



***Monthly Financial Report
For the Month Ending
30 November 2001***

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Introduction

This is the fourth monthly financial report for the 2001/2002 year and covers the financial position of the City of Joondalup for the year to date ending 30 November 2001.

Financial Overview

The City of Joondalup is reporting a variance of **\$3.2m** when compared to the Revised YTD budget.

Financial Overview	YTD Budget	YTD Actual	YTD Variance
<u>Variance</u>			
Operating surplus	\$25.4m	\$27.7m	\$2.3m
<u>Non-Operating</u>			<u>YTD Variance</u>
Capital Expenditure	\$0.4m	\$0.3m	\$0.1m
Capital Works	\$4.4m	\$3.6m	\$0.8m
Variance	\$4.8m	\$3.1m	\$1.7m
Total Variance			\$3.2m

On the **Operating Statement by Nature**, the City of Joondalup reported an operating surplus to date of **\$27.7m** against a budget of **\$25.4m**, a variance on budget of **\$2.3m**.

The above variance describes differences attributable to the timing of revenue and expenditure and does not reflect net savings for the year. The half-year financial review will identify net savings available for re-distribution.

Training for the half-year review process has commenced with a report to be prepared for Council in February 2002.

The major differences are as follows:

- The **Operating net variance** of **\$2.3m** resulted from YTD under expenditure of **\$1.2m** and additional revenue of **\$1.1m** when compared to budget.
- **Operating Revenue** for the year-to-date is **\$52.6m** against a YTD budget of **\$51.5m** an additional revenue of **\$1.1m**.
- **Operating Expenditure** for the year-to-date amounted to **\$24.9m** against a YTD budget of **\$26.1m**, representing under expenditure to budget of **\$1.2m**.
- **Capital Expenditure** (shown at Appendix E) for the year-to-date is **\$0.3m** against a YTD budget of **\$0.4m**, under spending of **\$162k**.
- **Capital Works** (shown at Appendix F) for the year-to-date amounted to **\$3.6m** against a year-to-date budget of **\$4.4m**, an under spend to the phased budget of **\$800k**. However the City has committed expenditure through raised purchase orders of **\$1.15m**.

Operating Revenues

Operating Revenue for the year-to-date is **\$52.6m** against a YTD budget of **\$51.5m**, an additional revenue of **\$1.1m**.

A comparison of the year-to-date income is as follows:

Revenue	YTD Budget	YTD Actual
Rates	\$39.0m	\$39.1m
Rates – Specified Area	\$0.1m	\$0.1m
Government Grants	\$3.2m	\$3.8m
Contributions, Reimbursements and Donations	\$0.9m	\$0.8m
Service Charges	\$6.3m	\$6.3m
Fees & Charges	\$1.1m	\$1.7m
Interest Earnings	\$0.9m	\$0.7m
Other	\$0.0m	\$0.1m
Total Revenue	\$51.5m	\$52.6m

76.2% of the City's 2000/01 Operating Revenue for the year has been brought to account. **\$46.1m** was brought to account as a consequence of issuing the 2001/02 Rates Notices. This includes income relating to Rates, Special Area Rates, Refuse Collection charges and Pool Inspection fees.

Referring to Appendix A:

a) Rates and Charges Revenue

Rates and Charges revenue is on target for the year-to-date. Interim rates are expected to be significantly lower than the \$591k budgeted. While this will be reviewed during the half-year budget review it is anticipated that revenue from this source will be some \$200-250k short on budget. Further details on Rating Performance are shown under this section on **Page 5**.

b) Government Grants

Government Grants for the year-to-date amounted to **\$3.8m** compared to a YTD budget of **\$3.2m**. The surplus of **\$593k** relates mainly to Roads to Recovery grants invoiced and received earlier than expected. This does not reflect additional revenues but that the funds were received earlier than anticipated.

c) Contributions, Reimbursements & Donations

This includes transfers to reserves of **\$0.6m** made during the year-to-date, to provide for the future replacement of Plant, Heavy and Light Fleet and interest of **\$0.3m** was accumulated on the investment of the Reserve funds.

d) Service Charges

Service Charges for the year-to-date are slightly ahead of budget and amounted to **\$6.3m**, a surplus of **34k**.

e) Fees and Charges

Fees and Charges for the year-to-date amounted to **\$1.7m** compared to a YTD budget of **\$1.1m**. The YTD additional surplus of **\$572k** relates mainly to additional building licenses, development application fees and land purchase inquiries arising from increased building activity.

It is to be recognised that additional license fee revenue was generated by a number of major building projects including:

- Edith Cowan University - \$79k
- Apartments - Kingsbury Rd, Joondalup - \$7k
- Apartments - Grand Blvd, Joondalup - \$7k
- Lake Joondalup Baptist College - \$7k
- Shops/Offices - Dwyer Turn, Joondalup - \$4k

In addition, the transfer of bond forfeitures from previous years has contributed \$249k to the surplus.

f) Interest Earnings

<i>Interest on</i>	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>
Municipal	\$1.4m	\$0.5m	\$0.4m
Reserves	\$0.9m	\$0.4m	\$0.3m
Total	\$2.3m	\$0.9m	\$0.7m

Interest income for the year-to-date is below budget due to the decreases in world interest rates and the resultant rate cuts undertaken since July 2001.

The better than expected rates collection has provided a larger investment base, however the longer-term interest rate outlook (4.25%) is still well below the budgeted rate of 5.2%.

Further interest rate drops are mooted for early 2002. The revised interest rate outlook and actual interest return will be reviewed as part of the 6-month budget review process.

