

Management report to Council

Agenda item 6.4

Quarterly Financial Performance Report and Budget

Council

Presenter: Michael Tenace, General Manager Finance and Corporate and Chief Financial Officer

24 November 2020

Purpose and background

1. The purpose of this report is to inform Council of the financial performance of the Council for the first quarter ending 30 September 2020, in accordance with the *Local Government Act 2020* and to provide information on supplementary valuations adopted by the Chief Executive Officer under delegation (refer Attachment 3).
2. The result from ordinary activities for the quarter ending 30 September 2020 shows an underlying surplus on the Income Statement of \$4.8 million versus a budget of \$5.2 million. The unfavourable variance of \$0.4 million is due to higher materials and services costs (\$9.8 million) and lower user fees (\$1.7 million) associated with COVID-19, partially offset by the lower employee expenses given prudent vacancy management (\$2.4 million) and the timing of operating grant expenditure (\$5.9 million) and contributions monetary (\$3.3 million) received.

Key issues

3. The result includes estimated COVID-19 impacts of \$26.6m for the first quarter largely due to reduced parking revenue (\$18.5 million) and lower statutory and other user fees (\$7.9 million).
4. Allowing for the acceleration of stimulus expenditure to reactivate the City, the full year forecast is an underlying deficit of \$68.6 million, which is \$10.1 million lower than the budgeted underlying deficit of \$58.5 million largely due to longer than anticipated Stage 4 restrictions.
5. The uncertainty of COVID-19 is forecast to have a material adverse impact of \$104 million on both revenue and expenditure over the full financial year. This includes significant impacts from reduced parking revenue, hardship allowances and community grants support. Impacts to our full year forecast and COVID-19 budget assumptions will continue to be monitored closely on a quarterly basis. No change to budget required at this stage.
6. A detailed analysis of revenue and expenditure is included in Attachment 2.
7. An administrative correction was identified in the fees and charges schedule in Appendix F of the Annual Plan and Budget 2020–21 which arose due to system related reasons. A separate disclosure is recommended (refer Attachment 5) on Council's website in the Annual Plan and Budget section.

Recommendation from management

8. That Council:
 - 8.1. Accepts the 2020–21 First Quarterly Financial Performance Report and Budget.
 - 8.2. Resolves not to refer any matters to the Audit and Risk Committee.
 - 8.3. Notes the administrative correction on Fees and Charges per Appendix F of the Annual Plan and Budget 2020–21 and separate disclosure (refer Attachment 5).
 - 8.4. Authorises the General Manager Finance and Corporate to make any further minor editorial changes to the 2020–21 First Quarterly Financial Performance Report and Budget Report prior to publication.

Attachments:

1. Supporting Attachment (Page 2 of 28)
2. 2020-21 First Quarterly Financial Performance Report and Budget (Page 3 of 28)
3. Supplementary Valuations (Page 18 of 28)
4. Overview of Supplementary Valuation Returns (Page 19 of 28)
5. Administrative correction to Fees and Charges Schedule (Page 21 of 28)

Supporting Attachment

Legal

1. Section 97(1) of the *Local Government Act 2020* (Act) provides that as soon as practicable after the end of each quarter of the financial year, the Chief Executive Officer must ensure that a quarterly budget report (Report) is presented to a Council meeting which is open to the public.
2. Section 97(2) of the Act provides that the Report must include:
 - 2.1 a comparison of the actual and budgeted results to date
 - 2.2 an explanation of any material variations
 - 2.3 any other matters prescribed by regulations under the Act (none at present)

Finance

3. The financial implications are detailed in the body of the report and attachments.

Conflict of interest

4. No member of Council staff, or other person engaged under a contract, involved in advising on or preparing this report has declared a direct or indirect interest in relation to the matter of the report.

Health and Safety

5. In developing this proposal, no Health and Safety issues or opportunities have been identified.

Stakeholder consultation

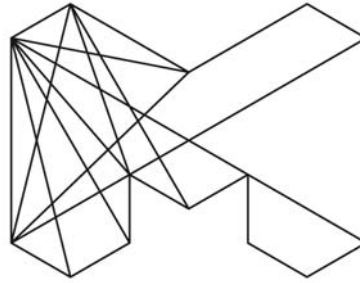
6. Consultation with the various branches of Council has been undertaken in preparation of this report.

Relation to Council policy

7. This is not applicable for purpose of Council policies with regard to the recommendations

Environmental sustainability

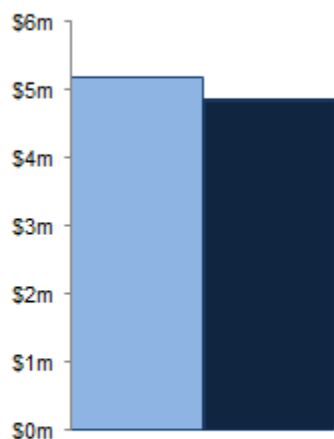
8. The financial performance for the quarter ended 30 September 2020 reflects many activities impacting on environmental sustainability. There is no direct impact on environmental sustainability from the recommendations in this report.



CITY OF MELBOURNE

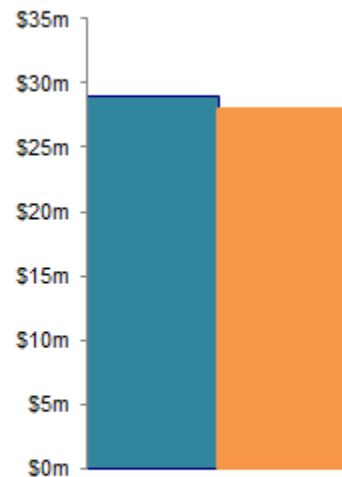
FINANCIAL PERFORMANCE REPORT September 2020

Underlying Surplus/(Deficit)



■ YTD Budget	\$5.2m
■ YTD Actual	\$4.8m
YTD Variance	(\$0.4m)

Council Works Program



■ YTD Budget	\$28.9m
■ YTD Actual	\$28.0m
YTD Variance	\$0.9m

*Underlying surplus/(deficit) excludes one-off compensation for asset sales throughout this report

