

*Financial Report For
The Period Ending
31 May 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 31 May 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 2005 onwards refer to the revised budget.

Year-to-date Financial Overview	YTD Actual	YTD Budget	YTD Variance
Operating (surplus)	(\$8.1m)	(\$3.9m)	\$4.2m
Capital Expenditure	\$1.7m	\$3.3m	\$1.6m
Capital Works	\$12.8m	\$28.7m	\$15.9m
Total	\$6.4m	\$28.1m	\$21.7m

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 **\$8.1m**, against a budget of **\$3.9m**.

- Total **Operating Revenues** for the year is **\$69.4m** against a budget of **\$68.5m**, a favourable variance **\$0.9m**.
- Total **Operating Expenses** for the year is **\$61.3m** against a budget of **\$64.6m**, an under spend of **\$3.3m**

Capital Expenditure (Appendix E) for the year is **\$1.7m** against a budget of **\$3.3m**, an under spend of **\$1.6m**.

Capital Works (Appendix F) for the year is **\$12.8m** against a budget of **\$28.7m**, an under spend of **\$15.9m**.

Forward purchase orders of **\$10.7m** have been placed for all capital works including Council Projects.

Operating Revenues

The year-to-date income is as follows:

Revenue	YTD Actual	YTD Budget
Rates	\$45.8m	\$45.9m
Rates – Specified Area	\$0.1m	\$0.1m
Government Grants	\$7.0m	\$6.7m
Contributions, Reimbursements and Donations	\$0.6m	\$0.7m
Profit on Asset Disposal	\$0.1m	\$0.1m
Fees & Charges	\$12.8m	\$12.6m
Interest Earnings	\$2.9m	\$2.3m
Other	\$0.1m	\$0.1m
Total Revenue	\$69.4m	\$68.5m

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 **\$7.0m** against a budget of **\$6.7m**, a favourable variance of **\$0.3m**. The variance is primarily due to the earlier than expected receipt of 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 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 **\$12.8m**, a favourable variance of **\$0.2m**. This is due to a timing variance from

interest on outstanding rates and administration charges of **\$0.1m**, higher than expected membership numbers with the Craigie Leisure Centre, **\$0.1m**, and greater than budgeted development applications, **\$0.1m**. These were partially offset by unfavourable variances in building licenses and term programme activities.

g) Interest Earnings

Interest income is **\$2.9m** for the year to date against a budget of **\$2.3m**. 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 in line with the budget.

Operating Expenses

Operating expenses were as follows:

Operating Expenses	YTD Actual	YTD Budget
Employee Costs	\$23.7m	\$25.0m
Materials and Contracts	\$20.6m	\$22.4m
Utilities	\$2.4m	\$2.6m
Depreciation	\$13.7m	\$13.6m
Loss on Asset Disposal	\$0.1m	\$0.2m
Insurance Expenses	\$0.8m	\$0.8m
Other Expenses	\$0.0m	\$0.0m
Total	\$61.3m	\$64.6m

a) Employee Costs

Employee Costs for the year to date amounted to **\$23.7m** against a budget of **\$25.0m**, 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 (\$94k), contract labour and training (\$23k), uniforms (\$31k), and conference expenses (\$42k).

b) Materials and Contracts

Materials and Contracts costs for the year to date amounted to **\$20.6m** compared to the budget of **\$22.4m**. The **\$1.8m** under spend is due primarily to the following: -

- Consultancy and IT Consulting, **\$1,040k**,
- Administration costs, **\$382k**,
- Contributions, **\$313k**,
- Professional Fees, **\$284k**,
- Minor Equipment purchases, **\$141k**,
- Public Relations, **\$189k**.

This is partially offset by: -

- Materials, **(\$663k)**.

The consultancy variance is due primarily to deferral of proposals, a review of which will be undertaken as part of the year end process to identify carry forward proposals and proposals contributing to the useable end of year surplus.

The administration cost variance is mainly in the areas of advertising, printing and stationery. A review of these items will be undertaken as part of the year end process to identify any carry forward or useable surplus components.

The variance in contributions and donations is a timing variance in contributions, with major payments to be made in June. Sponsorships are also underspent, with a permanent difference of **\$60k**.

The variance in professional fees is due primarily to an underspending on legal expenses, primarily relating to the Panel Inquiry, **\$264k**.