Details of the City's investments are referred to later in this report.

g) Other Revenues

Other Revenues reflect income received from services provided to the City of Wanneroo as part of the Library Service Level Agreement. The operational support portion of this Service Level Agreement ceased in September 2001, however the sharing of the Library computer system will

continue for a further 2 years. Currently, the revenues received from the City of Wanneroo for the library computer licences exceeds the phased budget.

Operating Expenses

Operating expenses were as follows:

<i>Operating Expenses</i>	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>
Employee Costs	\$22.3m	\$9.2m	\$8.8m
Materials and Contracts	\$24.4m	\$9.8m	\$9.0m
Utilities	\$2.6m	\$1.1m	\$0.9m
Depreciation	\$13.8m	\$5.7m	\$5.8m
Loss on Asset Disposal	\$0.1m	\$0.0m	\$0.1m
Insurance	\$0.8m	\$0.3m	\$0.3m
Total	\$64.0m	\$26.1m	\$24.9m

Operating Expenditure for the year-to-date amounted to **\$24.9m** against a YTD budget of **26.1m**, a net under spend to budget of **\$1.2m**. The main under spending is in Employee Costs **\$0.4m** and Material and Contracts of **\$0.8m**.

a) Employee Costs

Employee Costs for the year-to-date amounted to **\$8.8m** against a budget of **\$9.2m**. The underspend of **\$366k** is due to:

- Delays in replacing staff who have left the employ of the City. In some cases the positions have been "backfilled with contract staff"
- Delays in the commencement of certain projects which incorporate employee costs.

b) Materials and Contracts

Materials and Contracts costs for the year-to-date amounted to **\$9.0m** against a budget of **\$9.8m**, when internal transfers are removed. Materials and Contracts costs are under budget by **\$833k** due to delays in commencing administrative programs and projects. In most instances development work has commenced and the expenditures will be incurred during coming months.

Material and Contracts includes transfers **from** reserves of **\$0.4m** made during July 2001 to apply funds of **\$362k** from the Property Surveillance and Security Charge Reserve, **\$24k** from the Special Area Rating – Iluka Reserve and **\$89k** for the purchase of Light Fleet items. Transfers to and from Reserves are shown at Appendix **H**.

Major areas of under spending are:

- Administration costs (printing, postage and stationery) **\$118k**. Some underspending is in relation to payment for the printing of the Council News, Strategic Planning issues delayed awaiting CEO input together with some cost savings achieved in this area.
- Finance related cost savings of **\$47k** due to more ratepayers selecting the less expensive option of paying rates by credit card.
- Professional Fees & Costs **\$27k** - legal cost (associated with planning and debt collections), corporate subscriptions and valuation costs not yet incurred
- Public Relations costs (promotions) **\$50k** relating to community program expenditure, such as the Joondalup Festival and catering **\$38k** not yet undertaken
- Consultancy costs **\$452k** due to projects where expenditure has not yet been incurred. These include (Urban Enhancements (**\$50k**), Ocean Reef Lot 1029 (**\$63k**), Precinct Concepts (**\$32k**), Foreshore Recreation Strategy (**\$25k**), Spatial Data Development (**\$25k**) and Community Consultations (**\$29k**).

c) Utilities

Utility Costs for the year-to-date amounted to **\$0.9m**, which is slightly under budget. These costs will increase with the upcoming electricity costs associated with Christmas lighting in the CBD.

d) Depreciation on Non Current Assets

Depreciation expense for the year-to-date amounted to **\$5.8m** and is slightly over budget. Actual depreciation charges are processed through the General Ledger reflecting the actual depreciation costs of buildings, equipment, motor vehicles and plant.

e) Loss on Asset Disposal

The loss on the disposal of assets arises from the actual disposal price and written down value of the assets at the time of disposal.

Special Area Works – Iluka

The City raised **\$75,719** as Special Area Rates – Iluka, budget (**73,393**). The carried forward amount of **\$24,797** was transferred from Reserves at the beginning of the year. The year-to-date expenditure for work undertaken is **\$161,483** against the annual total expenditure budget of **\$159,920**, which includes the funds remitted to the Iluka Residents Association which is managing the total landscaping in the area.

Special Area Works – Woodvale Waters

The City raised **\$24,300** as Special Area Rates - Woodvale Waters. The Woodvale Waters Residents Association and Council agreed for the normal verge maintenance and the enhanced landscaping works to be subcontracted. Council

remitted **\$40,500** to the Woodvale Waters Residents Association which is managing the total landscaping in the area.

Special Area Works – Harbour Rise

The City raised **\$42,523** as the Special Area Rates – Harbour Rise. No expenditure has been undertaken year-to-date as the Residents' body is yet to be reformed. The contractors costs for the first six months work will be invoiced in January.

Governance Costs – Elected Members

The net operating costs for Activity 052 – “Governance Costs – Elected Members” is on budget and shows a **net** underspend on a year-to-date basis of **\$1.6k**.

Reserve Transfers

At the end of the month, the City of Joondalup Reserve Funds were **\$13.8m**.

In accordance with the requirements of Section 6.11 of the Local Government Act 1995, unspent funds from specific charges were transferred **to** Reserve Accounts at the 30 June 2001 and formed part of the 1st July 2001 opening balance.

During July 2001, a total of **\$397,108** was transferred **from** Reserves to undertake budgeted works. Funds were transferred from the Property

Surveillance and Security Charge Reserve – **\$362,094**, and from the Special Area Iluka Reserve – **\$24,797**.

