22 - Empl Benefits	1,654,166	1,103,664	550,501.53	Training cost down by \$170 Consulting fee down by \$76K
23 - ICA, Lease etc	524,750	804,796	(280,045.58)	ICR project management not posted waiting for project completion status from Infrastructure.
24 - General Exp	7,729,710	4,451,473	3,278,236.78	Local authority Project \$1.00M Maintenance roads – \$793K Manage projects - \$179K Aged and Disability - \$187K Building and Facilities - \$113K Corporate cost - \$348 Civil works - \$268K
25 - Communication	2,199,980	1,996,335	203,645.20	Staff housing \$320K
26 - Insurance & Oth	1,755,840	1,757,243	(1,403.08)	
27 - Advertising, Pu	120,920	49,006	71,914.14	
28 - Dep & Amort	2,150,000	1,942,216	207,784.02	June depreciation to be posted.
29 - Asset Impair	811,890	2,672	809,217.60	Operational expenditure underspend by – Youth Services \$246K – Corporate costs \$197K – Aged and Disability \$217K
4 - Property	8,012,420	4,147,465	3,864,955	Bagot street building and Oval upgrade projects - \$4.02M. Fleet management - \$510K

ISSUES/OPTIONS/CONSEQUENCES

Nil

FINANCIAL IMPACT AND TIMING

Nil

CONSULTATION

Nil

ATTACHMENTS:

1 Finance Report as at 30 June 2020

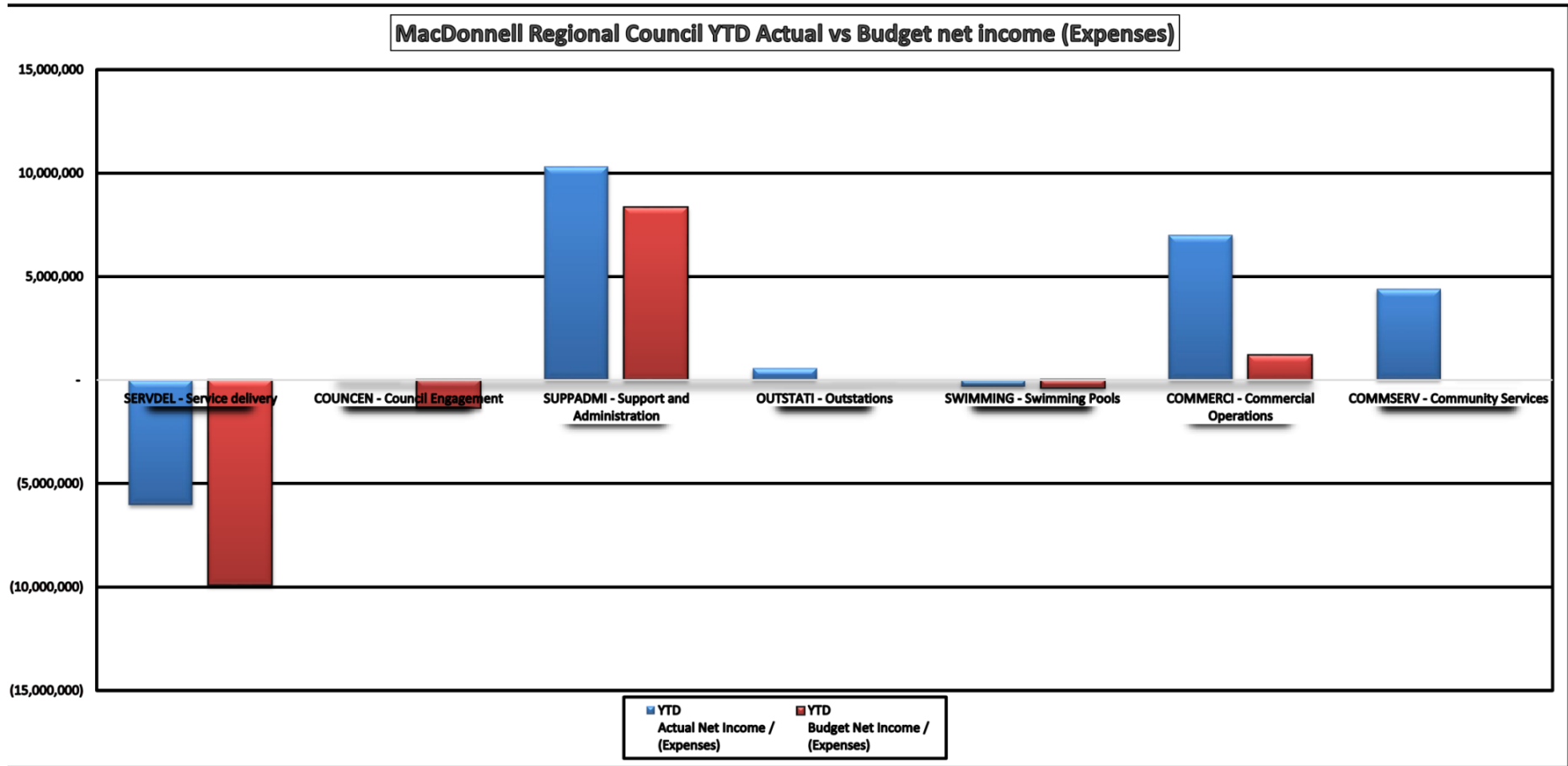


MacDonnell Regional Council

Financial Reporting - as at 30 June 2020

Accounting Period: 12

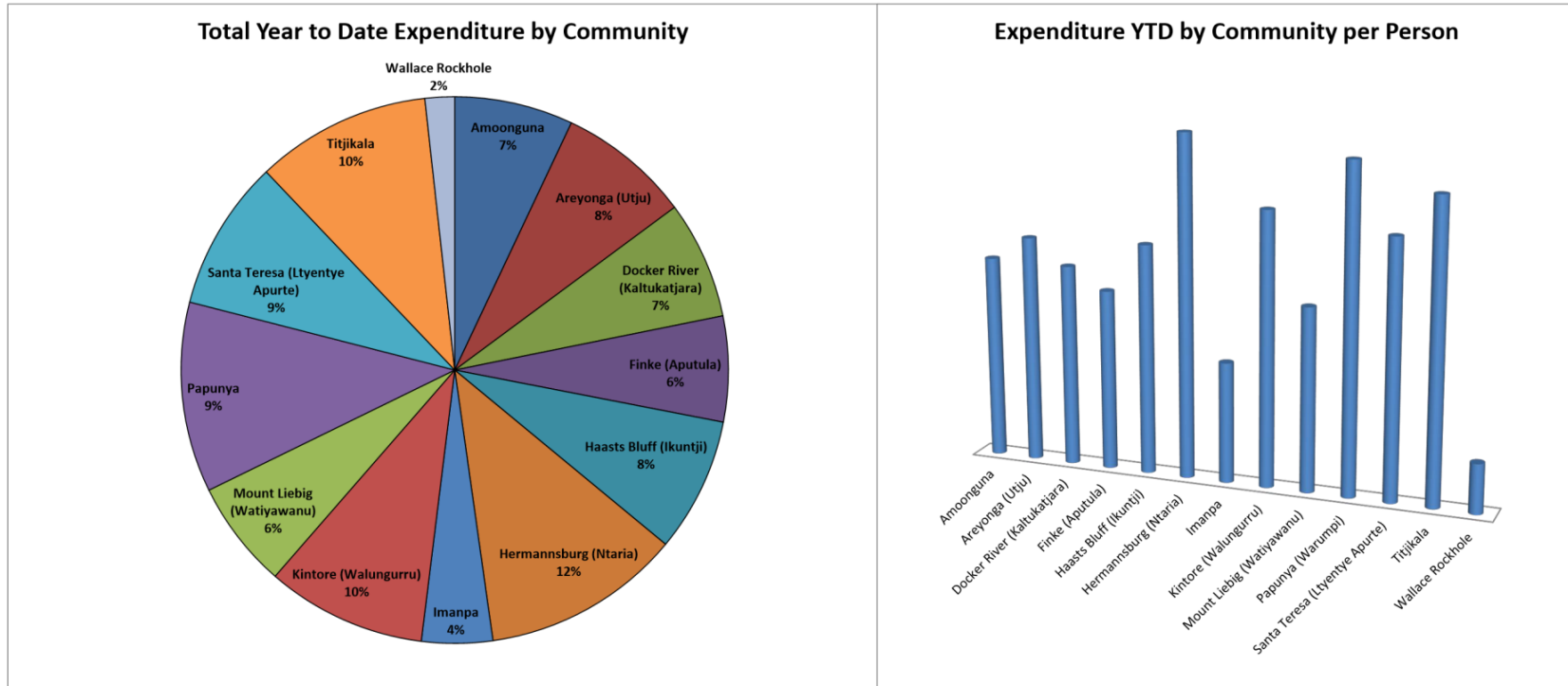
MacDonnell Regional Council														
Income and Expenditure as at 30th June 2020														
	YTD Income			YTD Expenditure			YTD Actual	YTD Budget	YTD Variance	Full Year Budget			Variance to Full Year	
	Actual	Budget	Variance	Actual	Budget	Variance	Net Income / (Expenses)	Net Income / (Expenses)		Income	Expenses	Net Income / (Expenses)		
COUNCIL SERVICES														
SERVDEL - Service delivery	5,872,795	5,458,820	413,975	11,921,498	15,378,460	3,456,962	(6,048,703)	(9,919,640)	3,870,937	5,458,820	13,513,460	(8,054,640)	2,005,937	
COUNCEN - Council Engagement	1,228,346	1,230,040	(1,694)	1,263,208	2,608,280	1,345,072	(34,862)	(1,378,240)	1,343,378	1,230,040	2,608,280	(1,378,240)	1,343,378	
SUPPADMI - Support and Administration	12,906,176	11,784,780	1,121,396	2,592,984	3,451,240	858,256	10,313,192	8,333,540	1,979,652	11,784,780	3,166,240	8,618,540	1,694,652	
Total Council Services	20,007,318	18,473,640	1,533,678	15,777,690	21,437,980	5,660,290	4,229,628	(2,964,340)	7,193,968	18,473,640	19,287,980	(814,340)	5,043,968	
NON-COUNCIL SERVICES														
OUTSTATI - Outstations	1,895,311	1,987,150	(91,839)	1,321,205	1,987,150	665,945	574,106	-	574,106	1,987,150	1,987,150	-	574,106	
SWIMMING - Swimming Pools	42,983	41,230	1,753	362,762	442,040	79,278	(319,779)	(400,810)	81,031	41,230	442,040	(400,810)	81,031	
