



**MID YEAR REVIEW OF ANNUAL BUDGET
FOR THE 2011/12 FINANCIAL YEAR**



City of Joondalup
Revised Budget Rate Setting Statement 2011/12

Notes	Adopted Budget	Revised Budget	Variance \$	Variance %	December YTD Adopted Budget	December YTD Actual	YTD Variance \$	YTD Variance %
OPERATING REVENUE								
Rates	(74,339,858)	(74,324,119)	(15,739)	(0%)	(74,170,258)	(74,333,495)	163,237	0%
Grants and Subsidies	(3,077,873)	(3,228,940)	151,067	5%	(1,527,325)	(1,440,813)	(86,512)	(6%)
Contributions Reimbursements and Donations	(2,040,474)	(2,741,133)	700,659	34%	(979,661)	(1,477,832)	498,171	51%
Profit on Asset Disposals	(77,740)	(111,115)	33,375	43%	(72,432)	(36,017)	(36,415)	(50%)
Fees and Charges	(31,887,890)	(31,790,619)	(97,271)	(0%)	(25,058,269)	(25,117,269)	59,000	0%
Investment Earnings	(4,563,005)	(5,470,132)	907,127	20%	(2,387,992)	(3,066,319)	678,327	28%
Other Revenue/Income	(138,000)	(208,080)	70,080	51%	(69,000)	(162,045)	93,045	135%
Total Operating Revenue	(116,124,840)	(117,874,138)	1,749,298	2%	(104,264,937)	(105,633,790)	1,368,853	1%
OPERATING EXPENSES								
Employee Costs	48,980,351	49,113,097	(132,746)	(0%)	25,356,743	24,692,669	664,074	3%
Materials and Contracts	43,085,906	44,163,445	(1,077,539)	(3%)	22,639,497	20,034,722	2,604,775	12%
Utilities (gas, electricity, water etc.)	5,520,852	5,533,040	(12,189)	(0%)	2,792,997	2,679,904	113,093	4%
Depreciation of Non-Current Assets	22,728,447	22,760,376	(31,929)	(0%)	11,390,027	11,420,247	(30,220)	(0%)
Loss on Asset Disposal	132,503	148,505	(16,002)	(12%)	69,666	24,921	44,745	64%
Interest Expenses	675,602	675,101	501	0%	348,202	346,335	1,867	1%
Insurance Expenses	1,364,907	1,342,161	22,746	2%	1,359,101	1,340,121	18,980	1%
Other Expenses	-	18,969	(18,969)	(100%)	-	18,971	(18,971)	(100%)
Total Operating Expenses	122,488,568	123,754,694	(1,266,126)	(1%)	63,956,233	60,557,890	3,398,343	5%
(SURPLUS)/DEFICIT FROM OPERATIONS	6,363,728	5,880,556	483,172	8%	(40,308,704)	(45,075,900)	4,767,196	12%
ADJUSTMENTS FOR NON-CASH MOVEMENTS								
Depreciation on Assets	(22,728,447)	(22,760,376)	31,929	0%	(11,390,027)	(11,420,247)	30,220	0%
Loss on Disposals	(132,503)	(148,505)	16,002	12%	(69,666)	(24,921)	(44,745)	(64%)
Profit on Disposals	77,740	111,115	(33,375)	(43%)	72,432	36,017	36,415	50%
CASH (SURPLUS)/DEFICIT FROM OPERATIONS	(16,419,482)	(16,917,209)	497,727	3%	(51,695,965)	(56,485,051)	4,789,086	9%
NON-OPERATING REVENUE								
Non-operating Capital Grants and Subsidies	(5,557,800)	(6,471,437)	913,637	16%	(2,174,995)	(2,948,286)	773,291	36%
Non-operating Capital Contributions	(10,000)	(22,375)	12,375	124%	(10,000)	-	(10,000)	(100%)
Acquired Infrastructure Assets	(1,400,000)	(1,400,000)	-	0%	-	-	-	0%
Total Non-Operating Revenue	(6,967,800)	(7,893,812)	926,012	13%	(2,184,995)	(2,948,286)	763,291	35%
CAPITAL EXPENDITURE								
Capital Projects	3,545,461	2,346,368	1,199,093	34%	1,973,270	659,309	1,313,961	67%
Capital Works	22,831,728	23,983,685	(1,151,957)	(5%)	6,406,209	5,150,430	1,255,779	20%
Motor Vehicle Replacements	2,825,999	3,174,146	(348,147)	(12%)	1,786,999	635,870	1,151,129	64%
Loan Repayment Principal	1,479,763	1,479,763	-	0%	729,481	729,481	(0)	0%
Equity Investments	-	34,000	(34,000)	100%	-	-	-	-
Total Capital Expenditure	30,682,951	31,017,962	(335,011)	(1%)	10,895,959	7,175,090	3,720,869	34%
CAPITAL (SURPLUS)/DEFICIT	23,715,151	23,124,150	591,001	2%	8,710,964	4,226,804	4,484,160	51%
(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL	7,295,669	6,206,940	1,088,729	15%	(42,985,001)	(52,258,247)	9,273,246	22%
FUNDING								
Proceeds from Disposals	(724,100)	(774,906)	50,806	7%	(362,050)	(77,392)	(284,658)	(79%)
Surplus Carried Forward	(2,046,117)	(2,987,469)	941,352	46%	(2,046,117)	(2,987,469)	941,352	46%
Loans	-	-	-	0%	-	-	-	0%
Transfer from Reserves	(9,876,856)	(9,943,896)	67,040	1%	-	-	-	0%
Transfer to Reserves	3,937,441	5,137,752	(1,200,311)	30%	-	-	-	0%
Transfer to Accumulated Surplus	1,400,000	1,400,000	-	0%	-	-	-	0%
CLOSING FUNDS	(13,963)	(961,579)	947,616	(6787%)	(45,393,168)	(55,323,108)	9,929,940	22%