Transfers To / From Reserves, together with the balances of the Reserve Accounts at the end of the month is shown at Appendix *H*.

Capital Expenditure

Capital Expenditure (shown at Appendix *E*) for the year-to-date amounted to **\$0.3m** against a budget of **\$0.4m**, an under spend to budget of **\$162k**. The majority of under spending is due to delays in purchasing equipment, completion of software upgrades or undertaking scoping of projects. The half-year review will assess the funding requirements for all the capital expenditure. Capital Expenditure is shown at Appendix *E*.

Capital Works

Capital Works is shown at Appendix *F*.

For the 2001/02 year, the City of Joondalup planned to undertake a Capital Works program of **\$17.2m**.

Actual year-to-date expenditure amounts to **\$3.6m** against a year-to-date budget of **\$4.4m**, a net under spending of **\$0.8m**. However, the City has committed expenditure through raised purchase orders of **\$1.15m**.

Whilst the timing of individual capital works projects differ to the adopted budget, the majority of year-to-date underspending is in the following projects:

- Administration Centre – Roof Solar panels (**\$150k**)
- Administration Centre – Improve Airconditioning (**\$87k**)
- Civic Chambers – Members Lounge (**\$22k**)
- Warwick Leisure Centre – Air Conditioning Act Room (**\$15k**)
- Warwick Hall Gas Heating (**\$15k**)
- Percy Doyle Tennis Shelter (**\$23k**)
- Warwick Bowling Club – Office & Kitchen (**\$35k**)

The half-year review will assess the funding requirements for the all capital expenditure.

Rating Performance

General Rates

The statement of rating information is shown at Appendix *G*.

The 2001/02 rates notices were issued on 16 August 2001. This compares very favourably with prior year issue dates:

- 2000/2001 – 16 August 2000,
- 1999/2000 – 17 September 1999, and
- 1998/1999 – 11 September 1998.

General Rates of **\$39.0m** have been raised. The City offered an Early Payment Discount and an Early Payment Prize Draw which expired on 13 September 2001. The early payment incentive was particularly effective with **28,921** ratepayers having paid the outstanding balance in full by the due date.

The due date for the election of an instalment payment program or full payment of rates was 20 September 2001. **13,759** property owners elected either of the 2 or 4 instalment payment options offered by the City by the due date. Instalment notices will be issued 28 days prior to the instalment payment dates as follows:

- instalment 2 – 22 November 2001
- instalment 3 – 24 January 2002
- instalment 4 – 28 March 2002

The 2 instalment option lapsed on 22 November 2001 and **10,991** ratepayers are included in the remaining 4 instalment plan. The City issued approximately 2,000 debt collection letters in November 2001, advising of the City's "Intention to Summons" unless the debt is paid or payment arrangements are entered into.

Property owners who have not paid their rates bill in full or selected a formal payment option are now required to pay the outstanding balance.

Council provides alternative payment arrangement options in cases of hardship. An administration fee of \$20 is applicable with penalty interest of 8.95% on the outstanding balance.

The total general rates outstanding at the end of the month, including outstanding balances arising from prior years, is as follows:

- General rates - **\$9.9m**
- Deferred rates - **\$0.8m**
- Special Area Rates - **\$0.01m**

Interim rates are expected to be significantly lower than the **\$591k** budgeted. While this will be reviewed during the half-year budget review it is anticipated that revenue from this source will be some \$200-250k short on budget.

Specified Area Rate - Iluka

The 2001/02 Specified Area Rate - Iluka raised revenue of **\$75,719** from 979 properties. (Budget **\$73,393**). The City transferred **\$24,797** from the Special Area Rating – Iluka Reserve during July 2001 to undertake enhanced landscaping works in the area.

Specified Area Rate - Woodvale

The 2001/02 Specified Area Rate - Woodvale raised revenue of **\$24,300** from 136 properties. (Budget **\$24,300**).

Specified Area Rate – Harbour Rise

The 2001/02 Specified Area Rate – Harbour Rise raised revenue of **\$2,523** from 208 properties. (Budget **\$40,200**).

Rubbish Charges

- The 2001/02 Rubbish Charge of \$119 per property planned to net a budget revenue of **\$6.4m** to cover Environmental Waste Services.
- At the end of November 2001, all budgeted rubbish charges had been levied in relation to the Refuse and Recycling Program.

Swimming Pool Inspection

The 2001/02 Swimming Pool Inspection fee of \$11 (including \$1 for GST) raised revenue of **\$159,017** to cover four-yearly swimming pool inspections.

Investments

The City of Joondalup investments are made in accordance with Policy guidelines. The City receives advice from Grove Financial Services P/L in relation to the most suitable investment portfolio to meet the City's risk guidelines.

At the end of the month, the City's investment portfolio amounted to **\$48.2m** and was spread across a number of different investment funds.

Of this amount, **\$34.8m**, 72%, was invested in AAA rated investments. **\$13.3m**, 28% was invested in AA rated investments. An amount of \$95,265 is due from PBS (In liquidation), and is likely to be resolved in 2002/03.

The City's investment portfolio is in accordance with the City's investment Policy which limits exposure to any single institution.

Interest on Investments is as follows:

<i>Interest on</i>	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>
Municipal	\$1.4m	\$0.5m	\$0.4m
Reserves	\$0.9m	\$0.4m	\$0.3m
Total	\$2.3m	\$0.9m	\$0.7m

The recent reductions in interest rates will have a detrimental impact on the City's investment income. The City had budgeted to receive interest at a 5.2% interest rate, however current interest rates achieved have decreased to approximately 5% with continued downward pressure.

