



City of
Joondalup

*Financial Report For
The Period Ending
31 December 2004*

APPENDIX 7

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 December 2004.

Year to Date – Financial Overview

The City adopted its 2004/05 budget at a special council meeting on the 19th August 2004. The YTD results are as follows:

<i>Year-to-date Financial Overview</i>	<i>YTD Actual</i>	<i>YTD Budget</i>	<i>YTD Variance</i>
Operating (surplus)	(\$29.1m)	(\$25.0m)	\$4.1m
Capital Expenditure	\$0.7m	\$2.5m	\$1.8m
Capital Works	\$4.8m	\$9.7m	\$4.9m
Total	(\$23.6m)	(\$12.8m)	\$10.8m

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 **\$29.1m**, against a budget of **\$25.0m**.

- Total **Operating Revenues** for the year is **\$62.3m** against a budget of **\$61.2m**, a favourable variance **\$1.1m**.
- Total **Operating Expenses** for the year is **\$33.1m** against a budget of **\$36.1m**, an under spend of **\$3.0m**.

Capital Expenditure (Appendix E) for the year is **\$0.7m** against a budget of **\$2.5m**, an under spend of **\$1.8m**.

Capital Works (Appendix F) for the year is **\$4.8m** against a budget of **\$9.7m**, an under spend of **\$4.9m**.

Forward purchase orders of **\$11.2m** have been placed for all capital works including Corporate Projects.

Operating Revenues

Operating Revenue for the year to date is **\$62.3m**. The year-to-date income is as follows:

<i>Revenue</i>	<i>YTD Actual</i>	<i>YTD Budget</i>
Rates	\$45.7m	\$45.6m
Rates – Specified Area	\$0.1m	\$0.1m
Government Grants	\$4.0m	\$3.5m
Contributions, Reimbursements and Donations	\$0.4m	\$0.4m
Profit on Asset Disposal	\$0.0m	\$0.1m
Fees & Charges	\$10.6m	\$10.1m
Interest Earnings	\$1.4m	\$1.3m
Other	\$0.1m	\$0.1m
Total Revenue	\$62.3m	\$61.2m

a) Rates revenue

Revenue from rates and charges for the year to date amounted to **\$45.7m**. The favourable variance of **\$0.1m** relates to early payment discount estimates.

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 *\$4.0m* against a budget of *\$3.5m*, a favourable variance of *\$0.5m*. The variance is primarily due to the earlier than expected receipt of Roads to Recovery grant funding.

d) Contributions, Reimbursements & Donations

Contributions, Reimbursements & Donations for the year to date are *\$0.4m* and is on target.

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 *\$10.6m* against a year to date budget of *\$10.1m*, a favourable variance of *\$0.5m*. This is primarily due to a timing variance between the phased budget and actual income from interest on outstanding rates and administration charges of *\$0.3m*. In addition, the number of development applications received for the year to date is higher than expected, contributing *\$58k* in additional income.

g) Interest Earnings

Interest income is *\$1.4m* for the year to date against a budget of *\$1.3m*. This favourable variance is due to delays in major capital works projects funded by reserves. Details of the City's investments are shown at Appendix H.

h) Other Income

Other income is *\$72k* 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	\$13.4m	\$14.1m
Materials and Contracts	\$10.6m	\$12.6m
Utilities	\$1.3m	\$1.5m
Depreciation	\$7.4m	\$7.4m
Loss on Asset Disposal	\$0.0m	\$0.1m
Insurance Expenses	\$0.4m	\$0.4m
Other Expenses	\$0.0m	\$0.0m
Total	\$33.1m	\$36.1m

Operating Expenditure for the year-to-date amounted to *\$33.1m* and is *\$3.0m* under spent.

a) Employee Costs

Employee Costs for the year to date amounted to *\$13.4m* against a budget of *\$14.1m*, an under spend of *\$0.7m*. 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 and Infrastructure Asset Management. It is expected that these positions will be filled in the next few months..

b) Materials and Contracts

Materials and Contracts costs for the year to date amounted to *\$10.6m* compared to the budget of *\$12.6m*. The *\$2.0m* under spend was due primarily to the following: -

- Consultancy, *\$958k*,
- Administration costs, *\$212k*,
- Finance Related costs, *\$241k*,
- Minor Equipment purchases, *\$211k*,
- Waste Management Services, *\$259k* and
- Contributions and Donations, *\$69k*.