NOTES TO AND FORMING PART OF THE REVISED 2011/12 BUDGET STATEMENT***1. Rates**

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$74,339,858	\$74,324,119	(\$15,739)

The variance in rates income is immaterial and is a result of interim rates adjustments across various categories of properties

2. Government Grants and Subsidies

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$3,077,873	\$3,228,940	\$151,067

The variance is made up as follows;

Increases

a) General Purpose Grants	\$70,189
b) Kids Sport Grant	\$95,000
c) Financial Counselling	\$33,151

Decreases

d) Club Development Officer	(\$25,000)
e) Coastal Risk Study	(\$20,000)
f) Other Variations	(\$2,273)
	\$151,067

- a) The General Purpose Grant received by the City is \$70,189 over what was expected in the original budget
- b) The City applied and received approval from the Department of Sports and Recreation for \$95,000 Grant to promote sports for kids and subsidise kids registration fees at sports clubs of their choice, including \$15,000 for the administration of the program
- c) An increase of \$33,151 in the Commonwealth and State grants to support the provision of Financial Counselling Services is expected this financial year.

- d) The City discontinued its joint funding arrangement with the City of Wanneroo that is subsidised by the Department of Sports and Recreation (DSR) for the employment of a Club Development Officer, under which the City was to receive the subsidy of \$50,000 in full and share any excess cost with Wanneroo. The City requested an independent subsidy and will receive 50% of the previous joint subsidy instead.
- e) The expected cost of conducting the Coastal Risk Study supported by the Department of Transport (DOT) is now expected to be well below the original budget estimates and the associated DOT grant has been reduced accordingly.
- f) Variance in other operating grants are immaterial

3. Contributions, Reimbursements and Donations

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$2,040,474	\$2,741,133	\$700,659

The net increase in contributions and reimbursements is made up of the following;

Increases

a) Sale of Recyclable Materials-MRF	\$340,000
b) Insurance Reimbursement	\$356,014
c) Utility Charge	\$61,110