COMMERC - Commercial Operations	12,388,939	12,239,710	149,229	5,362,051	11,024,560	5,662,509	7,026,889	1,215,150	5,811,739	12,239,710	11,024,560	1,215,150	5,811,739	
COMMSERV - Community Services	20,445,616	17,341,930	3,103,686	16,041,189	17,341,930	1,300,741	4,404,427	-	4,404,427	17,341,930	17,341,930	-	4,404,427	
Total Non-Council Services	34,772,850	31,610,020	3,162,830	23,087,206	30,795,680	7,708,474	11,685,644	814,340	10,871,304	14,268,090	13,453,750	814,340	6,466,876	
Total	54,780,168	50,083,660	4,696,508	38,864,896	52,233,660	13,368,764	15,915,271	(2,150,000)	18,065,271	50,083,660	50,083,660	(0)	15,915,271	
CAPITAL EXPENDITURE														
COMMERC - Commercial Operations	-	-	-	1,716,781	6,125,640	4,408,860	(1,716,781)	(6,125,640)	4,408,860	-	6,125,640	(6,125,640)	4,408,860	
SERVDEL - Service delivery	-	-	-	1,756,920	2,494,760	737,841	(1,756,920)	(2,494,760)	737,841	-	2,494,760	(2,494,760)	737,841	
SUPPADMI - Support and Administration	-	-	-	325,834	274,580	(51,254)	(325,834)	(274,580)	(51,254)	-	274,580	(274,580)	(51,254)	
Total Capital Expenditure	-	-	-	3,799,534	8,894,980	5,095,446	(3,799,534)	(8,894,980)	5,095,446	-	8,894,980	(8,894,980)	5,095,446	
NON-CASH EXPENDITURE														
Depreciation	-	-	-	1,942,216	2,150,000	207,784	(1,942,216)	(2,150,000)	207,784	-	-	-	(1,942,216)	
SERVDEL - Service delivery	-	-	-	1,616,835	1,865,000	248,165	(1,616,835)	(1,865,000)	248,165	-	-	-	(1,616,835)	
SUPPADMI - Support and Administration	-	-	-	325,380	285,000	(40,380)	(325,380)	(285,000)	(40,380)	-	-	-	(325,380)	
SURPLUS / (DEFICIT)							Surplus / (Deficit)	(5,741,750)	(11,044,980)	5,303,230	-	8,894,980	(8,894,980)	7,037,662
Notes														



