



*Financial Report For
The Period Ending
28 February 2005*

APPENDIX 3

Attachment A

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Introduction

This report covers the financial performance of the City of Joondalup for the year to date period ending 28 February 2005.

Year to Date – Financial Overview

The City adopted its 2004/05 budget at a special council meeting on the 19th August 2004 and completed its half-year review in January 2005. A revised budget was developed based on actual results as at 30 November 2004 and adopted by Council at its meeting of 15th March 2005. Financial reports for February 2004 onwards refer to the revised budget.

<i>Year-to-date Financial Overview</i>	<i>YTD Actual</i>	<i>YTD Budget</i>	<i>YTD Variance</i>
Operating (surplus)	(\$21.3m)	(\$17.7m)	\$3.6m
Capital Expenditure	\$1.0m	\$2.6m	\$1.6m
Capital Works	\$7.2m	\$16.7m	\$9.5m
Total	(\$13.1m)	\$1.6m	\$14.7m

On the *Operating Statement by Nature*, (Appendix A) the City of Joondalup reported an operating surplus (Change in Net Assets Before Reserve Transfers) for the year to date of **\$21.3m**, against a budget of **\$17.7m**.

- **Total Operating Revenues** for the year is **\$65.2m** against a budget of **\$65.0m**, a favourable variance **\$0.2m**.
- **Total Operating Expenses** for the year is **\$43.9m** against a budget of **\$47.3m**, an under spend of **\$3.4m**.

Capital Expenditure (Appendix E) for the year is **\$1.0m** against a budget of **\$2.6m**, an under spend of **\$1.6m**.

Capital Works (Appendix F) for the year is **\$7.2m** against a budget of **\$16.7m**, an under spend of **\$9.5m**.

Forward purchase orders of **\$11.5m** have been placed for all capital works including Corporate Projects.

Operating Revenues

Operating Revenue for the year to date is **\$65.2m**. The year-to-date income is as follows:

<i>Revenue</i>	<i>YTD Actual</i>	<i>YTD Budget</i>
Rates	\$45.8m	\$45.9m
Rates – Specified Area	\$0.1m	\$0.1m
Government Grants	\$5.4m	\$5.2m
Contributions, Reimbursements and Donations	\$0.5m	\$0.6m
Profit on Asset Disposal	\$0.0m	\$0.1m
Fees & Charges	\$11.3m	\$11.2m
Interest Earnings	\$2.0m	\$1.8m
Other	\$0.1m	\$0.1m
Total Revenue	\$65.2m	\$65.0m

a) Rates revenue

Revenue from rates and charges for the year to date amounted to **\$45.8m**. The unfavourable variance of **\$0.1m** relates to interim rates.

Further details on Rating Performance are shown on **Page 4** and at Appendix G.

b) Rates – Specified Area

Rates – Specified Area is *\$0.1m* for the year to date and is on target.

c) Government Grants

Government Grants for the year to date are *\$5.4m* against a budget of *\$5.2m*, a favourable variance of *\$0.2m*. The variance is primarily due to the earlier than expected receipt of Roads to Recovery grant funding, but this is partially offset by the delay in receiving State Blackspot funding.

d) Contributions, Reimbursements & Donations

Contributions, Reimbursements & Donations for the year to date are *\$0.5m* against a budget of *\$0.6m*. The unfavourable variance of *\$0.1m* relates to income from private works which is less than budgeted for the year to date. This shortfall has a corresponding underspend in private works expenditure.

e) Profit on Asset Disposal

Profit on Asset disposal for the year to date shows an unfavourable timing variance of *\$0.1m*. This is primarily due to the deferred replacement of tip trucks until later in the year.

f) Fees and Charges

Fees and Charges for the year to date amounted to *\$11.3m*, a favourable variance of *\$0.1m*. This is primarily due to a timing variance from interest on outstanding rates and administration charges of *\$0.2m*. In addition, the number of development applications received for the year to date is higher than expected, contributing *\$40k* in additional income. This is partially offset by an unfavourable

timing variance of *\$0.2m* from the sale of the Yagan Pre-school site for which settlement is scheduled to occur in May.

g) Interest Earnings

Interest income is *\$2.0m* for the year to date against a budget of *\$1.8m*. This favourable variance is due to delays in major capital works projects funded by reserves leaving the City with more money to invest. Details of the City's investments are shown at Appendix H.

h) Other Income

Other income is *\$81k* for the year to date and is in line with the budget.