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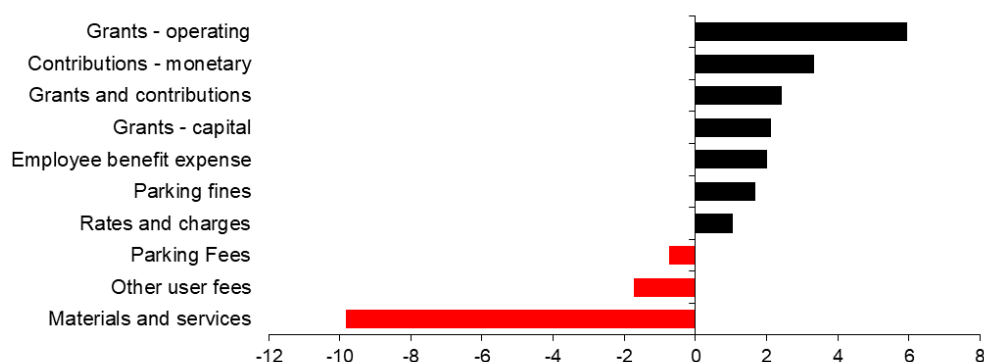
Executive Summary

Underlying Operating Results:

2019-20 Actual	2020-21 Budget	\$ Thousands	2020-21 YTD (\$'000)		
			Budget	Actual	Variance
527,717	430,670	Revenue	122,710	133,794	11,084
483,702	463,565	Operating Expenditure	105,062	111,111	(6,050)
44,015	(32,895)	Results from Ordinary Activities	17,648	22,683	5,034
23,605	1,100	Net gain/(loss) on disposal of property, infra, plant and equip	275	0	(275)
5,378	0	Fair value adjustments for investment properties	0	0	0
0	0	Contributions - non monetary	0	0	0
0	0	Writedown on Investment	0	0	0
72,998	(31,795)	Profit/(Loss)	17,923	22,683	4,760
(61,160)	(46,972)	Less External Contributions to Capital	(12,463)	(17,842)	(5,379)
(5,378)	0	Less Gain on Investment Revaluation	0	0	0
0	0	Less Contributed Assets	0	0	0
(23,605)	0	Less Gain on disposal of asset	(275)	0	275
(17,145)	(78,767)	Underlying Surplus/(Deficit)	5,185	4,841	(345)

Key Financial Variances:

Top 10 Variances (\$millions)



The September 2020 YTD financial year result excluding gain on disposal of properties was an underlying surplus of \$4.8 million, \$0.4 million unfavourable against budget. The COVID-19 impacts are estimated to be \$26.6 million (compared with normal business environment).

The unfavourable variances are due to:

- Materials & Services (\$9.8 million unfavourable) impacted by COVID-19 cleaning contract payments (fully offset by operating grants) and WIP Capitalisation reassessment.
- Other User Fees (\$1.7 million unfavourable) primarily due to impacts from extended Stage 4 COVID-19 lockdown.

Partially offset by:

- Grants - operating (\$5.9 million favourable) mainly as a result of the timing of \$4.0m Working for Victoria Fund and \$2.0m Business Support Grants.
- Contributions - monetary (\$3.3 million favourable) as a result of the timing of higher Public Open Space contributions (capital revenue is excluded from underlying surplus)
- Grants and contributions expense (\$2.4 million favourable) due mainly to timing of grants payments.
- Employee benefit expense (\$2.0 million favourable) due to vacant positions across organisation
- Rates and charges (\$1.0 million favourable) as a result of higher supplementary rates.

COVID-19 Impacts

- There has been a significant impact on the City of Melbourne operations of stage 4 lockdown. Total revenue impacts for the first quarter are estimated at \$26.6 million which is higher than expected given the extension of stage 4 restrictions not anticipated in Budget
- The year to date major financial impacts for COVID-19 stage 4 lockdown include:
 - \$18.5 million lower Parking Fee and Fine revenue
 - \$7.9 million lower statutory and other user fees
 - \$1.7 million lower Other Income items, *partially offset by*
 - \$1.5 million favourable impacts on timing of grants revenue and COVID-19 related expenditure
- As at 30 September, net rates debtors has increased to \$65.4 million which is much higher than the balance of \$33.2 million in September 2019.

Council Works Program

The value of works completed is \$28.0 million compared to the YTD budget of \$28.9 million.

Balance Sheet

Prior Year 2019-20 Actual (\$'000)	Balance Sheet	Current Sep-20 Actual (\$'000)	Movement 2019-20 Actual (\$'000)
	Assets		
	Current Assets		
42,598	<i>Ref 1</i> Cash and cash equivalents	72,242	29,644
36,764	<i>Ref 2</i> Trade and other receivables	364,320	327,556
64,000	<i>Ref 1</i> Other financial assets	30,000	(34,000)
13,687	<i>Ref 3</i> Other assets	4,548	(9,139)
157,049	Total Current Assets	471,110	314,061
	Non current assets		
63,488	<i>Ref 1</i> Other financial assets	33,551	(29,937)
26,356	Investment in subsidiaries and trust	26,356	0
4,156,594	<i>Ref 8</i> Property, infrastructure, plant and equipment	4,167,446	10,852
210,922	<i>Ref 8</i> Investment property	210,922	0
41,886	<i>Ref 8</i> Intangible assets	39,211	(2,675)
5,493	Right of Use Asset	4,978	(515)
4,504,739	Total Non-Current Assets	4,482,464	(22,275)
4,661,788	TOTAL ASSETS	4,953,574	291,786
	Liabilities		
	Current Liabilities		
(70,188)	<i>Ref 4</i> Trade and other payables	(267,931)	(197,743)
(13,356)	<i>Ref 5</i> Trust funds and deposits	(78,008)	(64,652)
(36,217)	<i>Ref 6</i> Provisions	(38,291)	(2,074)
(1,411)	Lease Liability	(1,132)	279
	<i>Ref 7</i> Interest-bearing loans and borrowing	(5,056)	(5,056)
(121,172)	Total Current Liabilities	(390,418)	(269,246)
	Non- current Liabilities		
(3,909)	Provisions	(3,909)	0
0	Interest-bearing loans and borrowings	0	0
(1,388)	Trust funds and deposits	(1,451)	(63)
(4,237)	Lease Liability	(4,031)	206
(9,534)	Total Non-Current Liabilities	(9,391)	143
(130,706)	TOTAL LIABILITIES	(399,809)	(269,103)
4,531,082	NET ASSETS	4,553,765	22,683
	Equity		
(2,169,912)	Accumulated Surplus	(2,184,023)	(14,111)
(2,361,170)	Reserves	(2,369,742)	(8,573)
(4,531,082)	TOTAL EQUITY	(4,553,765)	(22,683)

