

*Financial Report For  
The Period Ending  
30 April 2005*

APPENDIX 4

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 30 April 2005.

## Year to Date – Financial Overview

The City adopted its 2004/05 budget at a special council meeting on the 19<sup>th</sup> 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 15<sup>th</sup> March 2005. Financial reports for February 2004 onwards refer to the revised budget.

<b>Year-to-date Financial Overview</b>	<b>YTD Actual</b>	<b>YTD Budget</b>	<b>YTD Variance</b>
Operating (surplus)	(\$12.4m)	(\$7.4m)	\$5.0m
Capital Expenditure	\$1.6m	\$3.1m	\$1.5m
Capital Works	\$11.4m	\$24.5m	\$13.1m
<b>Total</b>	<b>(\$0.6m)</b>	<b>\$20.2m</b>	<b>\$19.6m</b>

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 **\$12.4m**, against a budget of **\$7.4m**.

- Total **Operating Revenues** for the year is **\$67.6m** against a budget of **\$66.5m**, a favourable variance **\$1.1m**.
- Total **Operating Expenses** for the year is **\$55.1m** against a budget of **\$59.0m**, an under spend of **\$3.9m**.

**Capital Expenditure** (Appendix E) for the year is **\$1.6m** against a budget of **\$3.1m**, an under spend of **\$1.5m**.

**Capital Works** (Appendix F) for the year is **\$11.4m** against a budget of **\$24.5m**, an under spend of **\$13.1m**.

Forward purchase orders of **\$9.0m** have been placed for all capital works including Council Projects.

## Operating Revenues

The year-to-date income is as follows:

<b>Revenue</b>	<b>YTD Actual</b>	<b>YTD Budget</b>
Rates	\$45.8m	\$45.9m
Rates – Specified Area	\$0.1m	\$0.1m
Government Grants	\$5.9m	\$5.3m
Contributions, Reimbursements and Donations	\$0.6m	\$0.7m
Profit on Asset Disposal	\$0.1m	\$0.1m
Fees & Charges	\$12.4m	\$12.1m
Interest Earnings	\$2.6m	\$2.2m
Other	\$0.1m	\$0.1m
<b>Total Revenue</b>	<b>\$67.6m</b>	<b>\$66.5m</b>

### **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 **\$5.9m** against a budget of **\$5.3m**, a favourable variance of **\$0.6m**. The variance is primarily due to the earlier than expected receipt of Roads to Recovery and Metro Regional Road grants 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 **\$0.6m** against a budget of **\$0.7m**. The unfavourable variance of **\$0.1m** relates to a timing difference in budgeted sponsorships that will not be received until May, and income from private works that is less than budgeted for the year to date. This shortfall in private works has a corresponding underspend in private works expenditure.

**e) Profit on Asset Disposal**

Profit on Asset disposal for the year to date is **\$0.1m** and is on budget.

**f) Fees and Charges**

Fees and Charges for the year to date amounted to **\$12.4m**, a favourable variance of **\$0.3m**. This is primarily due to a timing variance from interest on outstanding rates and administration charges of **\$0.1m**. The higher than expected number of memberships taken out at the Craigie Leisure Centre has resulted in a favourable variance of **\$0.1m**, while development applications received for the year to date have been higher than expected, contributing **\$87k** in additional income. The favourable variances were partially offset by an unfavourable timing variance of **\$0.2m** from the sale of the Yagan Pre-school site, which is scheduled for settlement in May.

**g) Interest Earnings**

Interest income is **\$2.6m** for the year to date against a budget of **\$2.2m**. This favourable variance is due to a higher than expected interest rate and delays in major capital works projects, 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 **\$112k** for the year to date and is in line with the budget.

**Operating Expenses**

Operating expenses were as follows:

<b>Operating Expenses</b>	<b>YTD Actual</b>	<b>YTD Budget</b>
Employee Costs	\$21.5m	\$22.8m
Materials and Contracts	\$18.1m	\$20.6m
Utilities	\$2.2m	\$2.4m
Depreciation	\$12.4m	\$12.3m
Loss on Asset Disposal	\$0.1m	\$0.2m
Insurance Expenses	\$0.8m	\$0.7m
Other Expenses	\$0.0m	\$0.0m
<b>Total</b>	<b>\$55.1m</b>	<b>\$59.0m</b>

**a) Employee Costs**

Employee Costs for the year to date amounted to **\$21.5m** against a budget of **\$22.8m**, an under spend of **\$1.3m**. The variance is mainly 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 (\$95k),

contract labour and training (\$28k), uniforms (\$40k), and conference expenses (\$44k).