MacDonnell Regional Council														
Expenditure by Community as at 30th June 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 (Liyentye Apute)	Titjikala	Wallace Rockhole
103 - Manage Council Buildings & Facilities	416,273	48,569	21,161	13,640	3,850	44,273	40,188	59,790	25,044	25,005	26,900	38,228	57,305	12,321
105 - Maintain Roads	560,279	6,029	15,621	330	0	9,308	23,396	0	474,264	7,015	13,953	2,470	4,347	3,546
106 - Manage Council Service Delivery	2,110,548	124,697	147,375	171,622	188,936	184,573	190,966	151,101	160,804	135,950	169,393	220,642	124,381	140,108
107 - Civil Works	2,910,322	241,628	222,715	291,203	229,454	166,173	387,958	173,742	165,045	180,320	139,739	343,312	217,960	151,073
109 - Staff Housing	545,303	0	46,339	42,163	57,072	11,806	50,922	41,679	51,481	47,417	114,556	31,838	44,504	5,525
110 - Outstations Civil Works	507,685	0	0	0	0	25,672	24,883	0	0	40,626	207,718	23,134	185,652	0
111 - Outstations Housing Repairs & Maintenance	71,728	0	0	3,337	0	6,524	4,979	0	0	2,951	32,542	1,936	19,458	0
112 - Operate Community Stores	245,550	245,550	0	0	0	0	0	0	0	0	0	0	0	0
113 - Essential Services	1,233,606	5,029	115,801	121,906	121,320	110,125	99,192	122,322	84,911	95,772	106,177	123,611	117,639	9,802
127 - Operate Swimming Pools	362,830	0	105,521	0	0	0	0	0	144,124	0	0	112,986	0	0
129 - Community Safety	2,014,973	183,750	121,963	159,142	159,682	169,136	236,181	125,226	158,497	145,704	170,950	233,823	150,918	0
130 - Youth Services	3,134,368	280,730	202,287	21,931	17,547	291,065	480,824	13,225	418,672	271,664	463,042	388,120	285,263	0
131 - Aged and Disability	1,830,923	182,694	259,629	0	179,392	146,542	326,087	135,844	0	0	374,271	0	226,465	0
132 - Children's Services	3,653,762	0	359,919	362,147	312,303	309,723	489,214	0	356,362	325,092	362,483	417,700	358,818	0
133 - Centrelink	537,627	53,149	47,147	56,168	54,720	10,767	20,974	19,557	60,665	63,617	44,601	0	57,137	49,125
134 - School Nutrition Program	360,643	0	82,148	0	70,121	64,382	0	60,834	0	0	0	0	83,158	0
139 - Local Authorities Projects	236,942	20,617	1,558	5,216	9,293	0	109,026	28,178	31,511	823	3,185	13,580	0	13,957
142 - Local Authority Administration	52	0	0	0	0	0	0	0	52	0	0	0	0	0
153 - Waste Management	7,102	1,114	1,517	0	0	0	1,566	0	0	0	0	0	0	2,905
157 - MES SPG Projects	491,859	0	0	55,217	0	106,890	0	0	0	35,565	85,120	46,198	162,869	0
158 - Manage Projects	860,899	187,339	14,465	266,464	-767	83,342	103,744	10,345	-640	11,770	93,727	-767	91,875	0
161 - Street & Public Lighting	87,040	5,407	7,881	2,589	3,730	2,805	14,419	3,511	4,531	7,460	12,808	9,622	4,976	7,300
162 - Airstrip Maintenance	1,506	0	0	0	0	0	0	0	506	1,000	0	0	0	0
163 - Homelands Extra Allowance	407,605	0	0	0	0	45,776	49,483	0	0	40,577	117,928	8,772	145,069	0
166 - NDIS	34,192	0	0	3,238	5,273	7,702	8,060	2,011	0	1,280	4,758	0	1,872	0
Total	22,623,417	1,586,301	1,773,046	1,576,312	1,411,926	1,796,584	2,662,061	947,365	2,135,829	1,439,608	2,543,852	2,015,206	2,339,664	395,663
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	5,946	6,637	9,093	4,001	7,354	13,019	4,400	6,274	5,209	8,518	6,297	3,480	10,307	3,879

