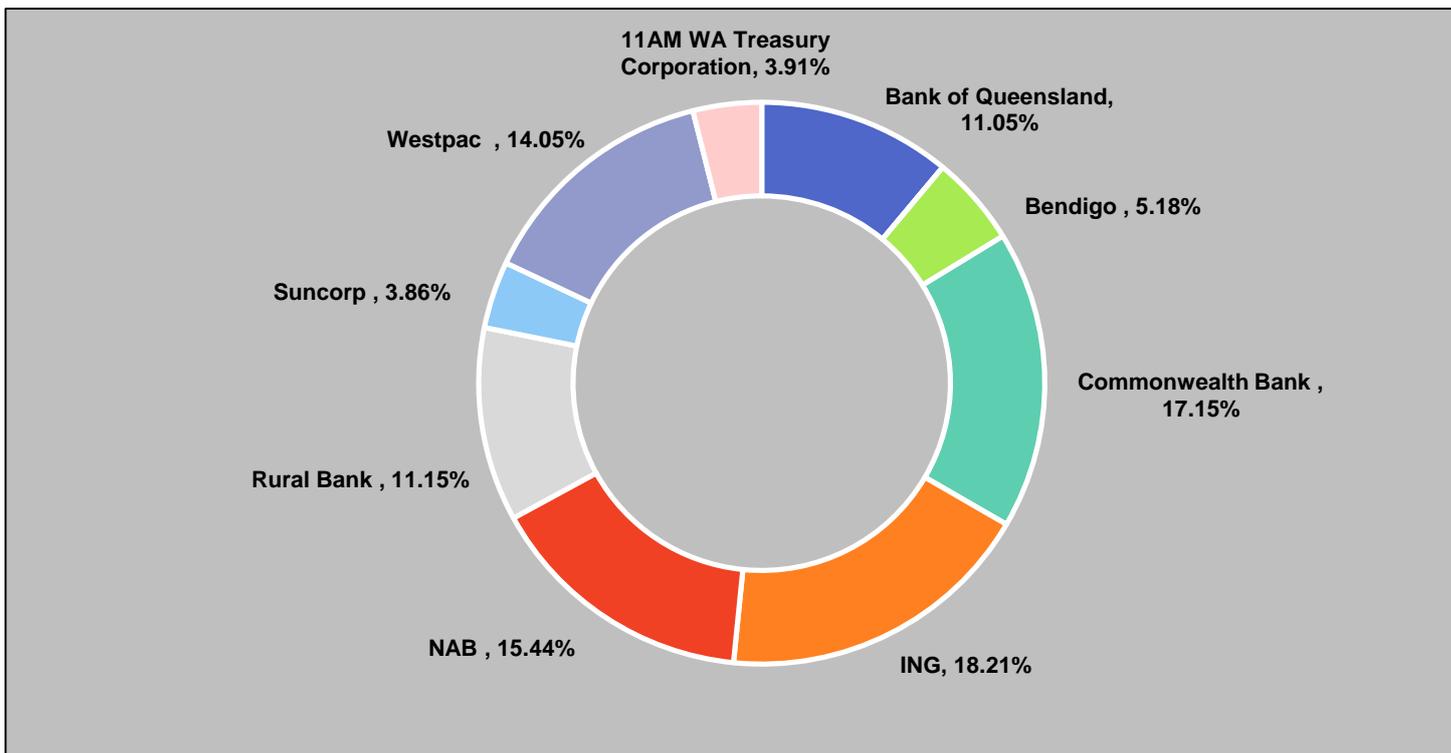


Notes	Revised Budget	YTD Revised Budget	YTD Actual	YTD Variance \$	YTD Variance %
OPERATING REVENUE					
Rates	1	(103,689,389)	(103,689,389)	(104,028,468)	339,079 0%
Specified Area Rates		(708,239)	(708,239)	(712,302)	4,063 1%
Grants and Subsidies	2	(3,281,243)	(3,103,243)	(6,215,786)	3,112,543 100%
Contributions Reimbursements and Donations	3	(1,098,152)	(1,003,112)	(929,253)	(73,859) (7)%
Profit on Asset Disposals	4	(330,299)	(305,587)	(481,910)	176,323 58%
Fees and Charges	5	(41,778,996)	(40,188,696)	(37,767,782)	(2,420,914) (6)%
Interest Earnings	6	(3,448,964)	(3,319,222)	(3,423,676)	104,454 3%
Other Revenue/Income	7	(528,651)	(448,651)	(522,083)	73,432 16%
Total Operating Revenue		(154,863,931)	(152,766,138)	(154,081,260)	1,315,122 (1)%
OPERATING EXPENSES					
Employee Costs	8	64,393,916	59,140,277	57,267,035	1,873,242 3%
Materials and Contracts	9	53,992,338	46,765,262	40,630,354	6,134,908 13%
Utilities (gas, electricity, water etc.)	10	6,070,714	5,525,822	5,204,179	321,643 6%
Depreciation & Amortisation of Non-Current Assets	11	32,210,956	29,436,375	28,303,379	1,132,996 4%
Loss on Asset Disposals	12	662,015	337,917	295,695	42,222 12%
Interest Expenses		511,296	449,314	464,025	(14,711) (3)%
Insurance Expenses		1,403,330	1,401,656	1,416,471	(14,815) (1)%
Total Operating Expenses		159,244,565	143,056,622	133,581,138	9,475,484 7%
(SURPLUS)/DEFICIT FROM OPERATIONS		4,380,636	(9,709,516)	(20,500,122)	10,790,606 111%
OPERATING NON-CASH ADJUSTMENTS					
Depreciation & Amortisation of Non Current Assets		(32,210,956)	(29,436,375)	(28,303,379)	(1,132,996) (4)%