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 finance related costs variance is due to a timing difference between the phased budget and actual payment of merchant bank charges, a consequence of the slower than expected rate collection. In addition some savings have been identified and will be redirected as part of the half year budget review.

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 timing difference.

The contributions and donations variance is primarily due to a timing differences relating to the Whitfords Sea Rescue Boat contribution of *\$80k*

being held up due to delays in the construction of the vessel.

e) Utilities

Utility Costs for the year to date amounted to *\$1.3m* compared to a year to date budget of *\$1.5m*. 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 *\$7.4m* and is in line with the budget.

e) Loss on Asset Disposal

Loss on Asset Disposal for the year to date is *\$35k* 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 *\$0.4m* 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 *\$0.7m* against a budget of *\$2.5m*.

The underspend of *\$1.8m* was due to: -

- A timing variance between the phased budget and actual expenditure on IT projects *\$0.3m* which will now occur later in the year.
- Timing variance due to the deferred purchase of three tip trucks, *\$0.5m* due to 2 vehicles currently being fitted out and due for delivery in April 2005.
- Timing variance between phasing of budget and actual purchase of several utilities, sedans and light trucks, *\$0.5m*. In addition, the budgeted replacement of a refuse truck *\$0.1m*, is out to tender and is now likely to occur in February 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. Timing variances have also arisen for the budgeted replacement of one mower, *\$0.1m*, which is out to tender and a front end loader *\$0.2m*, which is expected for delivery in February/March 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 *\$4.8m* compared to the budget of *\$9.7m*, a variance of *\$4.9m*.

Of the variance, *\$2.9m* relates to normal Capital Works and *\$2.0m* relates to Capital Works classified as Corporate Projects, primarily: -

- Favourable timing variances for Sorrento Beach Development *\$0.5m* and Joondalup Works Depot *\$0.2m*, Joondalup Cultural Facility *\$0.6m* and Craigie Leisure Centre *\$0.7m*.
- Capital works projects major favourable timing variances – Ocean Reef Road extension *\$0.6m*, various asphalt and road resurfacing projects *\$0.4m*, admin building upgrades *\$0.2m*, various library building upgrades *\$0.2m*, Bahama Close drainage works *\$0.1m*, Yellagonga drainage works *\$0.1m*, Iluka foreshore toilets *\$0.1m* and street parking for various schools *\$0.1m*.

At the end of the month, committed funds in relation to all capital works totalled *\$11.2m*. Of this amount: -

- *\$2.1m* relates to normal Capital Works, and
- *\$9.1m* 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 **\$62,582** from **1,194** properties (budget **\$61,471**) as Specified Area Rates – Iluka.

Specified Area Works – Woodvale Waters

The City raised **\$21,735** from **136** properties (budget **\$21,600**) as Specified Area Rates – Woodvale Waters.

Refuse Charges

At the end of December 2004, **\$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 **\$213,013** (budget **\$207,500**) 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	(\$1.9m)	(\$1.5m)	\$0.4m
Transfer to Reserves	\$3.0m	\$0.5m	(\$2.5m)
Net transfers (from) to Reserves	\$1.1m	(\$1.0m)	(\$2.1m)

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 **\$10.8m** when compared to the year to date budget.

The operating surplus (Change In Net Assets Before Reserve Transfers) for the year to date is **\$29.1m** compared to a budget of **\$25.0m**. The variance of **\$4.1m** is mainly due to under spends in Employee costs, Consultancy costs, Administration costs, Finance Related costs, Waste Management services, a favourable variance in income from rates instalment interest and charges, a reduction in early payment discounts and the earlier than expected receipt of grant funding.

Capital Expenditure is **\$1.8m** under spent due to the timing of heavy and light vehicle purchases.

The Capital Works program including Corporate Projects is under spent by **\$4.9m**.

Committed funds in relation to all Capital Works are **\$11.2m**. Of this amount, **\$9.1m** relates to Capital Works classified as Corporate Projects.

