

ADDITIONAL QUESTIONS FOR 2009/10 ONGOING ESTIMATES HEARING

ROTTNEST ISLAND AUTHORITY HELD ON

MONDAY, 7 SEPTEMBER 2009

HON LJILJANNA RAVLICH MLC ASKED –

1. Will the Minister provide a breakdown of the expenditure of the \$3.7m in funding allocated under *New Works – Holiday and Tourism Facilities 2009-2010*?

Answer

Copy attached, refer Attachment 1.

2. Can the Minister please explain the difference between the Budget allocation of \$3.7m for 2009-10 and the estimated investment of \$2.05m for Recreation and Holiday Services in the Rottneest Island Management Plan 2009-10 for the same period ? Will there be extra work undertaken, or is this a result of cost increases ?

Answer

The \$3.7m relates to RIA's Capital Works budget, copy attached, refer Attachment 1.

The \$2.05m is associated with the Rottneest Island Management Plan (RIMP). Specifically, the \$2.05m includes \$2.0m for RIA's accommodation refurbishment program. The 10 year refurbishment program is based on a financial provision for major refurbishments of \$1.5 million per annum into RIA's Asset Replacement Reserve, to provide the estimated \$15 million required for major refurbishments of the Rottneest Island Authority's accommodation inventory. An annual planned maintenance program valued at \$0.5 million is also a key focus of the Authority's refurbishment strategy. The remaining \$50k relates to the development of a Boating Management Strategy.

The allocations are not the result of cost increases.

3. I refer to Budget Papers Volume 2, page 473 (taken to mean Page 403) – Government Equity Contributions, and ask –

- 3.1 Will the cessation of the Government Equity Contributions result in the deferral, cancellation or reduction of any planned capital works or other programs?

Answer

The Equity Contribution of \$7,623k shown in the Budget Papers for 2008/09 relates to Taskforce Funding. The Taskforce works are largely complete. Cessation of the Government Equity Contributions will not result in the deferral, cancellation or reduction of any planned capital works or other programs.

- 3.2 If yes to (4.1) will the Minister detail any effects on planned works or programs?

Answer

Not applicable.



ATTACHMENT 1

RECOMMENDED CAPITAL WORKS FOR 2009/10

Project	2009/10
Power Poles	500,000
Airport Building - RCD protection	10,000
Waste Water Treatment Plant - replacement of diffusers in aeration basins	40,000
Jetty - Geordie Bay	150,000
Jetty - Hotel	380,000
Kingstown Staff Office	120,000
Governor's Residence (Hotel) Completion	500,000
Dome Landscaping	230,000
Ranger Vessel (net amount, ie after trade-in)	250,000
Parker Point Toilets (including rehab)	480,000
Sever Replacement (5 x file servers)	25,000
Labour for Water Heaters at Caroline Thomson (pending rebate)	20,000
Marine & Terrestrial - GIS system (capital component)	180,000
ICT Plan (phase 3 - 09/10 allocation) - funded through SDP at \$210k	-
Bike Fleet	70,000
Diesel Fuel Storage & Distribution	100,000
Replacement of Sewer Mains (Gravitational Sewers)	75,000
Tank & Evaporation Pit (Wash down)	20,000
Ablutions - West End (septic drains)	15,000
Ablutions - City of York (septic drains)	15,000
Ablutions - Narrow neck (replace with septic drains)	30,000
Ablutions - Basin (roof structure)	40,000
Ablutions - Basin (septic tank & leach drain)	50,000
Ablutions - Stark Bay	27,000
Tank 7 Fuel Supply	15,000
Control Panel (Hydraulics) - SPS Caroline Thomson	40,000
Control Panel (Hydraulics) - SPS Visitor Centre	40,000
Control Panel (Hydraulics) - SPS Garden Golf	40,000
Sludge Transfer Pump	25,000
Generator Set 3	100,000
LV Power Network Review (500mm)	75,000
Hotel LV Feeder Upgrade (Dome / Hotel)	120,000
Ablutions - Oliver Hill	6,500
Power Harmonics	70,000
Buildings Safety issues	10,000
Marine 2 engines	30,000
PC Replacement	20,000
Emergency & Infrastructure Fund	250,000
	4,168,500

