

City of
Joondalup

*Unaudited Financial Report
For the year ended
30 June 2001*

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Introduction

This financial report is for the unaudited financial position of the City of Joondalup for the period ending 30 June 2001.

Financial Overview

The City of Joondalup is reporting a variance of **\$6.2m** when compared to the Adopted Budget.

Financial Overview	Annual Budget	Annual Actual	Variance
<u>Operating</u>			
Operating (Expense)	\$6.8m	(\$4.2m)	\$2.6m
Net Abnormal Revenue	\$11.4m	\$4.3m	(\$7.1m)
Net Operating Revenue (Expense)	\$4.6m	\$0.1m	(\$4.5m)
<u>Non-Operating</u>			
Capital Expenditure	\$16.2m	\$7.6m	\$8.6m
Capital Works	\$12.0m	\$9.9m	\$2.1m
Variance			\$10.7
Total Variance			\$6.2m

On the *Operating Statement by Nature*, the City of Joondalup reported an operating result of **\$0.1m** against a budget of **\$4.6m**, a variance on budget of **(\$4.5m)**.

- The Net Operating variance of **(\$4.5m)** resulted from under expenditure of **\$2.6m** offset by a shortfall in abnormal revenue of **\$7.1m**.

- Operating Revenue** (excluding Contributions from Developers) was **\$61.1m** against a budget of **\$62.1m** a shortfall in revenue of **\$1.0m**.
- Operating Expenditure** amounted to **\$65.3m** against a budget of **\$68.9m**, an underspend to budget of **\$3.6m**.
- Abnormal Revenue** (Contributions from Developers) was **\$4.5m** against a budget of **\$11.6m**, a shortfall in revenue of **\$7.1m**.
- Capital Expenditure** (shown at Appendix E) was **\$7.6m** against a budget of **\$16.2m**, an underspend to budget of **\$8.6m**
- Capital Works** (shown at Appendix F) amounted to **\$9.90m** against a budget of **\$12.0m**, an underspend on budget of **\$2.16m**. This underspend includes works of **\$3.2m** which were incomplete at year end and were carried forward to 2001/2002 (shown at Appendix J).
- Carry Forward Proposals** (shown at Appendix K) are 2000/01 initiatives that were incomplete at 30 June 2001 and which are to be completed during 2001/02. Funds carried forward for these initiatives amount to **\$0.8m** and are Operating and Capital in nature.

Transfers to / from Reserves

Transfers to/from Reserves are shown at Appendix H. Net transfers to Reserves during the year were

\$2.3m, including Transfers to Reserves of **\$3.7m** and Transfers from Reserves of **\$1.4m**.

Transfers to Reserves of **\$3.7m** were made during the year:

- to provide for the future replacement of Plant, Heavy and Light Fleet of **\$1.0m**
- **\$1.0m** was transferred to the Performing Arts Reserve
- interest of **\$0.7m** was accumulated on the investment of the Reserve funds and surplus funds of **\$0.7m** was transferred to the Domestic Cart Collection Reserve
- **\$0.3m** was transferred to the Property Security and Surveillance Reserve at the end of the year
- **\$24,797** - unspent funds were transferred to the Special Area Rate – Iluka Reserve

Transfers from Reserves were **\$1.4m**. Major transfers during the year being for:

- the purchase of Vehicle and Plant was **\$0.8m**
- Property Surveillance and Security **\$0.3m**
- Domestic Cart Collection Reserve **\$0.2**.

The total funds held in various Reserve accounts at the end of the year was **\$13.5m**.

Operating Revenues

Operating Revenue for the year was **\$65.6m** against a budget of **\$75.2m** a shortfall in revenue of **\$9.6m**. A comparison of the income is as follows:

Revenue	Annual Budget	Annual Actual
Rates	\$37.4m	\$37.4m
Charges	\$1.5m	\$1.5m
Government Grants	\$7.6m	\$8.2m
Contributions, Reimbursements and Donations	\$0.8m	\$0.9m
Profit on Asset Disposal	\$0.0m	\$0.0m
Service Charges	\$7.6m	\$6.2m
Fees & Charges	\$5.6m	\$4.3m
Interest Earnings	\$1.3m	\$2.3m
Other	\$0.3m	\$0.3m
Sub-Total	\$62.1m	\$61.1m
Abnormal Income		
Contributions from Developers	\$11.6m	\$4.5m
Total Revenue	\$73.7m	\$65.6m

Details are shown at Appendix A:

a) Rates and Charges Revenue

Rates and Charges revenue compares favourably with the annual adopted budget. Further details on Rating Performance are shown under this section on **Page 6**.

b) Government Grants

Government Grants for the year amounted to **\$8.2m** against the annual adopted budget of **\$7.6m** a surplus of **\$0.6m**.

The surplus to the adopted budget is due mainly to the following:

- Additional income for Childcare Assistance of **\$0.3m** was received but had not been budgeted due to delays in completing the transfer of welfare services during 2000/2001.
- Additional income received for road funding under the State Black Spot scheme of **\$0.2m** and **\$0.4m** for the Federal Government's Road to Recovery Programme.
- **\$0.4m** for the Currambine Community facility had been budgeted but had not been received.

c) Profit on Asset Disposal

Profit on Asset Disposal for the year amounted to **\$0** against of a budget of **\$13k**, a shortfall of **\$13k**.

Profit on Asset Disposal is affected by timing differences in disposing of Plant, Heavy and Light Fleet. The profit on the disposal of assets arises from the actual disposal price and written down value of the assets at the time of disposal. A moratorium was placed on the replacement of Light Fleet whilst the City investigated and revised its replacement criteria.

d) Service Charges

Service Charges was **\$6.2m** compared with a budget of **\$7.6m**, a shortfall of **\$1.4m**.