Operating Statement by Nature

CITY OF JOONDALUP
Period: Dec-04

047

	<i>Adopted Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>Variance</i>
	\$	\$	\$	\$
Revenue				
Rates	45,800,267	45,620,267	45,748,365	128,098
Rates - Specified Area	83,071	83,071	84,357	1,286
Government Grants & Subsidies	7,235,994	3,513,763	3,993,675	479,912
Contributions, Reimbursements and Donations	8,589,070	473,051	406,181	(66,870)
Profit on Asset Disposal	68,123	54,798	0	(54,798)
Fees & Charges	13,010,621	10,068,715	10,581,874	513,159
Interest Earnings	2,414,000	1,298,408	1,425,247	126,839
Other Revenue	106,000	53,002	72,220	19,218
Total Operating Revenues	<u>77,307,146</u>	<u>61,165,075</u>	<u>62,311,919</u>	<u>1,146,844</u>
Expenditure				
Employee Costs	28,230,363	14,118,052	13,425,110	692,942
Materials & Contracts	25,159,234	12,566,909	10,528,287	2,038,622
Utilities (Gas, Electricity, Water etc)	2,995,576	1,451,757	1,293,774	157,983
Depreciation on Non Current Assets	14,868,476	7,390,548	7,434,704	(44,156)
Loss on Asset Disposal	313,779	140,290	36,183	104,107
Insurance Expenses	922,540	418,934	446,044	(27,110)
Other Expenses	44,000	44,000	34,517	9,483
Total Operating Expenses	<u>72,533,968</u>	<u>36,130,490</u>	<u>33,198,619</u>	<u>2,931,871</u>
Change in Net Assets Before Reserve Transfers	4,773,178	25,034,585	29,113,300	4,078,715
Transfer from Reserves	25,118,606	1,463,800	1,873,557	409,757
Transfer to Reserves	13,374,381	505,956	3,006,494	(2,500,538)
Net Transfer from/(to) Reserves	11,744,225	957,844	(1,132,937)	(2,090,781)
Change in Net Assets After Reserve Transfers	<u>16,517,403</u>	<u>25,992,429</u>	<u>27,980,363</u>	<u>1,987,934</u>



Operating Statement by Programme

CITY OF JOONDALUP

Period: Dec-04

048

	<i>Adopted Budget</i>	<i>YTD Budget</i>	<i>YTD Actual</i>	<i>Variance</i>
	\$	\$	\$	\$
Revenue				
General Purpose Funding	55,723,451	49,214,125	49,809,061	594,936
Governance	0	0	228	228
Law, Order and Public Safety	554,372	281,403	291,881	10,477
Health	263,010	189,070	225,083	36,013
Education and Welfare	273,529	151,138	190,536	39,398
Community Amenities	8,015,928	7,587,993	7,710,185	122,192
Recreation and Culture	2,993,086	1,338,532	1,348,473	9,941
Transport	7,924,550	1,510,407	1,881,659	371,252
Economic Services	1,183,221	683,000	706,268	23,268
Other Property and Services	375,999	209,407	148,546	(60,861)
Total Operating Revenue	<u>77,307,146</u>	<u>61,165,075</u>	<u>62,311,919</u>	<u>1,146,844</u>
Expenses				
General Purpose Funding	1,148,628	532,152	320,328	211,824
Governance	8,022,118	3,802,217	3,475,094	327,123
Law, Order and Public Safety	3,338,611	1,633,066	1,457,660	175,406
Health	1,467,220	732,866	711,581	21,285
Education and Welfare	1,556,110	824,586	680,412	144,173
Community Amenities	9,621,952	4,871,073	4,232,544	638,529
Recreation and Culture	23,390,425	11,687,021	11,389,278	297,743
Transport	17,576,900	8,959,702	8,156,078	803,624
Economic Services	1,393,579	715,580	639,166	76,414
Other Property and Services	5,018,425	2,372,227	2,136,479	235,748
Total Operating Expenses	<u>72,533,968</u>	<u>36,130,490</u>	<u>33,198,619</u>	<u>2,931,871</u>
Change In Net Assets Resulting from Operations	<u>4,773,178</u>	<u>25,034,585</u>	<u>29,113,300</u>	<u>4,078,715</u>
Transfer From Reserves	25,118,606	1,463,800	1,873,557	409,757
Transfer To Reserves	<u>13,374,381</u>	<u>505,956</u>	<u>3,006,494</u>	<u>(2,500,538)</u>
	11,744,225	957,844	(1,132,937)	(2,090,781)
Change In Net Assets Resulting from Operations	<u>16,517,403</u>	<u>25,992,429</u>	<u>27,980,363</u>	<u>1,987,934</u>