The longer-term interest rate outlook (4.25%) is still well below the budget rate (5.2%) used. The revised interest rate outlook and return will be reviewed as part of the 6 month budget review process.

Conclusion

Overall the City of Joondalup is reporting a net under spend compared to the year-to-date budget of **\$3.2m** as at 30 November 2001.

The net year-to-date underspend in **Operating Activities** compared to budget is **\$2.3m** is due to:

- Operating Revenue for the year-to-date of **\$52.6m** against a budget of **\$51.5m** represented additional receipts of revenue of **\$1.1m**. The main areas contributing to the additional revenue are Grants received earlier than expected (Roads to Recovery grants) - **\$593k**, and Fees and Charges surplus YTD of **\$572k**.
- Operating Expenditure for the year-to-date amounted to **\$24.9m** against a YTD budget of **\$26.1m**, a net underspend to budget of **\$1.2m**. The main underspending is in Employee Costs **\$366k** and Material and Contracts of **\$833k**.

Interest income for the year-to-date is below target due to significant decreases in world interest rates and the resultant rate cuts undertaken since July 2001. The better than expected rates collection at this time of year, however, has provided a larger investment base. The longer-term interest rate outlook continues to differ from that estimated as part of the budget process. The revised interest rate outlook and return will be reviewed and the impact on the City's budget assessed as part of the 6 month budget review process.

The 2001/02 rates notices were issued on 16 August 2001. General Rates of **\$39.0m** was raised as part of this process. The City offered an Early Payment Discount and an Early Payment Prize Draw which expired on 13 September 2001. The early payment incentive was particularly effective with **28,921** ratepayers having paid the outstanding balance in full by the due date.

The due date for the election of an instalment payment program or full payment of rates was 20 September 2001. **13,892** property owners elected either of the 2 or 4 instalment payment options offered by the City by the due date. Instalment notices will be issued 28 days prior to the instalment payment dates as follows:

- instalment 2 – 22 November 2001
- instalment 3 – 24 January 2002
- instalment 4 – 28 March 2002

Final payment notices were issued in early October 2001 for property owners who had not selected a formal payment arrangement.

The 2 instalment option lapsed on 22 November 2001 and **10,991** ratepayers are included in the remaining 4 instalment plan. The City issued approximately 2,000 debt collection letters in November 2001, which advise of the City's "Intention to Summons" unless the debt is paid or payment arrangements are entered into.

Council provides alternative payment arrangement options in cases of hardship. An administration fee

of \$20 is applicable with penalty interest of 8.95% on the outstanding balance.

Capital Expenditure is underspent by **\$162k** on a year-to-date basis.

The Capital Works program is slightly behind target with underspending of **\$800k** on a year-to-date basis. This represents **4.7%** of the annual budget. Regular internal financial management training is undertaken with new staff and as a refresher for existing staff. This training further consolidates the organisation's knowledge and understanding of the financial systems and facilitates ongoing management review by front line staff.

The half-year budget review commenced in early December with staff being trained and reviewing all operating, capital expenditure and capital works. The purpose of the review is to identify any additional and shortfalls in revenue, identify any savings from which will then be set aside for redistribution to new expenditures.

A half-year budget review workshop will be held with elected members during Jan/Feb 2002 and a report will be prepared for Council approval. Budget revisions will be undertaken and monthly reporting from February 2002 onward, will be against the Revised Budget.



Operating Statement by Nature 2001/2002

CITY OF JOONDALUP

Period: NOV-01

Submitted: 03-DEC-01 09:54:21

	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>YTD Variance</i>	<i>YTD Variance%</i>
Revenue					
Rates	39,587,475	38,959,704	39,056,915	97,211	0
Rates - Specified Area	137,893	137,893	142,542	4,649	3
Government Grants & Subsidies	8,512,750	3,159,516	3,752,808	593,292	19
Contributions, Reimbursements and Donations	9,321,450	884,536	837,226	(47,310)	(5)
Profit on Asset Disposal	30,393	4,534	0	(4,534)	(100)
Service Charges	6,463,310	6,326,929	6,361,136	34,207	1
Fees & Charges	2,411,952	1,105,084	1,676,890	571,805	52
Interest Earnings	2,343,585	905,849	708,241	(197,608)	(22)
Revenue from Other Councils	148,780	47,695	81,363	33,668	71
Total Operating Revenues	<u>68,957,588</u>	<u>51,531,740</u>	<u>52,617,121</u>	<u>1,085,381</u>	<u>2</u>
Expenditure					
Employee Costs	22,380,868	9,197,532	8,831,345	366,186	(4)
Materials & Contracts	24,381,084	9,820,255	8,987,595	832,660	(9)
Utilities (Gas, Electricity, Water etc)	2,582,695	1,076,048	948,435	127,613	(12)
Depreciation on Non Current Assets	13,783,997	5,736,287	5,798,886	(62,599)	1
Loss on Asset Disposal	114,159	4,648	54,747	(50,099)	1,078
Insurance Expenses	711,954	296,648	282,211	14,437	(5)
Total Operating Expenses	<u>63,954,757</u>	<u>26,131,417</u>	<u>24,903,219</u>	<u>1,228,198</u>	<u>(5)</u>
Change in Net Assets Resulting from Operations	<u>5,002,831</u>	<u>25,400,323</u>	<u>27,713,902</u>	<u>2,313,579</u>	<u>9</u>