Decreases

d) Sponsorships	(\$55,200)
e) Other	(\$1,265)
	<u>\$700,659</u>

- a) Income from sales of recyclable materials is tracking above budget and is now expected to increase by \$340,000 over the original budget estimates.
- b) The increase in insurance reimbursement reflects mainly a \$251,000 claim for expenditure incurred to repair storm damage to the roof of the Mullaloo Surf Life Saving Club and a claim for damaged parking ticket machine \$8,000 plus workers compensation claim experience rebate.
- c) This higher revenue reflects increased recoveries from lessees of City properties for utility consumption.
- d) The originally budgeted sponsorship revenue incorrectly included in-kind support offered by the Community Newspaper Group and NOVA radio station valued at \$50,000. This has now been corrected. In addition, \$5,000 sponsorship originally budgeted for the Invitation Art Award is no longer expected to be received.

e) Other variances are not material and are spread across several accounts.

4. Fees and Charges

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$31,887,890	\$31,790,619	(\$97,271)

The budget variance in Fees and Charges is made up of the following;

Increases

a) Fines Enforcement Registry Charges	\$192,000
b) Learn to Swim program	\$80,000
c) Admission Fee	\$71,758
d) Domestic Refuse Removal Charges	\$53,696
e) Sale of Abandoned Vehicles	\$20,300
f) Other variations	\$2,110

Decreases

g) Land Purchase Enquiries	(\$79,795)
h) Membership Fee	(\$135,339)
i) Building Licenses	(\$140,000)
f) Parking Infringements	(\$162,000)
	<u>(\$97,271)</u>

- a) The number of unpaid parking fines referred to the Fines Enforcement Registry for collection has significantly increased with associated increase in revenue collected through the Registry
- b) The increase represent payments for the Learn to Swim Program offered this financial year that we received in advance at the end of the previous financial year and is brought to account this year during the budget review.
- c) Predominantly reflects additional income from Pool admission fee at the Craigie Leisure Centre
- d) This increase reflects additional refuse removal charges resulting from new services and other additional services during the year

- e) The number of abandoned vehicles has increased throughout the City and the income from the sale of those vehicles is expected to increase by \$20,300. This is largely offset by the additional expenditure payable for the storage and disposal of those vehicles.
- f) Other variances are spread across several items of fees and charges
- g) The revenue from land purchase inquiries has dropped due to a decline in the number of property transfers.
- h) The decrease in fee reflects a decrease in leisure centre membership over the year
- i) The reduction in income from building licenses reflects the decline in housing construction and the delay in progressing major large scale projects. The coming into effect of the new building act in April 2012 will also introduce new reduced fees and charges for new buildings.
- j) The number of parking infringements in the City is declining and the revenue thereof has been reduced accordingly, reflecting lower incidents expected during the year.

5. Investments Earnings

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$4,563,005	\$5,470,132	\$907,127

The increase in investment earnings is caused by higher volume of investment funds despite reduced average return on investment. This is a result of timing differences in the outflow of funds on capital and operating expenditures than anticipated in the original budget.

6. Other Revenue

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase / (Decrease)
\$138,000	\$208,080	\$70,080

The increase in other revenue is mainly a result of unexpected insurance premium discounts that the City has received back from the Local Government Insurance Services.

7. Employees Costs

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$48,980,351	\$49,113,098	\$132,747

The increase in Employees' costs is predominantly caused by increase in employees leave entitlement provision as leave accumulates, partly offset by savings in costs of agency employees and salaries for several vacant positions that are currently being recruited for.

8. Materials and Contracts

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$43,085,906	\$44,163,444	\$1,077,538

The increase in expenditure on material and contracts is made up as follows;

Increases

a) External Service Expense	\$896,586
b) Contributions & Donations	\$241,447
c) Maintenance Services	\$178,376
d) Professional Fees	\$86,516

Decreases

e) Vehicles & Parts and Repair	(\$37,064)
f) Advertising and Public Relations	(\$86,383)
g) Materials Purchase	(\$64,617)
h) Finance Related Cost	(\$76,393)
i) Others	(\$60,930)
	\$1,077,538

- a) The increase in external services expenditure includes, among others, the cost of repairing the roof of the Mullaloo Surf Life Saving \$251,000, which is covered by insurance – refer to item 3 b above -, additional landscape work in the Iluka and Harbour Rise specified areas of \$69,000, funded by the specified area rates reserve fund, plus additional works to trim trees under power lines \$80,000, to repair and maintain the City's ageing sports floodlights \$60,000 and provide for traffic control as arterial roads projects are being carried out, \$60,000.