The variance in minor equipment is due to delays in purchasing of minor equipment such as furniture and plant items.

The variance in public relations was due primarily to promotions, associated with the Joondalup festival which will be incorporated into the June accounts.

c) Utilities

Utility Costs for the year to date amounted to **\$2.4m** compared to a year to date budget of

\$2.6m. 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 **\$13.7m** and is on budget.

e) Loss on Asset Disposal

Loss on Asset Disposal for the year to date is **\$120k** 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 remain 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 **\$1.7m** against a budget of **\$3.3m**.

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

- A variance between the budget and actual expenditure on IT projects of **\$0.5m**, of which **\$0.2m** is a timing difference and

\$0.3m is a permanent underspend in capital items.

- Timing variance due to the deferred purchase of four tip trucks, **\$0.5m**. Two of these vehicles are currently being fitted out and are expected to be delivered in June 2005, while the other two 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, **\$0.4m**.
- 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 **\$12.8m** compared to the budget of **\$28.7m**, a variance of **\$15.9m**.

Of the variance, **\$6.6m** relates to normal Capital Works and **\$9.3m** relates to Capital Works classified as Council Projects, primarily:

- Favourable timing variances for Sorrento Beach Development **\$0.4m** and Joondalup

Works Depot **\$3.8m**, Joondalup Cultural Facility **\$1.1m** and Craigie Leisure Centre **\$3.9m**.

- Capital works projects major favourable timing variances – Ocean Reef Road extension **\$1.2m**, various asphalt and road resurfacing projects **\$0.9m**, admin building upgrades **\$0.3m**, various library building upgrades **\$0.4m**, Yellagonga drainage works **\$0.2m**, other drainage works **\$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 **\$10.7m**. Of this amount: -

- \$5.3m** relates to normal Capital Works, and
- \$5.4m** 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 **\$63,400** 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 **\$212,892** (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	(\$4.6m)	(\$1.7m)	\$2.9m
Transfer to Reserves	\$3.4m	\$0.9m	(\$2.5m)
Net transfers (from) to Reserves	(\$1.2m)	(\$0.8m)	\$0.4m

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 **\$21.7m** when compared to the year to date budget.

The operating surplus (Change In Net Assets Before Reserve Transfers) for the year to date is **\$8.1m** compared to a budget of **\$3.9m**. The variance of **\$4.2m** 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 **\$1.6m** 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 **\$15.9m**.

Committed funds in relation to all Capital Works are **\$10.7m**. Of this amount, **\$5.4m** relates to Capital Works classified as Council Projects.

Operating Statement by Nature

CITY OF JOONDALUP

Period: May-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					
Rates	45,800,267	45,980,267	45,950,267	45,833,881	(116,386)
Rates - Specified Area	83,071	83,071	83,071	85,226	2,155
Government Grants & Subsidies	7,235,994	8,784,838	6,662,887	7,007,485	344,598
Contributions, Reimbursements and Donations	8,589,070	8,586,032	761,798	619,173	(142,625)
Profit on Asset Disposal	68,123	68,123	56,785	111,624	54,839
Fees & Charges	13,010,621	13,016,445	12,563,319	12,787,842	224,523
Interest Earnings	2,414,000	2,474,000	2,314,036	2,810,462	496,426
Other Revenue	106,000	111,000	103,512	126,861	23,349
Total Operating Revenues	<u>77,307,146</u>	<u>79,103,776</u>	<u>68,495,675</u>	<u>69,382,554</u>	<u>886,879</u>
Expenditure					
Employee Costs	28,230,363	28,070,586	24,962,245	23,653,634	1,308,611
Materials & Contracts	25,159,234	25,638,212	22,419,887	20,599,843	1,820,044
Utilities (Gas, Electricity, Water etc)	2,995,576	2,995,576	2,637,976	2,413,555	224,421
Depreciation on Non Current Assets	14,868,476	14,868,476	13,556,488	13,629,557	(73,069)
Loss on Asset Disposal	313,779	313,779	204,449	120,137	84,312
Insurance Expenses	922,540	922,540	796,094	836,818	(40,724)
Other Expenses	44,000	44,000	44,000	34,517	9,483
Total Operating Expenses	<u>72,533,968</u>	<u>72,853,169</u>	<u>64,621,139</u>	<u>61,288,061</u>	<u>3,333,078</u>
Change in Net Assets Before Reserve Transfers	<u>4,773,178</u>	<u>6,250,607</u>	<u>3,874,536</u>	<u>8,094,493</u>	<u>4,219,957</u>
Transfer from Reserves	25,118,606	25,314,606	1,687,600	6,446,924	(4,759,324)
Transfer to Reserves	13,374,381	13,629,381	927,586	3,364,195	(2,436,609)
Net Transfer from/(to) Reserves	<u>11,744,225</u>	<u>11,685,225</u>	<u>760,014</u>	<u>3,082,729</u>	<u>(7,195,933)</u>
Change in Net Assets After Reserve Transfers	<u>16,517,403</u>	<u>17,935,832</u>	<u>4,634,550</u>	<u>11,177,222</u>	<u>(2,975,976)</u>



