

# Adopted 2022/23 Budget

## Background

The 2022/23 Budget was approved and adopted by the Goulburn Valley Libraries Board at its ordinary meeting of 23 June 2022.

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.

Kevin Preece  
CEO  
Goulburn Valley Libraries

## Budget 2022/23

### Budget 2022/23 - Income Statement

	Adopted Budget 2021/2022	Adopted Budget 2022/2023
<b>Revenue</b>		
User Fees	48,200	50,200
Grants (Operating)	900,675	922,173
Grants (Capital)	120,000	232,000
Contributions (Monetary)	2,798,800	2,845,782
Other Income	42,000	23,000
Gain (Loss) on Sale of Plant	0	10,000
<b>Total Revenue</b>	<b>3,909,675</b>	<b>4,083,155</b>
<b>Expenses</b>		
Employee Costs	2,550,800	2,378,000
Materials and Services	794,400	1,013,700
Depreciation	544,895	509,796
Borrowing Costs	4,255	450
Other Expenses	10,000	59,419
	<b>3,904,350</b>	<b>3,961,365</b>
<b>Surplus (Deficit) for the Period</b>	<b>5,325</b>	<b>121,790</b>
<b>Capital Expenditure</b>		
<b>Book stock &amp; resources</b>		
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
CD's	0	0
<b>Vehicles</b>	43,000	50,000
<b>Equipment &amp; furniture</b>	5,000	5,000
<b>CIT</b>	30,000	35,000
<b>Avenel/Murchison Kiosks</b>	120,000	30,000
<b>Numurkah/Euroa Upgrades</b>	0	47,000
<b>Total Capital Expenditure</b>	<b>595,000</b>	<b>624,000</b>

#### 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

## Budget 2022/23 Balance Sheet

	Forecast 2021/22	Adopted Budget 2022/2023
	\$	\$
<b>ASSETS</b>		
<b>Current Assets</b>		
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
<b>Total Current Assets</b>	<b>1,514,159</b>	<b>1,297,417</b>
<b>Non-Current Assets</b>		
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
<b>Total Non-Current Assets</b>	<b>2,347,572</b>	<b>2,461,776</b>
<b>TOTAL ASSETS</b>	<b>3,861,731</b>	<b>3,759,193</b>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
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
<b>Total Current Liabilities</b>	<b>992,236</b>	<b>757,908</b>
<b>Non-Current Liabilities</b>		
Trade and Other Payables	0	0
Provisions	54,497	64,497
Interest-Bearing Loans and Borrowings	0	0
Lease Liabilities	0	0
<b>Total Non-Current Liabilities</b>	<b>54,497</b>	<b>64,497</b>
<b>TOTAL LIABILITIES</b>	<b>1,046,733</b>	<b>822,405</b>
<b>NET ASSETS</b>	<b>2,814,998</b>	<b>2,936,788</b>
<b>EQUITY</b>		
Accumulated Surplus / (Deficit)	(90,749)	31,041
Member Contributions	2,905,747	2,905,747
<b>TOTAL EQUITY</b>	<b>2,814,998</b>	<b>2,936,788</b>