#### b) Materials and Contracts

Materials and Contracts costs for the year to date amounted to **\$18.1m** compared to the budget of **\$20.6m**. The **\$2.5m** under spend is due primarily to the following: -

- Consultancy and IT Consulting, **\$991k**,
- Contributions, **\$403k**,
- Administration costs, **\$380k**,
- Travel, Vehicles & Plant costs, **\$318k**,
- Professional Fees, **\$264k**,
- Minor Equipment purchases, **\$208k**,
- Public Relations, **\$199k**.

This is partially offset by: -

- Materials, (**\$458k**).

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 advertising, printing and stationery.

The variance in professional fees is due primarily to an underspending on legal expenses, primarily relating to the Panel Inquiry, **\$160k**.

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

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

maintenance charges that will be paid in early May, with the costs to be allocated across a large number of units and locations.

The variance in public relations was due primarily to promotions, which related largely to a timing difference on promotions spending for the Joondalup Festival.

#### c) Utilities

Utility Costs for the year to date amounted to **\$2.2m** compared to a year to date budget of **\$2.4m**. The under spend of **\$0.2m** is a timing variance.

#### d) Depreciation on Non Current Assets

Depreciation expense for the year to date amounted to **\$12.4m** and is on budget.

#### e) Loss on Asset Disposal

Loss on Asset Disposal for the year to date is **\$94k** compared to the budget of **\$204k**. 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 **\$0.8m** 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 **\$1.6m** against a budget of **\$3.1m**.

The underspend of **\$1.5m** 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 June 2005, while the other 2 are expected in the first quarter of next year.
- Timing variance between phasing of budget and actual purchase of several utilities, sedans and light trucks, **\$0.5m**.
- 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.



### 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 **\$11.4m** compared to the budget of **\$24.5m**, a variance of **\$13.1m**.

Of the variance, **\$6.1m** relates to normal Capital Works and **\$7.1m** relates to Capital Works classified as Council Projects, primarily:

- Favourable timing variances for Sorrento Beach Development **\$0.1m** and Joondalup Works Depot **\$2.9m**, Joondalup Cultural Facility **\$0.9m** and Craigie Leisure Centre **\$3.1m**.
- Capital works projects major favourable timing variances – Ocean Reef Road extension **\$1.1m**, Shenton Ave dualling **\$0.1m**, various asphalt and road resurfacing projects **\$0.8m**, admin building upgrades **\$0.3m**, various library building upgrades **\$0.5m**, Yellagonga drainage works **\$0.2m**, other drainage works **\$0.2m** and street parking for various schools **\$0.2m**.

At the end of the month, committed funds in relation to all capital works totalled **\$9.0m**. Of this amount: -

- **\$3.1m** relates to normal Capital Works, and

- **\$5.9m** relates to Capital Works classified as Council 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 Rates – Iluka**

The City raised **\$63,381** from **1,194** properties (budget **\$61,471**) as Specified Area Rates – Iluka.

#### **Specified Area Rates – Woodvale Waters**

The City raised **\$21,786** from **136** properties (budget **\$21,600**) as Specified Area Rates – Woodvale Waters.

#### **Refuse Charges**

At the end of March 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 **\$212,928** (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 – paid 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.

	YTD Actual	YTD Budget	YTD Variance
Transfers (from) Reserves	(\$4.8m)	(\$1.7m)	\$3.1m
Transfer to Reserves	\$3.3m	\$0.8m	(\$2.5m)
Net transfers (from) to Reserves	(\$1.5m)	(\$0.9m)	\$0.6m

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 expenditure on the Craigie Leisure Centre, Mullaloo Foreshore and Sorrento Beach projects. This is partially

offset by the deferrals of vehicle purchases funded from reserves.

The variance in transfers to reserves relates to the earlier than budgeted 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 **\$19.7m** when compared to the year to date budget.

The operating surplus (Change In Net Assets Before Reserve Transfers) for the year to date is **\$12.4m** compared to a budget of **\$7.4m**. The variance of **\$5.0m** is mainly due to under spends in employee costs, consultancy costs, administration costs, utilities, a favourable variance in income from rates instalment interest and charges and from interest income.

Capital Expenditure is **\$1.5m** under spent due to the timing of IT related projects and heavy and light vehicle purchases.

The Capital Works program including Council Projects is under spent by **\$13.1m**.

Committed funds in relation to all Capital Works are **\$9.0m**. Of this amount, **\$7.1m** relates to Capital Works classified as Council Projects.