Balance Sheet

Comparison to June 2020 Actual

1. The decrease in net cash and cash equivalents movements is due to working capital payments (\$55m) and capital expenditure (\$26m) which was partially offset by inflow from Other Financial Assets due to maturity of term deposits.
2. The increase in trade and other receivables is due to pre-billed rates (net \$280m) and the Fire Services Levy (net \$58m) as at 30 September.
3. The decrease in other assets is mainly a result of the reversal of accrued income recorded at year end for the CBD Security project (\$10m).
4. Trade and other payables are higher mainly as a result of rates in advance as per trade receivables (2. above), which was partly offset by reductions in creditors and accruals as at 30 September.
5. The increase in Trust funds and deposits is due to the Fire Services Levy (2. above) collected for the State Government.
6. Provisions are higher due to an increase in annual leave (\$1.2m), long service leave (\$0.5m), and insurance (\$0.5m) provisions. This is a result of lower levels of leave being taken during the COVID-19 lockdown, and updates to current insurance claims.
7. Interest-bearing loans and borrowings are for Queen Victoria Market project.
8. The increase in property plant and equipment assets is a result of capital projects being capitalised in the first quarter (\$26m), partially offset by depreciation (\$19m).

Cash Flow Statement

2019-20 Actual (\$'000)	Statement of Cash Flows	2020-21 Actual (\$'000)
	Cashflows from Operating Activities	
	Receipts	
292,563	Rates and charges	32,325
62,814	Statutory fees and fines	12,649
67,454	User fees	21,665
19,485	Grants - operating	13,643
24,962	Grants - capital	4,678
5,295	Contributions - monetary	1,353
2,290	Interest	229
2,063	Dividends	0
3,582	Trust funds and deposits taken	6,887
14,303	Other receipts	1,363
28,156	Contributions on Public Open Spaces (Reserve)	12,799
522,967		107,591
	Payments	
(168,437)	Employee Costs	(36,658)
(193,704)	Materials & Services	(77,556)
(32,108)	Other Payments	(6,464)
(394,249)		(120,679)
128,718	Net Cash Inflow / (Outflow) from Operating Activities	(13,087)
	Cashflows from Investing Activities	
(127,838)	Payments for property, infrastructure, plant & equipment	(26,310)
9,035	Proceeds from sale of property, infrastructure, plant & equipment	0
14,975	Compensation for City Square	0
0	Proceeds of borrowings	5,056
(73,000)	TD Deposit Reclassification	64,000
(176,828)	Net Cash Inflow / (Outflow) from Investing Activities	42,746
	Cashflows from Financing Activities	
0	Proceeds from borrowings (Repatriation of CEFC Loan)	0
(339)	Finance Costs	(14)
(28,482)	Repayments of borrowings	0
(28,821)	Net Cash Inflow / (Outflow) from Financing Activities	(14)
(76,931)	Net Cash Inflow / (Outflow) from all Activities	29,644
119,529	Cash at beginning of the financial period	42,598
42,598	Cash at the end of Sep-20	72,242
(76,931)	Movement in cash equivalents	29,644

2019-20 Actual (\$'000)	Statement of Cash Flow (reconciliation)	2020-21 Actual (\$'000)
38,488	Net Surplus (exc Public Open Space Contributions)	9,886
	Add Back Non-Cash Items	
70,774	Depreciation/Amortisation	18,808
5,558	WIP (Southbank Boulevard Upgrading) Write Off	0
(5,378)	Fair value adjustments for investment property	0
(23,605)	Profit/(loss) on disposal of property, plant and equipment	0
85,837	Operating Surplus/(Deficit) before Non cash items	28,694
14,388	Net Movement in Working Capital	(54,595)
(127,839)	Capital Expenditure	(26,309)
9,035	Proceeds from sale of assets	0
14,975	Compensaton on City Square	0
28,156	Contributions on Public Open Spaces (Reserve)	12,799
(73,000)	TD Deposit Reclassification	64,000
(28,482)	Repartriation of CEFC Loan	0
0	Proceeds of borrowings	5,056
(76,931)	Net Cash inflow/(outflow)	29,644

As at 30 September, Council has a total cash inflow of \$29.6m which is comprised of:

- An operating surplus of \$9.9m
- A net outflow of working capital of \$54.6m
- Capital expenditure of \$26.3m
- A reclassification of longer term deposits to cash

Income Statement

2019-20 Actual (\$'000)	2020-21 Budget (\$'000)	Income Statement		2020-21 YTD (\$'000)		
				Budget	Actual	Variance
			REVENUE			
301,764	309,251	Ref 3.1	Rates and charges	81,916	82,961	1,045
			Statutory fees and fines			
38,197	17,510	Ref 3.2	Parking fines	4,058	5,750	1,692
13,694	13,556	Ref 3.3	Other	3,336	3,238	(98)
			User fees			
46,639	28,578	Ref 3.4	Parking	5,145	4,407	(738)
24,515	6,186	Ref 3.5	Other	5,093	3,373	(1,720)
19,485	14,948	Ref 3.6	Grants - operating	7,704	13,643	5,939
24,962	24,267	Ref 3.7	Grants - capital	2,544	4,678	2,134
39,805	3,193	Ref 3.8	Contributions - monetary	10,814	14,152	3,338
		Ref 3.9	Other income			
2,290	979		Interest	186	229	43
2,063	2,060		Dividends	0	0	0
5,701	5,010		Investment property/market rentals	1,082	400	(681)
2,487	1,013		Intercompany revenue - Citywide	67	300	234
20	0		Intercompany revenue - Queen Vic Market	0	0	0
5,728	3,962		Sales & recoveries	736	640	(95)
367	158		Project income	29	24	(6)
527,717	430,670		Total Revenue	122,710	133,794	11,084
			EXPENDITURE			
169,798	172,928	Ref 4.1	Employee benefit expense	40,277	38,279	1,998
196,744	178,068	Ref 4.2	Materials and services	36,465	46,282	(9,817)
14,464	5,909	Ref 4.3	Bad and doubtful debts	971	1,264	(293)
70,774	73,317	Ref 4.4	Depreciation and amortisation	18,329	18,808	(479)
339	500	Ref 4.5	Borrowing Costs	39	14	25
9,134	8,671	Ref 4.6	Other expenses	1,825	1,731	94
22,449	24,172	Ref 4.7	Grants and contributions	7,155	4,733	2,422
483,702	463,565		Total Operating Expenditure	105,062	111,111	(6,050)
23,605	1,100		Net gain/(loss) on disposal of property, infra, plant and equip	275	0	(275)
5,378	0		Fair value adjustments for investment properties	0	0	0
0	0		Contributions - non monetary	0	0	0
0	0		Writedown on Investment	0	0	0
72,998	(31,795)		Profit/(Loss)	17,923	22,683	4,760
(61,160)	(46,972)		Less External Contributions to Capital	(12,463)	(17,842)	(5,379)
(5,378)	0		Less Gain on Investment Revaluation	0	0	0
(23,605)			Less Gain on disposal of asset (irregular)	(275)	0	275
(17,145)	(78,767)		Underlying Surplus/(Deficit)	5,185	4,841	(344)