This variance is due to a shortfall of **\$1.4m** in Recycling charges as a consequence of the number of new participants in the Recycling Scheme being less than anticipated. **The decrease in revenue is offset by a corresponding expenditure for this item.**

e) Fees and Charges

Fees and Charges for the year amounted to **\$4.3m** compared to a budget of **\$5.6m**, a shortfall of **\$1.3m**. The major variances being due to the following:

- Decreased income arising from Building Licences and Development Application Fees which were below budget by **\$0.4m**. This decrease was as a consequence of a downturn in the building industry and due to an overoptimistic budget expectation.
- Decreased income arising from the Reinstatements of Works which was below budget by **\$264k**. **As this work had not been required, there is a corresponding decrease in expenditure.**
- Decreased income arising from Leisure Centres income which was **\$0.8m** below budget due to:

- Reduced patronage.
- The Leisure Centres were not operated by the City for the full 12 month period. RANS Management undertook management of the Leisure facilities and carried the costs associated with operating those facilities.

f) Interest Earnings

<i>Interest on</i>	<i>Annual Budget</i>	<i>Annual Actual</i>
Municipal	\$0.9m	\$1.6m
Reserves	\$0.4m	\$0.7m
Total	\$1.3m	\$2.3m

Additional interest earnings of **\$1.0m** accrued due to larger funds being available for investment and higher than anticipated interest rates.

Additional funds were available due to cash being held longer than anticipated and underspending in Capital Works and Initiatives.

Additional interest accrued on Reserves funds due to delays in undertaking purchases of plant & fleet and works funded from Reserves.

g) Other Revenues

Other Revenues reflected income received from services provided to the City of Wanneroo as part of the Library Service Level Agreement.

Rent was received from the Mindarie Regional Council.

h) Contributions from Developers

Developers contributed infrastructure assets such as Roads, Drainage, Footpaths and Reserves to Council during the year as various stages of development were completed.

Contributions were as follows:

<i>Contributions From Developers</i>	<i>Annual Budget</i>	<i>Annual Actual</i>
Roads	\$9.0m	\$2.8m
Footpaths	\$0.0m	\$0.1m
Drainage	\$2.4m	\$1.0m
Parks	\$0.2m	\$0.2m
Lighting	\$0.0m	\$0.4m
Total	\$11.6m	\$4.5m

Thornbill Park at Joondalup, Oceanside Gardens at Heathridge and Waterview Drive at Woodvale are parks contributed by Developers during 2000/01.

Operating Expenses

Operating expenses were as follows:

Operating Expenses	Annual Budget	Annual Actual
Employee Costs	\$26.3m	\$25.4m
Materials and Contracts	\$24.7m	\$21.7m
Utilities	\$2.6m	\$2.7m
Depreciation	\$14.3m	\$13.9m
Loss on Asset Disposal	\$0.5m	\$1.0m
Insurance	\$0.5m	\$0.6m
Total	\$68.9m	\$65.3m
Abnormal Item: Arena Donation	\$0.1m	\$0.1m
Total Operating Expenses	\$69.0m	\$65.4m

Operating Expenditure including abnormal items for the year amounted to **\$65.4m** against a budget of **\$69.0m**, an underspend of **\$3.6m**.

a) Employee Costs

Employee Costs for the year amounted to **\$25.4m** against a budget of **\$26.3m**. The underspend of **\$0.9m** is due primarily to:

- delays in the commencement of certain staff within approved Projects in the Operations, Contract Management and Community Health areas
- Savings in Employee related costs (training, advertising, conferences) on a year-to-date basis of **\$0.2m** due to timing of projects and savings
- Redundancy expenses associated with the Craigie Leisure, Sorrento/Duncraig and Ocean Ridge Centres were **\$377k** against a budget of **\$340k**, an overspend of **\$37k**
- Savings in Employee costs associated with Leisure activities undertaken by RANS Management from 20 May 2001.

b) Materials and Contracts

Materials and Contracts costs amounted to **\$21.7m** against a budget of **\$24.7m** a variance of **\$3.0m**.

Major areas of underspending are:

- Administration costs (printing) **\$0.1m**
- Consultancy Costs **\$0.1m**
- Public Relations costs (promotions) **\$0.2m**
- Software Licences + Maintenance **\$0.1m**
- Purchase of Recycling carts (part of the Voluntary Recycling Program with lower than expected participation) **\$1.0m**
- Travel, Vehicles and Plant – reduced repair costs and recoveries to reserves **\$0.1m**
- Waste Management **\$0.8m**

- External Materials purchases of **\$0.8m** of which the majority is associated with projects not being completed and with some savings in the Parks, Engineering & Building Maintenance areas

Major areas of overspending are:

- Finance Related Costs **\$0.1m**
- Subsidy Payments - Welfare Services **\$0.4m**
- Contributions and Donations **\$0.2m**

Expenditure on the Recycling carts depended on the participation levels in the Voluntary Recycling Program, and as the uptake was not to the extent expected, expenditure was not incurred. There is a corresponding decrease in revenue as a consequence.

c) Utilities

Utility Costs for the year amounted to **\$2.7m** and is a slight overspend with the year-to-date budget being **\$2.6m**.

d) Depreciation on Non Current Assets

Depreciation expense amounted to **\$13.9m** and is in line with a budget of **\$14.3m**.

Special Area Works – Iluka

The total expenditure for work undertaken was **\$137k** or **86%** of the annual total expenditure budget of **\$159,920**. Unspent funds of **\$24,797**

were transferred to the SAR-Iluka Reserve at 30 June 2001 which will be used to complete these works as part of the 2001/02 budget.

Special Area Works – Woodvale Waters

The City raised **\$18,115** for the Special Area Rates – Woodvale Waters. The City had fully contracted out the works associated with this expenditure at a cost of **\$18,115**.

Leisure Services Management - RANS Management Group

The management of the Craigie, Ocean Ridge and Sorrento Duncraig Leisure Centres was transferred to the RANS Management Group on 21 May 2001.

In accordance with its agreement with the City, RANS will operate the facility and provide future management, attendance and financial reports in relation to the operations of these facilities.

The City paid all entitlements to the staff relating to these operations with actual redundancy payments being **\$378k** against a budget of **\$340k**.

The City remitted to RANS all income received prior to 20 May 2001 relating to memberships, leisure courses and other activities which will be undertaken on or after 21 May 2001. This amounted to approximately **\$0.323m**.

Reserve Transfers

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

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 2000 and formed part of the 1st July 2000 opening balance.

During July 2000, a total of **\$367,024** was transferred from Reserves to undertake budgeted works. Funds were transferred from the Property Surveillance and Security Charge Reserve – **\$320,864**, and from the Special Area Iluka Reserve – **\$46,160**.

The following unspent funds were transferred to Reserves at the end of the year:

- **\$362,094** was transferred to the Property Security and Surveillance Reserve. These funds will assist in undertaking the Safer Community Programme in 2001/02
- **\$24,797** was transferred to the Special Area – Iluka Reserve at end of the year. These funds will be used to undertake the enhanced landscaping works in the Iluka area in 2001/02.

