

**Macedon Ranges Shire Council Budget Funding Proposals/Approvals For
Kyneton Landfill Works (2014/15 and 2015/16 Budgets)**

2014/15 Budget: Kyneton Landfill (Closed) Cap Reconstruction Stage 1

At Capital Works (New) Kyneton Landfill (Closed) Cap Reconstruction Stage 1

Total Cost 2014/15: \$500,000; **Funding sources:** Reserves \$500,000

At Borrowings

Nil

At Financial Reserves: *Landfill Recovery Financial Reserve (Discretionary)*

Reserve total 30 June 2014: \$504,044 +\$188,000 - **\$542,900 (Kyn. Landfill + Recurrent Waste Mgt program)** = \$149,144 total at 30 June 2015

Transferred from Reserves 2014/15:

\$500,000 to Kyneton Landfill Stage 1

\$42,900 to "Recurrent programs to be funded from Reserves: Waste Management"

2015/16 Budget: Kyneton Landfill

At Capital Works (New)

Total cost 2015/16: \$2.5M (Type: Upgrade);

Funding Sources: Reserves \$290,000; Loan \$1,775,000; Council \$435,000.

At Capital Works (Approved prior years)

Total cost 2015/16: \$200,000 (Type: Renewal); **Funding Sources:** Reserves \$200,000

At Borrowings

Loans Taken Out 2015/16: \$1,775,000 (new)

At Financial Reserves: *Landfill Recovery Financial Reserve (Discretionary)*

Reserve total 1 July 2015: \$205,000 +\$188,000 - **\$382,450 (Recurrent Waste Mgt program)**
= \$10,550 total at 30 June 2016

Transferred from Reserves 2015/16: \$382,450

Although the Budget says \$490,000 is to be transferred from Reserves (\$290,000 new, + \$200,000 approved prior years) for Kyneton Landfill capital works in 2015/16, Kyneton Landfill is not identified as a project funded from Reserves in 2015/16 (at Statement of Financial Reserves, p62). The \$382,450 being transferred from the Landfill Recovery Reserve is instead applied solely to "Recurrent programs to be funded from Reserves: Waste Management".

- 1 Why are funds from the Landfill Recovery Reserve being used to fund a recurrent Waste Management program (2014/15 and 2015/16). What is this program, and why isn't it funded from the Operating Budget, or the Waste Management Reserve instead?
- 2 Why is the 2015/16 transfer from the Landfill Recovery Reserve (\$382,450) less than the \$490,000 needed to accommodate both 2015/16 (new) and 2015/16 (prior years' funding) capital works for the Kyneton Landfill project?
- 3 Where is the 2015/16 Reserves' funding (\$490,000) coming from, if not from Reserves?
- 4 How much of the \$500,000 to be transferred from Reserves in 2014/15 was actually transferred from the Landfill Recovery Reserve for the Kyneton Landfill project? Why is there a 'carryover' \$200,000 required from Reserves in 2015/16?
- 5 Why is the Kyneton Landfill project both "Upgrade" at new capital works and "Renewal" at approved in prior years' capital works in 2015/16?