Additional funds were also needed for reactive building maintenance - partly offset by savings in material purchase, ref. g) below - and for repairing and maintaining the City's decorative street lights.

The revised budget also provides for the cost of economic analysis tools to support economic development initiatives at the City, including REMPLAN software \$21,000 and "Informed Decisions" (ID) products \$56,000

- b) The increase in contributions includes additional \$105,000 in subsidy to the Warwick Leisure Centre to cover its operating deficit under its agreement with the City, \$80,000 to support sports for kids that is covered by grant – refer to 2 b above - \$15,000 for bush regeneration activities of friends groups and \$20,000 to fund community safety initiatives funded by the WA police. In addition there is a \$10,000 donation to the Lord Mayor Distress Relief Fund for the Margret River Fire Appeal. These increases are partly offset by a reduction in the ESL levy payable on the City's properties.
- c) This increase reflects increased use of the City's engineering resources to undertake additional maintenance work instead of Capital Works as originally budgeted
- d) This increase is predominantly in legal costs for advice or representation associated with the new District Planning Scheme, parking and bush fire break prosecutions and other legal advice.
- e) Vehicle repair and maintenance costs budgeted to be internally undertaken has been reduced, offset by corresponding increase in external service.
- f) Reduction caused by revised advertising costs for the Leisure Centre and Marketing publications, Joondalup Voice, Guide to Perth and Fremantle, among others.
- g) The reduced costs of materials is offset by an increase in external cost of services where the contractor invoices for the labour and material combined- ref a) above
- h) This reflects reduced cost of banking and credit card merchant fees, plus a reduction in the operating subsidy to the Mindarie Regional Council (MRC) to cover the interest payable on the loan used to buy the land for the Material Recovery Facility. The rent payable to MRC by the facility operator covers the interest on the loan eliminating the need for further subsidy.
- i) Other variances are spread over numerous other accounts.

9. Capital Grants and Contributions

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$5,557,800	\$6,471,437	\$913,637

The increase in capital grants is made up of the following;

Increases

a) Ocean Reef Marina	\$85,500
b) Road Construction	\$774,567
c) Lakeside Drive-New Path	\$70,893
d) Others	\$35,292

Decreases

e) Partial refund of grants previously received	(\$52,615)
	<u>\$913,637</u>

- a) This is a Recreational Boating Facility grant that the City applied for and received from the Department of Transport, based on the scope of work of the Ocean Reef Marina project.
- b) The Main Roads' grants for the construction of Burns Beach Road-East \$547,000, and for other works on Marmion Avenue \$118,000, were budgeted to be received last financial year. The Grants are expected to be received this year and have been reflected in the revised budget accordingly. In addition \$109,900 for Gimmell Way which was not expected to be received until next year will now be received this year.
- c) Additional grant received for a new path on Lakeside Drive as part of the Perth Bicycle Network grant funding program
- d) Other minor variations to budgeted capital grants receivable are spread across several projects.
- e) Final costs of the grant funded construction of the Trappers Drive/ Timberlane Roundabout the Whitfords Avenue – south carriageway and the works at Whitfords/Endeavour were below estimates and the City is required to refund the unused balance of the associated grants received earlier.