The City transferred **\$1.0m** to the Performing Arts Reserve accounts during June 2001.

At 30 June 2001, the City of Joondalup Reserve Funds were **\$13.5m**.

Capital Expenditure

Capital Expenditure (shown at Appendix *E*) for the year amounted to **\$7.6m** against a budget of **\$16.2m**, an underspend to budget of **\$8.6m**.

The underspend is due to the following:

- Computer and Communication equipment not acquired - **\$0.5m** (delays in acquisitions and less replacement equipment than budgeted)
- Furniture and Office Equipment not yet acquired - **\$0.5 m** (costs associated with the refurbishment still incomplete)
- Plant, Heavy and Light Fleet not acquired - **\$0.6m**
- Infrastructure Assets contributions from Developers was **\$4.5m** against a budget of **\$11.6m**.

Capital Works

Capital Works is shown at Appendix *F*.

The City of Joondalup planned to undertake a Capital Works program of **\$12.05m** for the 2000/01 year. Following the half-year budget review the Capital Works for the year was increased to **\$13.1m** to include additional works of **\$0.967m**.

Actual expenditure amounted to **\$9.9m** against the budget of **\$12.0m**, an underspend of **\$2.1m**.

Incomplete Capital Works totalling **\$3.2m** was carried forward to be completed during the 2001/02 year. These carry forward projects are shown at Appendix J.

These carry forward works arose as the works span financial years and include new funding received through the Federal Government's Roads to Recovery Program.

Rating Performance

General Rates

The statement of rating information is shown at Appendix G.

General Rates of **\$37.3m** were raised against a Budget of **\$37.4m**. The City offered an Early Payment Prize Draw which expired on 6 September 2000 and an Early Payment Discount incentive which expired on 13 September 2000.

The due date for the election of an instalment payment program or full payment of rates was 20 September 2000.

The instalment payment dates were as follows:

- instalment 2 – 22 November 2000
- instalment 3 – 24 January 2001
- instalment 4 – 30 March 2001

The outstanding rating positions at the end of the year were:

- **1,211** ratepayers, with an outstanding debt of **\$584k** on special payment arrangements
- **185** ratepayers pending legal action for outstanding amounts of **\$248k**
- **939** ratepayers (eligible pensioners) have deferred rates totalling **\$0.8m**
- **3,829** ratepayers have amounts outstanding totalling **\$1.1m**. Collection procedures have commenced to collect these outstanding monies.

At 30 June 2001, **\$2.0m** of general rates remained outstanding and **94.6%** of total rates had been collected. The deferred debtors balance of **\$0.8m** (from **939** eligible pensioner ratepayers) is not collectible until the pensioners property has been sold or at death. Excluding this balance **\$1.4m** remains outstanding - a collection rate of **96.8%**.

Property Surveillance and Security Charge

The 2000/01 Property Surveillance and Security Charge of \$27 per property was budgeted to raise revenue of **\$1.487m**. At 30 June 2001, **\$1.504m** had been charged and **98.5%** had been collected. **1,192** ratepayers have not paid the Property Surveillance and Security Charge.

A referendum relating to the Safer Community Programme was held in conjunction with the May Council Elections and the community voted to

retain the Property Surveillance and Security Program and to fund the program within the General Rate and not as a separate charge.

Specified Area Rate - Iluka

The 2000/01 Specified Area Rate - Iluka was budgeted to raise revenue of **\$43,760**. At 30 June 2001, **\$47,836** had been levied, indicating that additional income was raised through interim rating. **89** ratepayers have not paid the SAR charge.

Specified Area Rate - Woodvale

The 2000/01 Specified Area Rate - Woodvale was budgeted to raise revenue of **\$18,000**. At the end of the year, **\$18,115**, had been levied.

Rubbish Charges

- The 2000/01 Rubbish Charge of \$116 per property planned to net a budget revenue of **\$5.967m** to cover Environmental Waste Services.
- **97.6%** of rubbish charges were collected. **1,643** ratepayers have not paid the outstanding rubbish charges of **\$0.145m**
- The Voluntary Recycling Program was estimated to have 15,000 participants. The cost to participate in the Recycling program was **\$35.20pa** (charged on a pro-rata basis) and the cost of a new bin was **\$84.70**.
- The recycling program had a budget of **\$1.6m**.

- The Voluntary Waste Recycling program commenced in January 2001. Approximately **5,500** residents utilise this service.
- At the end of June 2001, **\$6.152m** had been levied in relation to the Refuse and Recycling Program. The shortfall in income arising from lower than expected participation in the Recycling program is offset by expenditure to purchase the bins and to provide the service.

Swimming Pool Inspection

The 2000/01 Swimming Pool Inspection fee of \$11 (including \$1 for GST) provided for a budgeted revenue of **\$140,000** to cover four-yearly swimming pool inspections. At 30 June 2001 month, **\$149,302**, **102%** had been levied and **98%** had been collected. **255** ratepayers had not fully paid the swimming pool inspection fees.

The additional pools were identified through an internal audit of the Proclaim swimming pool records.

Investments

The City of Joondalup invests in accordance with Policy guidelines. The City receives advice from Grove Investments in relation to the most suitable investment portfolio to meet the City's risk guidelines.

At the end of the year, the City's investment portfolio amounted to **\$27.5m** and was spread across a number of different investment funds.

Of this amount, **\$14.3m**, **52.0%**, was invested in AAA rated investments. **\$13.1m**, **47.78%** was invested in AA rated investments. An amount of \$95,265 is recoverable from PBS (in liquidation). The City's investment portfolio is in accordance with the City's investment Policy which limits exposure to any single institution.

Additional funds were generated due to cash being held longer than anticipated and underspending in Capital Works and Initiatives.

Additional interest accrued on Reserves due to delays in undertaking purchases of plant & fleet and works funded from that source.

Conclusion

Overall the City of Joondalup reports an unaudited variance to budget of **\$6.2m** against budget for the year ending 30 June 2001.

Net underspending in Operating Activities compared to budget is **\$2.6m** and is due to:

- Additional Income from:
 - Grants - **\$0.6m**
 - Interest received - **\$1.0m**
- Reduced Income from:
 - Service Charges (**\$1.4m**)

- Fees and Charges (**\$1.3m**)
- Under expenditures of **\$3.9m**
 - Employee costs **\$0.9m**
 - Materials **\$3.0m**
 - Depreciation of **\$0.4m**
- Over expenditure in:
 - Utilities of (**\$0.1m**)
 - Loss on Disposals of (**\$0.5m**)
 - Insurance of (**\$0.1m**).