Operating Expenses

Operating expenses were as follows:

<i>Operating Expenses</i>	<i>YTD Actual</i>	<i>YTD Budget</i>
Employee Costs	\$17.4m	\$18.3m
Materials and Contracts	\$14.2m	\$16.5m
Utilities	\$1.7m	\$1.9m
Depreciation	\$9.9m	\$9.9m
Loss on Asset Disposal	\$0.1m	\$0.1m
Insurance Expenses	\$0.6m	\$0.6m
Other Expenses	\$0.0m	\$0.0m
Total	\$43.9m	\$47.3m

Actual operating Expenditure for the year-to-date amounted to *\$43.9m* and is *\$3.4m* under spent to budget.

a) Employee Costs

Employee Costs for the year to date amounted to *\$17.4m* against a budget of *\$18.3m*, an under spend of *\$0.9m*. The variance is primarily due to delays in appointing several vacant positions, primarily in the areas of Urban Design, Strategic & Sustainable Development, Finance, Assets & Commissioning, Youth Centres, Infrastructure Asset Management and Operations. Some permanent savings from these vacant positions have been identified and were redirected as part of the half year budget review. Surplus salaries of \$100K in Audit and Executive Services were identified in the half year budget but left unadjusted to allow the new CEO flexibility in restructuring his immediate support staff. Other items also included in the YTD underspending in Employee Costs relate to staff training (\$80k), uniforms (\$33k), and contract related labour (\$41k).

b) Materials and Contracts

Materials and Contracts costs for the year to date amounted to *\$14.2m* compared to the budget of *\$16.5m*. The *\$2.3m* under spend is due primarily to the following: -

- Consultancy, *\$1.3m*,
- Administration costs, *\$317k*,
- Minor Equipment purchases, *\$210k*,
- Waste Management Services, *\$149k*,
- Travel, Vehicles & Plant costs, *\$184k*

The consultancy variance is a timing difference and is due primarily to deferral of proposals.

The administration cost variance is a timing difference mainly in the areas of printing, advertising and postage costs.

The variance in minor equipment is a timing variance due to the purchase of minor computer, furniture and plant items.

The waste management services variance is a permanent difference due to bulk collection tonnages being less than anticipated.

The travel, vehicles and plant cost variance is a result of the delay in receiving fleet maintenance charges.

c) Utilities

Utility Costs for the year to date amounted to **\$1.7m** compared to a year to date budget of **\$1.9m**. The underspend of **\$0.2m** is a timing variance.

d) Depreciation on Non Current Assets

Depreciation expense for the year to date amounted to **\$9.9m** and is on budget.

e) Loss on Asset Disposal

Loss on Asset Disposal for the year to date is **\$83k** compared to the budget of **\$140k**. The underspend is due to the deferred replacement of a tip truck and two mowers. In addition the disposal of several vehicles have been deferred due to delivery delays on the new vehicles.

f) Insurance Expenses

Insurance expense for the year to date amounted to **\$0.6m** and is on budget.

g) Other Expenses

Other expenses remains on budget.

Capital Expenditure

Capital Expenditure (Appendix E) includes purchases of motor vehicles, plant, other assets and acquired assets (assets gifted to the City). Total expenditure on Capital for the year to date amounted to **\$1.0m** against a budget of **\$2.6m**.

The underspend of **\$1.6m** was due to: -

- A timing variance between the phased budget and actual expenditure on IT projects of **\$0.4m** which will now occur later in the year.
- Timing variance due to the deferred purchase of four tip trucks, **\$0.5m**. 2 of these vehicles are currently being fitted out and are expected to be delivered in April 2005.
- Timing variance between phasing of budget and actual purchase of several utilities, sedans and light trucks, **\$0.4m**. In addition, the budgeted replacement of a refuse truck **\$0.1m**, is expected for delivery in late March 2005.
- The replacement of a mower and wicket roller, **\$0.1m**, has been deferred until next year following a revised condition assessment and by agreement with the cricket club. A timing variance has also arisen for the budgeted replacement of a front-end loader **\$0.2m**, which is expected for delivery in early April 2005.

Capital Works

Capital Works (Appendix F) pertain mainly to the development of infrastructure including buildings, parks and roads.

Actual expenditure year to date amounted to **\$7.2m** compared to the budget of **\$16.7m**, a variance of **\$9.5m**.

Of the variance, **\$5.1m** relates to normal Capital Works and **\$4.4m** relates to Capital Works classified as Corporate Projects, primarily: -

- Favourable timing variances for Sorrento Beach Development **\$0.2m** and Joondalup Works Depot **\$1.1m**, Joondalup Cultural Facility **\$0.6m** and Craigie Leisure Centre **\$2.5m**.
- Capital works projects major favourable timing variances – Ocean Reef Road extension **\$0.8m**, Shenton Ave dualling **\$0.1m**, various asphalt and road resurfacing projects **\$1.0m**, admin building upgrades **\$0.3m**, various library building upgrades **\$0.4m**, Yellagonga drainage works **\$0.1m**, other drainage works **\$0.2m**, Iluka foreshore toilets **\$0.1m** and street parking for various schools **\$0.2m**.