MacDonnell Regional Council

Expenditure by Community as at 30th June 2020





MacDonnell Regional Council


Cash and investments held as at 30 June 2020

Cash at Bank Position

Account name	Total
Operations Account	603,835
CentreLink	14,093
Territory Housing Bank Account	1,190
Amoonguna Store	9,056
Trust Account	6,162,373
Total Cash at Bank	6,790,546

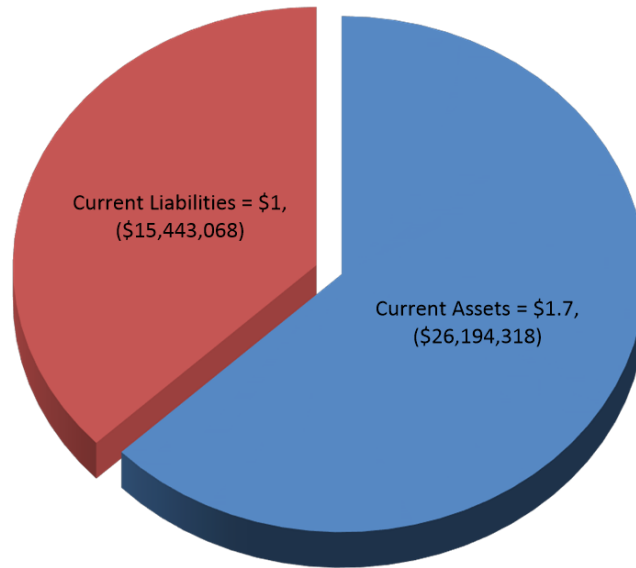
Investments Report

Sr. No.	Bank	Principal \$	Interest Rate	Term Days	Maturity Date	Percentage
1	Westpac	2,000,000	1.15%	91	9/07/2020	9%
2	Westpac	2,000,000	1.15%	91	11/07/2020	9%
3	NAB	1,500,000	1.12%	90	14/07/2020	7%
4	Westpac	2,000,000	1.15%	91	15/07/2020	9%
5	Westpac	2,000,000	1.05%	91	22/07/2020	9%
6	NAB	2,000,000	1.00%	90	28/07/2020	9%
7	Westpac	1,000,000	1.05%	92	7/08/2020	5%
8	NAB	1,500,000	1.00%	90	11/08/2020	7%
9	Westpac	2,000,000	1.00%	92	12/08/2020	9%
10	Westpac	2,000,000	0.90%	92	2/09/2020	9%
11	Westpac	500,000	0.90%	92	3/09/2020	2%
12	NAB	3,000,000	0.90%	89	21/09/2020	14%
		21,500,000				