Underspending in Capital Expenditure of **\$8.62m** was due to reduced contributions from developers of **\$7.1m**, savings and delays in completing projects.

Underspending in Capital Works compared to the Adopted Budget of **\$2.1m**. Additional funding was received during the year in respect of Black Spot and Roads to Recovery grants. Capital Works that are anticipated to be carried forward for completion in 2001/2002 total **\$3.2m**.

Proposals that were incomplete at 30 June 2001 and which will be carried forward amounted to **\$0.8m**.

Council carried forward a useable surplus of **\$3.0m** which in effect cushions the 2001/02 Rates. The available surplus carried forward surplus at 30 June 2001 is shown at Appendix L.

The financial statements will now be submitted to Council's auditor for audit.

COJ - Operating Statement by Nature (00

CITY OF JOONDALUP
FOR THE YEAR ENDED 30 JUNE 2001

	<i>Annual Budget</i>	<i>Annual Actual</i>	<i>Variance</i>
Revenue			
Rates	37,402,304	37,286,128	(116,176)
Rates - Specified Area	61,760	65,951	4,191
Charges	1,487,781	1,503,643	15,862
Government Grants & Subsidies	7,606,138	8,240,830	634,692
Contributions, Reimbursements and Donations	787,212	909,107	121,895
Profit on Asset Disposal	13,349	0	(13,349)
Service Charges	7,607,661	6,152,359	(1,455,302)
Fees & Charges	5,558,060	4,327,726	(1,230,334)
Interest Earnings	1,275,990	2,265,029	989,039
Revenue from Other Councils	315,636	341,108	25,472
Total Operating Revenues	<u>62,115,891</u>	<u>61,091,881</u>	<u>(1,024,010)</u>
Expenditure			
Employee Costs	26,273,185	25,393,243	879,942
Materials & Contracts	24,693,309	21,653,346	3,039,963
Utilities (Gas, Electricity, Water etc)	2,573,840	2,737,220	(163,380)
Depreciation on Non Current Assets	14,334,954	13,872,328	462,626
Loss on Asset Disposal	549,816	1,052,644	(502,828)
Insurance Expenses	509,725	566,331	(56,606)
Total Operating Expenses	<u>68,934,829</u>	<u>65,275,112</u>	<u>3,659,717</u>
CHANGE IN NET ASSETS RESULTING FROM OPERATIONS BEFORE ABNORMAL ITEMS	<u>(6,818,938)</u>	<u>(4,183,231)</u>	<u>2,635,707</u>
Abnormal Items			
Contributions from Developers for Infrastructure Assets	11,600,000	4,486,033	(7,113,967)
Arena Donation	(145,333)	(145,333)	0
CHANGES IN NET ASSETS RESULTING FROM OPERATIONS	<u>4,635,729</u>	<u>157,469</u>	<u>(4,478,260)</u>



COJ - Operating Statement by Programme (00/01)

CITY OF JOONDALUP

Period: APR-01

Submitted: 02-MAY-01 08:37:30

	<i>Annual Budget</i>	<i>Annual Actual</i>	<i>Variance</i>
Revenues			
General Purpose Funding	42,194,294	43,062,632	868,338
Law, Order and Public Safety	2,213,821	2,108,320	(105,501)
Health	98,808	104,467	5,659
Education & Welfare	3,162,216	3,046,007	(116,209)
Housing	12,628	0	(12,628)
Community Amenities	8,172,472	6,785,773	(1,386,699)
Recreation & Culture	3,795,841	3,120,072	(675,769)
Transport	1,000,132	2,171,877	1,171,745
Economic Services	898,515	508,805	(389,710)
Other Property Services	567,164	183,928	(383,236)
Total Operating Revenue	<u>62,115,891</u>	<u>61,091,881</u>	<u>(1,024,010)</u>
Expenses			
General Purpose Funding			
Governance	1,007,607	1,044,041	(36,434)
Law, Order and Public Safety	4,878,903	4,382,252	496,651
Health	1,127,326	1,238,039	(110,713)
Education & Welfare	4,978,946	5,374,049	(395,103)
Housing	51,103	0	51,103
Community Amenities	11,665,259	9,476,533	2,188,726
Recreation & Culture	20,480,354	20,748,926	(268,572)
Transport	18,803,449	17,400,167	1,403,282
Economic Services	940,833	1,154,547	(213,714)
Other Property Services	5,001,049	4,456,558	544,491
Total Operating Expenses	<u>68,934,829</u>	<u>65,275,112</u>	<u>3,659,717</u>
CHANGES IN NET ASSETS RESULTING FROM OPERATIONS BEFORE ABNORMAL ITEMS	<u>(6,818,938)</u>	<u>(4,183,231)</u>	<u>2,635,707</u>
Abnormal Items			
Contributions from Developers for Infrastructure Assets	11,600,000	4,486,033	(7,113,967)
Arena Donation	(145,333)	(145,333)	0
CHANGE IN NET ASSETS RESULTING FROM OPERATIONS	<u>4,635,729</u>	<u>157,469</u>	<u>(4,478,260)</u>