Operating Statement by Programme

CITY OF JOONDALUP

Period: NOV-01

	<i>Annual Budget</i>	<i>Year-to-Date Budget</i>	<i>Year-to-Date Actual</i>	<i>Variance</i>
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Revenues				
General Purpose Funding	45,221,159	41,618,786	41,578,664	(40,122)
Law, Order and Public Safety	1,654,307	977,890	799,367	(178,523)
Health	108,561	56,237	37,420	(18,817)
Education and Welfare	724,702	150,449	200,270	49,821
Community Amenities	7,399,460	6,507,852	6,798,845	290,993
Recreation and Culture	1,310,993	477,771	589,138	111,367
Transport	7,971,314	1,296,443	1,978,701	682,258
Economic Services	580,276	241,710	370,042	128,332
Other Property and Services	3,986,816	204,602	264,674	60,072
Total Operating Revenue	<u>68,957,588</u>	<u>51,531,740</u>	<u>52,617,121</u>	<u>1,085,381</u>
Expenses				
Governance	1,073,727	462,962	431,878	31,084
Law, Order and Public Safety	4,793,589	1,881,806	1,930,981	(49,175)
Health	1,092,989	440,651	400,935	39,716
Education and Welfare	2,315,435	944,194	838,254	105,940
Community Amenities	10,158,967	4,184,590	3,936,182	248,408
Recreation and Culture	18,454,057	7,112,132	7,277,905	(165,773)
Transport	17,185,588	7,599,120	7,336,588	262,532
Economic Services	1,128,490	471,155	456,307	14,848
Other Property and Services	7,751,915	3,034,807	2,294,189	740,618
Total Operating Expenses	<u>63,954,757</u>	<u>26,131,417</u>	<u>24,903,219</u>	<u>1,228,198</u>
CHANGES IN NET ASSETS RESULTING FROM OPERATIONS	<u>5,002,831</u>	<u>25,400,323</u>	<u>27,713,902</u>	<u>2,313,579</u>

	<i>YTD Actual June 2001</i>	<i>YTD Actual Current</i>	<i>Movement to Date</i>
	<i>-----</i>	<i>-----</i>	<i>-----</i>
CURRENT ASSETS			
Cash	(1,472,361)	(1,810,855)	(338,495)
Inventories	4,019	3,619	(400)
Receivables	2,959,589	9,542,672	6,583,084
Investments	27,542,482	48,231,240	20,688,759
TOTAL CURRENT ASSETS	<u>29,033,729</u>	<u>55,966,677</u>	<u>26,932,948</u>
CURRENT LIABILITIES			
Creditors	(4,445,594)	(2,020,524)	2,425,070
Provisions	(3,712,694)	(3,474,636)	238,058
Other	(1,761)	364,038	365,799
TOTAL CURRENT LIABILITIES	<u>(8,160,049)</u>	<u>(5,131,122)</u>	<u>3,028,927</u>
NET CURRENT ASSETS	<u>20,873,679</u>	<u>50,835,554</u>	<u>29,961,875</u>
NON CURRENT ASSETS			
Receivables	1,499,681	1,492,688	(6,993)
Property, Plant & Equipment	489,117,715	487,077,590	(2,040,124)
TOTAL NON CURRENT ASSETS	<u>490,617,396</u>	<u>488,570,279</u>	<u>(2,047,117)</u>
NON CURRENT LIABILITIES			
Creditors	0	0	0
Provisions	(702,635)	(702,635)	0
TOTAL NON CURRENT LIABILITIES	<u>(702,635)</u>	<u>(702,635)</u>	<u>0</u>
NET NON CURRENT ASSETS	<u>489,914,761</u>	<u>487,867,644</u>	<u>(2,047,117)</u>
NET ASSETS	<u>510,788,441</u>	<u>538,703,198</u>	<u>27,914,757</u>
EQUITY			
Accumulated Surplus - Prior Years	(497,710,685)	(497,244,619)	466,066
Accumulated Surplus - This Year	466,066	(27,694,276)	(28,160,342)
Transfers to Reserves	0	0	0
Reserves	(13,543,822)	(13,764,303)	(220,481)
TOTAL EQUITY	<u>(510,788,441)</u>	<u>(538,703,198)</u>	<u>(27,914,757)</u>

