

Construction Division

EXPENSE AND REVENUE SUMMARY

Business Line	2003-04 Estimate	2004-05 Budget
	\$000	\$000
Operating Revenue	33 299	34 632
Project Management	33 299	34 632
Operating Expenses	33 479	34 632
Project Management	33 479	34 632
Operating Result	- 180	

Total 2004-05 Staffing: 243

Profile

Overview

The Construction Division is responsible for the design, procurement and supervision of the construction and maintenance of built assets for Government client agencies. The Division has no construction workforce of its own and arranges private contractors for all construction work on behalf of its clients.

The Division's key functional responsibility is to deliver the Government's Infrastructure Program, comprising capital works, minor new works and repairs and maintenance.

Strategic Issues

- Progress a client-focused approach for the delivery of the Infrastructure Program.
- Address commercial obligations as a government business division.
- Ongoing development and establishment of internal business and reporting systems.

Budget Highlights

- Additional recruitment to manage the delivery of the Desert Knowledge Precinct projects.
- Delivery of major projects such as the Mereenie Loop road in the West MacDonnells area in Alice Springs.
- High level performance on key projects, in particular the Darwin City Waterfront redevelopment.

Performance

The delivery of the three elements of the Government's Infrastructure Program – capital works, minor new works and repairs and maintenance – continues to be the focus for 2004-05. The Division will continue to provide services in all regions while ensuring client requirements are met in delivering the Infrastructure Program.

Project Management

Project management of the construction and maintenance of built assets for the Northern Territory Government.

Outcome

Efficient and customer-focused delivery of both construction and maintenance services.

Performance Measures	2003-04 Estimate	2004-05 Estimate
<i>Quantity</i>		
Number of projects managed	2 500	2 500
Available hours charged to projects	80%	80%
Value of projects managed	\$400M	\$400M
<i>Quality</i>		
Clients satisfied with service and product	80%	80%
<i>Timeliness</i>		
Projects completed within agreed timeframes	80%	80%

Statement of Financial Performance

	2003-04 Estimate	2004-05 Budget
	\$000	\$000
OPERATING REVENUE		
<i>Grants and Subsidies</i>		
Current		
Capital		
Community Service Obligations		
Sales of Goods and Services	33 144	34 512
Interest Revenue	25	120
Rent and Dividends		
Miscellaneous Revenue	130	
Profit/Loss on Disposal of Assets		
TOTAL OPERATING REVENUE	33 299	34 632
OPERATING EXPENSES		
Employee Expenses	17 185	18 116
<i>Administrative Expenses</i>		
Purchases of Goods and Services	16 112	16 334
Repairs and Maintenance		
Depreciation and Amortisation	8	6
Other Administrative Expenses		
<i>Grants and Subsidies</i>		
Current		
Capital		
Interest Expense	174	176
TOTAL OPERATING EXPENSES	33 479	34 632
OPERATING SURPLUS BEFORE INCOME TAX	- 180	
Income Tax Expense		
NET OPERATING SURPLUS	- 180	

Statement of Financial Position

	2003-04 Estimate	2004-05 Budget
	\$000	\$000
ASSETS		
Cash and Deposits	4 910	5 496
Receivables	3 401	2 812
Prepayments	8	8
Inventories		
Advances and Investments		
Land and Improvements		
Plant and Equipment	74	78
Other Assets		
TOTAL ASSETS	8 393	8 394
LIABILITIES		
Deposits Held		
Creditors and Accruals	1 605	1 606
Borrowings and Advances	2 500	2 500
Provisions	3 062	3 062
Other Liabilities		
TOTAL LIABILITIES	7 167	7 168
NET ASSETS	1 226	1 226
EQUITY		
<i>Capital</i>		
Opening Balance		
Equity Injections/Withdrawals		
Reserves		
<i>Accumulated Funds</i>		
Opening Balance	1 406	1 226
Current Year Surplus/Deficit	- 180	
Dividends Paid/Payable		
TOTAL EQUITY	1 226	1 226

Statement of Cash Flows

	2003-04 Estimate	2004-05 Budget
	\$000	\$000
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating Receipts		
<i>Grants and Subsidies Received</i>		
Current		
Capital		
Community Service Obligations		
Receipts from Sales of Goods and Services	33 711	35 101
Interest Received	25	120
Total Operating Receipts	33 736	35 221
Operating Payments		
Payments to Employees	17 185	18 116
Payments for Goods and Services	16 112	16 334
<i>Grants and Subsidies Paid</i>		
Current		
Capital		
Interest Paid	174	175
Income Tax Paid		
Total Operating Payments	33 471	34 625
NET CASH FROM OPERATING ACTIVITIES	265	596
CASH FLOWS FROM INVESTING ACTIVITIES		
Investing Receipts		
Proceeds from Asset Sales		
Repayment of Advances		
Sales of Investments		
Total Investing Receipts		
Investing Payments		
Purchases of Assets	10	10
Advances and Investing Payments		
Total Investing Payments	10	10
NET CASH FROM INVESTING ACTIVITIES	- 10	- 10
CASH FLOWS FROM FINANCING ACTIVITIES		
Financing Receipts		
Proceeds of Borrowings		
Deposits Received		
Equity Injections		
Total Financing Receipts		
Financing Payments		
Repayment of Borrowings		
Finance Lease Payments		
Dividends Paid	490	
Equity Withdrawals		
Total Financing Payments	490	
NET CASH FROM FINANCING ACTIVITIES	- 490	
Net Increase in Cash Held	- 235	586
Cash at Beginning of Financial Year	5 145	4 910
CASH AT END OF FINANCIAL YEAR	4 910	5 496