

CITY OF JOONDALUP

Notice is hereby given that a **SPECIAL MEETING OF COUNCIL** will be held in the Council Chamber, Joondalup Civic Centre, Boas Avenue, Joondalup on **TUESDAY, 5 AUGUST 2003** commencing at **6.30 pm**.

DENIS SMITH
Chief Executive Officer
1 August 2003

Joondalup
Western Australia

AGENDA

OPEN AND WELCOME

APOLOGIES AND LEAVE OF ABSENCE

PUBLIC QUESTION TIME

(Please Note: Section 7(4)(b) of the Local Government (Administration) Regulations 1996 states that a Council at a special meeting is not required to answer a question that does not relate to the purpose of the meeting. It is requested that only questions that relate to items on the agenda be asked).

DECLARATION OF FINANCIAL INTEREST/INTEREST WHICH MAY AFFECT IMPARTIALITY

ITEMS OF BUSINESS

ITEM 1 MINUTES OF 2003/04 BUDGET COMMITTEE MEETINGS

ITEM 2 2003/04 DRAFT BUDGET

ITEM 1 MINUTES OF 2003/04 BUDGET COMMITTEE MEETINGS – [66533]

WARD - All

PURPOSE

Minutes of the 2003/04 Budget Committee Meetings are submitted to Council to be noted.

EXECUTIVE SUMMARY

Budget Committee Meetings were held on the following dates -

- 22 May 2003 - confirmed minutes
- 3 June 2003 - confirmed minutes
- 12 June 2003 - confirmed minutes
- 26 June 2003 - confirmed minutes
- 7 July 2003 - confirmed minutes
- 24 and 28 July 2003 - unconfirmed minutes

and all matters relating to budgetary considerations were discussed and resolved.

DETAIL

At the Council Meeting held on 17 December 2002 (CJ318-12/02 2003/04 Budget - High Level Review) it was resolved that Council:-

- 1 ESTABLISHES the 2003/04 Budget Committee to oversee the development of the Draft 2003-2004 Budget and Principal Activities Plan;
- 2 APPOINTS the following representatives to the Budget Committee:

Mayor J Bombak, JP
Cr P Kadak
Cr P Kimber
Cr D S Carlos
Cr C Baker
Cr A Nixon
Cr J F Hollywood, JP
Cr A Walker
Cr P Rowlands
Cr T Barnett
Cr M O'Brien, JP
Cr A L Patterson
Cr G Kenworthy
Cr J Hurst
Cr C Mackintosh

- 3 SETS a quorum for the Budget Committee of 8 members;
- 4 ADOPTS the following key assumptions to enable the development of the 2003/04 budget and 2003/04 5-year financial plan;

	Year 1 2003/04 \$000's	Year 2 2004/05 \$000's	Year 3 2005/06 \$000's	Year 4 2006/07 \$000's	Year 5 2007/08 \$000's
			Revaluation Year		
Inflation	3%	3%	3%	3%	3%
Salary & Wage increases	4%	5%	3%	3%	3%
Interest Rates	4.8%	4.8%	5%	5%	5%
Total Population	160,580	163,580	167,067	170,048	173,082
Growth in Properties	400	400	400	400	400
Rate Increases	CPI	CPI	CPI	CPI	CPI

- 5 REVIEWS rates levied together with savings or deferment of expenditure in operations, capital works and proposals.

ATTACHMENTS

- Attachment 1 22 May 2003 - confirmed minutes
 Attachment 2 3 June 2003 - confirmed minutes
 Attachment 3 12 June 2003 - confirmed minutes
 Attachment 4 26 June 2003 - confirmed minutes
 Attachment 5 7 July 2003 - confirmed minutes
 Attachment 6 24 and 28 July 2003 - unconfirmed minutes

VOTING REQUIREMENTS

Simple Majority.

RECOMMENDATION

That Council NOTES:

- 1 the confirmed Minutes of the Budget Committee Meetings held on 22 May 2003, 3 June 2003, 12 June 2003, 26 June 2003, 7 July 2003 forming Attachments 1 to 5 to this Report;**
- 2 the unconfirmed Minutes of the Budget Committee Meeting held on 24 and 28 July 2003 forming Attachment 6 to this Report.**

Appendices 1 to 6 refer

To access this attachment on electronic document, click here: [Attach1agn050803.pdf](#)

[Attach2agn050803.pdf](#)

[Attach3agn050803.pdf](#)

[Attach4agn050803.pdf](#)

[Attach5agn050803.pdf](#)

[Attach6agn050803.pdf](#)

ITEM 2 2003/04 DRAFT BUDGET – [66533]

WARD - All

PURPOSE

The Budget Committee recommends the 2003/04 Budget for adoption by Council.

EXECUTIVE SUMMARY

The 2003/04-budget process formally commenced in December 2002 with Council providing guidelines for the preparation of the 2003/04 budget. The 2003/04 Budget was prepared by officers and submitted to the Executive Management Team for review prior to submission to the Budget Workshops.

Council established a Budget Committee comprising of all elected members for the purpose of preparing, reviewing and recommending the Budget to Council for adoption. A total of six budget meetings were held.