	<i>Actual June-01</i>	<i>Adopted Budget 2001/2002</i>	<i>YTD Actual Current Period</i>
	<i>-----</i>	<i>-----</i>	<i>-----</i>
<u>Cash Flows from Operating Activities</u>			
Receipts:			
Rates	38,062,114	39,523,361	32,647,144
Prescribed Area Rate	65,951	137,893	138,394
Security Charge	1,503,643	0	0
Government Grants & Subsidies	8,240,830	8,612,900	3,711,328
Contributions, Reimbursements and Donations	916,653	1,379,139	360,115
Service Charges	6,152,359	6,463,310	6,244,992
Fees & Charges	3,481,117	2,411,952	1,672,742
Interest Earnings	2,265,029	2,343,585	708,241
Revenue from Other Councils	341,108	148,780	81,363
Total Receipts	<u>61,028,804</u>	<u>61,020,920</u>	<u>45,564,319</u>
Payments:			
Employee Costs	25,403,563	22,306,535	9,069,403
Materials & Contracts	19,664,488	21,527,001	11,837,778
Utilities (Gas, Electricity, Water etc)	2,737,031	2,582,695	948,435
Insurance Expenses	566,331	711,954	282,211
Total Payments	<u>48,371,413</u>	<u>47,128,185</u>	<u>22,137,828</u>
Net Cash Provided by Operating Activities	<u>12,657,391</u>	<u>13,892,735</u>	<u>23,426,491</u>
<u>Cash Flow from Investing Activities</u>			
Receipts:			
Proceeds from Asset Sales	802,446	563,163	114,000
Total Receipts	<u>802,446</u>	<u>563,163</u>	<u>114,000</u>
Payments:			
Purchase of Buildings	9,336	0	0
Purchase of Artworks	31,088	10,000	2,993
Purchase of Furniture & Equipment	640,895	774,566	69,149
Purchase of Vehicles & Plant	1,760,969	1,449,315	172,896
Construction of Infrastructure Assets	10,610,032	17,201,483	2,945,189
Total Payments	<u>13,052,320</u>	<u>19,435,364</u>	<u>3,190,227</u>
Net Cash (Used In) or From Investing Activities	<u>(12,249,874)</u>	<u>(18,872,201)</u>	<u>(3,076,227)</u>
Cash Flow from Financing Activities			
Net Increase/Decrease in Cash Held	407,517	(4,979,466)	20,350,264
Cash at the Beginning of the Financial Period	25,662,604	26,070,121	26,070,121
Cash at the End of the Financial Period	<u>26,070,121</u>	<u>21,090,655</u>	<u>46,420,385</u>
	<i>=====</i>	<i>=====</i>	<i>=====</i>

Capital Expenditure Summary

CITY OF JOONDALUP

Period: NOV-01

	Additions				Notes
	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>YTD Variance</i>	
Property, Plant & Equipment					
Computers and Comm Equipment	688,910	206,444	69,572	136,872	1
Furniture & Equipment at Cost	63,980	61,980	7,112	54,868	2,3
Heavy Vehicles at Cost	240,000	0	0	0	
Light Vehicles at Cost	761,494	126,000	163,509	(37,509)	4
Mobile Plant at Cost	447,821	26,621	18,159	8,462	5
Other Plant & Equipment at Cost	21,676	7,884	9,387	(1,503)	4
Artifacts & Artworks at Cost	10,000	4,165	2,993	1,172	
Parks & Reserves at Cost	200,000	0	0	0	
Roads at Cost	3,330,000	0	0	0	
Total Capital Expenditure	5,763,881	433,094	270,732	162,362	

Notes

Remarks

- (1) F120 - Microfiche project (11K), F016 - ProClaim enhancements (30K), F329 - software distribution & support (40K), F342 - Corporate PC replacement (52K).
- (2) C651 - Cleaning equipment for miscellaneous works (11K), F060 - Precinct concepts (10K), F278 - New letter folding machine (20K).
- (3) Budget for scrubbers - C651 (11K), originally classified as Furniture & Equipment now classified as Other Plant & Equipment - F361 (8K).
- (4) Overexpended year to date but within adopted budget.
- (5) P053 - CJD Disc Aerator (8.5K).



Capital Works Report 2001/2002

CITY OF JOONDALUP

Period: NOV-01

Submitted: 03-DEC-01 09:04:12

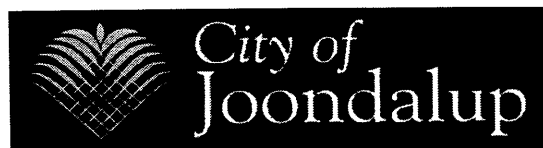
	<i>Annual Budget</i>	<i>YTD Budget</i>	<i>YTD Spend Actual</i>	<i>Variance</i>
Capital Works				
C101 Major Building Works - Municipal Fund	6,029,692	548,427	101,827	446,600
C201 Roadworks - Municipal Fund	650,000	0	130,519	(130,519)
C203 Roadworks - MRRP	1,000,000	0	0	0
C209 Roadworks - Roads to Recovery	409,384	0	0	0
C303 Resurfacing - FLRG	1,250,000	352,601	435,453	(82,852)
C304 Resurfacing - MRRP	688,278	429,214	245,835	183,379
C305 Resurfacing - MRDG	220,547	55,100	104,897	(49,797)
C306 Resurfacing - Roads to Recovery	456,983	423,183	411,814	11,369
C401 Traffic Management - Municipal Fund	1,701,087	594,583	513,902	80,681
C404 Traffic Management - Black Spot	648,486	28,486	48,177	(19,691)
C406 Traffic Management - Roads to Recovery	39,926	23,955	2,894	21,062
C501 Dual Use Paths - Municipal Fund	152,190	117,000	93,997	23,003
C511 Footpaths - Construction	294,984	119,535	24,095	95,440
C512 Footpaths - Replacement	209,881	106,521	121,060	(14,539)
C521 Pedestrian Underpasses & Bridges	3,066	3,066	1,775	1,291
C531 Parking Facilities - Municipal Fund	104,500	65,900	63,687	2,213
C541 Drainage - Municipal Fund	945,531	540,041	344,987	195,054
C551 Street Lighting - Municipal Fund	265,000	145,870	54,997	90,873
C571 Urban Enhancements - Municipal Fund	200,000	44,400	11,800	32,600
C601 Foreshore Protection/Restoration	668,749	265,106	268,553	(3,447)
C611 Sporting Facilities	118,131	91,531	26,898	64,633
C621 Playground Equipment	140,257	15,587	67,678	(52,091)
C631 Fencing Works	63,300	23,200	24,210	(1,010)
C641 Streetscape Works	616,748	257,750	218,217	39,533
C651 Miscellaneous Works	294,763	151,434	285,114	(133,680)
Capital Works Total	17,171,483	4,402,490	3,602,386	800,104