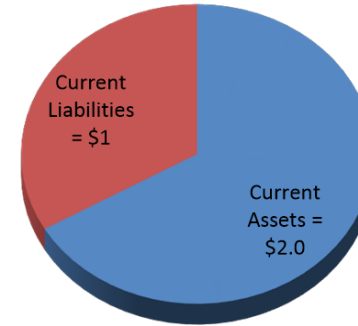
 MacDonnell Regional Council Estimate of Net Cash Position as at 30/06/2020					
Current Assets		\$	Current Liabilities		\$
Cash at Bank Position			Estimated Accrued Employee Benefits		2,605,034
CentreLink	14,093		Accounts Payable Outstanding		1,654,558
Operations Account	603,835		Unexpended grants		11,227,707
Territory Housing Bank Account	1,190		Grants in Advance		0
Amoonguna Store	9,056		GST Payable (Refundable)		-44,231
Trust Account	6,162,373				
Total Cash at Bank	6,790,546				
Plus:					
Short Term Deposits with Westpac	5,000,000				
Short Term Deposits with NAB	13,500,000				
Total Cash Available	25,290,546				
Plus: Accounts Receivable		412,312			
Rates Receivable	420,708				
Inventory	70,752				
Less: Provision for Bad Debts		0			
Total Current Assets		26,194,318	Total Current Liabilities		15,443,068
Net Cash Position:			\$10,751,250		
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					
Result = \$ held in current assets available to pay current liabilities Actual = 1.7					
Notes: Current assets = amounts the Council own / Current liabilities = what the Council owes.					

MacDonnell Regional Council
As at 30 June 2020

Net Cash Position



Target Position

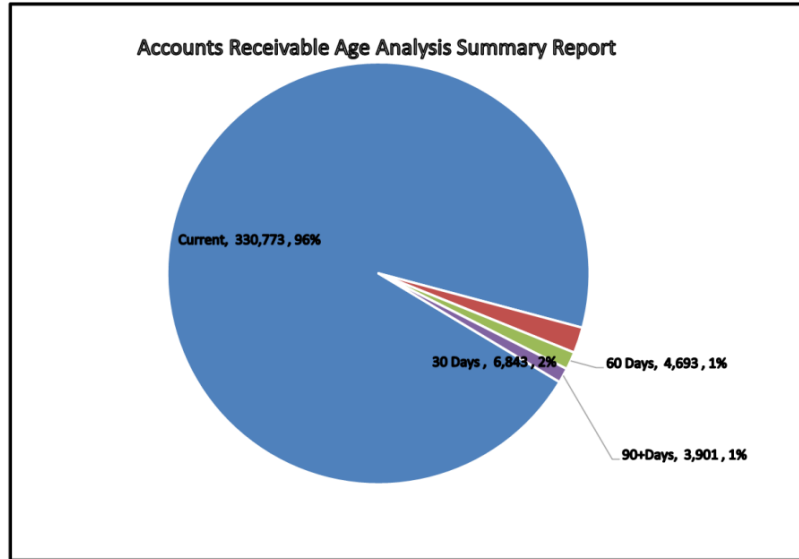


MacDonnell Regional Council
ACCOUNTS RECEIVABLE - Aged Analysis Summary Report
 As at 30 June 2020