# Operating Statement by Nature

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CITY OF JOONDALUP

Period: Apr-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	45,920,267	45,811,962	(108,305)
Rates - Specified Area	83,071	83,071	83,071	85,207	2,136
Government Grants & Subsidies	7,235,994	7,634,838	5,309,453	5,944,825	635,372
Contributions, Reimbursements and Donations	8,589,070	8,586,032	724,707	563,084	(161,623)
Profit on Asset Disposal	68,123	68,123	56,785	109,851	53,066
Fees & Charges	13,010,621	13,016,445	12,138,333	12,383,778	245,445
Interest Earnings	2,414,000	2,474,000	2,142,646	2,542,967	400,321
Other Revenue	106,000	111,000	96,010	111,645	15,635
<b>Total Operating Revenues</b>	<b>77,307,146</b>	<b>77,953,776</b>	<b>66,471,272</b>	<b>67,553,319</b>	<b>1,082,047</b>
Expenditure					
Employee Costs	28,230,363	28,070,586	22,774,209	21,527,526	1,246,683
Materials & Contracts	25,159,234	24,938,212	20,569,047	18,136,460	2,432,586
Utilities (Gas, Electricity, Water etc)	2,995,576	2,995,576	2,398,338	2,166,385	231,953
Depreciation on Non Current Assets	14,868,476	14,868,476	12,324,080	12,386,927	(62,847)
Loss on Asset Disposal	313,779	313,779	204,449	94,571	109,878
Insurance Expenses	922,540	922,540	726,040	753,667	(27,627)
Other Expenses	44,000	44,000	44,000	34,517	9,483
<b>Total Operating Expenses</b>	<b>72,533,968</b>	<b>72,153,169</b>	<b>59,040,163</b>	<b>55,100,053</b>	<b>3,940,109</b>
<b>Change in Net Assets Before Reserve Transfers</b>	<b>4,773,178</b>	<b>5,800,607</b>	<b>7,431,109</b>	<b>12,453,266</b>	<b>5,022,156</b>
Transfer from Reserves	25,118,606	25,314,606	1,687,600	4,815,594	3,127,994
Transfer to Reserves	13,374,381	13,629,381	843,260	3,286,505	(2,443,245)
<b>Net Transfer from/(to) Reserves</b>	<b>11,744,225</b>	<b>11,685,225</b>	<b>844,340</b>	<b>1,529,089</b>	<b>684,749</b>
<b>Change in Net Assets After Reserve Transfers</b>	<b>16,517,403</b>	<b>17,485,832</b>	<b>8,275,449</b>	<b>13,982,355</b>	<b>5,706,905</b>



# Operating Statement by Programme

CITY OF JOONDALUP

Period: Apr-05

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	<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	51,685,798	52,059,877	374,079
Governance	0	0	0	255	255
Law, Order and Public Safety	554,372	556,806	404,521	449,298	44,777
Health	263,010	305,051	280,487	265,525	(14,962)
Education and Welfare	273,529	286,309	265,771	299,235	33,464
Community Amenities	8,015,928	8,076,741	7,931,087	8,153,278	222,191
Recreation and Culture	2,993,086	2,876,231	2,352,567	2,243,652	(108,915)
Transport	7,924,550	8,282,308	2,239,902	2,849,212	609,310
Economic Services	1,183,221	1,192,404	1,008,074	945,160	(62,914)
Other Property and Services	375,999	377,474	303,065	287,825	(15,240)
<b>Total Operating Revenue</b>	<b>77,307,146</b>	<b>77,953,776</b>	<b>66,471,272</b>	<b>67,553,317</b>	<b>1,082,045</b>
Expenses					
General Purpose Funding	1,148,628	1,093,628	880,008	551,617	328,391
Governance	8,022,118	7,988,231	6,391,785	5,565,639	826,146
Law, Order and Public Safety	3,338,611	3,231,661	2,625,026	2,360,977	264,049
Health	1,467,220	1,534,467	1,195,659	1,151,493	44,165
Education and Welfare	1,556,110	1,572,040	1,269,500	1,127,245	142,255
Community Amenities	9,621,952	9,605,263	7,925,602	7,610,207	315,395
Recreation and Culture	23,390,425	23,465,568	19,441,923	18,549,542	892,381
Transport	17,576,900	17,586,916	14,538,690	13,271,704	1,266,986
Economic Services	1,393,579	1,379,252	1,133,177	1,009,944	123,233
Other Property and Services	5,018,425	4,696,141	3,638,792	3,901,684	(262,893)
<b>Total Operating Expenses</b>	<b>72,533,968</b>	<b>72,153,169</b>	<b>59,040,163</b>	<b>55,100,054</b>	<b>3,940,109</b>
<b>Change In Net Assets Resulting from Operations</b>	<b>4,773,178</b>	<b>5,800,607</b>	<b>7,431,109</b>	<b>12,453,263</b>	<b>5,022,154</b>
Transfer From Reserves	25,118,606	25,314,606	1,687,600	4,815,594	3,127,994
Transfer To Reserves	13,374,381	13,629,381	843,260	3,286,504	(2,443,244)
	11,744,225	11,685,225	844,340	1,529,090	684,750
<b>Change In Net Assets Resulting from Operations</b>	<b>16,517,403</b>	<b>17,485,832</b>	<b>8,275,449</b>	<b>13,982,353</b>	<b>5,706,904</b>