At the Budget Meeting of 24 and 28 July 2003, the Budget Committee agreed to make amendments to the 2003/04 Draft Budget documentation. These changes have been included in this report and it is recommended that Council, BY AN ABSOLUTE MAJORITY ADOPTS the Budget for the City of Joondalup for the year ending 30 June 2004, incorporating:

1 Budget Statements:

- | | |
|---|---------------------------------|
| (a) 2003/04 Operating Statement | (refer Attachment 1/grey) |
| (b) 2003/04 Statement of Cash Flows | (refer Attachment 2/grey) |
| (c) 2003/04 Rate Setting Statement | (refer Attachment 3/grey) |
| (d) 2003/04 Statement of Rating Information | (refer Attachment 4/grey) |
| (e) Notes to and Forming Part of the Budget | (refer Attachment 5/blue) |
| (f) Supplementary Information: | |
| (i) Capital Works Programme | (refer Attachment 6/yellow) |
| (ii) Corporate Projects | (refer Attachment 7/mauve) |
| (iii) Proposals | (refer Attachment 8/green) |
| (iv) Carry Forward Capital Works & Corporate Projects | (refer Attachment 9/pink) |
| (v) Carry Forward Projects | (refer Attachment 10/buff) |
| (vi) Carry Forward Unspent Grants | (refer Attachment 11/gold) |
| (vii) Motor Vehicle and Plant Replacement Programme | (refer Attachment 12/lemon) |
| (vii) Reserve Account Balances | (refer Attachment 13/turquoise) |
| (xi) Schedule of Fees & Charges | (refer Attachment 14/white) |

2 Rates:

- (a) In accordance with the provisions of Sections 6.32 and 6.33 of the Local Government Act 1995 SETS the general rates in accordance with the following tables:

(i) General Rates – Gross Rental Value and Minimum Payment

In accordance with the provisions of Section 6.32 and 6.35 of the Local Government Act 1995, impose the 2003/2004 Gross Rental Value Rates and Minimum Payments on each Residential, Commercial / Industrial Lot or other piece of rateable land as follows:

<u>Rating Zones – Gross Rental Value</u>	Gross Rental Value Rates (cents in dollar)	Minimum Payment \$
Residential Zones – Improved	6.7184	461
Residential Zones - Not Improved	6.7184	461
Commercial Zones – Improved	6.7184	461
Commercial Zones - Not Improved	6.7184	461
Industrial Zones – Improved	6.7184	461
Industrial Zones - Not Improved	6.7184	461

(ii) SETS the General Rates – Unimproved Value and Minimum Payment in accordance with the provisions of Section 6.32 and 6.35 of the Local Government Act 1995, impose the 2003/2004 Unimproved Value Rates and Minimum Payments on each Residential and Rural Lot or other piece of rateable land as follows:

<u>Rating Zones – Unimproved Values</u>	Unimproved Value Rates (cents in dollar)	Minimum Payment \$
Residential Zones	0.5252	461
Rural Zones	0.5252	461

(b) In accordance with the provisions of Section 6.32 and Section 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of 1.0806 cents in the dollar for the Harbour Rise Area, for the purposes of maintaining enhanced landscaping which will be applied during 2003/04, bounded by:-

- Going north along Whitfords Avenue and following the boundaries of Whitfords Avenue where this meets lots 331-333,337-334,378,377,403,402,376-367 and lot 9003
- Along the boundary of lot 9003 where it meets Angove Drive, across Mallorca Avenue and following the boundaries of lot 251 & 250 where they meet Angove Drive.
- Following the front boundaries of lots 250,249 409,410,247,245-240,411 Ewing Drive, following the right hand side boundary of lot 408 Marbella Drive to where it meets Ewing Drive and then across Ewing Drive up the left hand side boundary of lot 201 Marbella Drive and along the rear boundaries of lot 1 Ewing Drive and lots 200-198 Marbella Drive
- Along the right hand side boundary of lot 198 across Marbella Drive and continuing along the rear boundaries of lots 197-190 Algarve Way, down the right hand side boundary of lot 184 Tobago Rise, across Tobago Rise and the rear boundary of lot 1 The Corniche , continuing along the rear boundaries of lots 75-66 The Corniche and lots 142-149 The Corniche. Along the rear boundary of lot 150 The Corniche until the left hand side boundary of lot 166

Lukin Road is reached. Along the left hand side boundary of lot 166 Lukin Road, along the rear boundaries of lots 166-164 Lukin Road. Down the right hand side boundary of lot 164 Lukin Road where it meets Hepburn Ave and continue along Hepburn Ave along the rear boundaries of Leeward Park until Amalfi Drive is reached.

- *Along Amalfi Drive on the left hand side boundary of Leeward Park and the front boundaries of lots 13-17 Amalfi Drive, across Antigua Road and along the front boundaries of lots 140-138, continuing left around the roundabout at Azzuro Crescent and left into Tenerife Boulevard. Along the front boundaries of lots 289-282 Tenerife Boulevard across Azores Way and across the front boundaries of lots 328-331*

(c) In accordance with the provisions of Sections 6.32 and 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of 0.52827 cents in the dollar for the Iluka area bounded by Shenton Avenue, Marmion Avenue, Burns Beach Road and the Foreshore Reserve for the purposes of maintaining enhanced landscaping which will be applied during 2003/04.

(d) In accordance with the provisions of Section 6.32 and Section 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of 1.3217 cents in the dollar for the Woodvale Waters area bounded by Timberlane Drive and Yellagonga Regional Park for the purposes of maintaining enhanced landscaping which will be applied during 2003/04.

3 Emergency Services Levy

In accordance with the provisions of Sections 36B and 36L of the Fire and Emergency Services Legislation (Emergency Services Levy) Amendment Act 2002, IMPOSE the 2003/2004 Emergency Services Levy Rates and Minimum and Maximum Payments on Residential, Vacant Land, Commercial, Industrial and Miscellaneous lots as follows:

ESL Category	ESL Rate (Cents per \$ GRV)	Minimum and maximum ESL CHARGES BY PROPERTY USE			
		<i>Residential and Vacant Land</i>		<i>Commercial, Industrial and Miscellaneous</i>	
		<i>Minimum</i>	<i>Maximum</i>	<i>Minimum</i>	<i>Maximum</i>
<i>1</i>	<i>0.8800</i>	<i>\$30</i>	<i>\$175</i>	<i>\$30</i>	<i>\$100,000</i>