Analysis of Revenue Variances

Budget \$122.7m	Actual \$133.8m	Variance \$11.1m Favourable
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3.1 Rates and charges **1.3% Variance** **\$1.0m Fav**

This favourable variance is due to higher supplementary rates revenue.

3.2 Parking fines **41.7% Variance** **\$1.7m Fav**

This favourable variance is a result of higher volumes of Red sign PINS infringements.

3.3 Other statutory fees and fines **-2.9% Variance** **(\$0.1m) Unfav**

Minor unfavourable variance.

3.4 Parking fees **-14.3% Variance** **(\$0.8m) Unfav**

This unfavourable variance is due to \$1.2 million less parking fee revenue as a result of COVID-19 stage 4 lockdown, temporary suspension of parking infringements and free parking permits issued to emergency services which is partially offset by \$0.5 million higher Towaway revenue.

3.5 Other user fees **-33.8% Variance** **(\$1.7m) Unfav**

This unfavourable variance is due to lower user fees as a result of COVID-19 stage 4 lockdown including:

- \$1.1 million building services fees;
- \$0.2 million leisure and recreational fees; and
- \$0.2 million lower child care fees.

3.6 Grants – operating **77.1% Variance** **\$5.9m Fav**

This favourable variance is a result of the timing of \$4.0 million Working for Victoria funds and \$2.0 million Business Support grants.

3.7 Grants – capital **83.9% Variance** **\$2.1m Fav**

This favourable variance is driven by \$1.9 million capital funding related to La Trobe Street Bridge project and \$0.5 million Rapid Greening Melbourne project being ahead of schedule which is partially offset by \$0.4 million VGC funding paid in 2019-20 financial year.

3.8 Contributions – monetary **30.9% Variance** **\$3.3m Fav**

This favourable variance is mainly due to \$3.9 million higher Public Open Space funds partially offset by \$0.8 million lower contributions from other councils.

3.9 Other income **-24.2% Variance** **(\$0.5m) Unfav**

This unfavourable variance is driven by lower commercial rentals income given COVID-19 impacts.

Analysis of Expense Variances

Budget \$105.1m	Actual \$111.1m	Variance \$6.1m Unfavourable
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4.1 Employee benefit expense **5.0% Variance** **\$2.0m Fav**

This favourable variance is largely due to holding vacant positions across Council.

4.2 Materials & Services **-26.9% Variance** **(\$9.8m) Unfav**

Variances of note have occurred in the following categories:

- Contract payments \$7.4 million unfavourable;
- Internal Revenue/Charges \$1.4 million unfavourable; *and*
- Insurance \$0.7 million unfavourable.

Contract payments & General maintenance (unfavourable \$7.4 million)

This unfavourable variance is due to \$7.7 million COVID-19 cleaning expenditure and \$3.0 million WIP Capitalisation reassessment, partially offset by \$2.4 million home support service contract not required any more (cease of services from 2020-21) and \$0.6 million lower civil infrastructure and parking devices contract costs.

Internal revenue/charges (unfavourable \$1.4 million)

This unfavourable variance is due to lower labour capitalisations recoveries.

Insurance (unfavourable \$0.7 million)

This unfavourable variance is driven by higher insurance claims provision.

4.3 Bad and doubtful debts **-30.2% Variance** **(\$0.3m) Unfav**

This unfavourable variance is associated with higher than expected parking infringement provision costs given collectability uncertainty due to COVID-19 impacts.

4.4 Depreciation and amortisation **-2.6% Variance** **(\$0.5m) Unfav**

This unfavourable variance is driven by the capitalisation timing of capital projects.

4.5 Borrowing costs **64.1% Variance** **\$0.1m Fav**

Minor favourable variance.

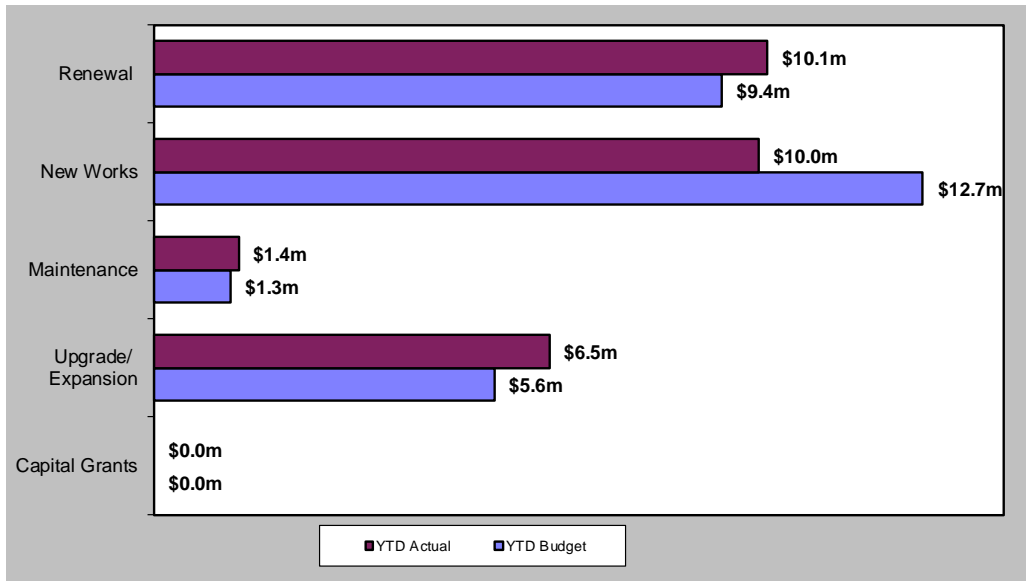
4.6 Other expenses **5.2% Variance** **\$0.1m Fav**

Minor favourable variance.