Statement of Financial Position - City of Joondalup



CITY OF JOONDALUP

Period: JUN-01

Submitted: 10-AUG-01 15:16:16

	<i>Y/E Actual Jun-00</i>	<i>YTD Actual Current</i>	<i>Movement to Date</i>
CURRENT ASSETS			
Cash	(2,162,286)	(1,472,361)	689,925
Inventories	12,859	4,019	(8,840)
Receivables	3,286,638	2,951,765	(334,873)
Investments	27,872,267	27,542,482	(329,785)
TOTAL CURRENT ASSETS	<u>29,009,478</u>	<u>29,025,905</u>	<u>16,427</u>
CURRENT LIABILITIES			
Creditors	(4,200,193)	(4,437,770)	(237,577)
Provisions	(3,842,335)	(3,712,694)	129,641
Other	0	(1,761)	(1,761)
TOTAL CURRENT LIABILITIES	<u>(8,042,528)</u>	<u>(8,150,464)</u>	<u>(107,936)</u>
NET CURRENT ASSETS	<u>20,966,950</u>	<u>20,873,679</u>	<u>(93,271)</u>
NON CURRENT ASSETS			
Receivables	1,104,145	1,499,681	395,536
Property, Plant & Equipment	487,518,837	489,157,562	1,638,725
TOTAL NON CURRENT ASSETS	<u>488,622,982</u>	<u>490,657,243</u>	<u>2,034,261</u>
Provisions	<u>(581,585)</u>	<u>(702,635)</u>	<u>(121,049)</u>
TOTAL NON CURRENT LIABILITIES	<u>(581,585)</u>	<u>(702,635)</u>	<u>(121,049)</u>
NET NON CURRENT ASSETS	<u>488,041,397</u>	<u>489,954,608</u>	<u>1,913,212</u>
NET ASSETS	<u>509,008,347</u>	<u>510,828,287</u>	<u>1,819,941</u>
EQUITY			
Accumulated Surplus - Prior Years	(484,267,579)	(497,710,685)	(13,443,106)
Accumulated Surplus - This Year	(13,443,106)	426,219	13,869,326
Reserves	(11,297,662)	(13,543,822)	(2,246,160)
TOTAL EQUITY	<u>(509,008,347)</u>	<u>(510,828,288)</u>	<u>(1,819,940)</u>

Statement of Cash Flows - City of Joondalup



For the year ended 30 June 2001

	<i>Adopted Budget 2000/2001</i>	<i>YTD Actual Current Period</i>
<u>Cash Flows from Operating Activities</u>		
Receipts:		
Rates	35,061,363	38,062,114
Prescribed Area Rate	61,760	65,951
Security Charge	1,487,781	1,503,643
Government Grants & Subsidies	7,606,138	8,240,830
Contributions, Reimbursements and Donations	787,212	916,653
Service Charges	7,618,988	6,152,359
Fees & Charges	5,569,387	3,481,117
Interest Earnings	1,275,990	2,265,029
Revenue from Other Councils	315,636	341,108
Total Receipts	59,784,255	61,028,804
Payments:		
Employee Costs	26,025,422	25,403,563
Materials & Contracts	24,694,055	19,664,488
Utilities (Gas, Electricity, Water etc)	2,573,725	2,737,031
Insurance Expenses	509,725	566,331
Total Payments	53,802,927	48,371,413
Net Cash Provided by Operating Activities	5,981,328	12,657,391
<u>Cash Flow from Investing Activities</u>		
Receipts:		
Proceeds from Asset Sales	1,494,738	802,446
Total Receipts	1,494,738	802,446
Payments:		
Purchase of Buildings	0	31,088
Purchase of Artworks	10,000	9,336
Purchase of Furniture & Equipment	1,660,385	640,895
Purchase of Vehicles & Plant	2,919,270	1,760,969
Construction of Infrastructure Assets	12,045,839	10,610,032
Total Payments	16,635,494	13,052,320
Net Cash (Used In) or From Investing Activities	(15,140,756)	(12,249,874)
<u>Cash Flow from Financing Activities</u>		
Net Increase/Decrease in Cash Held	(9,159,428)	407,517
Cash at the Beginning of the Financial Period	25,709,891	25,662,604
Cash at the End of the Financial Period	16,550,463	26,070,121

COJ - Capital Expenditure Summary

CITY OF JOONDALUP

As at 30 June 2001

		<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>Year-to-Date Actual</i>	<i>Variance</i>
		-----	-----	-----	-----
Property, Plant & Equipment					
Buildings at Cost		0	25,000	0	0
Computers and Comm Equipment		1,093,495	973,571	624,348	469,147
Furniture & Equipment at Cost		566,890	687,805	110,992	455,898
Heavy Vehicles at Cost	*	546,119	546,119	532,598	13,521
Light Vehicles at Cost	*	1,954,922	1,954,922	1,000,915	954,007
Mobile Plant at Cost	*	379,729	379,729	720,872	(341,143)
Other Plant & Equipment at Cost	*	38,500	38,500	46,227	(7,727)
Artifacts & Artworks at Cost	*	10,000	10,000	31,088	(21,088)
Parks & Reserves at Cost	**	200,000	200,000	221,979	(21,979)
Roads at Cost	**	11,400,000	11,400,000	4,264,021	7,135,979
Total Capital Expenditure		<u>16,189,655</u>	<u>16,215,646</u>	<u>7,553,040</u>	<u>8,636,615</u>

Note:

* Whilst expenditure shows an overspend to budget in these asset categories , this is offset by a similar amount in another asset category.

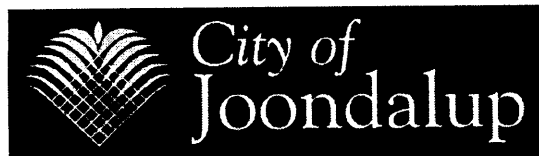
** These arise when developers handover parks, reserves and roads to the City. Income is shown as Acquired Infrastructure.

Capital Works Report 2000/2001

CITY OF JOONDALUP

AS AT 30 JUNE 2001

	<i>Annual Budget</i>	<i>Revised Budget</i>	<i>Date Actual</i>	<i>Variance to Adopted</i>	<i>Variance%</i>
	-----	-----	-----	-----	-----
Capital Works					
C101 Major Building Works - Municipal Fund	1,888,751	1,958,751	370,746	1,518,005	80%
C201 Roadworks - Municipal Fund	420,430	740,093	744,354	(323,924)	-77%
C202 Roadworks - Formula Road Grant	562,656	562,656	563,131	(475)	0%
C203 Roadworks - MLRF	115,502	115,502	115,502	0	0%
C204 Roadworks - MRWA Specific	130,000	130,000	130,000	0	0%
C301 Resurfacing - Municipal Fund	135,035	205,563	195,379	(60,344)	-45%
C303 Resurfacing - FLRG	1,197,000	1,197,000	1,208,956	(11,956)	-1%
C304 Resurfacing - MLRF	492,937	492,937	304,659	188,278	38%
C305 Resurfacing - MRDG	238,294	238,294	243,220	(4,926)	-2%
C306 Resurfacing - Roads to Recovery	0	388,500	388,500	(388,500)	
C401 Traffic Management - Municipal Fund	2,617,842	2,610,542	2,253,423	364,419	14%
C402 Traffic Management - MRWA Specific	75,000	75,000	75,000	0	0%
C404 Traffic Management - Black Spot	76,800	316,800	308,417	(231,617)	-302%
C406 Traffic Management - Roads to Recovery	0	44,684	4,758	(4,758)	
C501 Dual Use Paths - Municipal Fund	390,319	390,319	429,128	(38,809)	-10%
C511 Footpaths - Construction	102,225	109,225	73,157	29,068	28%
C512 Footpaths - Replacement	261,010	261,010	210,269	50,741	19%
C521 Pedestrian Underpasses & Bridges	16,508	16,508	13,442	3,066	19%
C531 Parking Facilities - Municipal Fund	121,000	112,500	112,500	8,500	7%
C541 Drainage - Municipal Fund	913,213	942,013	409,758	503,455	55%
C551 Street Lighting - Municipal Fund	331,755	328,755	270,484	61,271	18%
C601 Foreshore Protection/Restoration	523,234	452,706	263,795	259,439	50%
C611 Sporting Facilities	77,030	77,030	32,761	44,269	57%
C621 Playground Equipment	61,850	61,850	55,719	6,131	10%
C631 Fencing Works	76,090	76,090	74,058	2,032	3%
C641 Streetscape Works	675,000	675,000	570,472	104,528	15%
C651 Miscellaneous Works	546,358	546,358	517,658	28,700	5%
Capital Works Total	<u>12,045,839</u>	<u>13,125,686</u>	<u>9,939,246</u>	<u>2,106,593</u>	<u>17%</u>



