

Draft

2022/23 Budget

For public review until 16 June 2022

Background

The Draft 2022/23 Budget was approved by the Goulburn Valley Libraries Board at its ordinary meeting of 28 April 2022 for public review.

The key influences and assumptions in relation to the draft budget are;

1. Return to pre COVID-19 operations.
2. Increased revenue requirement from each Municipality of 1.5%.
3. Assumed increase in State Govt grant revenue of 2.5%.
4. Increase in Book stock purchase from \$400k to \$450k
5. Increase shelf ready purchases to reduce key personnel risk.
6. Increase eResources through pay per use model.
7. Employee benefits increase by 2.0% (EBA 2022 to be negotiated.)
8. Operational savings from Management re structure achieved.
9. New HR and IT support contracts in place.
10. Maintain existing levels of branch staffing, opening hours.
11. Increase programming resource by 0.5 FTE.
12. Increase in depreciation expense of 2% due to increased capital purchases for ebook stock.
13. CEO position moves to 1.0 time fraction from 1 April 2023 and same salary.

Any person may make a submission on a proposal contained in the Draft Budget under section 223 of the Local Government Act.

Submissions are to be received by no later than 4pm on 14 June 2021 and should be addressed to the Chief Executive Officer, Goulburn Valley Libraries, PO Box 632, Shepparton 3632; or delivered to 79 Benalla Road, Shepparton or on line via email to gvrhc@gvrhc.vic.gov.au

Goulburn Valley Libraries Board will consider all written and online submissions and hear any person who wishes to be heard in support of their submission.

Kevin Preece
CEO
Goulburn Valley Libraries

Budget 2022/23

	2021/2022 Adopted Budget \$	2022/2023 Draft Budget \$
REVENUE		
User Fees	48,200	50,200
Grants (Operating)	900,675	931,259
Contributions (Monetary)	2,803,800	2,845,782
Other Income	37,000	23,000
Sale of Assets		10,000
TOTAL REVENUE	3,789,675	3,860,241
EXPENSES		
Employee Costs	2,552,800	2,374,000
Materials and Services	791,400	858,700
Depreciation	499,800	509,796
Borrowing Costs	900	450
Other Expenses	58,450	59,419
TOTAL EXPENSE	3,903,350	3,802,365
Surplus/(Deficit) for the period	(113,675)	57,876

CAPITAL EXPENDITURE

Book stock & resources

Physical Books and resources	189,000	225,000
PRC books and resources	27,000	27,000
eBooks & eAudiobooks	93,000	130,000
DVD's	38,000	40,000
Audiobooks	50,000	35,000
Vehicles	43,000	50,000
Equipment & furniture	5,000	5,000
CIT	30,000	35,000
Avenel/Murchison Kiosks	120,000	
Total Capital Expenditure	595,000	547,000

Notes

1. User fees – Overdue fees, Copy and print charges
2. Grants – State Government recurrent grant, Premiers Reading Challenge
3. Contributions – Council contributions for service
4. Other Income – Investment interest, Misc Grants, Donations, Diesel rebate, Book Club receipts
5. Employee costs – Salaries and wages, Superannuation, Leave Loading, WorkCover premium, FBT
6. Materials and services – Shared admin and IT costs, Accommodation, utilities, training costs, periodicals and subscriptions, Vehicle expenses, Equip servicing, rubbish removal, IT Maintenance
7. Depreciation – Vehicles, Book stock, Furniture and Equipment
8. Borrowing costs – Interest payments on loans
9. Other expenses – Rental on administration building

Balance Sheet

	JUNE Forecast 2021/22	Draft Budget 2022/2023
	\$	\$
ASSETS		
Current Assets		
Cash and Cash Equivalents	982,382	765,640
Trade and Other Receivables	31,738	31,738
Other Financial Assets	500,000	500,000
Other Assets	39	39
Total Current Assets	1,514,159	1,297,417
Non-Current Assets		
Property, Plant, Equipment and Infrastructure	8,772,856	9,340,856
(Depreciation)	(7,042,875)	(7,503,080)
CAPEX	568,000	624,000
Right of Use Assets	49,591	0
Total Non-Current Assets	2,347,572	2,461,776
TOTAL ASSETS	3,861,731	3,759,193
LIABILITIES		
Current Liabilities		
Trade and Other Payables	272,171	70,171
Provisions	667,737	687,737
Interest-bearing Loans and Borrowings	0	0
Lease Liabilities	52,328	0
Total Current Liabilities	992,236	757,908
Non-Current Liabilities		
Trade and Other Payables	0	0
Provisions	54,497	64,497
Interest-Bearing Loans and Borrowings	0	0
Lease Liabilities	0	0
Total Non-Current Liabilities	54,497	64,497
TOTAL LIABILITIES	1,046,733	822,405
NET ASSETS	2,814,998	2,936,788
EQUITY		
Accumulated Surplus / (Deficit)	(90,749)	31,041
Member Contributions	2,905,747	2,905,747
TOTAL EQUITY	2,814,998	2,936,788