4 Domestic Refuse Charges:

In accordance with the provisions of Division 5 of Part IV of the Health Act 1911 (as amended), IMPOSES the following domestic refuse charges for the 2003/04 financial year:

- (a) Per existing unit serviced \$126.00*
- (b) Additional Service \$ 138.60 (inclusive of GST)*
- (c) Collection from within the property boundary*
 - Existing Services \$126.00*
 - Additional Cost \$41.20 (inclusive of GST)*

<i>Total Cost</i>	<i>\$167.20</i>	<i>(inclusive of GST)</i>
(d) <i>New Refuse Service</i>		
<i>Per unit Serviced</i>	<i>\$126.00</i>	
<i>Bin and Delivery</i>	<i>\$39.60</i>	<i>(inclusive of GST)</i>
<i>Total Cost</i>	<i>\$165.60</i>	<i>(inclusive of GST)</i>
(e) <i>Optional Recycling Cart \$84.70 (inclusive of GST)</i>		
(f) <i>Optional Recycling Cart - sort and collect recycling cart \$35.20 (inclusive of GST)</i>		

5 *Private Swimming Pool Inspection Fees:*

In accordance with the provisions of the Local Government (Miscellaneous Provisions) Act 1960, Section 245A (8), IMPOSES for the 2003/04 financial year, a Private Swimming Pool Inspection Fee of \$13.75 inclusive of GST for each property where there is located a private swimming pool.

6 *Discount and Early Payment Incentives:*

In accordance with the provisions of Section 6.46 of the Local Government Act 1995, OFFERS the following discount and early payment incentives for the payment of rates and charges:-

Full payment of all current and arrears of rates (including specified area rates, emergency services levy, domestic refuse charge, security charge and private swimming pool inspection fees inclusive of GST within 28 days of the issue date on the annual rate notice (11 September 2003):

- a 5% discount on 2003/04 general rates only; and*
- eligibility to enter the early incentive draw for the following prizes (none of which is a cost to the ratepayers of the City).*

- 1 First prize: Lakeside Joondalup Shopping City donated \$1,500 cash donated
- 2 Second prize: Lakeside Joondalup Shopping City donated \$1,000 Lakeside gift voucher
- 3 Third prize: Commonwealth Bank donated \$1,000 cash prize

Other Prizes

- 4 *Sunset Coast Delights Holiday Packages - donated by members of the Sunset Coast Tourism Association*

Package 1: Two Rocks Harbour View Apartments & Blue Dolphin Restaurant, Two Rocks

One week's accommodation including full English breakfasts on one morning for 4 people. Total value \$600.

Package 2: Hillarys Boat Harbour Resort Hotel & AQWA, Sorrento

Self-contained apartment (two bedroom) accommodation for 4 people for 2 nights incl. parking, resort facilities, free in-house movies, an AQWA family pass and a "Snorkel with the Sharks" voucher (equipment supplied). Total value \$559.

Package 3: Seashells Serviced Apartments, Scarborough

'Beachside Breakaway' for 2 persons for 2 nights in a self-contained Superior Apartment incl. bath spa, continental breakfast for two on the first morning. Valued at \$435.

Package 4: Bobbyjo's Bed & Breakfast (Two Rocks) and The Stables (Yanchep)

Accommodation for 2 adults for 1 night incl. full cooked breakfast and a family pass for a two hour camel ride for up to 5 people. Total value \$385.

Package 5: Sorrento Beach Resort & Jetty's Restaurant, Sorrento

Studio room accommodation for 2 persons for 2 nights and a food & beverage voucher for Jetty's Restaurant. Total value \$378.

Package 6: Joondalup Resort and Arts & Cultural Centre of Two Rocks/Yanchep, Two Rocks

'Essential Escape' for 2 people for 1 night in a Lake-view room incl. a buffet breakfast in Bistro 38 and a painting by "Downstairs Gallery" Artist in Residence, Susie Logue. Total value \$321

- 5 TradeWinds Hotel – Fremantle Movie Madness Package valued at \$150
Overnight accommodation, late check-out, in-house movie of your choice, parking & fully cooked breakfast for two in Trader Morgan's Restaurant.

7 *Payment Options:*

In accordance with the provisions of Section 6.45 of the Local Government Act 1995, OFFERS the following payment options for the payment of rates (including specified area rates), emergency services levy, domestic refuse charge and private swimming pool inspection fees inclusive of GST:

- *One Instalment*

Payment in full (including all arrears) within 28 days of the issue date of the annual rate notice and be eligible for a 5% discount on current general rates only and eligibility to enter the rates incentive scheme for prizes (11 September 2003).

Payment in full within 35 days of the issue date of the annual rate notice (18 September 2003).

- *Two Instalments*

The first instalment of 50% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, plus the total outstanding arrears payable within 35 days of date of issue of the annual rate notice (18 September 2003).

The second instalment of 50% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, payable 63 days after due date of 1st instalment (20 November 2003).

- *Four Instalments*

The first instalment of 25% of the total current rates (including specified area rate), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, plus the total outstanding arrears payable within 35 days of date of issue of the annual rate notice (18 September 2003).

The second, third and fourth instalment, each of 25% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, payable as follows:-

-2nd instalment 63 days after due date of 1st instalment (20 November 2003)

-3rd instalment 63 days after due date of 2nd instalment (22 January 2004)

-4th instalment 63 days after due date of 3rd instalment (25 March 2004)

8 *Late Payment Interest*

In accordance with the provisions of Section 6.13 and 6.51 of the Local Government Act 1995, IMPOSES interest on all current and arrears general rates (including specified area rates), current and arrears domestic refuse charges, current and arrears of private swimming pool inspection fees (including GST) and arrears of security charges at a rate of 8.95% per annum, calculated on a simple interest basis on arrears amounts which remain unpaid and current amounts which remain unpaid after 35 days from the issue date of the original rate notice, or the due date of the instalment and continues until instalment is paid. Excluded are deferred rates, instalment current amounts not yet due under the four-payment option, registered pensioner portions and current government pensioner rebate amounts. Such interest to be charged once per month on the outstanding balance on the day of calculation for the number of days.