Debtor #	Debtor Name	Outstanding Amount	Current	30 Days	60 days	90 + days
00009	Centre Bush Bus	1,530	0	1,530	0	0
00038	Chambers Engineering Services Pty Ltd	639	639	0	0	0
00041	Dept. Of Health CA Remote Health	1,038	1,029	9	0	0
00072	Keringke Arts	294	294	0	0	0
00079	Mission Australia	746	0	0	0	746
00086	Northern Territory Government - Departmen	(0)	(0)	0	0	0
00090	Outback Stores Pty Ltd	254	0	0	254	0
00097	Power and Water Corporation - Darwin	296,762	295,440	0	0	1,322
00114	Tangentyere Constructions	2,007	2,007	0	0	0
00116	Department of Housing and Community Dev	(170)	(170)	0	0	0
00122	Waltja Tjutangku Palyapayi	170	170	0	0	0
00175	Central Desert Regional Council	1,118	1,118	0	0	0
00226	Western Desert	85	85	0	0	0
00227	Dept of the Attorney- General and Justice, N	170	170	0	0	0
00237	S&R Building and Construction Pty Ltd	172	172	0	0	0
00264	Ingkerreke Commercial Pty Ltd as trustee fo	1,036	441	85	510	0
00269	SDA & CO Pty Ltd (SDA Plumbing)	654	654	0	0	0
00274	Territory Families	510	0	0	0	510
00290	Life Without Barriers	170	0	0	0	170
00295	Hardy Fencing Australia Pty Ltd	595	0	595	0	0
00297	Murray River North Pty Ltd	170	170	0	0	0
00355	Royal Flying Doctor Service	340	340	0	0	0
00359	NT Police, Fire & Emergency Services	4,760	4,760	0	0	0
00373	Australian Regional and Remote Community	1,172	0	862	310	0
00379	Atyenhenge-atherre Aboriginal Corporation	1,975	0	0	1,975	0
00425	Outback Internet	83	0	0	0	83
00464	Alice Springs Electrical Services	80	0	0	0	80
00467	Remote Area Machinery Hire Pty Ltd	150	150	0	0	0
00474	Clarklec Electrical	126	0	126	0	0
00507	AECOM Australia Pty Ltd	170	170	0	0	0
00536	North Australian Aboriginal Justice Agency	543	288	0	0	255
00539	Bullant Building	4,007	2,200	1,807	0	0
00553	Sydney Maloney Contracting	100	0	0	0	100
00569	Michael Jerome-Smith	415	0	0	0	415
00574	Premier Plumbing NT	340	0	0	170	170
00577	Purple House	1,454	0	732	722	0
00615	Ontrack Contracting	50	0	0	0	50
00621	Solahart	16,891	16,891	0	0	0
00622	AXIOM NTPTY LTD	85	0	85	0	0
00637	Complete Fencing	752	0	0	752	0
00647	Northern Transportables PTY LTD	990	330	660	0	0
00649	SG PLUMBING BROS PTY LTD	352	0	352	0	0
00653	PURE PLUMBING SOLUTIONS NT PTY LT	126	126	0	0	0
00655	Worawa Aboriginal College	1,770	1,770	0	0	0
00657	Earl James & Associates	340	340	0	0	0
00660	Extel Communication Pty Ltd	1,190	1,190	0	0	0
		346,211	330,773	6,843	4,693	3,901

Larger Balances Outstanding > 90 days		
00097	Power and Water Corporation - Darwin	\$1,322
		Outstanding related to invoice 011740 for worked done at Kinore (Backhoe/ESO hrs)
Total		\$1,322



MacDonnell Regional Council										
Balance of Rates Receivable as at 30 Jun 2020										
Total Outstanding	Current	2018/19	2017/18	2016/17	2015/16	2014/15	2013/14	2012/13	2011/12	Pre 2011
\$420,708	\$117,182	\$67,551	\$62,711	\$48,860	\$45,664	\$51,377	\$17,413	\$3,746	\$4,088	\$2,117
100%	27.9%	16.1%	14.9%	11.6%	10.9%	12.2%	4.1%	0.9%	1.0%	0.5%