At the end of the month, committed funds in relation to all capital works totalled **\$11.5m**. Of this amount: -

- **\$3.6m** relates to normal Capital Works, and
- **\$7.9m** relates to Capital Works classified as Corporate Projects.

Rating Performance

General Rates

The statement of rating information is shown at Appendix G.

- The 2004/05 rates notices were issued on 27 August 2004.

Total general rates levied were **\$46.3m**.

Specified Area Works – Iluka

The City raised **\$62,686** from **1,194** properties (budget **\$61,471**) as Specified Area Rates – Iluka.

Specified Area Works – Woodvale Waters

The City raised **\$21,783** from **136** properties (budget **\$21,600**) as Specified Area Rates – Woodvale Waters.

Refuse Charges

At the end of January 2005, **\$6.9m** had been levied against a year to date budget of **\$6.9m** in relation to the Refuse and Recycling Program.

Swimming Pool Inspection

The 2004/05 Swimming Pool Inspection fee of **\$13.75** (including **\$1.25** for GST) raised revenue of **\$212,976** (budget **\$213,100**) to cover four-yearly swimming pool inspections.

Emergency Services Levy

In accordance with the Emergency Services Legislation, the City levied the annual ESL of **\$8.5m** on behalf of FESA. The City is required to

levy these funds on behalf of FESA and to remit the funds to FESA on a quarterly basis as follows:

- 30% of invoiced amount – paid 21 Sept 04
- 30% of invoiced amount – paid 21 Dec 04
- 30% of invoiced amount – due 21 Mar 05
- 10% of invoiced amount – due 21 June 05

Transfers (from) to Reserves

Transfers from/(to) Reserves, together with the balances of the Reserve Accounts at the end of the month is shown at Appendix I.

	<i>YTD Actual</i>	<i>YTD Budget</i>	<i>YTD Variance</i>
Transfers (from) Reserves	(\$2.5m)	(\$1.5m)	\$1.0m
Transfer to Reserves	\$3.1m	\$0.6m	(\$2.5m)
Net transfers (from) to Reserves	\$0.6m	(\$0.9m)	(\$1.5m)

The City transfers funds to reserves for the funding of future works or capital replacement, or for other programs specifically identified.

The variance in transfers from reserves relates primarily to the earlier than anticipated transfer from reserves to recoup capital and corporate project works expenditure, partially offset by the deferrals of vehicle purchases funded from reserves.

The variance in transfers to reserves relates to the earlier than anticipated transfer of 2003/04 carried

forward works funding to reserves for the Mullaloo Foreshore & Sorrento Beach projects.

Funding from individual reserves are in accordance with the purpose of the funds and as outlined in the 2004/05 budget.

Conclusion

On an overall basis, the City has a net under spend of **\$14.7m** when compared to the year to date budget.

The operating surplus (Change In Net Assets Before Reserve Transfers) for the year to date is **\$21.3m** compared to a budget of **\$17.7m**. The variance of **\$3.6m** is mainly due to under spends in employee costs, consultancy costs, administration costs, costs, utilities, a favourable variance in income from rates instalment interest and charges, a reduction in early payment discounts and from interest income.

Capital Expenditure is **\$1.6m** under spent due to the timing of IT related projects and heavy and light vehicle purchases.

The Capital Works program including Corporate Projects is under spent by **\$9.5m**.

Committed funds in relation to all Capital Works are **\$11.5m**. Of this amount, **\$7.9m** relates to Capital Works classified as Corporate Projects.

Operating Statement by Nature

CITY OF JOONDALUP
Period: Feb-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>Variance</i>
	\$	\$	\$	\$	\$
Revenue					
Rates	45,800,267	45,980,267	45,860,267	45,761,544	(98,723)
Rates - Specified Area	83,071	83,071	83,071	84,509	1,438
Government Grants & Subsidies	7,235,994	7,634,838	5,211,356	5,456,214	244,858
Contributions, Reimbursements and Donations	8,589,070	8,586,032	633,170	480,909	(152,261)
Profit on Asset Disposal	68,123	68,123	54,798	9,594	(45,204)
Fees & Charges	13,010,621	13,016,445	11,256,143	11,297,820	41,677
Interest Earnings	2,414,000	2,474,000	1,779,092	1,976,013	196,921
Other Revenue	106,000	111,000	74,506	81,213	6,707
Total Operating Revenues	<u>77,307,146</u>	<u>77,953,776</u>	<u>64,952,403</u>	<u>65,147,816</u>	<u>195,413</u>
Expenditure					
Employee Costs	28,230,363	28,040,586	18,307,071	17,342,945	964,126
Materials & Contracts	25,159,234	24,968,212	16,425,137	14,230,973	2,194,164
Utilities (Gas, Electricity, Water etc)	2,995,576	2,995,576	1,923,543	1,653,333	270,210
Depreciation on Non Current Assets	14,868,476	14,868,476	9,854,064	9,908,229	(54,165)
Loss on Asset Disposal	313,779	313,779	140,290	82,971	57,319
Insurance Expenses	922,540	922,540	564,056	599,174	(35,118)
Other Expenses	44,000	44,000	44,000	34,517	9,483
Total Operating Expenses	<u>72,533,968</u>	<u>72,153,169</u>	<u>47,258,161</u>	<u>43,852,142</u>	<u>3,406,019</u>
Change in Net Assets Before Reserve Transfers	<u>4,773,178</u>	<u>5,800,607</u>	<u>17,694,242</u>	<u>21,295,674</u>	<u>3,601,432</u>
Transfer from Reserves	25,118,606	25,314,606	1,463,800	2,471,735	1,007,935
Transfer to Reserves	13,374,381	13,629,381	674,608	3,145,729	(2,471,121)
Net Transfer from/(to) Reserves	<u>11,744,225</u>	<u>11,685,225</u>	<u>789,192</u>	<u>(673,994)</u>	<u>(1,463,186)</u>
Change in Net Assets After Reserve Transfers	<u>16,517,403</u>	<u>17,485,832</u>	<u>18,483,434</u>	<u>20,621,680</u>	<u>2,138,246</u>