9 *Emergency Services Levy Interest Charge*

In accordance with the provisions of Section 36S of the Fire and Emergency Services Legislation (Emergency Services Levy) Amendment Act 2002, IMPOSES interest on all current emergency services levy at a rate of 11.00% per annum, calculated on a simple interest basis on amounts which remain unpaid after 35 days from the issue date of the original rate notice, or the due date of the instalment and continues until instalment is

paid. Excluded are instalment current amounts not yet due under the four-payment option, registered pensioner portions and current government pensioner rebate amounts. Such interest to be charged once per month on the outstanding balance on the day of calculation for the number of days.

10 Instalment and Arrangements Administration Fees & Interest Charges:

(a) In accordance with the provisions of Section 6.45 of the Local Government Act 1995, for the 2003/04 financial year, IMPOSES the following administration fees and interest charges for payment of rates (including specified area rates), domestic refuse charge and private swimming pool inspection fees inclusive of GST:

(i) Two Instalment Option

An administration fee of \$6.00 for instalment two, together with an interest charge of 5.5% per annum, calculated on a simple interest basis on:

- 50% of the total current general rate (including specified area rates), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated 35 days from the date of issue of the annual rate notice to 63 days after the due date of the first instalment.*

(ii) Four Instalment Option

An administration fee of \$6.00 for each instalment two, three and four, together with an interest charge of 5.5% per annum, calculated on a simple interest basis on:

- 75% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated 35 days from the date of issue of the annual rate notice to 63 days after the due date of the first instalment;*
- 50% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated from the due date of the first instalment to the due date of the second instalment; and*
- 25% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated from the due date of the second instalment to the due date of the third instalment.*

(iii) Special Payment Arrangements

Special monthly or fortnightly arrangements are available for those ratepayers who may be unable to pay in full or according to the instalment plans offered. An administration fee of \$22.00 is charged on all payment arrangements and penalty interest of 8.95% pa is applied to the outstanding balance until the account is paid in full.

- (b) *In accordance with the provisions of Section 6.49 of the Local Government Act 1995, authorises the Chief Executive Officer to enter into special payment agreements with ratepayers for the payment of rates (including specified area rates), emergency services levy, domestic refuse charge (inclusive of GST where applicable) and private swimming pool inspection fees (inclusive of GST) during the 2003/04 financial year.*

11 *Transfers From Reserves:*

- (a) *Transfers from the Asset Replacement Reserve an amount of \$1,187,000 for the construction of a depot facility;*
- (b) *Transfers from the Community Facilities Reserve an amount of \$15,000 for expenditures to be undertaken in relation to the Currambine Community Facility and \$500,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;*
- (c) *Transfers from the Domestic Cart Refuse Collection Reserve an amount of \$1,670,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;*
- (d) *Transfers from the Heavy Vehicles Replacement Reserve an amount of \$60,000 for the replacement of heavy vehicles;*
- (e) *Transfers from the Joondalup City Centre Public Parking Reserve an amount of \$17,913 for parking works to be undertaken in the Joondalup Central Business District;*
- (f) *Transfers from the Joondalup Normalisation Agreement Reserve an amount of \$2,800,000 for the purchase of land for the depot facility in 2003/04, \$230,000 being in respect of traffic intersection works completed in 2002/03, \$30,000 for the Joondalup Masterplan, \$200,000 in respect of traffic intersection works to be undertaken in 2003/04 and \$1,980,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;*
- (g) *Transfers from the Light Vehicles Replacement Reserve an amount of \$693,228 for the replacement of Light Vehicles;*
- (h) *Transfers from the Performing Arts Facility Reserve an amount of \$1,000,000 for the purchase of land and expenditure associated with the Performing Arts Facility and \$2,400,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;*
- (i) *Transfers from the Plant Replacement Reserve an amount of \$423,020 for the replacement of plant;*
- (j) *Transfers from the Town Planning Scheme 10 (Revoked) Reserve amounts of \$506,306 to undertake works in the Kingsley area;*
- (k) *Transfers from the Special Area Rates - Harbour Rise Reserve amounts of \$28,336 to undertake works in the Special Area - Harbour Rise;*

- (l) *Transfers from the Special Area Rates - Iluka Reserve amounts of \$5,330 to undertake works in the Special Area – Iluka;*
- (m) *Transfers from the Wanneroo Bicentennial Trust Reserve an amount of \$12,500 for a donation for the Dolphin Memorial.*

DETAILS

The City of Joondalup's 2003/04 budget is a balanced budget and sets the foundation for the City to continue a measured and stable growth.

This budget provides for a large capital works programme, excellent community services through the provision of cultural, leisure and library programmes and growth in the number and standard of public parks and recreation facilities.