CITY OF JOONDALUP
STATEMENT OF 2000/2001 RATING INFORMATION
As at 30 June 2001

	GENERAL RATES					MINIMUM RATES				
	Rateable Value	No of Properties	Rate in \$	Rate Yield		Rateable Value	No of Properties	Minimum Rate	Rate Yield	TOTAL
<u>General Rate - GRV</u>	\$		c	\$		\$		\$	\$	\$
Residential	393,644,224	45,448	6.8693	27,089,342		47,734,013	8,919	415	3,701,385	30,790,727
Commercial Improved	84,666,605	567	6.8693	5,816,003		546,260	75	763	57,225	5,873,228
Commercial Not Improved	611,875	41	6.8693	42,032		144,000	15	763	11,445	53,477
Industrial	6,433,077	248	6.8693	441,908		890,877	102	763	77,826	519,734
Sub Total GRV	\$ 485,355,781	46,304		33,389,285		49,315,150	9,111		3,847,881	37,237,166
<u>General Rate - UV</u>										
Residential	15,408,893	9	0.5408	83,331		52,500	1	415	415	83,746
Rural	28,183,020	4	0.5408	152,414						152,414
Total UV	\$ 43,591,913	13		235,745		52,500	1		415	236,160
Interest on Outstanding Rates										154,273
Instalment Administration Charge										241,621
Non Payment Penalty										108,657
Discount Allowed										(1,036,784)
TOTAL RATES LEVIED	\$ 528,947,694	46,317		33,943,498		49,367,650	9,112		3,874,863	37,286,128



Reserve Account Summary

CITY OF JOONDALUP

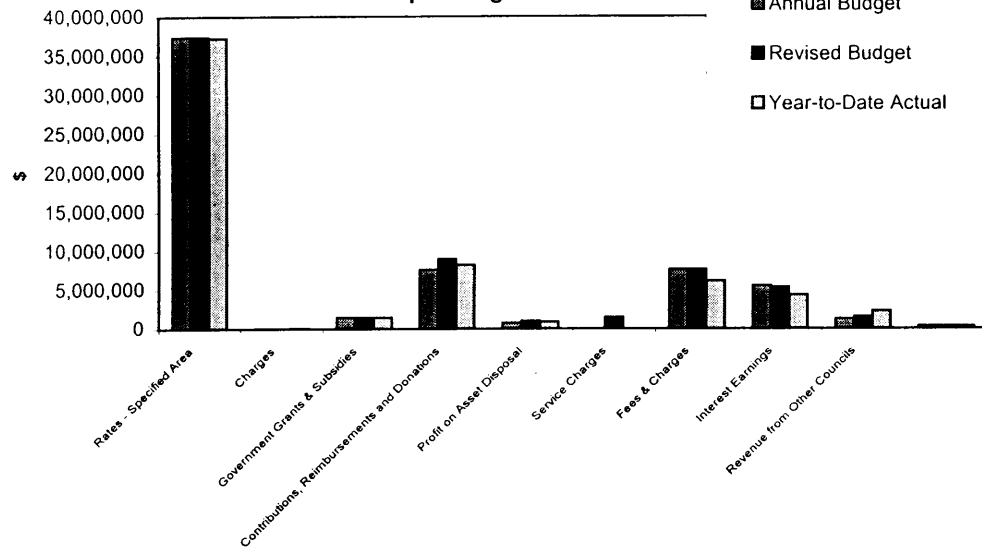
Period: 30-Jun-01

Reserve Account	Opening Balance	Transfers To Reserves	Transfers (From) Reserves	Reserve Balances
	\$	\$	\$	\$
Asset Replacement Reserve	6,339,205	394,022		6,733,227
Cash in Lieu of Parking Reserve	376,884	25,885		402,769
Cash in Lieu of POS Reserve	634,720	39,449		674,169
Domestic Cart Collection Reserve	639,961	671,787	(175,000)	1,136,748
Heavy Vehicle Replacement Reserve	516,055	180,503	(249,615)	446,943
Hodges Drive Drainage Reserve	161,593	10,040		171,633
Light Vehicle Replacement Reserve	473,829	637,620	(428,189)	683,260
Joondalup City Centre Public Parking Reserve	388,501	23,408	(16,200)	395,709
Ocean Reef Boat Facility Reserve	46,200	2,870		49,070
Plant Replacement Reserve	381,350	251,218	(166,976)	465,592
Property Security and Surveillance Reserve	320,864	362,094	(320,864)	362,094
Section 20A Reserve	26,093	1,628		27,721
Special Area – Iluka Reserve	46,160	24,797	(46,160)	24,797
Town Planning Scheme 10 Reserve	889,247	55,275		944,522
Performing Arts Facility Reserve	0	1,000,000		1,000,000
Wanneroo Bicentennial Reserve	57,000	2,358	(33,790)	25,568
Total	11,297,662	3,682,954	(1,436,794)	13,543,822