# Statement of Financial Position

CITY OF JOONDALUP

Period: Apr-05

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	<i>YTD Actual June 2004</i>	<i>YTD Actual</i>	<i>Movement</i>
	\$	\$	\$
<b>CURRENT ASSETS</b>			
Cash	1,415,430	365,948	(1,049,733)
Inventories	54	54	0
Receivables	9,587,335	2,891,296	(6,695,569)
Investments	55,918,547	47,495,847	(8,422,700)
<b>TOTAL CURRENT ASSETS</b>	<b>66,921,366</b>	<b>50,753,145</b>	<b>(16,168,002)</b>
<b>CURRENT LIABILITIES</b>			
Creditors	(5,794,908)	(3,801,843)	1,993,065
Provisions	(4,584,660)	(4,899,188)	(314,528)
Other	(562,489)	(722,697)	(160,208)
<b>TOTAL CURRENT LIABILITIES</b>	<b>(10,942,057)</b>	<b>(9,423,728)</b>	<b>1,518,329</b>
<b>NET CURRENT ASSETS</b>	<b>55,979,309</b>	<b>41,329,417</b>	<b>(14,649,673)</b>
<b>NON CURRENT ASSETS</b>			
Receivables	1,355,195	1,333,695	(21,500)
Property, Plant & Equipment	491,187,184	493,785,722	2,598,537
<b>TOTAL NON CURRENT ASSETS</b>	<b>492,542,379</b>	<b>495,119,417</b>	<b>2,577,037</b>
<b>Provisions</b>	<b>(708,067)</b>	<b>(708,067)</b>	<b>0</b>
<b>TOTAL NON CURRENT LIABILITIES</b>	<b>(708,067)</b>	<b>(708,067)</b>	<b>0</b>
<b>NET NON CURRENT ASSETS</b>	<b>491,834,312</b>	<b>494,411,350</b>	<b>2,577,037</b>
<b>NET ASSETS</b>	<b>547,813,621</b>	<b>535,740,767</b>	<b>(12,072,636)</b>
<b>EQUITY</b>			
Accumulated Surplus - Prior Years	(500,255,711)	(500,255,711)	0
Accumulated Surplus - This Year	0	(13,982,355)	(13,982,355)
Reserves	(23,031,790)	(21,502,701)	1,529,089
<b>TOTAL EQUITY</b>	<b>(523,287,501)</b>	<b>(535,740,767)</b>	<b>(12,453,266)</b>

	Actual June-04	Annual Budget	YTD Actual
	\$	\$	\$
<b>Cash Flows from Operating Activities</b>			
Receipts:			
Rates	43,188,034	46,371,207	46,715,885
Prescribed Area Rate	148,273	76,638	84,929
Government Grants & Subsidies	6,552,047	7,172,176	5,934,783
Contributions, Reimbursements and Donations	3,459,395	4,839,070	563,085
Fees & Charges	11,751,037	12,185,741	11,713,747
Interest Earnings	2,390,622	2,414,000	2,542,967
Revenue from Other Councils	123,497	106,000	111,045
<b>Total Receipts</b>	<b>67,612,905</b>	<b>73,164,832</b>	<b>67,667,041</b>
Payments:			
Employee Costs	26,822,011	27,992,748	20,405,372
Materials & Contracts	21,097,857	24,051,398	20,424,086
Utilities (Gas, Electricity, Water etc)	2,830,133	2,995,576	2,166,585
Interest Expenses	0	0	0
Insurance Expenses	909,599	922,540	910,406
Other Expenses	21,086	44,000	34,517
<b>Total Payments</b>	<b>51,680,686</b>	<b>56,006,262</b>	<b>43,946,767</b>
<b>Net Cash Provided by Operating Activities</b>	<b>15,932,219</b>	<b>17,158,570</b>	<b>23,720,275</b>
<b>Cash Flow from Investing Activities</b>			
Receipts:			
Proceeds from Asset Sales	743,580	1,354,200	465,398
Bonds Received	0	0	669,627
<b>Total Receipts</b>	<b>743,580</b>	<b>1,354,200</b>	<b>1,135,025</b>
Payments:			
Bonds Repaid	0	0	551,785
Purchase of Land	0	3,390,000	0
Purchase of Artworks	23,613	50,000	47,432
Purchase of Furniture & Equipment	475,257	839,687	391,948
Purchase of Vehicles & Plant	1,241,785	3,811,000	1,235,111
Construction of Infrastructure Assets	10,082,508	29,915,922	11,438,973
<b>Total Payments</b>	<b>11,823,163</b>	<b>38,006,609</b>	<b>13,665,249</b>
<b>Net Cash From Investing Activities</b>	<b>(11,079,583)</b>	<b>(36,652,409)</b>	<b>(12,530,224)</b>
<b>Cash Flow from Financing Activities</b>			
Proceeds from Borrowings	0	3,000,000	0
Repayment of Borrowings	0	(75,000)	0
<b>Net Cash from Investing Activities</b>	<b>0</b>	<b>2,925,000</b>	<b>0</b>
<b>Net Increase/Decrease in Cash Held</b>	<b>4,852,636</b>	<b>(16,568,839)</b>	<b>11,190,050</b>
<b>Cash at the Beginning of the Financial Period</b>	<b>31,819,109</b>	<b>36,671,745</b>	<b>36,671,745</b>
<b>Cash at the End of the Financial Period</b>	<b>36,671,745</b>	<b>20,102,906</b>	<b>47,861,795</b>