Statement of Financial Position

CITY OF JOONDALUP
Period: Dec-04

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	<i>YTD Actual June 2004</i>	<i>YTD Actual</i>	<i>Movement</i>
	\$	\$	\$
CURRENT ASSETS			
Cash	528,637	(2,166,773)	(2,695,410)
Inventories	226	54	(172)
Receivables	2,487,402	11,532,810	9,045,408
Investments	36,143,108	62,374,433	26,231,325
TOTAL CURRENT ASSETS	<u>39,159,373</u>	<u>71,740,524</u>	<u>32,581,151</u>
CURRENT LIABILITIES			
Creditors	(5,356,747)	(6,505,330)	(1,148,583)
Provisions	(4,665,997)	(4,623,255)	42,742
Other	(5,558)	(418,801)	(413,243)
TOTAL CURRENT LIABILITIES	<u>(10,028,302)</u>	<u>(11,547,386)</u>	<u>(1,519,084)</u>
NET CURRENT ASSETS	<u>29,131,071</u>	<u>60,193,138</u>	<u>31,062,067</u>
NON CURRENT ASSETS			
Receivables	1,355,195	1,355,195	0
Property, Plant & Equipment	493,509,302	491,560,095	(1,949,207)
TOTAL NON CURRENT ASSETS	<u>494,864,497</u>	<u>492,915,290</u>	<u>(1,949,207)</u>
NON CURRENT LIABILITIES			
Provisions	(708,067)	(708,067)	0
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>492,207,223</u>	<u>(1,949,207)</u>
NET ASSETS	<u>523,287,501</u>	<u>552,400,361</u>	<u>29,112,860</u>
EQUITY			
Accumulated Surplus - Prior Years	(500,843,187)	(500,255,711)	587,476
Accumulated Surplus - This Year	587,476	(27,980,366)	(28,567,842)
Reserves	(23,031,790)	(24,164,284)	(1,132,494)
TOTAL EQUITY	<u>(523,287,501)</u>	<u>(552,400,361)</u>	<u>(29,112,860)</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	39,928,791
Prescribed Area Rate	148,273	76,638	96,240
Government Grants & Subsidies	6,552,047	7,172,176	4,106,853
Contributions, Reimbursements and Donations	3,459,395	4,839,070	406,181
Fees & Charges	11,751,037	12,185,741	10,329,218
Interest Earnings	2,390,622	2,414,000	1,425,247
Revenue from Other Councils	123,497	106,000	72,220
Total Receipts	67,612,905	73,164,832	56,364,751
Payments:			
Employee Costs	26,822,011	27,992,748	12,595,021
Materials & Contracts	21,097,857	24,051,398	12,589,926
Utilities (Gas, Electricity, Water etc)	2,830,133	2,995,576	1,293,774
Interest Expenses	0	93,000	0
Insurance Expenses	909,599	922,540	910,751
Other Expenses	21,086	44,000	34,517
Total Payments	51,680,686	56,099,262	27,423,989
Net Cash Provided by Operating Activities	15,932,219	17,065,570	28,940,762
<u>Cash Flow from Investing Activities</u>			
Receipts:			
Proceeds from Asset Sales	743,580	1,354,200	83,975
Bonds Received	0	0	116,833
Total Receipts	743,580	1,354,200	200,808
Payments:			
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	269,715
Purchase of Vehicles & Plant	1,241,785	3,811,000	483,919
Construction of Infrastructure Assets	10,082,508	29,915,922	4,812,521
Total Payments	11,823,163	38,006,609	5,605,656
Net Cash From Investing Activities	(11,079,583)	(36,652,409)	(5,404,847)
<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)	23,535,915
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	60,207,660

CITY OF JOONDALUP
 Period: Dec-04

	<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	468,547	166,900	301,647	(1)
Furniture & Office Equipment	42,000	42,000	42,000	17,850	24,150	
Heavy Vehicles	675,000	675,000	480,000	0	480,000	(2)
Light Vehicles	1,935,000	1,935,000	1,055,000	435,450	619,550	(3)
Mobile Plant	1,201,000	1,201,000	431,000	29,814	401,186	(4)
Plant & Equipment	0	0	0	18,655	(18,655)	
Artefacts & 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	(5)
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	8,450,687	2,526,547	708,169	1,818,378	

(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 three 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 February 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 one mower, \$0.65m, which is currently out to tender and a front end loader, \$200k, due for delivery in Feb/Mar.