Operating Statement by Programme

CITY OF JOONDALUP

Period: May-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	52,926,343	53,365,561	439,218
Governance	0	0	0	278	278
Law, Order and Public Safety	554,372	593,931	439,329	456,066	16,736
Health	263,010	305,681	292,740	274,844	(17,896)
Education and Welfare	273,529	316,594	268,134	286,772	18,638
Community Amenities	8,015,928	8,152,431	7,991,160	8,228,485	237,324
Recreation and Culture	2,993,086	3,006,956	2,571,704	2,606,314	34,610
Transport	7,924,550	8,434,093	2,595,914	2,840,436	244,522
Economic Services	1,183,221	1,193,664	1,087,739	1,011,487	(76,252)
Other Property and Services	375,999	399,974	322,611	312,313	(10,299)
Total Operating Revenue	77,307,146	78,403,776	68,495,675	69,382,555	886,880
Expenses					
General Purpose Funding	1,148,628	1,093,628	988,264	614,696	373,568
Governance	8,022,118	7,988,231	7,095,889	6,138,008	957,881
Law, Order and Public Safety	3,338,611	3,231,661	2,855,739	2,665,735	190,004
Health	1,467,220	1,534,467	1,296,731	1,251,702	45,029
Education and Welfare	1,556,110	1,572,040	1,362,353	1,232,113	130,240
Community Amenities	9,621,952	9,605,263	8,690,891	8,579,181	111,710
Recreation and Culture	23,390,425	23,465,568	21,207,447	20,430,468	776,979
Transport	17,576,900	17,586,916	15,923,048	14,706,022	1,217,026
Economic Services	1,393,579	1,379,252	1,243,156	1,111,989	131,167
Other Property and Services	5,018,425	4,696,141	3,957,622	4,558,149	(600,527)
Total Operating Expenses	72,533,968	72,153,169	64,621,140	61,288,063	3,333,077
Change In Net Assets Resulting from Operations	4,773,178	6,250,607	3,874,535	8,094,492	4,219,957
Transfer From Reserves	25,118,606	25,314,606	1,687,600	6,446,924	4,759,324
Transfer To Reserves	13,374,381	13,629,381	927,586	3,364,195	(2,436,609)
	11,744,225	11,685,225	760,014	3,082,729	2,322,715
Change In Net Assets Resulting from Operations	16,517,403	17,935,832	4,634,549	11,177,221	6,542,672