# Capital Expenditure Summary

CITY OF JOONDALUP

Period: Apr-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Spend Actual</i>	<i>Variance</i>	Notes:
	\$	\$	\$	\$	\$	
<b>Capital Expenditure</b>						
Computer & Computer Equipment	797,687	797,687	640,817	273,420	367,397	(1)
Furniture & Office Equipment	42,000	42,000	88,000	56,197	31,804	
Heavy Vehicles	675,000	675,000	480,000	0	480,000	(2)
Light Vehicles	1,935,000	1,935,000	1,251,000	737,267	513,733	(3)
Mobile Plant	1,201,000	1,201,000	609,000	479,190	129,810	(4)
Plant & Equipment	0	4,455	4,455	18,655	(14,200)	
Artifacts & Artworks	50,000	50,000	50,000	47,432	2,568	
Parks & Reserves Infrastructure	105,000	105,000	0	0	0	(5)
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	
<b>Capital Expenditure Total</b>	<b>8,450,687</b>	<b>8,455,142</b>	<b>3,123,272</b>	<b>1,612,159</b>	<b>1,511,113</b>	

(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 June 2005.

(3) Timing variance between phasing of budget and actual purchase of several utilities and sedans.

(4) The replacement of a mower and wicket roller, \$85k, 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 June.

(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: Apr-05

	Adopted Budget	Revised Budget	YTD Budget	YTD Spend Actual	Variance	Note
	\$	\$	\$	\$	\$	
<b>Capital Works</b>						
C101 Major Building Works - Municipal Fund	12,477,436	12,477,436	9,324,211	4,050,202	5,274,009	1
C102 Major Building Works - Reserve Fund	5,352,000	5,352,000	2,974,570	47,104	2,927,466	1
C201 Roadworks - Municipal Fund	1,995,088	1,995,088	1,549,712	138,580	1,411,132	
C202 Roadworks - Formula Road Grant	0	757,055	0	0	0	
C203 Roadworks - MRRP	1,446,304	1,446,304	1,001,317	880,206	121,111	
C205 Roadworks - Reserve Fund	0	0	0	48,700	(48,700)	
C301 Resurfacing - Municipal Fund	477,048	477,048	371,035	423,596	(52,561)	
C303 Resurfacing - FLRG	1,785,330	1,785,330	1,466,503	1,159,169	307,334	
C304 Resurfacing - MRRP	63,806	63,806	63,806	66,335	(2,529)	
C305 Resurfacing - MRDG	265,083	265,083	206,171	5,239	200,932	
C306 Resurfacing - Roads to Recovery	746,302	746,302	580,454	295,855	284,599	
C401 Traffic Management - Municipal Fund	1,480,384	1,480,384	1,362,670	709,844	652,826	
C404 Traffic Management - Black Spot	389,334	389,334	350,328	150,212	200,116	
C407 Traffic Management - Reserve	361,655	361,655	361,655	118,300	243,355	
C501 Shared Paths/Bicycle Facilities	353,240	353,240	353,240	141,820	211,420	
C502 Dual Use Paths - Reserve Fund	10,000	10,000	10,000	52,460	(42,460)	
C511 Footpaths - Construction	85,090	85,090	85,090	109,639	(24,549)	
C512 Footpaths - Replacement	276,600	276,600	276,600	144,591	132,009	
C521 Pedestrian Underpasses & Bridges	43,540	43,540	33,859	509	33,350	
C531 Parking Facilities - Municipal Fund	175,990	175,990	133,866	67,324	66,542	
C541 Drainage - Municipal Fund	774,020	774,020	689,020	282,613	406,407	
C542 Drainage - Reserve Fund	130,288	130,288	130,288	57,120	73,168	
C551 Street Lighting - Municipal Fund	290,895	290,895	243,404	58,606	184,798	
C601 Foreshore Protection/Restoration	3,027,131	3,027,131	1,931,999	1,759,395	172,604	2
C611 Sporting Facilities	153,500	153,500	153,500	97,857	55,643	
C621 Playground Equipment	300,116	300,116	245,976	135,281	110,695	
C631 Fencing Works	55,000	55,000	55,000	24,115	30,885	
C641 Streetscape Enhancement	124,764	124,764	102,264	82,817	19,447	
C651 Park & Reserve Enhancements	157,400	157,400	157,400	22,028	135,372	
C661 Dry Park Development/Upgrade	324,578	324,578	290,726	202,606	88,120	
C671 Retic Park Development/Upgrade	184,000	184,000	81,810	106,850	(25,040)	
<b>Capital Works Total</b>	<b>33,305,922</b>	<b>34,062,977</b>	<b>24,586,474</b>	<b>11,438,973</b>	<b>13,147,501</b>	