During 2002/03 Council identified 13 major corporate projects shown below. Expenditures during 2003/04 against these corporate projects are estimated to be approximately \$9.5m:

- Learning City
- Depot
- Joondalup Performing Arts
- Mullaloo Beach Development
- Sorrento Beach Development
- Currambine Community Centre
- Connolly Community Centre
- Craigie Leisure Centre Development
- Secondary Waste Treatment
- Tamala Park
- Employer of Choice
- Support for small business
- Ocean Reef Development

The City's capital works programme includes:

- Carry forward capital works - \$2.6m
- Road preservation works - \$1.1m
- Dry Park development - \$500k

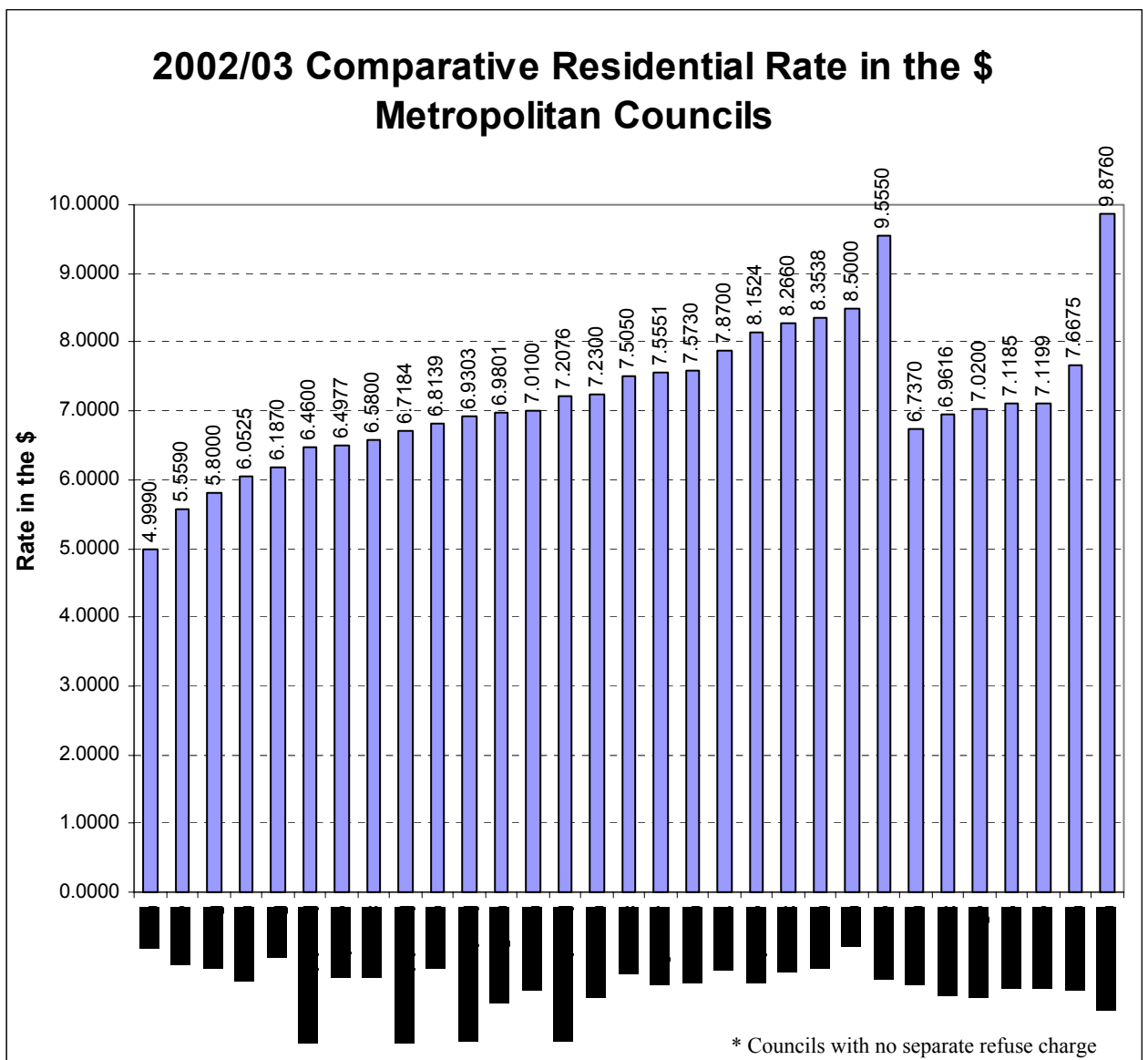
The City will also transfer \$670,806 to the Performing Arts Reserve for future savings for the development of a regional Performing Arts Centre. \$5.24m will be transferred to the Joondalup Normalisation Reserve which will be used to purchase land for the depot (\$2.8m), for works completed during 2002/03 (\$230k), the Joondalup Masterplan (\$30k), other works to be undertaken during 2003/04 (\$200k) and an amount to be transferred to the Leisure Facilities Capital Replacement Reserve (\$1.98m).

In keeping with the City's strategic initiatives to "provide for an integrated environmental, social and economic approach to all activities", the budget includes provision for a strategic sustainable development business unit. In addition, the City is working with the member Councils of the Mindarie Regional Council in progressing the establishment of a secondary waste processing facility.

The 2003/04 budget supports sporting and leisure facilities through its numerous sporting grounds, parks and facilities at Warwick, Craigie, Sorrento and Ocean Ridge. A major re-development of the Craigie Leisure Centre will be undertaken during 2003/04 and 2004/05. The current project is expected to cost \$8.1m.

The City has continued to hold its Fees & Charges to minimal increases.

The City has managed to keep its rate increase to 4%. The rate increase means that whilst the Consumer Price Increase has increased by 18.5% during the last 5 years the City has absorbed the majority of these costs and has increased rates by only 9.5% during the same period. The City's rate in the \$ compares favourably to other metropolitan councils. The graph below shows the 2002/03 residential improved rate in the \$ and reflects that Joondalup was at the lower end of the comparable local governments. The average residential rates (excluding refuse charge) within the City is \$638 (2002/03 \$613).



In summary, the City of Joondalup's 2003/04 budget is a balanced budget and sets the foundation for the City to continue a measured and stable growth.

Statutory Provision:

The accompanying budget for 2003/04 has been prepared in accordance with the Local Government Act (1995), the Local Government (Financial Management) Regulations 1996 and Australian Accounting Standards.

Strategic Implications:

The budget is consistent with the strategic directions espoused by Council in its Strategic Plan and in the 2003/04 to 2007/08 Principal Activities Plan accepted by Council on 29 July 2003.