CITY OF JOONDALUP
STATEMENT OF 2001/2002 RATING INFORMATION
As at 30 November 2001

GENERAL RATES					MINIMUM RATES				
	Rateable Value	No of Properties	Rate in \$	Rate Yield	Rateable Value	No of Properties	Minimum Rate	Rate Yield	TOTAL
General Rate - GRV	\$		c	\$	\$		\$	\$	\$
Residential	406,575,806	46,373	7.1000	28,866,880	45,884,802	8,461	435	3,680,535	32,547,415
Commercial Improved	86,418,050	577	7.1000	6,135,682	919,009	129	801	103,329	6,239,011
Commercial Not Improved	456,125	23	7.1000	32,385	120,000	12	801	9,612	41,997
Industrial	6,739,019	246	7.1000	478,470	920,417	105	801	84,105	562,575
Sub Total GRV	\$ 500,189,000	47,219		35,513,417	\$ 47,844,228	8,707		3,877,581	39,390,998
General Rate - UV									
Residential	1,757,000	8	0.5589	9,820					9,820
Rural	28,611,194	4	0.5589	159,908					159,908
Total UV	\$ 30,368,194	12		169,728					169,728
Interim Rates				130,469				(870)	130,469
Interest on Outstanding Rates									221,871
Instalment Administration Charge									215,891
Non Payment Penalty									0
Discount Allowed									(1,072,042)
TOTAL RATES LEVIED	\$			35,813,614	\$			3,876,711	39,056,915

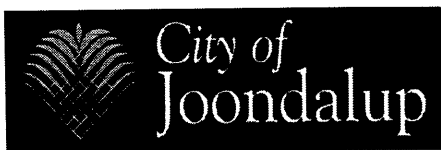
SPECIAL AREA RATES	Budget	Actual
Special Area Iluka	73,393	75,719
Special Area Woodvale Waters	24,300	24,300
Special Area Harbour Rise, Hillarys	40,200	42,523



Reserve Account Summary

CITY OF JOONDALUP
As at 30 November 2001

Reserve Account	Opening Balance	Transfers To Reserves	Transfers (From) Reserves	Reserve Balances at the end of the period	Reserve Balances estimated at 30 June 2002
	\$	\$	\$	\$	\$
Asset Replacement Reserve	6,733,227	136,617		6,869,844	3,999,691
Cash in Lieu of Parking Reserve	402,769	8,168	(1,200)	409,737	421,377
Cash in Lieu of POS Reserve	674,169	13,674		687,843	716,365
Leisure Centres Capital Improvements Reserve	0	0		0	0
Domestic Cart Collection Reserve	1,136,748	23,065		1,159,813	1,429,694
Heavy Vehicle Replacement Reserve	446,943	79,600		526,543	443,037
Hodges Drive Drainage Reserve	171,633	3,482		175,115	179,562
Joondalup City Centre Public Parking Reserve	395,709	49,005		444,714	413,991
Light Vehicle Replacement Reserve	683,260	207,239	(89,020)	801,479	809,028
Ocean Reef Boat Facility Reserve	49,070	996		50,066	51,337
Performing Arts Facility Reserve	1,000,000	20,290		1,020,290	2,138,600
Plant Replacement Reserve	465,592	135,482		601,074	545,813
Property Security and Surveillance Reserve	362,094	0	(362,094)	0	29,002
Section 20A Reserve	27,721	562		28,283	0
Special Area – Iluka Reserve	24,797	0	(24,797)	0	0
Town Planning Scheme 10 Reserve	944,522	18,894		963,416	988,159
Wanneroo Bicentennial Reserve	25,568	519		26,087	0
Total	13,543,822	697,593	(477,111)	13,764,304	12,165,656