Loss on Asset Disposal		(662,015)	(337,917)	(295,695)	(42,222) (12)%
Profit on Asset Disposals		330,299	305,587	481,910	(176,323) 58%
Other Non-Current items				-	
Movement in Non-current Items	13	(100,000)	(100,000)	231,224	(331,224) (331)%
OPERATING CASH (SURPLUS)/DEFICIT		(28,262,037)	(39,278,220)	(48,386,062)	9,107,842 23%
NON-OPERATING REVENUE					
Capital Grants and Subsidies	14	(7,062,993)	(4,970,976)	(4,196,024)	(774,952) (16)%
Capital Contributions		(1,137,368)	(407,368)	(432,300)	24,932 6%
Equity Distribution - TPRC		(500,000)	-	-	-
Other Non-Operating Revenue	15	(19,274)	(19,274)	(87,417)	68,143 354%
Total Non-Operating Revenue		(8,719,635)	(5,397,618)	(4,715,741)	(681,877) (13)%
CAPITAL EXPENDITURE					
Capital Projects	16	3,577,896	2,241,648	1,425,625	816,023 36%
Capital Works	17	37,400,464	26,361,532	20,681,057	5,680,475 22%
Vehicle and Plant Replacements	18	2,294,161	1,543,161	1,189,986	353,175 23%
Loan Repayment Principal		3,324,328	2,692,500	2,692,500	-
Total Capital Expenditure		46,596,849	32,838,841	25,989,168	6,849,673 21%
CAPITAL (SURPLUS)/DEFICIT		37,877,214	27,441,223	21,273,427	6,167,796 22%
(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL		9,615,174	(11,836,997)	(27,112,635)	15,275,638 129%
FUNDING					
Proceeds from Disposal		(3,222,881)	(1,520,121)	(1,508,257)	(11,864) (1)%
Loans - New Borrowings		-	-	-	-
Transfer from Trust		(2,189,285)	-	-	-
Transfer from Reserve		(15,292,263)	-	-	-
Transfer to Reserve		4,769,078	-	-	-
Opening Funds		(5,581,095)	(5,581,095)	(5,581,095)	(0) (0)%
CLOSING FUNDS	19	(11,901,272)	(18,938,213)	(34,201,987)	15,263,774 81%