(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: Dec-04

	<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	3,002,042	964,100	2,037,942	1
C102 Major Building Works - Reserve Fund	5,352,000	5,352,000	200,000	39,859	160,141	1
C201 Roadworks - Municipal Fund	1,995,088	1,995,088	658,992	10,638	648,354	
C203 Roadworks - MRRP	1,446,304	1,446,304	111,353	44,471	66,882	
C301 Resurfacing - Municipal Fund	477,048	477,048	159,015	353,322	(194,307)	
C303 Resurfacing - FLRG	1,785,330	1,785,330	828,903	636,203	192,700	
C304 Resurfacing - MRRP	63,806	63,806	63,806	45,599	18,207	
C305 Resurfacing - MRDG	265,083	265,083	88,359	0	88,359	
C306 Resurfacing - Roads to Recovery	746,302	746,302	248,766	2,353	246,413	
C401 Traffic Management - Municipal Fund	1,480,384	1,480,384	775,685	466,501	309,184	
C404 Traffic Management - Black Spot	389,334	389,334	38,998	156,818	(117,820)	
C407 Traffic Management - Reserve	361,655	361,655	172,365	100,091	72,274	
C501 Shared Paths/Bicycle Facilities	353,240	353,240	131,861	122,098	9,763	
C502 Dual Use Paths - Reserve Fund	10,000	10,000	0	0	0	
C511 Footpaths - Construction	85,090	85,090	47,000	123	46,877	
C512 Footpaths - Replacement	276,600	276,600	186,300	51,400	134,900	
C521 Pedestrian Underpasses & Bridges	43,540	43,540	14,511	0	14,511	
C531 Parking Facilities - Municipal Fund	175,990	175,990	104,625	48,861	55,764	
C541 Drainage - Municipal Fund	774,020	774,020	305,020	97,940	207,080	
C542 Drainage - Reserve Fund	130,288	130,288	130,288	49,458	80,830	
C551 Street Lighting - Municipal Fund	290,895	290,895	121,256	28,084	93,172	
C601 Foreshore Protection/Restoration	3,027,131	3,027,131	1,836,704	1,222,191	614,513	2
C611 Sporting Facilities	153,500	153,500	109,500	48,044	61,456	
C621 Playground Equipment	300,116	300,116	106,296	27,710	78,586	
C631 Fencing Works	55,000	55,000	35,000	18,823	16,177	
C641 Streetscape Works	124,764	124,764	87,264	62,369	24,895	
C651 Miscellaneous Works	157,400	157,400	13,930	22,028	(8,098)	
C661 Dry Park Development/Upgrade	324,578	324,578	130,000	137,246	(7,246)	
C671 Retic Park Development/Upgrade	184,000	184,000	45,450	56,190	(10,740)	
Capital Works Total	33,305,922	33,305,922	9,753,289	4,812,520	4,940,769	

Notes:

Of the \$4.9m variance, \$2.0m relates to Corporate Projects.

The variance in Corporate Projects includes:

YTD underspends in the Sorrento Beach Development (\$0.5m) and Joondalup Works Depot (\$0.2m), Joondalup Cultural Facility (\$0.6m) and Craigie Leisure Centre (\$0.7m)

Committed funds in relation to all Capital Works is \$11.2m. Of this, \$9.1m 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: Dec-04

	GENERAL RATES			
	Rateable Value	No of Properties	Rate in \$	Rate Yield
General Rate - GRV	\$			\$
Residential	476,797,196	47,063	7.0207	33,474,503
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		41,723,052
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				41,892,858
Interim Rates & Adjustments				75,393
Discounts Allowed (Early Payment)				
TOTAL - RATES LEVIED				41,968,251
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	37,837,567
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	46,130,460
				12,337
				157,468
				169,805
			4,407,408	46,300,266
			(8,078)	67,315
				(619,215)
			4,399,330	45,748,366
				242,867
				371,315
				46,362,548

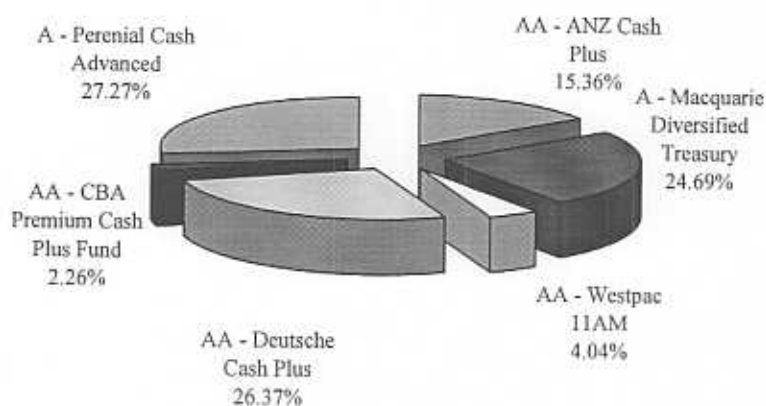
SPECIFIED AREA RATES	Budget \$	Actual \$
Specified Area Iluka	61,471	62,582
Specified Area Harbour Rise, Hillarys	-	40
Specified Area Woodvale Waters	21,600	21,735
Total	83,071	84,357