4.7 Grants and contributions **33.9% Variance** **\$2.4m Fav**

This favourable variance is due to timing of COVID-19 Grants payments.

Council Works – Expenditure

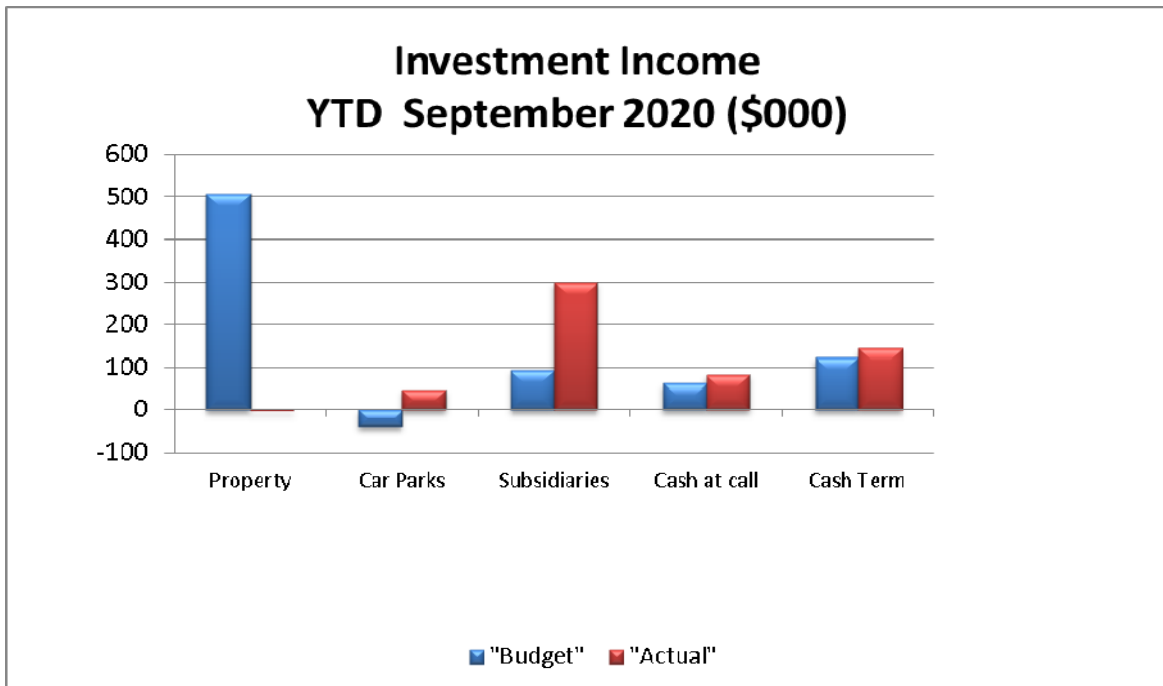
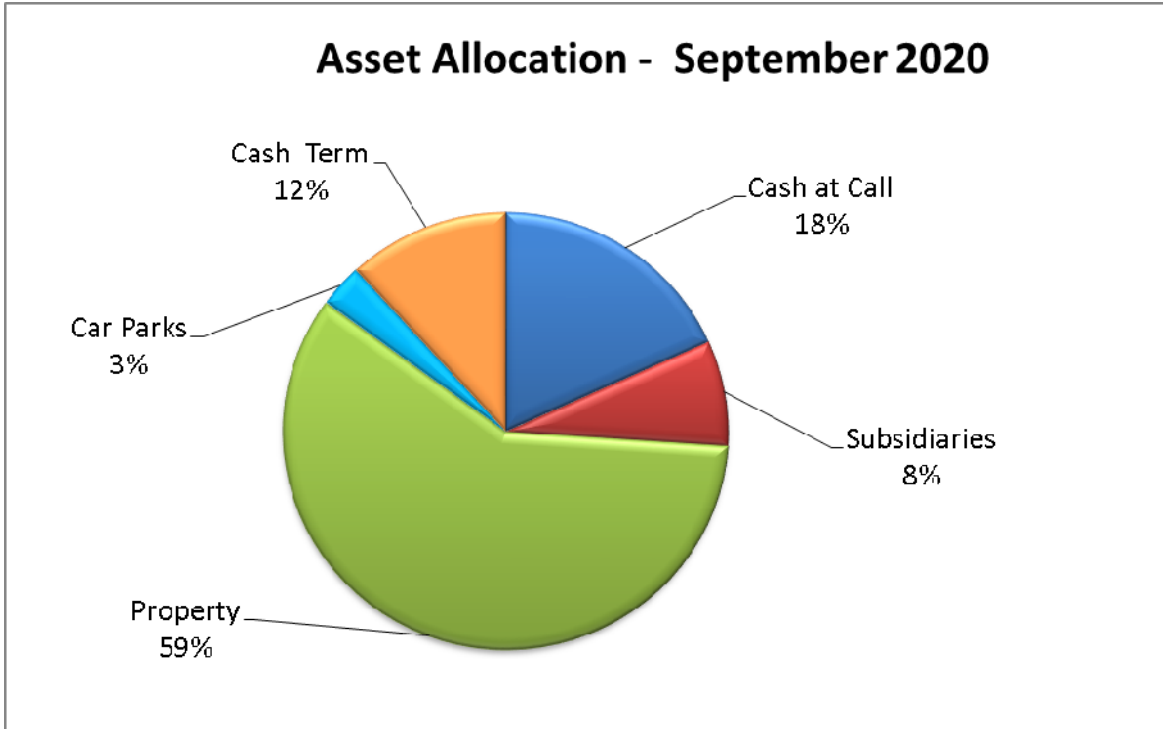


Period: Sep-20

Council Works Area	2019-20 (\$'000)		
	Budget	Actual	Variance
Maintenance			
Capital Grants	0	0	(0)
Maintenance	1,264	1,395	(131)
Total Maintenance	1,264	1,395	(132)
Capital Works			
Expansion	1,786	1,786	0
Upgrade	3,825	4,731	(906)
New Works	12,678	9,961	2,717
Renewal	9,363	10,106	(743)
Total Capital Expenditure	27,653	26,584	1,069
Total Council Works Program	28,917	27,980	937

Investment Portfolio Performance

The Investment Portfolio returned \$0.6 million for year to date which is \$0.1 million lower than \$0.7 million budget.