INVESTMENT SUMMARY

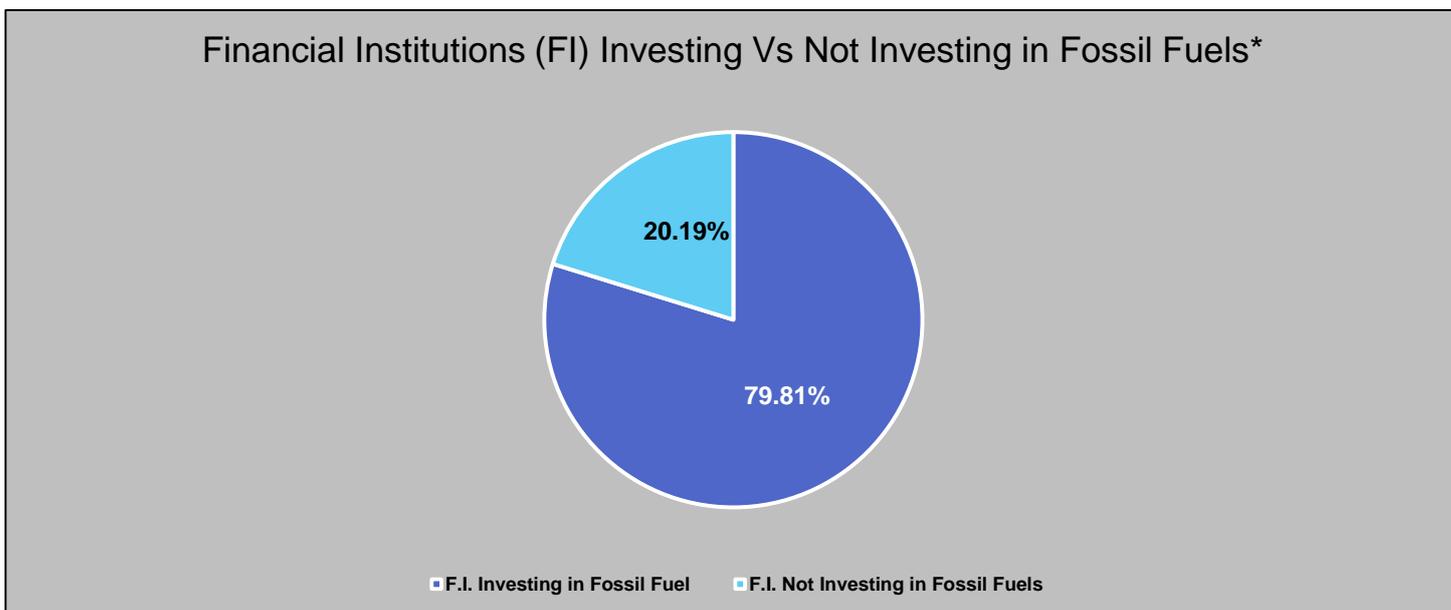
May-20



Municipal Funds	\$57,637,302	YTD Return	1.54%
Reserve Funds	\$79,687,698	Benchmark	1.25%
	\$137,325,000	RBA Rate	0.25%

Investment Policy Limits					
	LT Rating	Limit		LT Rating	Limit
Bank of Queensland	A-*	10%	NAB	AA-	25%
Bankwest	AA-	25%	Rural Bank	A-*	10%
Bendigo	A-*	10%	Suncorp	A+	15%
Commonwealth Bank	AA-	25%	Westpac	AA-	25%
ING	A+	15%	11AM WATC	AA+	25%

*S&P Long Term Rating BBB, Based on the investment policy the Long Term Rating Used is (A-) Based on Moody's and Fitch Rating



*Based on Market Forces ratings (<http://marketforces.org.au/>)

NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT FOR THE PERIOD ENDED 31 MAY 2020

1. Rates \$339,079

This favourable variance arose mainly from additional Interim Rates.

2. Grants and Subsidies \$3,112,543

A favourable timing variance has arisen from advance receipt of 2020/21 Federal General Purpose (WALGGC) Grant \$1,769,059 and 2020/21 Federal Assistance (FLRG) Grant \$1,266,129. In addition, a favourable variance arose from the City being successful in grant applications to the Department of the Environment and Energy. Funding was received for four projects of \$20,000 each for Projects Coastal Fencing, Littorina Park Natural Area rehabilitation, Warwick Open Space bushland and Trigonometric park natural area.

3. Contributions Reimbursements and Donations (\$73,859)

This unfavourable variance predominately arose from lower legal fees recoverable (\$60,250) following the decision to cease rates recovery action at the onset of the COVID-19 pandemic. The balances of the variances are spread across a number of areas.