**Notes:**

Of the \$13.1m variance, \$7.1m relates to Corporate Projects.

The variance in Corporate Projects includes:

YTD underspends in the Sorrento Beach Development (\$0.1m) and Joondalup Works Depot (\$2.9m), Joondalup Cultural Facility (\$0.9m) and Craigie Leisure Centre (\$3.1m)

Committed funds in relation to all Capital Works is \$9.0m. Of this, \$5.9m relates to Corporate Projects.

1) Includes the following Corporate Projects: Craigie Leisure Centre; Currambine 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: Apr-05

	GENERAL RATES			
	Rateable Value	No of Properties	Rate in \$	Rate Yield
<b>General Rate - GRV</b>	\$			\$
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
<b>Sub Total GRV</b>	594,286,175	48,323		41,723,053
<b>General Rate - UV</b>				
Residential	2,248,000	8	0.5488	12,337
Rural	28,693,194	4	0.5488	157,468
<b>Total UV</b>	30,941,194	12		169,805
<b>TOTAL - RATES LEVIED</b>				41,892,859
Interim Rates & Adjustments				139,021
Discounts Allowed (Early Payment)				
<b>TOTAL - RATES LEVIED</b>				42,031,880
<b>OTHER CHARGES</b>				
Interest on Outstanding Rates				
Instalment Administration Charge				
<b>TOTAL - RATES LEVIED AND CHARGES</b>				

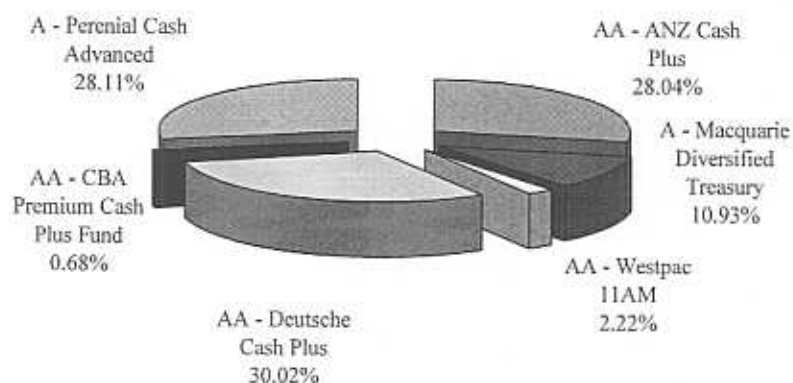
MINIMUM PAYMENTS				
Rateable Value	No of Properties	Minimum Payment	Rate Yield	TOTAL
\$		\$	\$	\$
56,968,331	9,052	482	4,363,064	37,837,568
394,900	71	482	34,222	7,654,577
36,000	6	482	2,892	33,169
90,238	15	482	7,230	605,147
57,489,469	9,144		4,407,408	46,130,461
				12,337
				157,468
				169,805
			4,407,408	46,300,267
			(8,078)	130,943
				(619,247)
			4,399,330	45,811,963
				294,979
				379,645
				46,486,587

SPECIFIED AREA RATES	Budget \$	Actual \$
Specified Area Iluka	61,471	63,381
Specified Area Harbour Rise, Hillarys	-	40
Specified Area Woodvale Waters	21,600	21,786
<b>Total</b>	<b>83,071</b>	<b>85,207</b>

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	13,317,408
A - Macquarie Diversified Treasury	5,193,529
AA - Westpac 11AM	1,054,338
AA - Deutsche Cash Plus	14,256,010
AA - CBA Premium Cash Plus Fund	324,641
A - Perennial Cash Advanced	13,349,921
<b>Total Funds held in AA + A Investments</b>	<b>47,495,847</b>

Total	<u>47,495,847</u>
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Amount included in total funds invested that relate to reserves:

\$ 21,502,702

### Other Comments

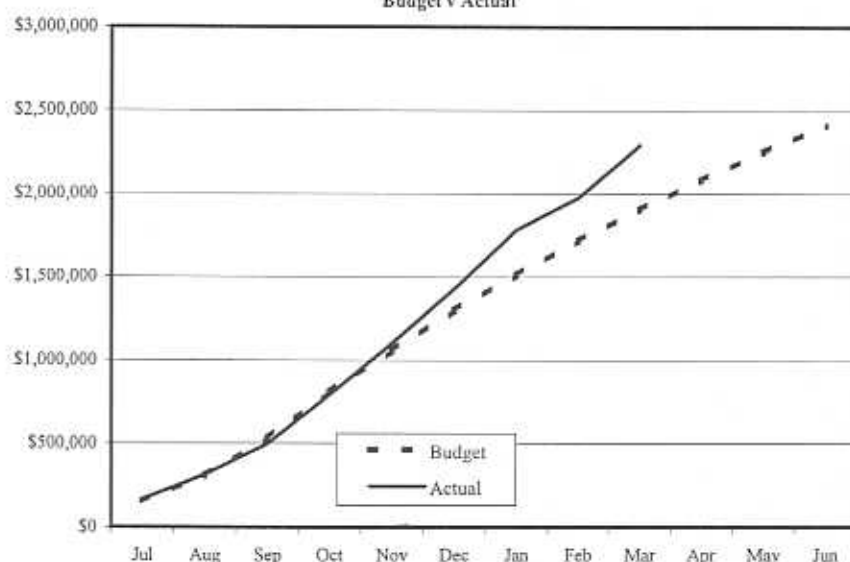
Investments are in accordance with Council Policy. Maximum investment with any one institution :