CITY OF JOONDALUP

Period: Feb-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>Variance</i>
	\$	\$	\$	\$	\$
Revenue					
General Purpose Funding	55,723,451	56,000,451	51,119,534	51,418,213	298,679
Governance	0	0	0	228	228
Law, Order and Public Safety	554,372	556,806	335,861	369,307	33,446
Health	263,010	305,051	255,997	240,235	(15,763)
Education and Welfare	273,529	286,309	240,644	243,189	2,544
Community Amenities	8,015,928	8,076,741	7,810,766	7,845,502	34,737
Recreation and Culture	2,993,086	2,876,231	1,897,863	1,743,179	(154,684)
Transport	7,924,550	8,282,308	2,179,406	2,241,854	62,448
Economic Services	1,183,221	1,192,404	848,774	849,764	990
Other Property and Services	375,999	377,474	263,557	196,345	(67,212)
Total Operating Revenue	<u>77,307,146</u>	<u>77,953,776</u>	<u>64,952,403</u>	<u>65,147,816</u>	<u>195,413</u>
Expenses					
General Purpose Funding	1,148,628	1,093,628	666,388	432,623	233,765
Governance	8,022,118	7,988,231	5,087,382	4,495,624	591,758
Law, Order and Public Safety	3,338,611	3,231,661	2,058,790	1,901,116	157,673
Health	1,467,220	1,534,467	991,711	948,386	43,324
Education and Welfare	1,556,110	1,572,040	1,058,368	884,092	174,277
Community Amenities	9,621,952	9,605,263	6,383,022	5,964,594	418,428
Recreation and Culture	23,390,425	23,465,568	15,404,106	14,835,765	568,340
Transport	17,576,900	17,586,916	11,716,800	10,636,568	1,080,231
Economic Services	1,393,579	1,379,252	913,800	819,653	94,147
Other Property and Services	5,018,425	4,696,141	2,977,794	2,933,719	44,075
Total Operating Expenses	<u>72,533,968</u>	<u>72,153,169</u>	<u>47,258,161</u>	<u>43,852,142</u>	<u>3,406,019</u>
Change In Net Assets Resulting from Operations	<u>4,773,178</u>	<u>5,800,607</u>	<u>17,694,242</u>	<u>21,295,674</u>	<u>3,601,432</u>
Transfer From Reserves	25,118,606	25,314,606	1,463,800	2,471,735	1,007,935
Transfer To Reserves	<u>13,374,381</u>	<u>13,629,381</u>	<u>674,608</u>	<u>3,145,729</u>	<u>(2,471,121)</u>
	11,744,225	11,685,225	789,192	(673,994)	(1,463,186)
Change In Net Assets Resulting from Operations	<u>16,517,403</u>	<u>17,485,832</u>	<u>18,483,434</u>	<u>20,621,680</u>	<u>2,138,246</u>