4. Profit on Asset Disposal \$176,323

This favourable timing variance arose due to the timing of the disposal of surplus land holdings and profit on sale of land at Tamala Park \$213,385, partially offset by an unfavourable timing variance for the disposal of replaced Vehicles, Plant and Equipment (\$37,062).

5. Fees and Charges (\$2,420,914)

	YTD Budget	YTD Actual	Variance
a) Sports & Recreation Fees	\$8,793,633	\$6,924,546	(\$1,869,088)
b) Parking Fees	\$3,335,669	\$3,096,687	(\$238,982)
c) Fines & Penalties	\$1,458,375	\$1,224,578	(\$233,797)
d) Hire & Rentals	\$724,476	\$656,095	(\$68,382)
e) Other Fees and Charges	\$1,961,432	\$1,899,305	(\$62,127)
f) Refuse Charges	\$20,657,479	\$20,729,207	\$71,728
Other Fees & Charges	\$3,257,632	\$3,237,365	(\$20,266)
	<u>\$40,188,696</u>	<u>\$37,767,782</u>	<u>(\$2,420,914)</u>

a) Unfavourable variances arose due to the closure of the Leisure Centres and Facilities as a result of the restrictions from COVID-19 Pandemic. Variances included Learn to Swim Program (\$522,475), Admission Fees (\$361,936), Membership Fee (\$421,193), Other Hire of Facilities (\$259,403), Court Sport Revenue (\$188,344) and Term Programme Activities (\$85,922)

- b) Unfavourable variances arose from On Street Parking Fees (\$69,599) and Off-Street Parking Fees (\$122,531). The decline in parking revenue is attributable to business closures and restrictions arising from the COVID-19 pandemic.
- c) Unfavourable variances arose mainly from Parking Infringements (\$181,247) and Library Fines & Penalties (\$17,178).
- d) Unfavourable variances arose mainly from Property Rental (\$66,060).
- e) Unfavourable variance arose from Sale of Merchandise and Promotional Items (\$36,533) from the closure of the Leisure Centres due to the COVID-19 Pandemic.
- f) Favourable variance arose from Waste Refuse Service Charge \$35,123.

6. Interest Earnings

\$104,454

This is primarily due to Interest earned on investments as a result of higher average volumes invested than budget estimates and better than expected returns year to date, due to term deposit rates locked in prior to more recent interest rate falls.

7. Other Revenue

\$73,432

This favourable variance arose mainly from Correction & Adjustments-Credit (prior year) \$47,282 that will be adjusted to retained earnings in the end of financial year, as well as additional discounts received \$10,061.

8. Employee Costs

\$1,873,242

	YTD Budget	YTD Actual	Variance
a) Salaries and Wages	\$56,773,690	\$55,382,500	\$1,391,171
b) Other Employment Costs	\$2,366,586	\$1,884,515	\$482,071
	<u>\$59,140,277</u>	<u>\$57,267,035</u>	<u>\$1,873,242</u>

- a) Favourable timing variances for Salaries and Wages arose from vacancies in various areas, including closure of leisure facilities and libraries due to COVID-19.
- b) Favourable variances arose mainly from Other Employee Costs \$263,188 and Standard Labour Recoveries Capital \$201,306, offset by agency costs (\$187,982) to cover some vacant positions.

9. Materials and Contracts

\$6,134,908

	YTD Budget	YTD Actual	Variance
a) Administration	\$1,278,288	\$995,416	\$282,872
b) Accommodation & Property	\$913,141	\$772,926	\$140,216
c) Members Costs	\$695,541	\$597,477	\$99,064
d) Furniture, Equipment & Artworks	\$2,144,434	\$1,730,363	\$414,071
e) External Service Expenses	\$19,350,730	\$16,625,586	\$2,725,143

f) Contributions & Donations	\$1,471,546	\$1,136,340	\$335,205
g) Waste Management Services	\$9,550,812	\$9,362,344	\$188,468
h) Computing	\$2,137,731	\$1,844,885	\$292,846
i) Public Relations, Advertising & Promotions	\$1,157,823	\$724,216	\$433,608
j) Professional Fees & Costs	\$2,632,038	\$1,516,708	\$1,115,330
k) Finance Related Costs	\$737,428	\$568,272	\$89,560
Other Materials & Contracts	\$4,694,750	\$4,676,224	\$18,256
	<u>\$46,765,262</u>	<u>\$40,630,353</u>	<u>\$6,134,908</u>