ATTACHMENTS

Attachment 1/grey	2003/04 Operating Statement
Attachment 2/grey	2003/04 Statement of Cash Flows
Attachment 3/grey	2003/04 Rate Setting Statement
Attachment 4/grey	2003/04 Statement of Rating Information
Attachment 5/blue	Notes to and Forming Part of the Budget
Attachment 6/yellow	Capital Works Programme
Attachment 7/mauve	Corporate Projects
Attachment 8/green	Proposals
Attachment 9/pink	Carry Forward Capital Works & Corporate Projects
Attachment 10/buff	Carry Forward Projects
Attachment 11/gold	Carry Forward Unspent Grants
Attachment 12/lemon	Motor Vehicle and Plant Replacement Programme
Attachment 13/turquoise	Reserve Account Balances
Attachment 14/white	Schedule of Fees & Charges

VOTING REQUIREMENTS

Absolute Majority.

RECOMMENDATION

That Council BY AN ABSOLUTE MAJORITY, ADOPTS the Budget for the City of Joondalup for the year ending 30 June 2004, incorporating:

1 Budget Statements:

- | | | |
|--------------|--|------------------------------------|
| (a) | 2003/04 Operating Statement | (refer Attachment 1/grey) |
| (b) | 2003/04 Statement of Cash Flows | (refer Attachment 2/grey) |
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| (f) | Supplementary Information: | |
| (i) | Capital Works Programme | (refer Attachment 6/yellow) |
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| (iii) | Proposals | (refer Attachment 8/green) |

- (iv) Carry Forward Capital Works & Corporate Projects (refer Attachment 9/pink)
- (v) Carry Forward Projects (refer Attachment 10/buff)
- (vi) Carry Forward Unspent Grants (refer Attachment 11/gold)
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- (vii) Reserve Account Balances (refer Attachment 13/turquoise)
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2 Rates:

- (a) In accordance with the provisions of Sections 6.32 and 6.33 of the Local Government Act 1995 SETS the general rates in accordance with the following tables:

- (i) General Rates – Gross Rental Value and Minimum Payment

In accordance with the provisions of Section 6.32 and 6.35 of the Local Government Act 1995, impose the 2003/2004 Gross Rental Value Rates and Minimum Payments on each Residential, Commercial / Industrial Lot or other piece of rateable land as follows:

Rating Zones – Gross Rental Value	Gross Rental Value Rates (cents in dollar)	Minimum Payment \$
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Industrial Zones – Improved	6.7184	461
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- (ii) SETS the General Rates – Unimproved Value and Minimum Payment in accordance with the provisions of Section 6.32 and 6.35 of the Local Government Act 1995, impose the 2003/2004 Unimproved Value Rates and Minimum Payments on each Residential and Rural Lot or other piece of rateable land as follows:

Rating Zones – Unimproved Values	Unimproved Value Rates (cents in dollar)	Minimum Payment \$
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Rural Zones	0.5252	461

- (b) In accordance with the provisions of Section 6.32 and Section 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of 1.0806 cents in the dollar for the Harbour Rise Area, for the purposes of maintaining enhanced landscaping which will be applied during 2003/04, bounded by:-

- Going north along Whitfords Avenue and following the boundaries of Whitfords Avenue where this meets lots 331-333, 337-334, 378, 377, 403, 402, 376-367 and lot 9003
 - Along the boundary of lot 9003 where it meets Angove Drive, across Mallorca Avenue and following the boundaries of lot 251 & 250 where they meet Angove Drive.
 - Following the front boundaries of lots 250,249 409,410,247,245-240,411 Ewing Drive, following the right hand side boundary of lot 408 Marbella Drive to where it meets Ewing Drive and then across Ewing Drive up the left hand side boundary of lot 201 Marbella Drive and along the rear boundaries of lot 1 Ewing Drive and lots 200-198 Marbella Drive
 - Along the right hand side boundary of lot 198 across Marbella Drive and continuing along the rear boundaries of lots 197-190 Algarve Way, down the right hand side boundary of lot 184 Tobago Rise, across Tobago Rise and the rear boundary of lot 1 The Corniche , continuing along the rear boundaries of lots 75-66 The Corniche and lots 142-149 The Corniche. Along the rear boundary of lot 150 The Corniche until the left hand side boundary of lot 166 Lukin Road is reached. Along the left hand side boundary of lot 166 Lukin Road, along the rear boundaries of lots 166-164 Lukin Road. Down the right hand side boundary of lot 164 Lukin Road where it meets Hepburn Ave and continue along Hepburn Ave along the rear boundaries of Leeward Park until Amalfi Drive is reached.
 - Along Amalfi Drive on the left hand side boundary of Leeward Park and the front boundaries of lots 13-17 Amalfi Drive, across Antigua Road and along the front boundaries of lots 140-138, continuing left around the roundabout at Azzuro Crescent and left into Tenerife Boulevard. Along the front boundaries of lots 289-282 Tenerife Boulevard across Azores Way and across the front boundaries of lots 328-331
- (c) In accordance with the provisions of Sections 6.32 and 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of **0.52827 cents** in the dollar for the Iluka area bounded by Shenton Avenue, Marmion Avenue, Burns Beach Road and the Foreshore Reserve for the purposes of maintaining enhanced landscaping which will be applied during 2003/04.
- (d) In accordance with the provisions of Section 6.32 and Section 6.37 of the Local Government Act 1995 IMPOSES a Specified Area Rate of **1.3217 cents** in the dollar for the Woodvale Waters area bounded by Timberlane Drive and Yellagonga Regional Park for the purposes of maintaining enhanced landscaping which will be applied during 2003/04.