Public Open Space Contributions

DATE PAID	SUBDIVISION REG. NO	ADDRESS OF DEVELOPMENT	SUBURB	Amount
16/07/2020	SA-2019-93	346-362 Queen Street	MELBOURNE	\$6,092,074
11/08/2020	SA-2019-86	374 Lonsdale Street	MELBOURNE	\$6,707,000
			Total	\$12,799,074

SUPPLEMENTARY VALUATIONS

Supplementary valuations are undertaken for a variety of reasons and these are prescribed in the *Valuation of Land Act 1960 (VLA)*. Pursuant to the Council resolution of February 2013, supplementary valuations are returned to the Chief Executive Officer and reported quarterly to Council.

In the July to Sep 2020 quarter, there was one supplementary valuation return; the total of this return is as follows:

Date	NAV Change	Total Rate Change	New Rates	Exemptions	Objections
1 July 2020	\$182,670,224	\$6,951,236.32	\$7,120,281.92	(\$109,582.61)	(\$59,462.99)
Total	\$182,670,224	\$6,951,236.32	\$7,120,281.92	(\$109,582.61)	(\$59,462.99)

The 2020-21 supplementary new rates budget is \$6.2 million. The year to date actual for new rates is \$7.1 million.

Detailed listings of all supplementary valuation returns are attached to each supplementary return and are available for inspection upon request.

Category	Address	Effective Date	Rates 2020-21	Rates Previous Years	Total Rates	NAV Change	Comments
1 July 2020							
EXEMPTION	84-88 Leveson Street NORTH MELBOURNE	20-Dec-19	(\$18,160.39)	(\$6,905.68)	(\$25,066.07)	\$0	The Royal Children's Hospital, exempt from rates
	124-136 Chetwynd Street NORTH MELBOURNE	01-Apr-20	(\$14,517.27)	(\$3,490.59)	(\$18,007.86)	\$0	Ambulance Victoria, exempt from rates
	Ground, Shop 1 & Level 1, 246 Flinders Street, Melbourne	01-Jul-20	(\$15,897.24)	\$0.00	(\$15,897.24)	\$0	Melbourne College Of Hairdressing Beauty Therapy, exempt from rates
	Balance of smaller exemptions		(\$44,200.85)	(\$6,410.59)	(\$50,611.44)	\$5,786,998	
	TOTAL		(\$92,775.75)	(\$16,806.86)	(\$109,582.61)	\$5,786,998	
OBJECTIONS	370-384 William Street MELBOURNE	01-Jul-19	\$0.00	(\$59,462.99)	(\$59,462.99)	\$0	VCAT or Court Order
	Balance of smaller objections		\$0.00	\$0.00	\$0.00	\$0	
	TOTAL		\$0.00	(\$59,462.99)	(\$59,462.99)	\$0	
NEW RATES	263-283 Spencer Street DOCKLANDS	01-Jul-20	\$1,437,512.34	\$0.00	\$1,437,512.34	\$32,553,100	Construction of multi-level office building
	76-84 Collins Street MELBOURNE	01-Jul-20	\$1,162,785.97	\$0.00	\$1,162,785.97	\$26,331,800	Construction of multi-level south office tower
	2-28 Hoff Boulevard SOUTHBANK	01-Jul-20	\$1,025,311.08	\$0.00	\$1,025,311.08	\$25,064,500	Construction of multi-unit development 834 residential units
	471-485 Collins Street MELBOURNE	01-Jul-20	\$1,016,635.12	\$0.00	\$1,016,635.12	\$23,022,150	Construction of multi-level office building
	Balance of smaller new rates		\$2,653,704.62	(\$175,667.21)	\$2,478,037.41	\$69,911,676	
	TOTAL		\$7,295,949.13	(\$175,667.21)	\$7,120,281.92	\$176,883,226	
TOTAL			\$7,203,173.38	(\$251,937.06)	\$6,951,236.32	\$182,670,224	

Category	Address	Effective Date	Rates 2020-21	Rates Previous Years	Total Rates	NAV Change	Comments
1 July 2020							
EXEMPTION	84-88 Leveson Street NORTH MELBOURNE	20-Dec-19	(\$18,160.39)	(\$6,905.68)	(\$25,066.07)	\$0	The Royal Children's Hospital, exempt from rates
	124-136 Chetwynd Street NORTH MELBOURNE	01-Apr-20	(\$14,517.27)	(\$3,490.59)	(\$18,007.86)	\$0	Ambulance Victoria, exempt from rates
	Ground, Shop 1 & Level 1, 246 Flinders Street, Melbourne	01-Jul-20	(\$15,897.24)	\$0.00	(\$15,897.24)	\$0	Melbourne College Of Hairdressing Beauty Therapy, exempt from rates
	Balance of smaller exemptions		(\$44,200.85)	(\$6,410.59)	(\$50,611.44)	\$5,786,998	
	TOTAL		(\$92,775.75)	(\$16,806.86)	(\$109,582.61)	\$5,786,998	
OBJECTIONS	370-384 William Street MELBOURNE	01-Jul-19	\$0.00	(\$59,462.99)	(\$59,462.99)	\$0	VCAT or Court Order
	Balance of smaller objections		\$0.00	\$0.00	\$0.00	\$0	
	TOTAL		\$0.00	(\$59,462.99)	(\$59,462.99)	\$0	
NEW RATES	263-283 Spencer Street DOCKLANDS	01-Jul-20	\$1,437,512.34	\$0.00	\$1,437,512.34	\$32,553,100	Construction of multi-level office building
	76-84 Collins Street MELBOURNE	01-Jul-20	\$1,162,785.97	\$0.00	\$1,162,785.97	\$26,331,800	Construction of multi-level south office tower
	2-28 Hoff Boulevard SOUTHBANK	01-Jul-20	\$1,025,311.08	\$0.00	\$1,025,311.08	\$25,064,500	Construction of multi-unit development 834 residential units
	471-485 Collins Street MELBOURNE	01-Jul-20	\$1,016,635.12	\$0.00	\$1,016,635.12	\$23,022,150	Construction of multi-level office building
	Balance of smaller new rates		\$2,653,704.62	(\$175,667.21)	\$2,478,037.41	\$69,911,676	
	TOTAL		\$7,295,949.13	(\$175,667.21)	\$7,120,281.92	\$176,883,226	
TOTAL			\$7,203,173.38	(\$251,937.06)	\$6,951,236.32	\$182,670,224	

Supporting Attachment

AMENDED TO APPENDIX F: FEES & CHARGES SCHEDULE

Council approved Fees and Charges as part of its Annual Plan and Budget 2020-21 on 7 July 2020.