- a) This favourable timing variance arose mainly from Printing \$90,857, Council Election Costs \$32,967 and Photography and Video Production \$32,740. The balances of variances are spread across a number of areas.
- b) This favourable variance arose mainly from Refuse Removal Charges \$58,463 and Security \$59,551 predominantly from the cancellation of the Joondalup Festival due to COVID-19. The balances of variances are spread across a number of areas.
- c) This favourable variance arose mainly from Elected Members Conferences and Training \$81,131.
- d) Favourable variance arose from Hire of Equipment predominately from the cancellation of the Joondalup Festival \$229,828. In addition, a favourable timing variance arose mainly from Computer & Communications Equipment Purchase-Minor \$154,337. The balance of variances are spread across a number of areas.
- e) Favourable variances arose mainly from General Waste Tipping Fees \$204,019 and External Contractors and Services \$2,134,028 spread across various areas due to timing of costs including Parks \$522,132, CEO Administration \$507,757, City Rangers \$187,186 and City Projects \$133,292. In addition, favourable arose in Programme activities \$277,476. The significant part of these variances arose as a result of restricted activity due to COVID-19. The balances of variances are spread across a number of areas.
- f) This favourable variance arose mainly from Grants & Contributions Made \$132,403, and Community Funding Program \$135,223. The balances of variances are spread across a number of areas.
- g) Favourable variances arose from Domestic Green Collection and Processing \$60,398 and Recycling Waste Collection and Processing \$227,888. The balances of variances are spread across a number of areas.
- h) This favourable variance arose mainly from Data Communication Links \$97,825 and Computer Software Subscriptions \$84,521. The balances of variances are spread across a number of areas.
- i) Favourable variances arose across a number of areas including Advertising-General \$164,555 and Promotions \$139,098.
- j) Favourable variances arose mainly from Consultancy \$818,958 and Legal Expenses Recoverable \$102,683.

- k) Unfavourable variances arose from Bad debts written off \$101,949, including rates penalty interest for March, April and May \$57,111 written off due to COVID-19 as determined by Council.

10. Utilities **\$321,643**

Favourable timing variances arose mainly from Electricity costs for Roads \$191,296, Buildings \$184,459 partially offset by a favourable timing variance for Parks (\$70,896). The balances of variances are spread across a number of areas.

11. Depreciation **\$1,132,996**

Favourable variances arose for Impairment/Write off assets \$1,048,563, which will be processed as part of end of financial year processes and Depreciation – Buildings \$66,306. The balances of the variances are spread across a number of areas.

12. Loss on Asset Disposals **\$42,222**

This favourable timing variance arose predominately from the sale of Vehicle, Plant and Equipment which is expected to be disposed in coming months.

13. Movement in Non-Current Items **(\$331,224)**

This timing variance arose in respect of a decrease to Non-current Long Service Leave Liability, which is long service leave accrued in respect of service less than 7 years and not yet eligible to be paid out or accessed.

14. Capital Grants and Subsidies **(\$774,952)**

	YTD Budget	YTD Actual	Variance
a) State Government Grants – Capital Other	\$1,295,696	\$964,526	(\$331,170)
b) State Government Blackspot	\$428,611	\$138,011	(\$290,600)
c) State Government – MRRG Roads Grant	\$1,324,362	\$764,515	(\$559,847)
d) Other Grants and Subsidies Capital Other	\$359,247	\$192,000	(\$167,247)
e) Commonwealth Grant-Roads to Recovery	\$829,128	\$1,403,040	\$573,912
Other Programs	\$733,932	\$733,932	-
	\$4,970,976	\$4,196,024	(\$774,952)