Statement of Financial Position

CITY OF JOONDALUP

Period: Feb-05

	<i>YTD Actual June 2004</i>	<i>YTD Actual</i>	<i>Movement</i>
	\$	\$	\$
CURRENT ASSETS			
Cash	528,637	375,602	(153,035)
Inventories	226	54	(172)
Receivables	2,487,402	7,189,968	4,702,566
Investments	36,143,108	56,100,743	19,957,635
TOTAL CURRENT ASSETS	<u>39,159,373</u>	<u>63,666,367</u>	<u>24,506,994</u>
CURRENT LIABILITIES			
Creditors	(5,356,747)	(5,903,770)	(547,023)
Provisions	(4,665,997)	(4,731,263)	(65,266)
Other	(5,558)	(592,281)	(586,723)
TOTAL CURRENT LIABILITIES	<u>(10,028,302)</u>	<u>(11,227,314)</u>	<u>(1,199,012)</u>
NET CURRENT ASSETS	<u>29,131,071</u>	<u>52,439,053</u>	<u>23,307,982</u>
NON CURRENT ASSETS			
Receivables	1,355,195	1,355,195	0
Property, Plant & Equipment	493,509,302	491,498,732	(2,010,570)
TOTAL NON CURRENT ASSETS	<u>494,864,497</u>	<u>492,853,927</u>	<u>(2,010,570)</u>
Provisions	<u>(708,067)</u>	<u>(708,067)</u>	<u>0</u>
TOTAL NON CURRENT LIABILITIES	<u>(708,067)</u>	<u>(708,067)</u>	<u>0</u>
NET NON CURRENT ASSETS	<u>494,156,430</u>	<u>492,145,860</u>	<u>(2,010,570)</u>
NET ASSETS	<u>523,287,501</u>	<u>544,584,913</u>	<u>21,297,412</u>
EQUITY			
Accumulated Surplus - Prior Years	(500,843,187)	(500,255,711)	587,476
Accumulated Surplus - This Year	587,476	(20,621,680)	(21,209,156)
Reserves	(23,031,790)	(23,707,520)	(675,730)
TOTAL EQUITY	<u>(523,287,501)</u>	<u>(544,584,911)</u>	<u>(21,297,410)</u>

	<i>Actual June-04</i>	<i>Annual Budget</i>	<i>YTD Actual</i>
	\$	\$	\$
<u>Cash Flows from Operating Activities</u>			
Receipts:			
Rates	43,188,034	46,371,207	44,337,868
Prescribed Area Rate	148,273	76,638	96,789
Government Grants & Subsidies	6,552,047	7,172,176	5,577,277
Contributions, Reimbursements and Donations	3,459,395	4,839,070	480,909
Fees & Charges	11,751,037	12,185,741	11,029,599
Interest Earnings	2,390,622	2,414,000	1,976,013
Revenue from Other Councils	123,497	106,000	81,213
Total Receipts	67,612,905	73,164,832	63,579,669
Payments:			
Employee Costs	26,822,011	27,992,748	16,396,267
Materials & Contracts	21,097,857	24,051,398	16,875,893
Utilities (Gas, Electricity, Water etc)	2,830,133	2,995,576	1,653,333
Interest Expenses	0	93,000	0
Insurance Expenses	909,599	922,540	912,897
Other Expenses	21,086	44,000	34,517
Total Payments	51,680,686	56,099,262	35,872,907
Net Cash Provided by Operating Activities	15,932,219	17,065,570	27,706,761
<u>Cash Flow from Investing Activities</u>			
Receipts:			
Proceeds from Asset Sales	743,580	1,354,200	301,697
Bonds Received	0	0	669,627
Total Receipts	743,580	1,354,200	971,324
Payments:			
Bonds Repaid	0	0	600,754
Purchase of Land	0	3,390,000	0
Purchase of Artworks	23,613	50,000	39,500
Purchase of Furniture & Equipment	475,257	839,687	299,948
Purchase of Vehicles & Plant	1,241,785	3,811,000	717,135
Construction of Infrastructure Assets	10,082,508	29,915,922	7,216,149
Total Payments	11,823,163	38,006,609	8,873,487
Net Cash From Investing Activities	(11,079,583)	(36,652,409)	(7,902,162)
<u>Cash Flow from Financing Activities</u>			
Proceeds from Borrowings	0	3,000,000	0
Repayment of Borrowings	0	(75,000)	0
Net Cash from Investing Activities	0	2,925,000	0
Net Increase/Decrease in Cash Held	4,852,636	(16,661,839)	19,804,599
Cash at the Beginning of the Financial Period	31,819,109	36,671,745	36,671,745
Cash at the End of the Financial Period	36,671,745	20,009,906	56,476,344

Capital Expenditure Summary

CITY OF JOONDALUP

Period: Feb-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Spend Actual</i>	<i>Variance</i>
	\$	\$	\$	\$	\$
Capital Expenditure					
Computer & Computer Equipment	797,687	797,687	562,727	180,460	382,267
Furniture & Office Equipment	42,000	58,000	42,000	37,700	4,300
Heavy Vehicles	675,000	675,000	480,000	0	480,000
Light Vehicles	1,935,000	1,908,500	1,055,000	608,717	446,283
Mobile Plant	1,201,000	1,227,500	431,000	89,764	341,236
Plant & Equipment	0	4,455	4,455	18,655	(14,200)
Artifacts & Artworks	50,000	50,000	50,000	39,500	10,500
Parks & Reserves Infrastructure	105,000	105,000	0	0	0
Roads Infrastructure	2,450,000	2,450,000	0	0	0
Footpaths Infrastructure	235,000	235,000	0	0	0
Drainage Infrastructure	785,000	785,000	0	0	0
Car Parking Infrastructure	0	0	0	0	0
Other Engineering Infrastructure	175,000	175,000	0	0	0
Capital Expenditure Total	8,450,687	8,471,142	2,625,182	974,795	1,650,387