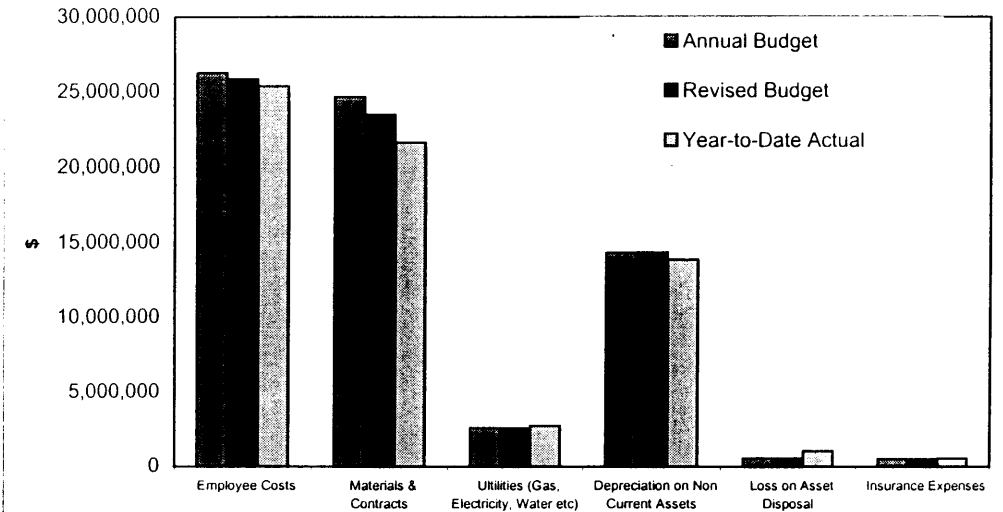
FINANCIAL PERFORMANCE INDICATORS

As at 30 June 2001

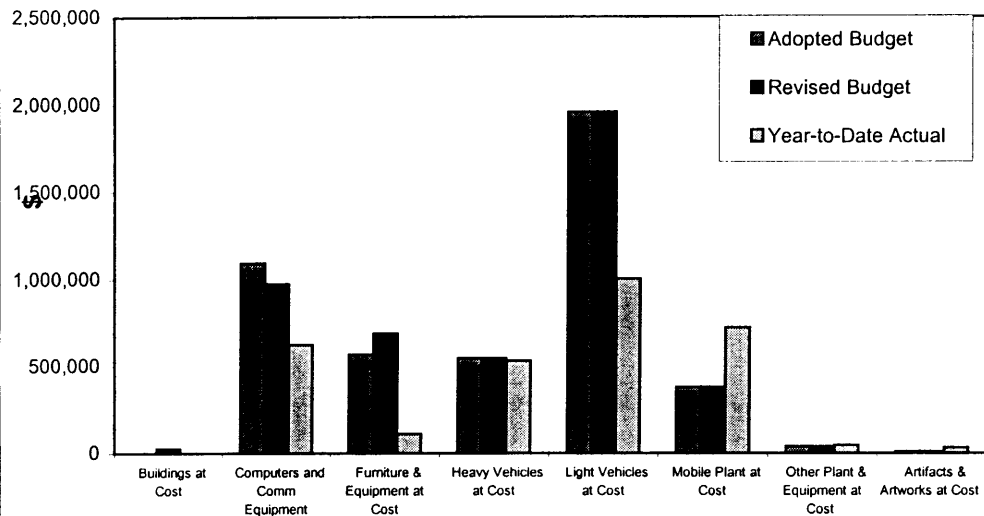
Operating Revenue



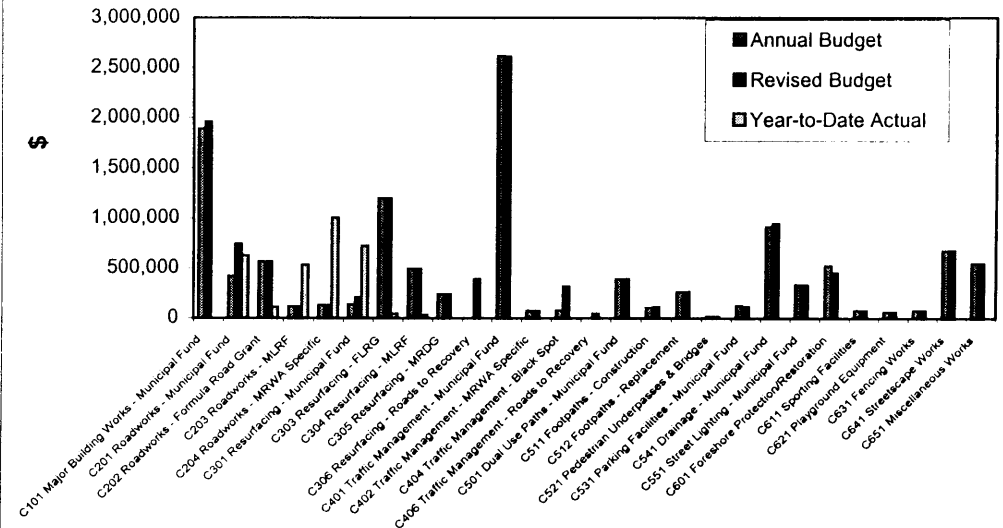
Operating Expenditure



Capital Expenditure



Capital Works



CARRY FORWARD CAPITAL WORKS AS AT 30 JUNE 2001

	Account #	Fund	Project No	Description	Total C/FWD Expenditure
					\$
Major Building Works - Municipal Fund					
			4061	Var Build - Build System Mech	18,768
			4062	Admin Ctre - Roof Solar Panels	150,000
			4066	Key West Mullaloo - Toilets	128,720
			4068	CLC - Pool Resurface	11,130
			4069	CLC - Inst Fire Service Bypass	13,112
			4075	Var Libraries - Lightning	21,510
			4091	Admin Centre - Refurb Accom	94,220
			4092	Skate Board Facilities	46,465
			4093	Joondalup Performing Arts	250,000
Grant		C101	4094	Currambine Community Centre	850,000
Traffic Management - Municipal Fund					
			6184	Bridgewater Dr-Raised Interse	73,949
Grant	1605	C401	6188	Camberwarra P/S -street parking	60,000
Grant	1605	C401	6189	Woodvale SHS - dtreet parking	30,791
			6190	Treetop Ave/Wedgewood Dr	10,289
			6193	Beach Rd/Springvale Dr-Island	4,853
			6196	Boas Ave/Davidson Tce-Islands	10,000
			6197	Boas Ave/McLarty Ave-Islands	14,887
			6198	Gibson Ave/Barclay Ave-Island	12,438
			6199	Davallia Rd-Lane Narrowing	-
			6200	Korella St - Realignment	133,880
Grant	1613	C404	6272	Ocean Reef Roundabout	8,486
Grant	1645	C406	6278	Glengarry Drive	39,926
Road Resurfacing - MRRP					
Grant	1630	C304	6253	Glengarry Dr - Warwick Rd	45,227
Grant	1630	C304	6258	Coolibah drive	62,720
Grant	1630	C304	6260	Blackall drive	80,331
Footpaths - Construction					
			6216	Dunscore Wy-Glencoe to Lamond	6,300
			6222	Bernedale Wy-Poynter-Nicholli	25,200
			6224	Wahroonga Wy-Hepburn&Wahroonga	4,370
Footpaths - Replacement					
			6147	Var Locations - Replacement	
			6225	Var Streets,Sorrento - Upgrade	30,141
			6227	Charslet Cr/Shepard Wy - PAW	20,600
Pedestrian Underpasses & Bridges					
			6162	Var Underpasses-Wall & Fence.	3,066
Drainage - Municipal Fund					
			6149	Yellagonga Stormwater Outfall.	14,250
			6157	Bahama CI - Stormwater Upgrade	46,100
			6234	Marmion - Upgrade 00/01	20,000
			6239	Kingsley - Stormwater Upgrade	91,200
Contr	1801	C541	6156	Beach Road Warwick - Stormwater	359,081
Street Lighting - Municipal Fund					
			6264	Lloyd Dr,Warwick Open Space	41,000
			6265	Var Arterial Roads - 00/01	6,000
			6266	Var Urban Roads - 00/01	1,000
			6267	Safer WA Programme 00/01	10,000
Parks - Foreshore Protection/Restoration					
			2041	Var - Limestone Cliff Face Wks	43,880
			2071	Ocean Reef/Illuka Foreshores	135,700
			2073	COS - Limestone Access Paths	5,636
			2076	Burns Beach Nth - Beach Access	2,625
Sporting Facilities					
			2050	Var Tennis Courts - Lighting	40,840
Playground Equipment					
			2081	Var Parks-Disabled Play Units	5,907
Streetscape Works					
			2100	Marmion Ave - Median & Verge	64,980
			2101	Whitfords Ave - Median & Verge	39,548
Miscellaneous Works					
			2094	Whitfords Nodes - Shelters	2,950
			2095	Various Parks-Disabled Access	25,750
Totals					3,217,826

