

***2001/02 Operating Statement by
Function***

Appendix I

Operating Statement - By Function

	Notes	Adopted 2000/2001 \$	Actual 2000/2001 \$	Estimated 2001/2002 \$
Revenues				
General Purpose Funding	1	42,194,294	43,062,632	45,221,159
Law, Order and Public Safety	2	2,213,821	2,429,184	1,654,307
Health	3	98,808	104,467	108,561
Education and Welfare	4	3,162,216	3,046,007	724,702
Housing	5	12,628	0	0
Community Amenities	6	8,172,472	6,887,473	7,399,460
Recreation and Culture	7	3,995,841	3,342,051	1,310,993
Transport	8	12,400,132	6,435,898	7,971,314
Economic Services	9	898,515	508,805	580,276
Other Property and Services	10	567,164	1,124,856	3,986,814
Total Operating Revenues		73,715,891	66,941,373	68,957,586
Expenses				
Governance	11	1,007,607	1,044,041	1,073,727
Law, Order and Public Safety	12	4,878,903	4,744,346	4,793,589
Health	13	1,127,326	1,238,039	1,092,989
Education and Welfare	14	4,978,946	5,374,049	2,315,435
Housing	15	51,103	0	0
Community Amenities	16	11,665,259	10,148,320	10,158,967
Recreation and Culture	17	20,625,687	21,951,480	18,454,057
Transport	18	18,803,449	17,785,292	17,185,588
Economic Services	19	940,833	1,154,547	1,128,490
Other Property and Services	20	5,001,049	5,132,502	7,751,915
Total Operating Expenses		69,080,162	68,572,616	63,954,757
CHANGES IN NET ASSETS RESULTING FROM OPERATIONS		4,635,729	(1,631,243)	5,002,829

Notes to the 2001/02 Operating Statement By Programme (Appendix I)

1. The 2001/2002 General Purpose Funds increased over previous years as a consequence of:
 - natural growth in rates
 - additional Commonwealth grant funding
 - additional rates to fund the Safer Community Programme which was previously funded through a Property Surveillance and Security Charge.
2. 2001/02 Budget shows a reduction from the previous year due to the following:
 - the Property Surveillance and Security Charge will be funded from general rates in the 2001/02 year
 - the inclusion of a transfer from the Property Surveillance & Security Reserve of \$362,094
3. 2001/02 Health program income is comparable to prior year.
4. The 2000/01 Budget and Actuals included Grant and Fee income associated with various Welfare Services now being undertaken by Community Vision (Inc). This includes funding from HACC and Family & Children's Services.
5. The City no longer provides such services within this programme.
6. The 2000/01 Budget estimated that 15,000 properties would participate in the Voluntary Recycling programme, whilst approximately 5,500 actually participated during the year. This low uptake resulted in a decrease in income and is offset by similar costs. The 2001/02 budget includes a Refuse Charge at \$119.
7. The 2001/02 Budget shows a net reduction in income due to:
 - Leisure Centre activities now being operated by the RANS Management Group
 - As a consequence of changes to the Australian Accounting Standards "Contributions from Developers" for Parks are now included within Operating Income at this line item. This was previously disclosed as an abnormal revenue item. Contributions from Developers for Parks were as follows:
 - 2000/01 Budget - \$200,000
 - 2001/01 Actual - \$221,979
 - 2001/02 Budget - \$200,000.
8. The Transport Program for the 2001/2002 Budget includes the following:
 - Additional non-operating Grants and Reserves including the Federal Government Roads to Recovery Programme. In 2000/01 additional funding not budgeted was received.
 - As a consequence of changes to the Australian Accounting Standards "Contributions from Developers" for Roads, Drainage and Footpaths are now included within Operating Income at this line item. This was previously disclosed as an abnormal revenue item. Contributions from Developers for Roads, Drainage, Footpaths and Lighting are as follows:
 - 2000/01 Budget - \$11,400,000
 - 2001/01 Actual - \$ 4,264,054
 - 2001/02 Budget - \$3,330,000
9. The 2001/02 Budget shows a reduction in income due Building Licences. The 2000/01 Building Licence budget income was overestimated in the previous year.

10. Other Property and Services includes for the 2001/02 Budget, a transfer of \$3.207m from the Asset Replacement Reserves to fund the establishment of a Depot.
11. The Governance 2000/01 Budget included costs of \$200k to undertake elections which will not occur in the 2001/02 year.
12. The major components of the Law, Order and Public Safety Programme are the Safer Community Programme and the Ranger function. The costs are comparable with the prior year Budget.
13. Health costs are comparable to prior year costs.
14. The 2001/02 Education and Welfare costs have decreased as various Welfare Services now being undertaken by Community Vision (Inc).
15. The City no longer undertakes this programme.
16. Community Amenities 2001/02 includes Waste Management and Recycling. The decrease to prior year budget is due to lower recycling costs associated with the Voluntary Recycling program and increases in waste disposal charges in the 2001/02 period.
17. A net decrease in 2001/02 Recreation and Culture programme is due to the following:
 - decreased expenditure associated with the Leisure activities now being operated by RANS Management Group. An offset in income is shown in Note 7 above.
 - An additional transfer to the Performing Arts Reserve of \$1m is included in this programme.
18. Transport costs are lower than prior year due to:
 - The estimated depreciation on Roads, Footpaths, Drainage, Carparking and Other Infrastructure is estimated as being \$1.6m less than prior year budget. 2000/01 Budget - \$10.35m, 2001/02 - \$8.75m.
 - Reduction in the estimated amount of Reinstatement of Works expenditure.
19. The major component of the Economic Services programme is the Building Approvals function. This programme includes expenditure to undertake a number of initiatives to scan building plans and documents which may then be stored electronically.
20. The 2001/02 Other Property & Services Programme includes additional expenditure due to the following:
 - Transfers to Reserves for Light, Heavy and Plant and other Reserves within this program shown in this line for the first time - \$ 928,619
 - Transfers of interest received on investments applicable to various Reserves within this program - \$ 728,769
 - Special Area Works undertaken in Iluka, Woodvale Waters and Harbour Rise