10. Capital Projects

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$3,545,461	\$2,346,368	(1,199,093)

Increases

a) Joondalup Performing Arts and Cultural Facility	\$35,000
b) Other	\$10,530

Decreases

c) Ocean Reef Marina	(\$1,206,427)
d) Cafes/Kiosks/Restaurants	(\$38,196)
	<u>(\$1,199,093)</u>

- a) After considering stakeholder and user requirements, Council agreed to progress the development of scope of work for this project. Consultants have been engaged for the purpose and \$35,000 in additional costs are expected to be incurred.
- b) Other minor variations are spread over several projects
- c) Council endorsed Concept Plan 7.2 in October 2011. The actions and timeline of the endorsed concept indicates that the amount originally budgeted to be spent on the project is unlikely to be incurred this financial year. The projected expenditure on the project is mainly funded from a reserve fund and has therefore been revised down –ref 16 g) below.
- d) Investigation is continuing into the suitability of identified sites for the provision of café/kiosk/restaurant facilities. Estimated expenditure to progress the investigation is expected to be \$38,000 below the original budget provision

11. Capital Works

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$22,831,728	\$23,983,685	\$1,151,957

Variations in Capital works are occurring in several programs as follows;

Increases

a) Major Building Capital Works Program	\$692,995
b) Foreshore and Natural Areas Management Program	\$193,296
c) New Paths	\$297,673
d) Local Traffic Management	\$167,767
e) Major Road Construction Program	\$1,028,642
f) Streetscape Enhancement Program	\$423,787
g) Stormwater Drainage Program	\$161,348
h) Other Capital Works	\$64,458

Decreases

i) Major Projects Program	<u>(\$1,878,009)</u>
	<u>\$1,151,957</u>

- a) The additional building works is predominantly for the installation of Photovoltaic systems at Fleur Frame, Seacrest Park, Craigie Leisure Centre and Forrest Park, at a cost of \$583,000 funded from funds carried forward from the previous year, representing the unspent balance from RLCIP projects. In addition a project to revamp the Joondalup Library Circulation Desk at an estimated cost of \$135,000 is proposed with the funds being reallocated from other library projects. Funds have also been allocated to upgrade the air conditioning controller in the Civic Chambers \$19,750, the building management system controller in the administration building \$21,140 and to replace the air conditioner at the Undercroft Bridge Club \$20,000.
- b) The increase in this program is caused by several projects including, North Marmion Beach Redevelopment \$85,000, Craigie Bushland Paths signage \$45,000 Whitfords Beach Fence \$18,000 plus \$16,000 increase to the Marmion Sorrento Foreshore project cost, all funded from money carried forward from the previous year. This in addition to \$15,000 for coastal Biodiversity signage funded by grant and \$14,000 for Littorina Park Fencing for which additional funding is required
- c) The increase in this program includes a new path on Lake Way Drive \$200,000 partly funded by \$71,000 grant, and partly by savings from other Paths projects, plus the Path at Burns Beach south \$148,000 funded by money carried forward from the previous financial year.
- d) The increase is mainly caused by the 2.26km Kingsley Drive project funded by money carried forward from the previous year

- e) This increase is in two projects, the Moore Drive/Connolly Drive dual carriage way project that began last financial year, completed this year and is funded by grant from Main Roads, \$329,000 and the Moore Drive East - Connolly to Joondalup Drive, which requires additional funding. Following a tender which will be recalled an additional \$700,000 has been provided, funded from the City's overall surplus.
- f) The increase in Streetscape Enhancement includes Burns Beach Road Landscaping for which an additional \$308,000 has been provided partly funded from savings on other projects, partly funded by reallocating \$115,000 from the Shenton Avenue project which is only expected to require \$135,000 this year. Also City Centre Planter Boxes for \$80,000 funded from Reserve. In addition there are several other landscaping projects funded from money carried forward from the previous financial year
- g) The increase in the drainage program is caused by two projects at Mirror and Blackboy parks, both are funded by money carried forward from the previous financial Year
- h) Other variances in the Capital Works program are spread across several projects
- i) The reduction in major projects budget includes \$1,700,000 for the Currambine Community Centre, which is still in the design phase, of which \$1,600,000 is funded from Reserves, plus \$250,000 for Jack-Kikeros Hall/Toilet Block, for which consultation is currently being undertaken. Both projects are unlikely to be completed this financial year and the budget has been revised down accordingly. Funds associated with the two projects will be held in Reserves until used in the next financial year.