Notes:

- (1) Timing variance for PC replacements, Oracle enhancements and network infrastructure upgrades due later in the year.
- (2) Timing variance due to the deferral in purchase of four tip trucks, two of which are now expected in April 2005.
- (3) Timing variance between phasing of budget and actual purchase of several utilities and sedans, plus budgeted replacement of a refuse truck due in late March 2005.
- (4) The replacement of a mower and wicket roller, \$0.85m, has been deferred until next year due to a better than expected condition and with agreement of the cricket club.
Timing variance for the budgeted replacement of a front end loader, \$200k, due for delivery in April.
- (5) This expenditure relates to Acquired Infrastructure Assets to be received from developers. These assets will be capitalised in June 2005.



Capital Works Summary

CITY OF JOONDALUP

Period: Feb-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Spend Actual</i>	<i>Variance</i>	<i>Note</i>
	\$	\$	\$	\$	\$	
Capital Works						
C101 Major Building Works - Municipal Fund	12,477,436	12,477,436	5,981,486	1,934,248	4,047,238	1
C102 Major Building Works - Reserve Fund	5,352,000	5,352,000	1,158,190	47,104	1,111,086	1
C201 Roadworks - Municipal Fund	1,995,088	1,995,088	1,104,352	32,104	1,072,248	
C202 Roadworks - Formula Road Grant	0	757,055	0	0	0	
C203 Roadworks - MRRP	1,446,304	1,446,304	556,335	93,891	462,444	
C301 Resurfacing - Municipal Fund	477,048	477,048	265,025	369,168	(104,143)	
C303 Resurfacing - FLRG	1,785,330	1,785,330	1,147,703	1,008,082	139,621	
C304 Resurfacing - MRRP	63,806	63,806	63,806	66,335	(2,529)	
C305 Resurfacing - MRDG	265,083	265,083	147,265	0	147,265	
C306 Resurfacing - Roads to Recovery	746,302	746,302	414,610	69,167	345,443	
C401 Traffic Management - Municipal Fund	1,480,384	1,480,384	1,108,230	603,025	505,205	
C404 Traffic Management - Black Spot	389,334	389,334	240,216	138,808	101,408	
C407 Traffic Management - Reserve	361,655	361,655	181,655	118,300	63,355	
C501 Shared Paths/Bicycle Facilities	353,240	353,240	291,028	127,533	163,495	
C502 Dual Use Paths - Reserve Fund	10,000	10,000	5,000	4,657	343	
C511 Footpaths - Construction	85,090	85,090	85,090	15,321	69,769	
C512 Footpaths - Replacement	276,600	276,600	276,600	122,835	153,765	
C521 Pedestrian Underpasses & Bridges	43,540	43,540	24,185	0	24,185	
C531 Parking Facilities - Municipal Fund	175,990	175,990	110,079	66,328	43,751	
C541 Drainage - Municipal Fund	774,020	774,020	532,686	241,119	291,567	
C542 Drainage - Reserve Fund	130,288	130,288	130,288	49,458	80,830	
C551 Street Lighting - Municipal Fund	290,895	290,895	182,330	31,894	150,436	
C601 Foreshore Protection/Restoration	3,027,131	3,027,131	1,890,144	1,600,352	289,792	2
C611 Sporting Facilities	153,500	153,500	123,500	50,604	72,896	
C621 Playground Equipment	300,116	300,116	187,816	30,586	157,230	
C631 Fencing Works	55,000	55,000	45,000	18,823	26,177	
C641 Streetscape Enhancement	124,764	124,764	102,264	69,169	33,095	
C651 Park & Reserve Enhancements	157,400	157,400	89,150	22,028	67,122	
C661 Dry Park Development/Upgrade	324,578	324,578	225,826	182,713	43,113	
C671 Retic Park Development/Upgrade	184,000	184,000	63,630	98,995	(35,365)	
Capital Works Total	33,305,922	34,062,977	16,733,489	7,212,649	9,520,840	

Notes:

Of the \$9.5m variance, \$4.4m relates to Corporate Projects.

The variance in Corporate Projects includes:

YTD underspends in the Sorrento Beach Development (\$0.2m) and Joondalup Works Depot (\$1.1m), Joondalup Cultural Facility (\$0.6m) and Craigie Leisure Centre (\$2.5m)

Committed funds in relation to all Capital Works is \$11.5m. Of this, \$7.9m relates to Corporate Projects.