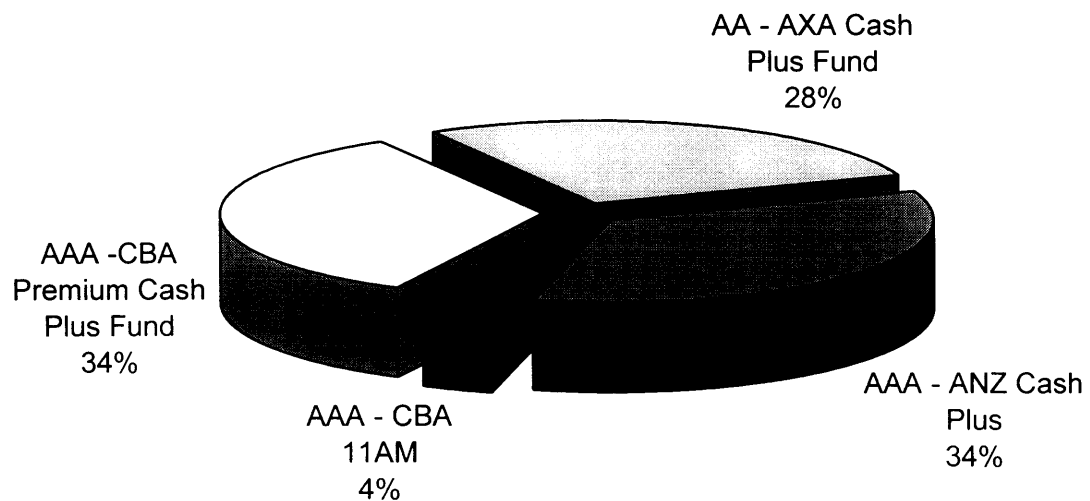


Investment Summary

CITY OF JOONDALUP
As at 30 November 2001

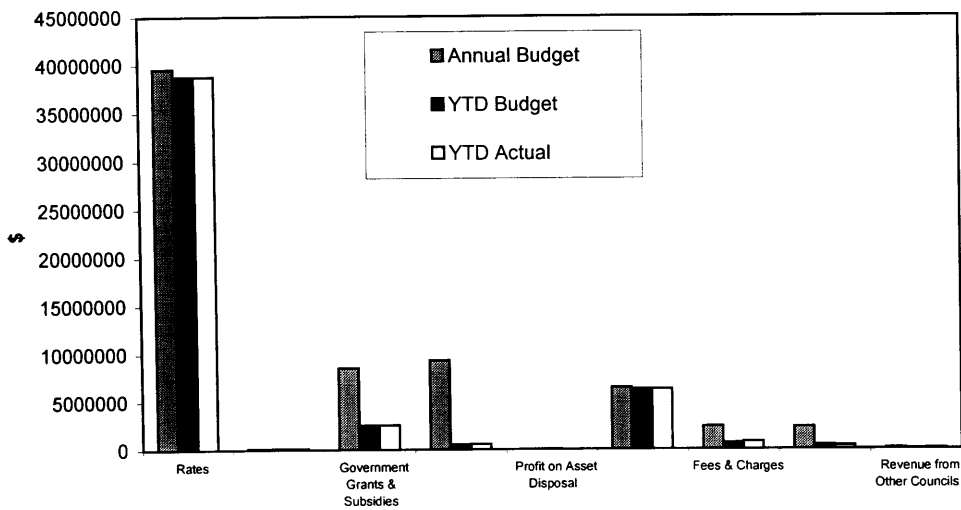
Investment Account	Fund Held
	\$
AAA - ANZ Cash Plus	16,553,935
AAA - CBA 11AM	1,710,099
AAA -CBA Premium Cash Plus Fund	16,494,955
AA - AXA Cash Plus Fund	13,376,986
Total Funds held in AA Investments	48,135,975
PBS (In Liquidation)	95,266
Total	48,231,240

City of Joondalup - Investment Balances

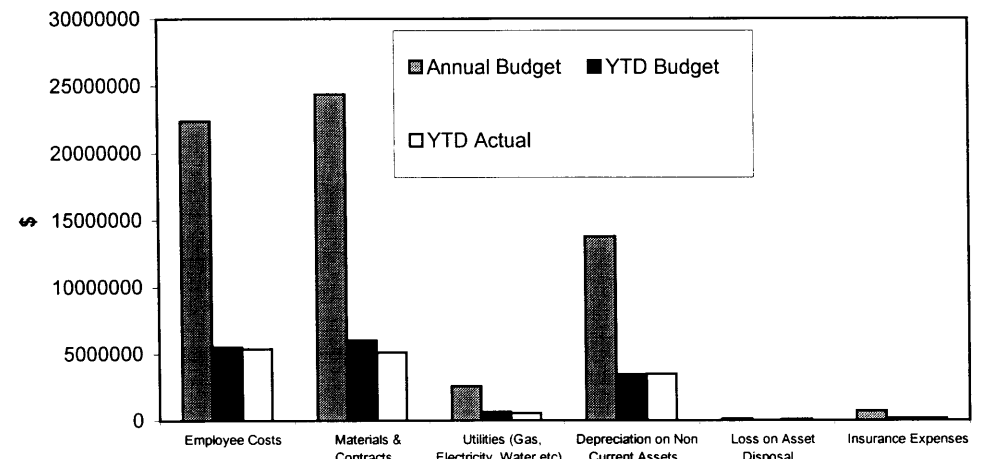


FINANCIAL PERFORMANCE INDICATORS

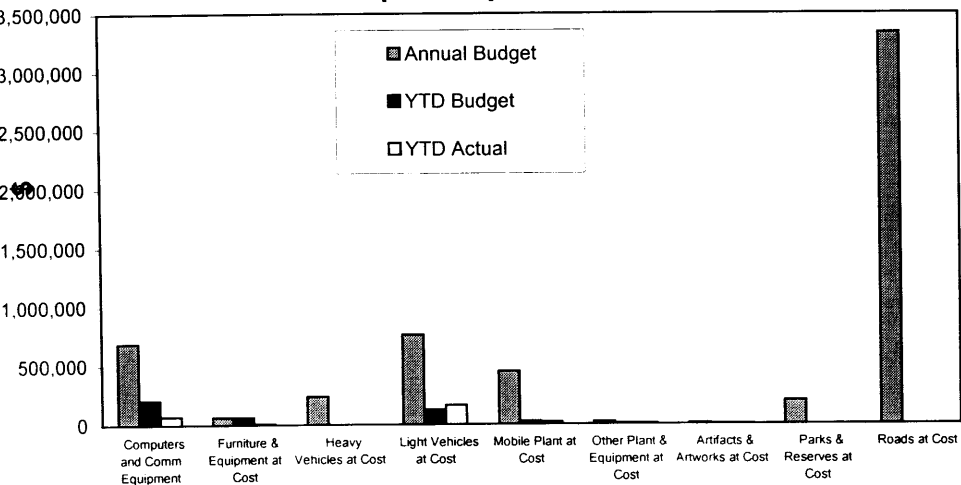
Operating Revenue



Operating Expenditure



Capital Expenditure



Capital Works