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

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		63,441	907,376	536,057
Hodges Drive Drainage Reserve	196,309				196,309	196,309
Joondalup City Centre Public Parking Reserve	229,122				229,122	229,122
Joondalup Normalisation Agreement Reserve	0				0	0
Leisure Centres Capital Replacement Reserve	7,416,195	3	(594,590)		6,821,605	212,898
Library Literacy Program Reserve	7,604			3,737	11,341	7,605
Light Vehicle Replacement Reserve	468,386	2	(259,055)	236,406	445,737	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	(31,181)	187,298	1,147,700	353,768
Rate Revaluation Reserve	65,000				65,000	130,000
Section 20A Land Reserve	31,792				31,792	31,792
Special Area Rating - Harbour Rise Reserve	57,833				57,833	11,514
Special Area Rating - Iluka Reserve	131,578				131,578	0
Sorrento Beach Foreshore Enhancement Reserve	0	5	(639,785)	2,247,864	1,608,079	0
Strategic Asset Management Reserve	0				0	1,192,594
Town Planning Scheme No. 10 (Revoked) Reserve	560,859	6	(42,869)		517,990	370,858
Wanneroo Bicentennial Trust Reserve	12,500				12,500	12,500
Total	23,031,791		(1,873,557)	3,006,494	24,164,728	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 c/wd 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 to Reserves from Municipal Fund represents 03/04 c/wd balances. Transfers from Reserves for expenditure incurred for Sorrento Beach Development.
- 6) Transfers from Reserves represents actual YTD expenditure incurred on numerous projects approved in the budget in the TPS10 area of Kingsley.

City of Joondalup - Investment Balances



Investment Account	Funds Held
	\$
AA - ANZ Cash Plus	9,581,886
A - Macquarie Diversified Treasury	15,401,676
AA - Westpac 11AM	2,521,457
AA - Deutsche Cash Plus	16,451,033
AA - CBA Premium Cash Plus Fund	1,409,280
A - Perennial Cash Advanced	17,009,101
Total Funds held in AA + A Investments	62,374,433

Total	<u>62,374,433</u>
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Amount included in total funds invested that relate to reserves: \$ 24,164,728

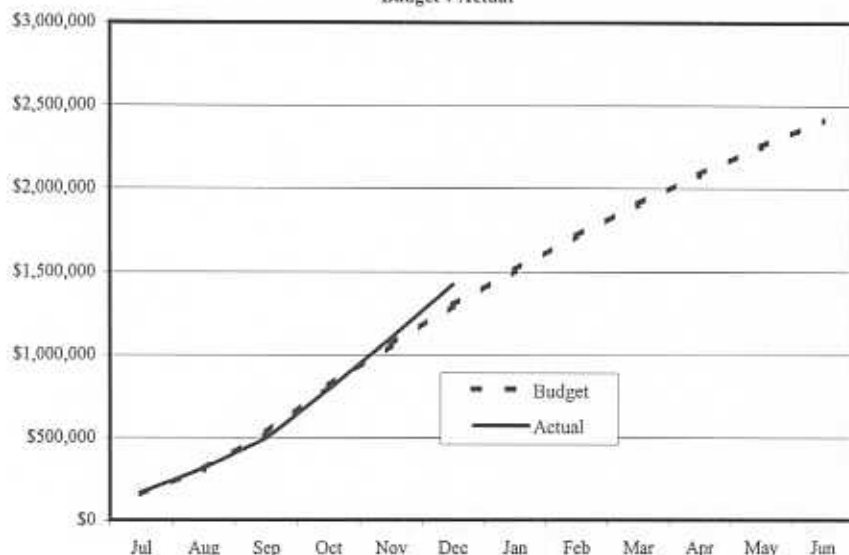
Other Comments

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
	\$1.3m	\$1.4m

Average return for the portfolio:	6.00%
Benchmark return:	5.51%

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