1) Includes the following Corporate Projects: Craigie Leisure Centre; Currabine Community Centre; Joondalup Regional Cultural Facility; Joondalup Works Depot.

2) Includes the following Corporate Projects: Ocean Reef Boat Harbour Development; Sorrento Beach and Mullaloo Beach redevelopments.



Statement of Rating Information

CITY OF JOONDALUP

Period: Feb-05

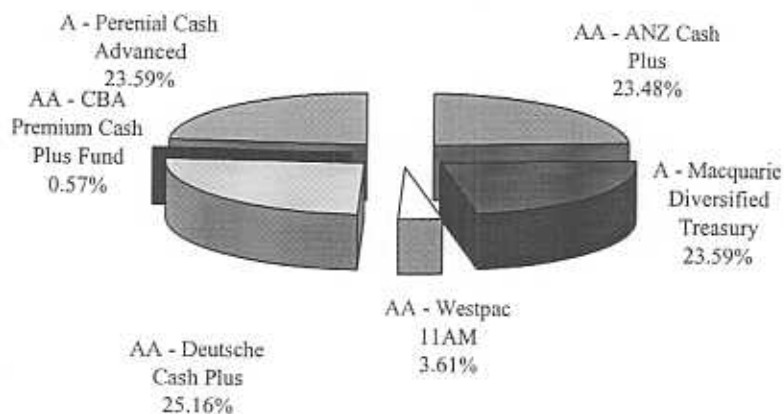
	GENERAL RATES			
	Rateable Value	No of Properties	Rate in \$	Rate Yield
General Rate - GRV	\$			\$
Residential	476,797,196	47,063	7.0207	33,474,504
Commercial Improved	108,541,235	887	7.0207	7,620,355
Commercial Not Improved	431,250	23	7.0207	30,277
Industrial	8,516,494	350	7.0207	597,917
Sub Total GRV	594,286,175	48,323		41,723,053
General Rate - UV				
Residential	2,248,000	8	0.5488	12,337
Rural	28,693,194	4	0.5488	157,468
Total UV	30,941,194	12		169,805
TOTAL - RATES LEVIED				41,892,859
Interim Rates & Adjustments				88,572
Discounts Allowed (Early Payment)				
TOTAL - RATES LEVIED				41,981,431
OTHER CHARGES				
Interest on Outstanding Rates				
Instalment Administration Charge				
TOTAL - RATES LEVIED AND CHARGES				

SPECIFIED AREA RATES	Budget \$	Actual \$
Specified Area Iluka	61,471	62,686
Specified Area Harbour Rise, Hillarys	-	40
Specified Area Woodvale Waters	21,600	21,783
Total	83,071	84,509

MINIMUM PAYMENTS				
Rateable Value	No of Properties	Minimum Payment	Rate Yield	TOTAL
\$		\$	\$	\$
56,968,331	9,052	482	4,363,064	37,837,568
394,900	71	482	34,222	7,654,577
36,000	6	482	2,892	33,169
90,238	15	482	7,230	605,147
57,489,469	9,144		4,407,408	46,130,461
				12,337
				157,468
				169,805
			4,407,408	46,300,267
			(8,078)	80,494
				(619,215)
			4,399,330	45,761,546
				276,777
				374,610
				46,412,933

Key Rating Dates	
Rates Issue Date	27-Aug-04
Discount cutoff	24-Sep-04
First / final payment	01-Oct-04
Instalment 2	03-Dec-04
Instalment 3	04-Feb-05
Instalment 4	08-Apr-05

City of Joondalup - Investment Balances



Investment Account	Funds Held
AA - ANZ Cash Plus	\$ 13,174,444
A - Macquarie Diversified Treasury	13,231,521
AA - Westpac 11AM	2,026,703
AA - Deutsche Cash Plus	14,113,585
AA - CBA Premium Cash Plus Fund	319,510
A - Perennial Cash Advanced	13,234,980
Total Funds held in AA + A Investments	56,100,743

Total	56,100,743
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Amount included in total funds invested that relate to reserves: \$ 23,705,786