- a) This unfavourable variance arose predominantly in relation to the final instalment of the Better Bins Project grant (\$354,000) which is now only expected to be received in the next financial year.
- b) This unfavourable variance arose predominantly from SBS2078 W3820 Marmion Ave & Gilbert Rd (\$284,600) which is awaiting the 2nd 40% grant claim in June 2020. In addition, SBS2083 W3449 Whitfords Ave & Trappers Dr (\$16,000) is awaiting final supplier invoices before the final grant claim can be processed and SBS2086 W3819 Ocean Reef Rd & Eddystone Ave (\$18,000) is awaiting the 2nd 40% grant claim with the project in design phase.
- c) This unfavourable variance arose predominantly from RDC2019 Burns Beach Rd (\$384,000) with the project being delivered by Main Roads and has been delayed beyond previous estimates, with funding now expected only in November 2020. Unfavourable variances have occurred on completed projects and awaiting invoices including; RPR3032 W3808 Warwick Rd (\$82,360), RPR3033 W3809 Liburne Rd – Warwick to Lennoxton (\$20,027), RPR2890 W3840 Forrest Rd (EB) (\$34,040), RPR2888 W3841 Forrest & Alexandra (\$24,240), RPR2501 W3839 Glengarry Dr (\$22,680) and RPR2891 W3842 Glengarry Dr (\$26,480) with funding expected in the coming months.
- d) This unfavourable arose in relation to STL2073 W3822 Ellersdale Park Floodlighting (\$112,747) has been delayed with the funds now expected to be received in July 2020. In addition, PDP2282 W3547 Dog Exercise Park Development (\$26,500) funding is linked to FPR2284 Collier Pass/Elcar Park and is expected to be received in June 2020.
- e) Roads to Recovery is progressing ahead of schedule with funding received earlier than expected for RPR2004 W1108 Road Preservation & Resurfacing Program \$174,937. The balance is spread across a number of projects.

15. Other non-operating revenue

\$68,143

This favourable timing variance predominately arose from GST reimbursements in respect of TPRC land sales undertaken.

16. Capital Projects

\$816,023

	YTD Budget	YTD Actual	Variance
a) Automation Accounts Payable	\$267,060	\$126,030	\$141,030
b) Cafes/Restaurants/Kiosks	\$272,779	\$127,707	\$145,071
c) Network Infrastructure Upgrade Program	\$454,000	\$155,218	\$298,782
d) Joondalup Performing Arts & Cultural Facility	\$79,504	\$14,460	\$65,044
Other Projects	\$1,168,306	\$1,002,210	\$166,096
	<u>\$2,241,648</u>	<u>\$1,425,625</u>	<u>\$816,023</u>

- a) This favourable timing variance arose due to the project progress due to continue into the first half of the next year and expenditure to increase over the coming months.
- b) Expenditure of this project is anticipated to increase over the coming months, as this project progresses.
- c) Expenditure of this project is anticipated to increase over the coming months, as this project progresses.
- d) Following Council's decision not to commence detailed design at this time, this favourable timing variance has arisen due to further project investigation/research progressing behind estimates.

17. Capital Works

\$5,680,475

	No. Budgeted Projects	YTD Budget	YTD Actual	Variance	Key Variance
a) Foreshore and Natural Areas Management Program (FNM)	6	\$941,677	\$554,073	\$387,604	FNM2054 - \$234,142
b) Major Building Capital Works Program (BCW)	12	\$1,817,952	\$1,652,044	\$165,909	BCW2622 - \$88,147
c) Paths Program (FPN)	12	\$2,943,694	\$2,494,272	\$449,422	FPN2240-299,953
d) Major Projects Program (MPP)	11	\$2,996,208	\$2,071,581	\$924,627	MPP2006 - \$459,750 MPP2072-\$414,521
e) Road Preservation/Resurfacing Program (RPR)	86	\$5,344,414	\$5,046,198	\$298,216	RPR3084-\$62,242
f) Street Lighting Program (STL)	14	\$3,073,898	\$1,827,118	\$1,246,779	STL2003 - \$751,379 STL2073 - \$206,651
g) Stormwater Drainage Program (SWD)	11	\$987,527	\$952,518	\$35,009	SWD2181 - \$71,849
h) Parks Equipment Program (PEP)	23	\$3,024,610	\$2,539,313	\$485,297	PEP2707 - \$493,037
i) State Blackspot Projects (SBS)	7	\$461,569	\$597,219	(\$135,650)	SES2078 - (\$123,648)
j) Parks Development Program (PDP)	23	\$1,141,055	\$1,043,270	\$97,785	PDP2282 - \$36,182
k) Local Traffic Management (LTM)	8	\$1,192,096	\$278,292	\$913,805	LTM2128 - \$600,628
l) Major Road Construction Program (RDC)	3	\$374,877	\$170,124	\$204,753	RDC2020-\$230,196
m) Streetscape Enhancement Program (SSE)	4	\$780,569	\$640,269	\$140,300	SSE2011-\$105,133
n) Parking Facilities Program (PFP)	4	\$248,576	\$183,015	\$65,560	PFP2041-\$76,374
o) Slab Path Replacement (FPR)	29	\$1,016,610	\$631,392	\$385,218	FPR2286-\$247,198
Other Program	1	16,200	359	15,841	
	254	\$26,361,532	\$20,681,057	\$5,680,475	