3 Emergency Services Levy

In accordance with the provisions of Sections 36B and 36L of the Fire and Emergency Services Legislation (Emergency Services Levy) Amendment Act 2002, IMPOSE the 2003/2004 Emergency Services Levy Rates and Minimum and Maximum Payments on Residential, Vacant Land, Commercial, Industrial and Miscellaneous lots as follows:

ESL Category	ESL Rate (Cents per \$ GRV)	Minimum and maximum ESL CHARGES BY PROPERTY USE			
		<i>Residential and Vacant Land</i>		<i>Commercial, Industrial and Miscellaneous</i>	
		<i>Minimum</i>	<i>Maximum</i>	<i>Minimum</i>	<i>Maximum</i>
<i>1</i>	<i>0.8800</i>	<i>\$30</i>	<i>\$175</i>	<i>\$30</i>	<i>\$100,000</i>

4 Domestic Refuse Charges:

In accordance with the provisions of Division 5 of Part IV of the Health Act 1911 (as amended), IMPOSES the following domestic refuse charges for the 2003/04 financial year:

- (a) Per existing unit serviced \$126.00
- (b) Additional Service \$138.60 (inclusive of GST)
- (c) Collection from within the property boundary
 - Existing Service \$126.00
 - Additional Cost \$41.20 (inclusive of GST)
 - Total Cost \$167.20 (inclusive of GST)
- (d) New Refuse Service
 - Per unit Serviced \$126.00
 - Bin and Delivery \$39.60 (inclusive of GST)
 - Total Cost \$165.60 (inclusive of GST)
- (e) Optional Recycling Cart \$84.70 (inclusive of GST)
- (f) Optional Recycling Cart - sort and collect recycling cart \$35.20 (inclusive of GST)

5 Private Swimming Pool Inspection Fees:

In accordance with the provisions of the Local Government (Miscellaneous Provisions) Act 1960, Section 245A (8), IMPOSES for the 2003/04 financial year, a Private Swimming Pool Inspection Fee of \$13.75 inclusive of GST for each property where there is located a private swimming pool.

6 Discount and Early Payment Incentives:

In accordance with the provisions of Section 6.46 of the Local Government Act 1995, OFFERS the following discount and early payment incentives for the payment of rates and charges:-

Full payment of all current and arrears of rates (including specified area rates, emergency services levy, domestic refuse charge, security charge and private swimming pool inspection fees inclusive of GST within 28 days of the issue date on the annual rate notice (11 September 2003):

- **a 5% discount on 2003/04 general rates only; and**
 - **eligibility to enter the early incentive draw for the following prizes (none of which is a cost to the ratepayers of the City).**
- 1 First prize: Lakeside Joondalup Shopping City donated \$1,500 cash donated**
 - 2 Second prize: Lakeside Joondalup Shopping City donated \$1,000 Lakeside gift voucher**
 - 3 Third prize: Commonwealth Bank donated \$1,000 cash prize**

4 Other Prizes

Sunset Coast Delights Holiday Packages - donated by members of the Sunset Coast Tourism Association

Package 1: Two Rocks Harbour View Apartments & Blue Dolphin Restaurant, Two Rocks

One week's accommodation including full English breakfasts on one morning for 4 people. Total value \$600.

Package 2: Hillarys Boat Harbour Resort Hotel & AQWA, Sorrento

Self-contained apartment (two bedroom) accommodation for 4 people for 2 nights incl. parking, resort facilities, free in-house movies, an AQWA family pass and a "Snorkel with the Sharks" voucher (equipment supplied). Total value \$559.

Package 3: Seashells Serviced Apartments, Scarborough

'Beachside Breakaway' for 2 persons for 2 nights in a self-contained Superior Apartment incl. bath spa, continental breakfast for two on the first morning. Valued at \$435.

Package 4: Bobbyjo's Bed & Breakfast (Two Rocks) and The Stables (Yanchep)

Accommodation for 2 adults for 1 night incl. full cooked breakfast and a family pass for a two hour camel ride for up to 5 people. Total value \$385.

Package 5: Sorrento Beach Resort & Jetty's Restaurant, Sorrento

Studio room accommodation for 2 persons for 2 nights and a food & beverage voucher for Jetty's Restaurant. Total value \$378.

Package 6: Joondalup Resort and Arts & Cultural Centre of Two Rocks/Yanchep, Two Rocks

'Essential Escape' for 2 people for 1 night in a Lake-view room incl. a buffet breakfast in Bistro 38 and a painting by "Downstairs Gallery" Artist in Residence, Susie Logue. Total value \$321

- 5 TradeWinds Hotel – Fremantle Movie Madness Package valued at \$150
Overnight accommodation, late check-out, in-house movie of your choice, parking & fully cooked breakfast for two in Trader Morgan's Restaurant.

7 Payment Options:

In accordance with the provisions of Section 6.45 of the Local Government Act 1995, OFFERS the following payment options for the payment of rates (including specified area rates), emergency services levy, domestic refuse charge and private swimming pool inspection fees inclusive of GST:

- **One Instalment**

Payment in full (including all arrears) within 28 days of the issue date of the annual rate notice and be eligible for a 5% discount on current general rates only and eligibility to enter the rates incentive scheme for prizes (11 September 2003).

Payment in full within 35 days of the issue date of the annual rate notice (18 September 2003).

- **Two Instalments**

The first instalment of 50% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, plus the total outstanding arrears payable within 35 days of date of issue of the annual rate notice (18 September 2003).

The second instalment of 50% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, payable 63 days after due date of 1st instalment (02 November 2003).

- **Four Instalments**

The first instalment of 25% of the total current rates (including specified area rate), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, plus the total outstanding arrears payable within 35 days of date of issue of the annual rate notice (18 September 2003).