Statement of Financial Position

CITY OF JOONDALUP

Period: May-05

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	<i>YTD Actual June 2004</i>	<i>YTD Actual</i>	<i>Movement</i>
	\$	\$	\$
CURRENT ASSETS			
Cash	375,602	(101,343)	(476,945)
Inventories	54	54	0
Receivables	7,189,968	1,647,396	(5,542,572)
Investments	56,100,743	47,246,475	(8,854,268)
TOTAL CURRENT ASSETS	63,666,367	48,792,582	(14,873,785)
CURRENT LIABILITIES			
Borrowings	0	(228,493)	(228,493)
Creditors	(5,903,770)	(3,954,350)	1,949,420
Provisions	(4,731,263)	(5,020,929)	(289,666)
Other	(592,281)	47,135	639,416
TOTAL CURRENT LIABILITIES	(11,227,314)	(9,156,637)	2,070,677
NET CURRENT ASSETS	52,439,053	39,635,945	(12,803,108)
NON CURRENT ASSETS			
Receivables	1,355,195	1,322,945	(32,250)
Property, Plant & Equipment	491,498,732	493,904,161	2,405,430
TOTAL NON CURRENT ASSETS	492,853,927	495,227,106	2,373,180
NON CURRENT LIABILITIES			
Borrowings	0	(2,771,507)	(2,771,507)
Provisions	(708,067)	(708,067)	0
TOTAL NON CURRENT LIABILITIES	(708,067)	(3,479,574)	(2,771,507)
NET NON CURRENT ASSETS	492,145,860	491,747,532	(398,327)
NET ASSETS	544,584,913	531,383,477	(13,201,435)
EQUITY			
Accumulated Surplus - Prior Years	(500,255,711)	(500,255,711)	0
Accumulated Surplus - This Year	0	(11,176,969)	(11,176,969)
Reserves	(23,031,790)	(19,949,061)	3,082,729
TOTAL EQUITY	(523,287,501)	(531,381,741)	(8,094,240)

	Actual June-04	Annual Budget	YTD Actual
	\$	\$	\$
Cash Flows from Operating Activities			
Receipts:			
Rates	43,188,034	46,371,207	47,348,667
Prescribed Area Rate	148,273	76,638	104,345
Government Grants & Subsidies	6,552,047	7,172,176	7,190,835
Contributions, Reimbursements and Donations	3,459,395	4,839,070	619,173
Fees & Charges	11,751,037	12,185,741	12,686,735
Interest Earnings	2,390,622	2,414,000	2,810,462
Revenue from Other Councils	123,497	106,000	126,861
Total Receipts	67,612,905	73,164,832	70,887,079
Payments:			
Employee Costs	26,822,011	27,992,748	22,384,151
Materials & Contracts	21,097,857	24,051,398	23,765,686
Utilities (Gas, Electricity, Water etc)	2,830,133	2,995,576	2,413,555
Interest Expenses	0	0	0
Insurance Expenses	909,599	922,540	917,316
Other Expenses	21,086	44,000	34,517
Total Payments	51,680,686	56,006,262	49,515,225
Net Cash Provided by Operating Activities	15,932,219	17,158,570	21,371,854
Cash Flow from Investing Activities			
Receipts:			
Proceeds from Asset Sales	743,580	1,354,200	467,171
Bonds Received	0	0	668,907
Total Receipts	743,580	1,354,200	1,136,078
Payments:			
Bonds Repaid	0	0	534,194
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	376,669
Purchase of Vehicles & Plant	1,241,785	3,811,000	1,312,357
Construction of Infrastructure Assets	10,082,508	29,915,922	12,763,642
Total Payments	11,823,163	38,006,609	15,034,295
Net Cash From Investing Activities	(11,079,583)	(36,652,409)	(13,898,217)
Cash Flow from Financing Activities			
Proceeds from Borrowings	0	3,000,000	3,000,000
Repayment of Borrowings	0	(75,000)	0
Net Cash from Investing Activities	0	2,925,000	3,000,000
Net Increase/Decrease in Cash Held	4,852,636	(16,568,839)	10,473,637
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	20,102,906	47,145,382

Capital Expenditure Summary

CITY OF JOONDALUP

Period: May-05

	<i>Adopted Budget</i>	<i>Revised Budget</i>	<i>YTD Budget</i>	<i>YTD Spend Actual</i>	<i>Variance</i>	Notes:
	\$	\$	\$	\$	\$	
Capital Expenditure						
Computer & Computer Equipment	797,687	797,687	796,832	290,137	506,695	(1)
Furniture & Office Equipment	42,000	42,000	88,000	78,070	9,930	
Heavy Vehicles	675,000	675,000	480,000	0	480,000	(2)
Light Vehicles	1,935,000	1,935,000	1,251,000	814,513	436,487	(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	
Capital Expenditure Total	<u>8,450,687</u>	<u>8,455,142</u>	<u>3,279,287</u>	<u>1,727,996</u>	<u>1,551,291</u>	

- (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.
- (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: May-05