Due to an administrative error in reporting these fees accurately in Appendix F of the Fees and Charges schedule, corrections are required for certain items which are identified in the table below.

It is important to note that there is no impact or change required to the approved Annual Plan & Budget 2020-21, which for reasons of clarity and transparency are considered appropriate to note for public record.

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
1	On-street Support and Compliance	Page 158: Free Registration Application - Cat or Dog Adopted from Registered Animal Shelter	Per Infringement	250.00	250.00	0.00	0.00	Per Registration	1,2
2	On-street Support and Compliance	Page 157: Fail to Remove Dog Excrement	Per Infringement	163.00	169.00	250.00	250.00		2
3	On-street Support and Compliance	Page 157: Allow Dog to Rush or Chase a Person	Per Infringement	245.00	253.00	163.00	169.00		2
4	On-street Support and Compliance	Page 157: Dog at Large / Not Securely Confined Day Time	Per Infringement	327.00	337.00	245.00	253.00		2
5	On-street Support and Compliance	Page 157: Dog at Large / Not Securely Confined Night Time	Per Infringement	163.00	169.00	327.00	337.00		2
6	On-street Support and Compliance	Page 158: Dog / Cat Found in a Prohibited Public Place	Per Infringement	327.00	337.00	163.00	169.00		2
7	On-street Support and Compliance	Page 157: Fail to Renew the Registration of a Dog or Cat	Per Infringement	408.00	421.00	327.00	337.00		2
8	On-street Support and Compliance	Page 157: Non-Serious Injury Caused by Dog Attack	Per Infringement	82.00	84.00	408.00	421.00		2

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
9	On-street Support and Compliance	Page 151: Unregistered Dog Wearing Registration Tag	Per Application	200.00	200.00	82.00	84.00	Per Infringement	1,2
10	On-street Support and Compliance	Page 151: Application to Register Domestic Animal Business	Each	25.00	25.00	200.00	200.00	Per Application	1,2
11	On-street Support and Compliance	Page 151: Cat Trap Hire Seven Days	Per Registration	300.00	300.00	25.00	25.00	Per Week	1,2
12	On-street Support and Compliance	Page 151: Dog Registration - Restricted Breed Dog, Declared Dangerous Dog, Menacing Dog	Per Registration	15.00	15.00	300.00	300.00		2
13	On-street Support and Compliance	Page 152: Late Fee for Registration Renewal After 11 April Annually	Per Registration	450.00	450.00	15.00	15.00		2
14	On-street Support and Compliance	Page 152: Registration and Renewal – Domestic Animal Business	Per Application	120.00	120.00	450.00	450.00	Per Registration	1,2
15	On-street Support and Compliance	Page 158: Transfer of Registration - Domestic Animal Business	Per Registration	108.00	114.00	120.00	120.00	Per Application	1,2
16	On-street Support and Compliance	Page 158: Cat Registration - Full Fee	Per Registration	54.00	57.00	108.00	114.00		2
17	On-street Support and Compliance	Page 158: Cat Registration - Full Fee Concession	Per Registration	36.00	38.00	54.00	57.00		2
18	On-street Support and Compliance	Page 158: Cat Registration - Reduced Fee	Per Registration	18.00	19.00	36.00	38.00		2

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
19	On-street Support and Compliance	Page 152: Cat Registration - Reduced Fee Concession	Per Registration	90.00	93.00	18.00	19.00		2
20	On-street Support and Compliance	Page 152: Dog Registration - Full Fee Concession	Per Registration	180.00	186.00	90.00	93.00		2
21	On-street Support and Compliance	Page 152: Dog Registration - Maximum Fee	Per Registration	60.00	62.00	180.00	186.00		2
22	On-street Support and Compliance	Page 152: Dog Registration - Reduced Fee	Per Registration	30.00	31.00	60.00	62.00		2
23	On-street Support and Compliance	Page 158: Dog Registration - Reduced Fee Concession	Per Registration	81.00	86.00	30.00	31.00		2
24	On-street Support and Compliance	Page 158: Cat Registration - Full Fee (11 August - 10 December)	Per Registration	40.50	43.00	81.00	86.00		2
25	On-street Support and Compliance	Page 158: Cat Registration - Full Fee Concession (11 August - 10 December)	Per Registration	27.00	29.00	40.50	43.00		2
26	On-street Support and Compliance	Page 157: Cat Registration - Reduced fee (11 August - 10 December)	Per Registration	13.50	14.00	27.00	29.00		2
27	On-street Support and Compliance	Page 158: Cat Registration - Reduced Fee Concession (11 August - 10 December)	Per Registration	67.50	70.00	13.50	14.00		2

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
28	On-street Support and Compliance	Page 158: Dog Registration - Full Fee Concession (11 August - 10 December)	Per Registration	135.00	140.00	67.50	70.00		2
29	On-street Support and Compliance	Page 158: Dog Registration - Full Fee (11 August - 10 December)	Per Registration	45.00	47.00	135.00	140.00		2
30	On-street Support and Compliance	Page 158: Dog Registration - Reduced Fee (11 August - 10 December)	Per Registration	22.50	23.50	45.00	47.00		2
31	On-street Support and Compliance	Page 158: Dog Registration - Reduced Fee Concession (11 August - 10 December)	Per Registration	54.00	57.00	22.50	23.50		2
32	On-street Support and Compliance	Page 158: Cat Registration - Full Fee (11 December - 10 February)	Per Registration	27.00	28.50	54.00	57.00		2
33	On-street Support and Compliance	Page 159: Cat Registration - Full Fee Concession (11 December - 10 February)	Per Registration	18.00	19.00	27.00	28.50		2
34	On-street Support and Compliance	Page 159: Cat Registration - Reduced Fee (11 December - 10 February)	Per Registration	9.00	9.50	18.00	19.00		2
35	On-street Support and Compliance	Page 152: Cat Registration - Reduced Fee Concession (11 December - 10 February)	Per Registration	45.00	46.50	9.00	9.50		2