The second, third and fourth instalment, each of 25% of the total current rates (including specified area rates), emergency services levy, domestic refuse charge, private swimming pool inspection fees inclusive of GST and instalment charge, payable as follows:-

-2nd instalment 63 days after due date of 1st instalment (20 November 2003)

-3rd instalment 63 days after due date of 2nd instalment (22 January 2004)

-4th instalment 63 days after due date of 3rd instalment (25 March 2004)

8 Late Payment Interest

In accordance with the provisions of Section 6.13 and 6.51 of the Local Government Act 1995, IMPOSES interest on all current and arrears general rates (including specified area rates), current and arrears domestic refuse charges, current and arrears of private swimming pool inspection fees (including GST) and arrears of security charges at a rate of 8.95% per annum, calculated on a simple interest basis on arrears amounts which remain unpaid and current amounts which remain unpaid after 35 days from the issue date of the original rate notice, or the due date of the instalment and continues until instalment is paid. Excluded are deferred rates, instalment current amounts not yet due under the four-payment option, registered pensioner portions and current government

pensioner rebate amounts. Such interest to be charged once per month on the outstanding balance on the day of calculation for the number of days.

9 Emergency Services Levy Interest Charge

In accordance with the provisions of Section 36S of the Fire and Emergency Services Legislation (Emergency Services Levy) Amendment Act 2002, IMPOSES interest on all current emergency services levy at a rate of 11.00% per annum, calculated on a simple interest basis on amounts which remain unpaid after 35 days from the issue date of the original rate notice, or the due date of the instalment and continues until instalment is paid. Excluded are instalment current amounts not yet due under the four-payment option, registered pensioner portions and current government pensioner rebate amounts. Such interest to be charged once per month on the outstanding balance on the day of calculation for the number of days.

10 Instalment and Arrangements Administration Fees & Interest Charges:

(a) In accordance with the provisions of Section 6.45 of the Local Government Act 1995, for the 2003/04 financial year, IMPOSES the following administration fees and interest charges for payment of rates (including specified area rates), domestic refuse charge and private swimming pool inspection fees inclusive of GST:

(i) Two Instalment Option

An administration fee of \$6.00 for instalment two, together with an interest charge of 5.5% per annum, calculated on a simple interest basis on:

50% of the total current general rate (including specified area rates), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated 35 days from the date of issue of the annual rate notice to 63 days after the due date of the first instalment.

(ii) Four Instalment Option

An administration fee of \$6.00 for each instalment two, three and four, together with an interest charge of 5.5% per annum, calculated on a simple interest basis on:

- 75% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated 35 days from the date of issue of the annual rate notice to 63 days after the due date of the first instalment;**
- 50% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated from the due date of the first instalment to the due date of the second instalment; and**

- 25% of the total current general rate (including specified area rate), domestic refuse charge and private swimming pool inspection fees inclusive of GST calculated from the due date of the second instalment to the due date of the third instalment.

(iii) Special Payment Arrangements

Special monthly or fortnightly arrangements are available for those ratepayers who may be unable to pay in full or according to the instalment plans offered. An administration fee of \$22.00 is charged on all payment arrangements and penalty interest of 8.95% pa is applied to the outstanding balance until the account is paid in full.

- (b) In accordance with the provisions of Section 6.49 of the Local Government Act 1995, authorises the Chief Executive Officer to enter into special payment agreements with ratepayers for the payment of rates (including specified area rates), emergency services levy, domestic refuse charge (inclusive of GST where applicable) and private swimming pool inspection fees (inclusive of GST) during the 2003/04 financial year.

11 Transfers From Reserves:

- (a) Transfers from the Asset Replacement Reserve an amount of \$1,187,000 for the construction of a depot facility;
- (b) Transfers from the Community Facilities Reserve an amount of \$15,000 for expenditures to be undertaken in relation to the Currabine Community Facility and \$500,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;
- (c) Transfers from the Domestic Cart Refuse Collection Reserve an amount of \$1,670,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;
- (d) Transfers from the Heavy Vehicles Replacement Reserve an amount of \$60,000 for the replacement of heavy vehicles;
- (e) Transfers from the Joondalup City Centre Public Parking Reserve an amount of \$17,913 for parking works to be undertaken in the Joondalup Central Business District;
- (f) Transfers from the Joondalup Normalisation Agreement Reserve an amount of \$2,800,000 for the purchase of land for the depot facility in 2003/04, \$230,000 being in respect of traffic intersection works completed in 2002/03, \$30,000 for the Joondalup Masterplan, \$200,000 in respect of traffic intersection works to be undertaken in 2003/04 and \$1,980,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;

- (g) Transfers from the Light Vehicles Replacement Reserve an amount of \$693,228 for the replacement of Light Vehicles;**
- (h) Transfers from the Performing Arts Facility Reserve an amount of \$1,000,000 for the purchase of land and expenditure associated with the Performing Arts Facility and \$2,400,000 to be transferred to the Leisure Facilities Capital Replacement Reserve;**
- (i) Transfers from the Plant Replacement Reserve an amount of \$423,020 for the replacement of plant;**
- (j) Transfers from the Town Planning Scheme 10 (Revoked) Reserve amounts of \$506,306 to undertake works in the Kingsley area;**
- (k) Transfers from the Special Area Rates - Harbour Rise Reserve amounts of \$28,336 to undertake works in the Special Area - Harbour Rise;**
- (l) Transfers from the Special Area Rates - Iluka Reserve amounts of \$5,330 to undertake works in the Special Area – Iluka;**
- (m) Transfers from the Wanneroo Bicentennial Trust Reserve an amount of \$12,500 for a donation for the Dolphin Memorial.**

Appendices 7 to 17 refer

To access these attachments on electronic document, click here:

Grey sheets - [Attach7agn050803.pdf](#)

Blue sheets - [Attach8agn050803.pdf](#)

Yellow sheets - [Attach9agn050803.pdf](#)

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