12. Motor Vehicle Replacements

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$2,825,999	\$3,174,146	\$348,147

The Increase in the Fleet Replacement Program is caused by vehicles included in the previous year budget but delivered this year, for which money was carried forward from the previous financial year. This includes a Mitsubishi Rosa Bus with Wheel Chair Hoist \$152,000, a Mitsubishi Canter Flocon Body 4 Tonne \$161,000 and two other smaller vehicles.

13. Equity Investments

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$0	\$34,000	\$34,000

This represents the City's contribution to the repayment of the MRC loan used to acquire the land for the Resource Recovery Facility, which increases the City's equity in MRC.

14. Proceeds from Disposals

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$724,100	\$774,906	\$50,806

The variance represents an increase in estimated proceeds realisable from the disposal of fleet items that are being replaced according to the Fleet Replacement Program

15. Surplus Carried Forward

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$2,046,117	\$2,987,469	\$941,352

The revised budget brought to account the actual surplus carried forward from the previous financial year as reported in the 2010/11 audited financial statements.

16. Transfer From Reserves

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$9,876,856	\$9,943,896	\$67,040

The variance in the money transferred from Reserves is made up of several increases and decreases as follows;

Increases

a) Capital Works Carried Forward	\$3,009,255
b) Joondalup Performing Art and Cultural Facility	\$35,000
c) Harbour Rise Specified Area	\$17,431
d) Iluka Specified Area	\$50,619
e) City Centre Planter Boxes	\$80,250

Decreases

f) Currambine Community Centre	(\$1,600,000)
g) Ocean Reef Marina	(\$1,142,045)
h) Waste Management Reserve	(\$357,995)
i) Community Facility - Kingsley	(\$3,475)
j) Cafes/Kiosks/Restaurants	(\$22,000)
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	\$67,040

- a) Funds for uncompleted Capital Works carried forward at the end of the previous financial year exceeded what was estimated in the budget by \$3,000,000
- b) Funds required to progress this project is anticipated to be \$35,000 more than what was provided in the original budget- refer to 10 a) above
- c) Cost of additional works at the Harbour Rise Specified Area Rates to be funded from money held in the reserves as agreed with the rate payer association involved.
- d) Cost of additional works at the Iluka Specified Area to be funded from money held in the reserves as agreed with the rate payer association involved
- e) Cost of City Centre Planter Boxes to be funded from the Parking Reserve
- f) The project is still in the design phase and this fund will not be required this financial year- refer to 11 i) above
- g) Revised timeline for this project indicates the reserve fund will not be required this financial year- refer to 10 c) above
- h) Revised Waste Management deficit subsidised from the Reserve is less than estimates, due mainly to increased recycling income.
- i) Revised cost for the Kingsley Clubroom Terracing is marginally below the original budget estimate but will use all of the remaining funds in this reserve account.
- j) Investigation of suitable land for this project is still underway and the amount budgeted to be funded from reserve will not be required this financial year- refer to 10 d) above

17. Transfer to Reserves

Adopted Budget 2011/12	Revised Budget 2011/12	Variance Increase/ (Decrease)
\$3,937,441	\$5,137,752	\$1,200,311

The increase in money expected to be transferred to Reserves at the end of the financial year is made up of the following;

Increases

a) Reserve Funds interest	\$113,136
b) Parking Surplus set aside	\$12,525
c) Currambine Community Centre	\$100,000
d) Ocean Reef Marina	\$149,882
e) Capital Projects/ Works Carried Forward	\$824,768
	<u>\$1,200,311</u>

- a) The interest earned on Reserve Funds is higher than budget as less funds were drawn from reserves due to delays in progressing major capital projects.
- b) This increase reflects marginally better surplus from parking operation compared to what was estimated in the original budget.
- c) This amount represents excess funds raised for the Currambine project that is expected to remain unspent at the end of the financial year.
- d) This amount represents excess funds raised for the Ocean Reef Marina project that is expected to remain unspent at the end of the financial year.
- e) This amount represents the unspent funds on other capital projects for which no specific reserve account is established, that are unlikely to be spent this year and will be carried forward to the next financial year. This includes \$103,000 for the CBD Office Development, \$14,000 for Café/Kiosks project, \$258,000 in grant fund and \$450,000 for other capital works projects carried forward.