	Adopted Budget	Revised Budget	YTD Budget	YTD Spend Actual	Variance	Note
	\$	\$	\$	\$	\$	
Capital Works						
C101 Major Building Works - Municipal Fund	12,477,436	12,477,436	10,921,469	4,631,245	6,290,224	1
C102 Major Building Works - Reserve Fund	5,352,000	5,352,000	3,882,769	47,104	3,835,665	1
C201 Roadworks - Municipal Fund	1,995,088	1,995,088	1,772,392	162,491	1,609,901	
C202 Roadworks - Formula Road Grant	0	757,055	0	0	0	
C203 Roadworks - MRRP	1,446,304	1,446,304	1,223,808	757,791	466,017	
C205 Roadworks - Reserve Fund	0	0	0	48,700	(48,700)	
C301 Resurfacing - Municipal Fund	477,048	477,048	424,040	431,726	(7,686)	
C303 Resurfacing - FLRG	1,785,330	1,785,330	1,625,903	1,272,950	352,953	
C304 Resurfacing - MRRP	63,806	63,806	63,806	66,335	(2,529)	
C305 Resurfacing - MRDG	265,083	265,083	235,624	5,239	230,385	
C306 Resurfacing - Roads to Recovery	746,302	746,302	663,376	435,893	227,483	
C401 Traffic Management - Municipal Fund	1,480,384	1,480,384	1,459,007	934,638	524,369	
C404 Traffic Management - Black Spot	389,334	389,334	369,827	267,110	102,717	
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	189,752	163,488	
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	109,467	(24,377)	
C512 Footpaths - Replacement	276,600	276,600	276,600	146,739	129,861	
C521 Pedestrian Underpasses & Bridges	43,540	43,540	38,696	681	38,015	
C531 Parking Facilities - Municipal Fund	175,990	175,990	154,926	67,324	87,602	
C541 Drainage - Municipal Fund	774,020	774,020	731,520	306,527	424,993	
C542 Drainage - Reserve Fund	130,288	130,288	130,288	57,120	73,168	
C551 Street Lighting - Municipal Fund	290,895	290,895	273,954	71,155	202,799	
C601 Foreshore Protection/Restoration	3,027,131	3,027,131	2,429,564	1,831,254	598,310	2
C611 Sporting Facilities	153,500	153,500	153,500	113,742	39,758	
C621 Playground Equipment	300,116	300,116	275,066	140,281	134,785	
C631 Fencing Works	55,000	55,000	55,000	24,115	30,885	
C641 Streetscape Enhancement	124,764	124,764	113,514	83,717	29,797	
C651 Park & Reserve Enhancements	157,400	157,400	157,400	23,395	134,005	
C661 Dry Park Development/Upgrade	324,578	324,578	307,678	238,741	68,937	
C671 Retic Park Development/Upgrade	184,000	184,000	132,900	127,648	5,252	
Capital Works Total	33,305,922	34,062,977	28,682,612	12,763,642	15,918,970	

Notes:

Of the \$15.9m variance, \$9.3m relates to Council Projects.

The variance in Council Projects includes:

YTD underspend in the Sorrento Beach Development (\$0.4m) and Joondalup Works Depot (\$3.8m), Joondalup Cultural Facility (\$1.1m) and Craigie Leisure Centre (\$3.9m)

Committed funds in relation to all Capital Works is \$10.7m. Of this, \$5.4m relates to Council Projects.

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

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



Statement of Rating Information

CITY OF JOONDALUP

Period: May-05

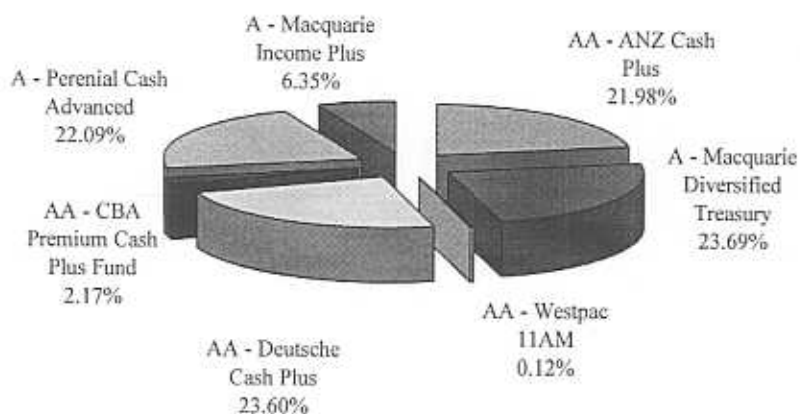
	GENERAL RATES			
	Rateable Value	No of Properties	Rate in \$	Rate Yield
General Rate - GRV	\$			\$
Residential	476,797,196	47,063	7.0207	33,474,504
Commercial Improved	108,541,235	887	7.0207	7,620,355
Commercial Not Improved	431,250	23	7.0207	30,277
Industrial	8,516,494	350	7.0207	597,917
Sub Total GRV	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				160,945
Discounts Allowed (Early Payment)				
TOTAL - RATES LEVIED				42,053,804
OTHER CHARGES				
Interest on Outstanding Rates				
Instalment Administration Charge				
TOTAL - RATES LEVIED AND CHARGES				

