

Town of Port Hedland
Schedule of Budget Variations - Attachment 8
Waste Management

Account Description	Current Budget 2015/16	Total Actual (10/06/2016)	Budget Variation Requested	Proposed Budget Forecast 30 June 2016	Commentary
Capital Expenditure - Infrastructure - Site Infrastructure - Landfill Business Unit	38,111	51,278	13,167	51,278	Increase to match year to date expenditure for Site Infrastructure.
Capital Expenditure - Infrastructure - Tip Shop - Landfill Business Unit	180,000	0	-180,000	0	Reduce the Tip Shop to match committed expenditure. This amount will be carried forward to the 2016/17 financial year for project completion.
Capital Expenditure - Work in Progress - Landfill Transfer Station - Landfill Business Unit	200,000	7,000	-193,000	7,000	Reduce the Landfill Transfer Station to match committed expenditure. This amount will be carried forward to the 2016/17 financial year for project completion.
Capital Expenditure - Work in Progress - Windblown Litter Solution - Landfill Business Unit	200,000	51,999	-148,001	51,999	Reduce the Windblown Litter Solution to match actual and committed expenditure. This amount will be carried forward to the 2016/17 financial year for project completion.
Capital Expenditure - Furniture & Equipment - ICT Hardware Landfill - Landfill Business Unit	65,000	7,329	-57,671	7,329	Reduce the ICT Hardware Landfill to match actual and committed expenditure. This amount will be carried forward to the 2016/17 financial year for project completion.
Employee Costs - Superannuation Co Contribution - Landfill Business Unit	28,665	0	-28,665	0	Remove the budget as there has been no expenditure year to date for employee's taking up Town's co-contribution scheme.
Employee Costs - Workers Compensation Insurance - Landfill Business Unit	42,693	53,194	10,502	53,194	Increase due to additional workers compensation premium paid to the insurer as a result of a premium adjustment invoice being received as a result of the value of claims paid as at 31 December 2015 and the reconciliation of wages estimated and actual wages for the 2014-2015 year.
Fees & Charges: Discretionary - Classic Collection Fees - Classic Collection	-2,226,079	-2,259,516	-33,000	-2,259,079	Increase Classic Collection Fees based on income received year to date.
Fees & Charges: Discretionary - General Tipping Fees & Scrap Metal - Landfill Business Unit	-4,000,000	-2,389,723	1,400,000	-2,600,000	Reduce General Tipping Fees & Scrap Metal based on revenue received year to date with a projection for the remainder of the financial year.
Fees & Charges: Discretionary - Hazardous Waste:Asbestos - Landfill Business Unit	-1,500,000	-1,540,584	-100,000	-1,600,000	Increase Hazardous Waste: Asbestos based on revenue received year to date with a projection for the remainder of the financial year.
Fees & Charges: Discretionary - Premium Collection Fees - Premium Collection	-647,000	-559,543	70,000	-577,000	Reduce Premium Collection Fees based on income received year to date.
Insurance - Property Insurance & Pollution Legal Liability - Landfill Business Unit	2,918	36,682	33,765	36,682	Increase due to new insurance policy for Environmental Impairment Liability.
Landfill Internal Charges	0	-348,946	-370,000	-370,000	Apply a budget to recognise Landfill Internal Charges for the 2015/16 financial year. This is a new process to ensure that the true expenditure and income associated with the operation of the Landfill facility is correctly captured.
					Increase to recognise Landfill Internal Charges for the 2015/16 financial year. This is a new process to ensure that the true cost of collection services and the operation of the Landfill facility is correctly captured. This transaction is capturing the expenditure associated with Classic Collection for using the Landfill facility - therefore capturing the 'true' cost associated with collection services and the 'true' income of the Landfill facility. This will have a contra impact as both the expenditure and revenue are both funded via the Waste Reserve.
Materials and Contracts - Classic Collection - Classic Collection	252,000	545,193	300,000	552,000	
Materials and Contracts - Supply Clean Fill - Landfill Business Unit	500,000	266,000	-175,000	325,000	Reduce based on Tender T14-15 Supply and Delivery of Clean Fill to Town of Port Hedland Landfill for the use of cover material.
					Increase to recognise Landfill Internal Charges for the 2015/16 financial year. This is a new process to ensure that the true cost of collection services and the operation of the Landfill facility is correctly captured. This transaction is capturing the expenditure associated with Premium Collection for using the Landfill facility - therefore capturing the 'true' cost associated with collection services and the 'true' income of the Landfill facility. This will have a contra impact as both the expenditure and revenue are both funded via the Waste Reserve.
Materials and Contracts - Waste Collection - Premium Collection	324,000	341,121	70,000	394,000	
Transfer - From Reserves : Waste Management Reserve - Finance & Borrowing	-772,159	0	-612,097	-1,384,257	Amend the Transfer from the Waste Reserve. This Reserve offsets all Waste adjustments, excluding non cash items: Depreciation and Gain on Sale of Asset.
Total of Variations			0		

Waste Reserve Opening Balance**10,704,353**

Forecast Transfer from Waste Reserve 30 June 2016

-1,384,257**Forecast Closing Budget Waste Reserve 30 June 2016****9,320,096****Current Closing Budget Waste Reserve 30 June 2016****9,932,193****Decrease in Closing Budget Waste Reserve 30 June 2016****-612,097****-6.16%**