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
36	On-street Support and Compliance	Page 152: Dog Registration - Full Fee Concession (11 Dec - 10 Feb)	Per Registration	90.00	93.00	45.00	46.50		2
37	On-street Support and Compliance	Page 152: Dog Registration - Full Fee (11 December - 10 February)	Per Registration	30.00	31.00	90.00	93.00		2
38	On-street Support and Compliance	Page 152: Dog Registration - Reduced Fee (11 December - 10 February)	Per Registration	15.00	15.50	30.00	31.00		2
39	On-street Support and Compliance	Page 152: Dog Registration - Reduced Fee Concession (11 December - 10 February)	Per Registration	50.00	50.00	15.00	15.50		2
40	On-street Support and Compliance	Page 152: Foster Carer Registration	Per unit	8.00	8.00	50.00	50.00	Per Annum	1,2
41	On-street Support and Compliance	Foster Care Registration – Cat	Per Annum	0.00	0.00	8.00	8.00	Per Unit	3
42	On-street Support and Compliance	Page 155: Offence under clause 8.6 "Building works carried out without a permit outside the boundary of a premises" of the Activities Local Law 2009	Per Offence	1,000.00	1,000.00	0.00	0.00		4
43	Planning and Building	Page 156: Bin Permit Application Fee	Per Application	50.00	0.00	0.00	0.00		5
44	Planning and Building	Page 155: Bin Permit Charge	Per Day	50.00	0.00	0.00	0.00		5
45	Tourism and Events	Page 95: Public Events: Attendee fee	Max Per Event	0.00	0.00	2,380.00	0.00		6

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
46	Tourism and Events	Page 96: Authority to Sell Fees: Fee for each additional site over 15 sites for event duration	Each Additional Site	0.00	0.00	83.00	0.00		6
47	Tourism and Events	Page 96: Authority to Sell Fees: for 1 to 5 sites for each day of the event	Per Day/Per Site	0.00	0.00	220.00	0.00		6
48	Tourism and Events	Page 96: Authority to Sell Fees: for 11 to 15 sites for event duration	Per Event	0.00	0.00	1,654.00	0.00		6
49	Tourism and Events	Page 96: Authority to Sell Fees: for 6 to 10 sites for event duration	Per Event	0.00	0.00	1,103.00	0.00		6
50	Tourism and Events	Page 96: Event Application Fee < 500 attendees	Each	0.00	0.00	60.00	0.00		6
51	Tourism and Events	Page 96: Event Application Fee > 500 attendees	Each	0.00	0.00	238.00	0.00		6
52	Tourism and Events	Page 96: Private Event - Attendee fee	Max Per Event	0.00	0.00	120.00	0.00		6
53	Economic Development	Page 168: Melbourne Visitor Booth - exterior vinyl billboard	Each	12,140.00	0.00	0.00	0.00		7
54	Economic Development	Page 168: Super Banners - installation and removal fee (per banner pole)	Each	33.90	0.00	0.00	0.00		7
55	Economic Development	Page 168: Melbourne Visitor Booth Exterior Poster Panels (x7)	Max Per Month	12,140.00	0.00	0.00	0.00		7
56	Economic Development	Page 168: Melbourne Visitor Booth hire of interior wall space	Max Per Week	118.00	0.00	0.00	0.00		7

	Reference	Name of Product or Service New Year	Unit of Measure Description	Reported Price per unit (inc GST) as at 30 June 2020	Reported Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Price per unit (inc GST) as at 30 June 2020	Corrected to reflect Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
57	Economic Development	Page 168: Signage Hubs - daily hire fee (per poster panel)	Max Per Day	21.50	0.00	0.00	0.00		7
58	Economic Development	Page 168: Standard Banners - daily hire fee (per banner pole)	Max Per Day	3.40	0.00	0.00	0.00		7
59	Economic Development	Page 168: Super Banners - daily hire fee (per banner pole)	Max Per Day	5.40	0.00	0.00	0.00		7
60	Economic Development	Page 168: Signage Hubs - installation and removal fees (per poster panel)	Per Signage Hub	144.70	0.00	0.00	0.00		7
61	Economic Development	Page 168: Standard Banners - installation and removal fee (per banner pole)	Each	77.30	0.00	0.00	0.00		7

	Branch Description	Name of Product or Service New Year	Unit of Measure Description	Current Price per unit (inc GST) as at 30 June 2020	Current Price per unit (inc GST) from 1 July 2020	Corrected to reflect Current Unit of Measure Description	NOTE
62	On-street Support and Compliance	Page 153: Street Permits: Reserved Parking Fee – Residents	Administration Fee and 1st Bay	30.00	35.00	Admin Fee & second & subsequent Bay	1
63	On-street Support and Compliance	Page 151: Cat / Dog Transport Fee - Business Hours	Per Week	25.00	25.00	Each	1
64	On-street Support and Compliance	Page 151: Cat Trap Hire Seven Days (Pensioner, Health Care Card Holders, Government Organisations)	Per Registration	0.00	0.00	Per Week	1
65	On-street Support and Compliance	Page 151: Per Day Rate for Animals Post Eight Day Statutory Period	Per Week	0.00	0.00	Per Day	1
66	On-street Support and Compliance	Inspection of Dog and Cat Register	Per Day	0.00	0.00	Per Inspection	1

NOTES

1. Unit of measure required amended disclosure
2. Fee Description and reported price were misaligned and required amended disclosure
3. Fee 41: On-street Support and Compliance had been charging this fee in FY19-20 which was inadvertently omitted in FY20-21.
4. Fee 42: On-street Support and Compliance had eliminated this fee in FY19-20. This fee does not require publishing in FY20-21.
5. Fee 43 and 44: Fees transferred from Planning and Building branch to On-street Support and Compliance branch in FY20-21 both correctly reflected these fees for both current year and next year. This correction is to remove a duplicate disclosure.
6. Fees 45 to 52: A fee review completed within Tourism and Events has resulted in a reduction in the number of fees charged for event permits. Application and Attendee fees for private and public events have been merged into a single administration fee for each of these event types. In addition, Authority to Sell fees are now to be charged on attendee numbers, not the number of points of sale which enables more streamlined permitting processes for customers.
As a result, the new fees are not directly comparable and are therefore listed in separate lines representing the inclusion of the new fees, and removal of the previous ones. Please refer to Tourism and Events on pg97 for new fees.
7. Fees 53 to 61: This correction removes a duplicate disclosure. Please refer to City Marketing on pg180 for up-to-date fees.