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)	152,867
				(619,253)
			4,399,330	45,833,881
				299,399
				380,860
				46,514,140

SPECIFIED AREA RATES	Budget \$	Actual \$
Specified Area Iluka	61,471	63,400
Specified Area Harbour Rise, Hillarys	-	40
Specified Area Woodvale Waters	21,600	21,786
Total	83,071	85,226

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



375

Investment Account	Funds Held
	\$
AA - ANZ Cash Plus	10,384,868
A - Macquarie Diversified Treasury	11,192,453
AA - Westpac 11AM	59,018
AA - Deutsche Cash Plus	11,147,861
AA - CBA Premium Cash Plus Fund	1,025,650
A - Perennial Cash Advanced	10,436,625
A - Macquarie Income Plus	3,000,000
Total Funds held in AA + A Investments	47,246,475

Total	47,246,475
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Amount included in total funds invested that relate to reserves:

\$ 19,949,063

Other Comments

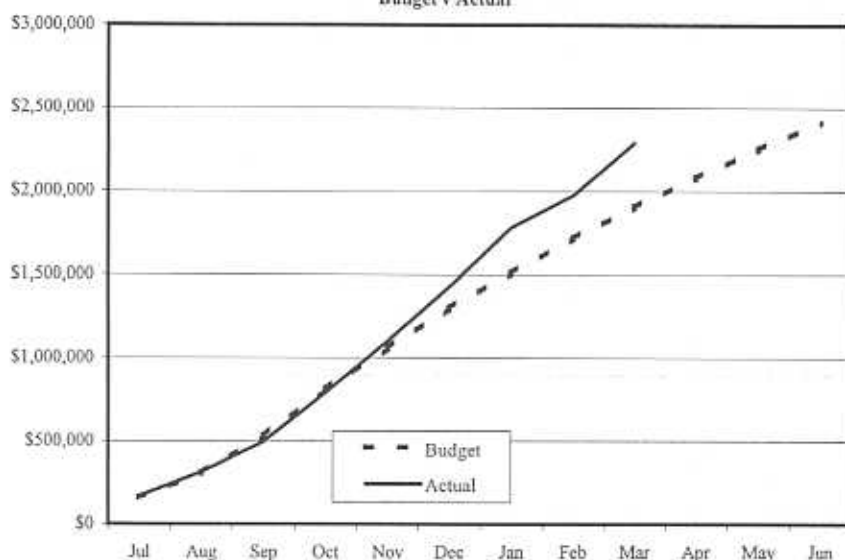
Investments are in accordance with Council Policy. Maximum investment with any one institution :

'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
	\$2.3m	\$2.8m

Average return for the portfolio:	5.87%
Benchmark return:	5.63%

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

Reserve Account Summary

CITY OF JOONDALUP
Period: May-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		109,213	953,148	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	(4,216,000)		3,200,195	212,898
Library Literacy Program Reserve	7,604			3,737	11,341	7,605
Light Vehicle Replacement Reserve	468,386	2	(320,648)	394,992	542,730	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)	332,542	1,280,884	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	(1,302,168)	2,247,864	945,696	0
Strategic Asset Management Reserve	0				0	1,192,594
Town Planning Scheme No. 10 (Revoked) Reserve	560,859	7	(69,379)		491,480	370,858
Wanneroo Bicentennial Trust Reserve	12,500				12,500	12,500
Total	23,031,791		(6,446,924)	3,364,196	19,949,063	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.