'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
	\$2.0m	\$2.3m

Average return for the portfolio:	6.52%
Benchmark return:	6.21%

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

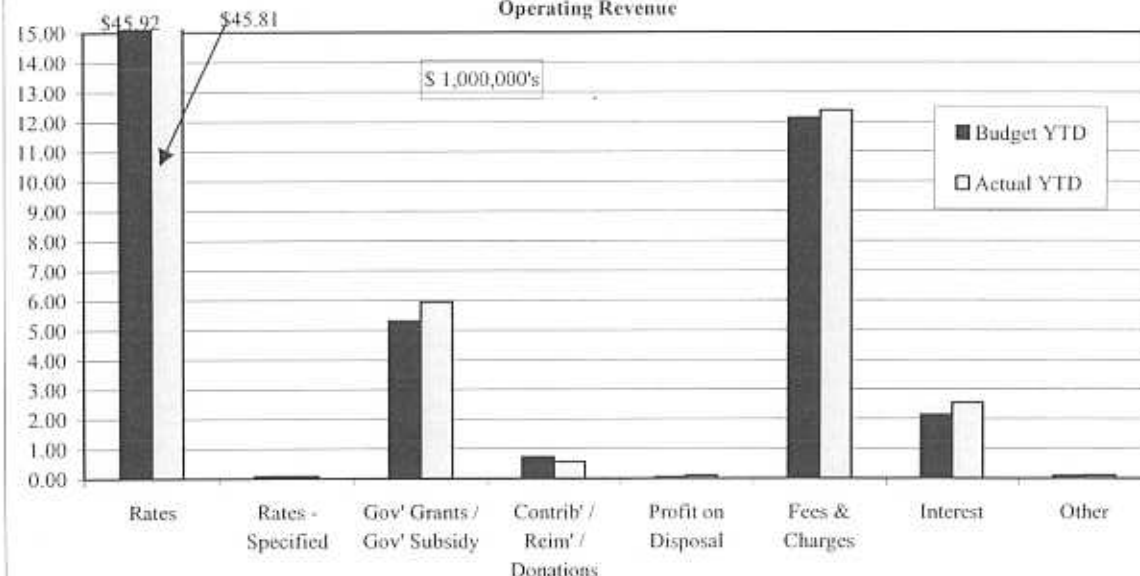
# Reserve Account Summary

CITY OF JOONDALUP  
Period: Apr-05

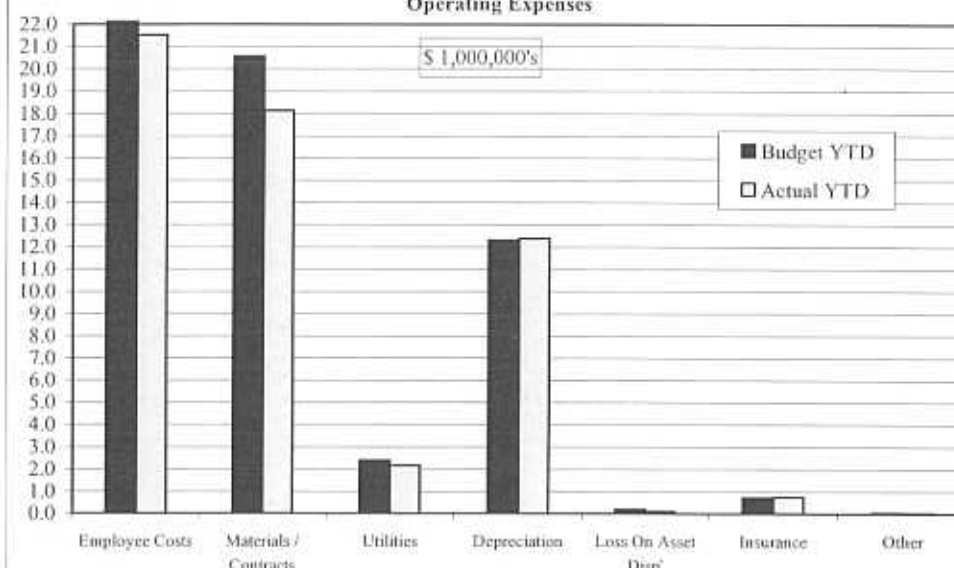
Reserve Account	Actual Opening Balance as at 1 July 2004	Note	Transfers (From) Reserves	Transfers To Reserves	Reserve Balances at the end of the period	Reserve Balances Budgeted as at 30 June 2005
	\$		\$	\$	\$	\$
Asset Replacement Reserve	7,233,985	1	(38,329)		7,195,656	4,881,986
Cash in Lieu of Parking 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		98,656	942,591	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	(2,729,059)		4,687,136	212,898
Library Literacy Program Reserve	7,604			3,737	11,341	7,605
Light Vehicle Replacement Reserve	468,386	2	(320,648)	360,241	507,979	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)	300,159	1,248,501	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	(1,160,244)	2,247,864	1,087,620	0
Strategic Asset Management Reserve	0				0	1,192,594
Town Planning Scheme No. 10 (Revoked) Reserve	560,859	7	(66,914)		493,945	370,858
Wanneroo Bicentennial Trust Reserve	12,500				12,500	12,500
<b>Total</b>	<b>23,031,791</b>		<b>(4,815,594)</b>	<b>3,286,505</b>	<b>21,502,702</b>	<b>11,287,564</b>

- 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 cfwd 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 cfwd 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.

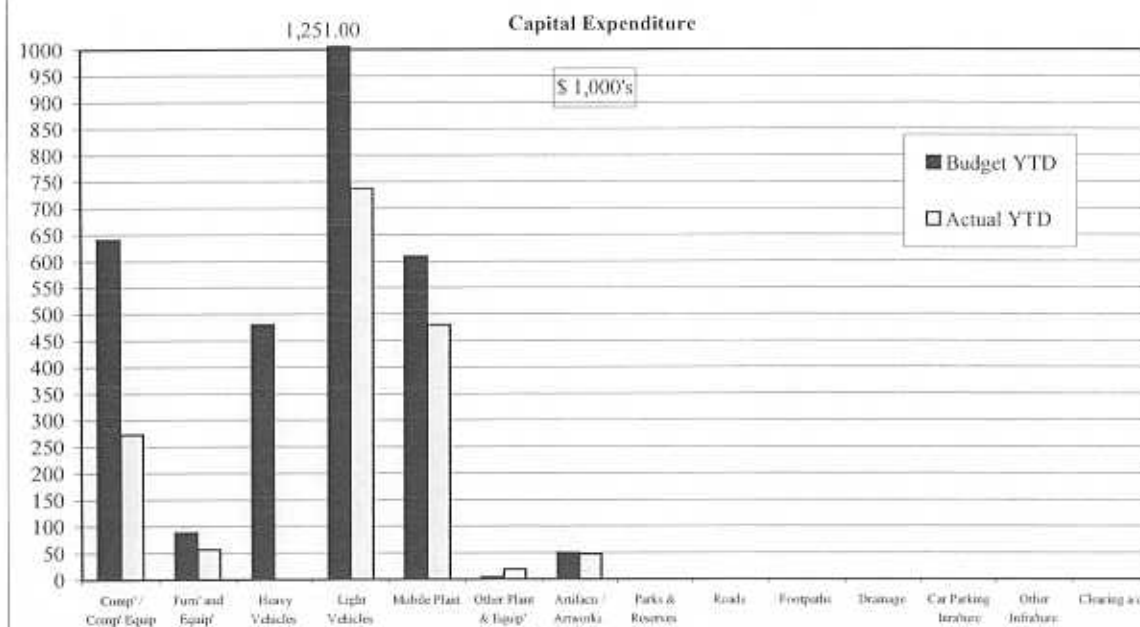
Operating Revenue



Operating Expenses



Capital Expenditure



Capital Works