Carry Forward Proposals as at 30 June 2001

	<i>Amount to be carried forward</i>
F102 Review of Child Health Centres	\$ 8,000
F061 Precinct Design	\$ 20,000
F058 Mullaloo Precinct Design	\$ 12,245
F057 Sorrento Precinct Design	\$ 6,665
F055 Town Planning Scheme Review - Hou	\$ 6,000
D844 Identify Centres - 433	\$ 8,500
F182 Telephone Headsets & Surveillance	\$ 3,600
D816 Closed Circuit Television Security	\$ 3,000
F116 Parks Coordinator	\$ 73,777
F069 Maximo Maintenance System	\$ 95,277
F040 Procurement of Dedicated Fax Mach	\$ 2,600
D799 Contestability Framework - 163	\$ 30,000
F030 Economic Development	\$ 22,800
F025 Web Development Applications	\$ 29,312
F023 Exhibition Centre Economic Develop	\$ 35,000
D856 Community Needs Study	\$ 15,000
D826 E Commerce & Community Network -	\$ 1,739
F078 New Initiatives for the Community	\$ 6,400
F188 Valuation Systems Changes	\$ 10,000
F187 Self Funded Retirees Systems Changes	\$ 10,000
F043 Business Process Mapping	\$ 10,000
F112 Foreshore Recreation Strategy	\$ 25,000
F103 Community Consultations Needs Ana	\$ 64,599
F027 Performance Indicator Reporting	\$ 15,000
F024 Ocean Reef - Lot 1029	\$ 38,410
F035 Enterprise Bargaining Agreement	\$ 9,309
F034 Performance Development & Review	\$ 22,000
F026 Performance and Recognition Progr	\$ 8,000
F065 GPS Hand Held Data Collector	\$ 3,180
F003 Upgrade to Records Management Sys	\$ 16,000
D794 Computerising Agenda & Minutes -	\$ 22,000
F192 Monitored Alarm System	\$ 3,000
F097 Development of Public Artworks	\$ 5,000
F091 Signage	\$ 7,500
F085 Beach Shading Shelters	\$ 18,000
D783 Cultural Development Consultancie	\$ 5,000
D782 Strategic Marketing Plan - 862	\$ 16,012
F017 Corporate Reporting Facility	\$ 85,000
F120 Microfiche Project	\$ 11,000
F052 Scanning of Building Licences	\$ 38,000
TOTAL TO BE CARRIED FORWARD	\$ 821,925

Carried Forward Surplus as at 30 June 2001

CITY OF JOONDALUP SUMMARY OF CURRENT ASSETS - CURRENT LIABILITIES AS AT 30 JUNE 2001		\$	\$
Particulars			
Current Assets			
(a) Rates Debtors		2,033,518	
Pensioner Rates Deferred		-829,044	
Private Swimming Pools Fees		2,836	
Domestic Refuse Charge		145,022	
Cash Advances		4,550	
Sundry Debtors		694,680	
Less Provision for Sundry Debtors		-7,824	
Accrued Income		278,197	
Cash at Bank and Investments		26,065,571	
Goods and Services Tax		530,557	
Stock on Hand		4,019	
Prepayments		103,823	
			29,025,905
Less : Current Liabilities			
(b) Trade Creditors		2,453,994	
Sundry Creditors		1,194,826	
Bank Overdraft		0	
Accrued Expenses		796,774	
Goods and Services Tax		72,669	
Provision for Annual Leave		2,085,590	
Provision for Long Service Leave		1,378,394	
Provision for Sick Leave		72,154	
Provision for Workers Compensation Insurance		96,063	8,150,464
Net Current Assets			20,875,441
Less: Restricted Assets -			
Reserves		13,543,822	
Carried Forward Contributions & Government Grants		288,370	13,832,192
Surplus Carried Forward at 30 June 2001			7,043,249
Less: Carried Forward Works		3,217,826	
Carried Forward Projects		821,925	4,039,751
Available Surplus Carried Forward at 30 June 2001		\$	3,003,498