Other Comments

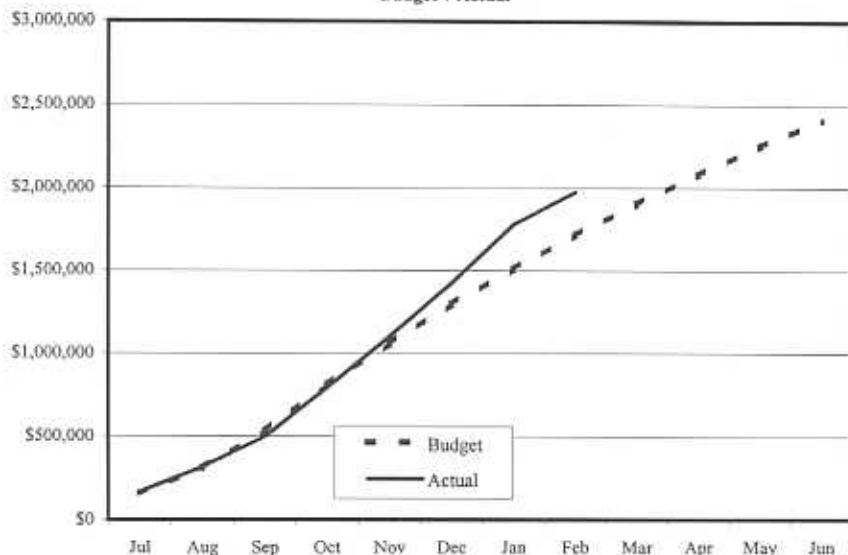
Investments are in accordance with Council Policy. Maximum investment with any one institution :

'A' not to exceed 40%

'AA' not to exceed 50%

No breach of Council Policy 2.4.2 has occurred during the month.

Interest on Investments 2004/05 Budget v Actual



Return on Investments

Year to Date Interest:	Budget	Actual
	\$1.8m	\$2.0m

Average return for the portfolio: 6.27%

Benchmark return: 5.32%

The Benchmark is the UBSWA Bank Bill Index (a 90 day index of bank bill returns)

Reserve Account Summary

CITY OF JOONDALUP
Period: Feb-05

Reserve Account	Actual Opening Balance as at 1 July 2004	Note	Transfers (From) Reserves	Transfers To Reserves	Reserve Balances at the end of the period	Reserve Balances Budgeted as at 30 June 2005
	\$		\$	\$	\$	\$
Asset Replacement Reserve	7,233,985	1	(38,329)		7,195,656	4,881,986
Cash in Lieu of Parking Reserve	357,380				357,380	357,381
Cash in Lieu of Public Open Space Reserve	1,066,540				1,066,540	1,066,539
Community Facilities Reserve	344,000				344,000	229,000
Domestic Cart - Refuse Collection Reserve	1,272,228				1,272,228	1,385,190
Heavy Vehicle Replacement Reserve	843,935	2		81,401	925,336	536,057
Hodges Drive Drainage Reserve	196,309				196,309	196,309
Joondalup City Centre Public Parking Reserve	229,122			8,100	237,222	229,122
Joondalup Normalisation Agreement Reserve	0				0	0
Leisure Centres Capital Replacement Reserve	7,416,195	3	(800,173)		6,616,022	212,898
Library Literacy Program Reserve	7,604			3,737	11,341	7,605
Light Vehicle Replacement Reserve	468,386	2	(250,953)	296,952	514,385	26,195
Mullaloo Beach Foreshore Enhancement Reserve	0	4	(267,748)	267,748	0	0
Ocean Reef Boat Facility Reserve	55,991				55,991	55,991
Joondalup Cultural Facility Reserve	1,688,971				1,688,971	265
Plant Replacement Reserve	991,583	2	(43,241)	239,928	1,188,270	353,768
Rate Revaluation Reserve	65,000				65,000	130,000
Section 20A Land Reserve	31,792				31,792	31,792
Specified Area Rating - Harbour Rise Reserve	57,833	5	(57,833)		0	11,514
Specified Area Rating - Iluka Reserve	131,578	5	(131,578)		0	0
Sorrento Beach Foreshore Enhancement Reserve	0	6	(830,163)	2,247,864	1,417,701	0
Strategic Asset Management Reserve	0				0	1,192,594
Town Planning Scheme No. 10 (Revoked) Reserve	560,859	7	(51,717)		509,142	370,858
Wanneroo Bicentennial Trust Reserve	12,500				12,500	12,500
Total	23,031,791		(2,471,735)	3,145,730	23,705,786	11,287,564

- 1) Transfers from Reserves represents actual YTD expenditure incurred on the preliminary Depot related matters.
- 2) Transfer to Reserves represents the provision for future replacements and the recoup of actual replacements for vehicles and plant.
- 3) Transfer of funds from Reserves to Municipal Fund for actual YTD expenditure incurred on the Craigie Leisure Centre refurbishment.
- 4) Transfer of funds to Reserves from Municipal Fund represents 03/04 cfd balances. Transfers from Reserves for expenditure incurred for Mullaloo Beach Development. This includes improvements in playground equipment, seating, dual use paths, beach access pathways, carparking areas and the Surf Club building.
- 5) Transfer of funds from Reserves for actual YTD expenditure incurred on maintenance at Harbour Rise and Iluka Specified Areas.
- 6) Transfer of funds to Reserves from Municipal Fund represents 03/04 cfd balances. Transfers from Reserves for expenditure incurred for Sorrento Beach Development.
- 7) Transfers from Reserves represents actual YTD expenditure incurred on numerous projects approved in the budget in the TPS10 area of Kingsley.