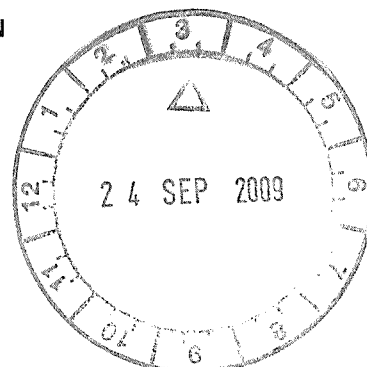
Note

The total Capital Expenditure will be managed to \$3,700,000 as reported in the RIA's Budget Estimates and used in the Financial Sustainability model. Funding is to be identified to reduce the \$4.2m to \$3.7m by either: redirecting Taskforce funding; recouping disputed amounts (Hotel Rottneest investigation); and/or savings from Capex projects.

**STANDING COMMITTEE ON ESTIMATES AND FINANCIAL OPERATIONS
ADDITIONAL QUESTIONS FOR 2009/10 ONGOING ESTIMATES HEARING**

ROTTNEST ISLAND AUTHORITY HELD ON

MONDAY, 7 SEPTEMBER 2009



HON KEN TRAVERS MLC ASKED –

4. As of the last date you reported to Treasury on your finances:

4.1 Can you please identify all accounts held by your agency?

Answer

As at 20 July 2009, the Rottneest Island Authority had:

- Operating Accounts:
 - Bankwest
 - Commonwealth Bank (CBA)
- Interest Bearing Accounts:
 - Bankwest
 - WA Treasury Corp
- Term Deposit:
 - CBA

4.2 How much cash is held in each of these accounts?

Answer

As at 30 June 2009 the balances were:

- Operating Accounts:
 - Bankwest \$158k
 - Commonwealth Bank (CBA) \$320k
- Interest Bearing Accounts:
 - Bankwest \$4.1m
 - WA Treasury Corp \$6.5m
- Term Deposits:
 - CBA \$6.0m

4.3 How much of this cash is restricted or subject to approval or control?

Answer

All cash held in the above accounts is directly controlled by the RIA.

4.4 As of this date, what is your estimated annual average cash as a percentage of your appropriation?

Answer

Not applicable. The RIA only receives an Administered Grant of \$2.2m per annum, which is not CPI increased.

5. As of the last date you internally monitored each account your agency has:

5.1 How much cash is held in each of these accounts?

Answer

Please see answer to question 4.2.

5.2 How much of this cash is restricted or subject to approval or control?

Answer

Please see answer to question 4.3.

5.3 As of this date, what is your estimated annual average cash as a percentage of your appropriation?

Answer

Please see answer to question 4.4.

6. Please provide, for each question below, what you expect to be the figures as of 30 June 2009?

6.1 How much cash is held in each of these accounts?

Answer

Please see answer to question 4.2.

6.2 How much of this cash is restricted or subject to approval or control?

Answer

Please see answer to question 4.3.

6.3 As of this date, what is your estimated annual average cash as a percentage of your appropriation?

Answer

Please see answer to question 4.4.

7. For the following categories –

- i) Media and Marketing;
- ii) Advertising; and
- iii) Consultants.

7.1 Please provide how much was spent on the above in the 07/08 and 08/09 Financial Years?

Answer	2007/08	2008/09
• Media and Marketing	\$230 555	\$346 839
• Advertising	\$118 450	\$137 704
• Consultants	\$ 14 901	\$274 022

Consultancy costs for 2008/09	
Aboriginal Heritage Investigation and Survey	\$147 500
RIA Functional Review	\$100 376
Human Resources Breach Conciliation	\$ 1 646
Fire Services Design	<u>\$ 24 500</u>
Total	\$274 022

7.2 How much is budgeted to be spent in each area in the 09/10 financial year?

Answer	2009/10
• Media and Marketing	\$166 513
• Advertising	\$ 89 548
• Consultants	\$100 000 (estimate only)

7.3 Can you please define what activities you include in each of these areas?

- Answer
- Media and Marketing
 - Production Design
 - Special Events
 - Merchandise
 - Brochures
 - Photography
 - Product Development
 - Advertising
 - Print Advertising
 - Advertising Design
 - Consultants
 - Aboriginal Heritage investigation and Survey
 - Functional Review
 - Breach Claim Reconciliation
 - Fire Services Design
 - Probity Audit Services

7.4 Are there any activities that could be included in the ordinary meaning of the words that are not included in the above figures and if yes, please detail?

Answer

No.