- a) A favourable variance arose FNM2054 Whitfords Nodes, Hillarys is currently in progress \$234,142. Further favourable variance arose on FNM2070 Bushland Reserve Paths Renewal \$80,759 which is to commence in May and FNM2059 Bushland Reserve Fencing \$17,281 which is completed.
- b) Favourable variances arose include three projects which are currently in process BCW2025 Building Capital Works Various Location (\$10,082), BCW2450 Environmental Initiatives \$21,542 and BCW2634 Duffy House Restoration \$26,496 which are all on track. Further variances have occurred on BCW2573 Short Life Services Replacement Program \$22,578, BCW2560 Septic System Upgrades \$33,871, BCW2622 Falkland Park Extension \$88,147 which are all completed. An unfavourable variance has occurred on BCW2562 Ellersdale Park Clubroom Refurbishment (\$21,759) which is a multi-year project and currently in design phase.
- c) Favourable timing variance arose for FPN2245 Beach Road WABN Shared Path is completed with a favourable variance of \$34,895 and awaiting final commitments, FPN2240 Burns Beach to Mindarie Dual Use Path \$299,953 is currently in process and expected to be completed by August 2020. Favourable variances have occurred on FPN2208 Tallow Ramble \$38,713, FPN2211 Tallering Heights \$17,185 and FPN2230 Huxley Trail \$13,633 which are all completed. Two projects are to be carried forward into 20.21 FPN2173 Copperhead Ave \$14,439 which is currently under review and FPN2271 Padbury Shared Path Link \$32,681 which is expected to be completed in August 2020.
- d) Major Projects favourable variance totals \$459,750 relating to MPP2006 Cafes and Kiosks – Pinnaroo Point which is being carried forward into 20/21. MPP2072 Percy Doyle – Utilities Upgrade \$414,521 and MPP2067 Percy Doyle -Mildenhall Refurbishment \$48,813 are both on track for completed by the end of June 2020. MPP2053 Jinan Gardens Construction \$108,056, MPP2069 Percy Doyle Floodlighting Upgrades \$49,966, MPP2050 Craigie Leisure Centre Upgrade \$24,490 and MPP2013 Warwick Sports Centre \$80,291 and are all projects multiyear and are currently in design phase. These favourable variances are offset by MPP20206 Works Operations Centre (\$177,480) and MPP2034 Joondalup Admin Building Major Refurbishments (\$78,892) which are currently in progressing and due for completed in June.
- e) The Road Preservation program variance relates to 84 completed projects totalling \$491,016, these variances are offset by an unfavourable variance on RPR2004 Road Preservation & Resurfacing Program (\$192,800) which is currently in progress.
- f) Favourable variances have occurred on STL2003 Joondalup City Centre Lighting \$751,379, STL2073 Ellersdale Pk Floodlighting \$206,651, STL2083 Thornton Pk Pathway Lighting \$45,808, STL2088 Tom Simpson Pk LED \$36,680, STL2002 Path and Public Access Way Lighting \$11,131 and STL2005 Arterial & Urban Road Street Lighting \$7,133 which are all on track. STL2085 Romano Crescent PAW Lighting has been completed with a favourable variance of \$10,998. Due to Covid-19, delays have occurred with the supply of luminaires causing the following projects to be carried forward into 20/21; STL2090 Sorrento Foreshore LED Upgrade \$50,417, STL2088 Tom Simpson Pk LED Upgrade \$76,009, STL2052 Lighting Infrastructure Renewal Program \$50,261 and STL2084 Iluka Beach Pk \$35,804
- g) All Stormwater Drainage projects are completed expect SWD2001 Stormwater Drainage Upgrades (\$47,990) which is due to be completed by June 2020. Other variance related to SWD2181 Princeville Tor \$71,849, and SWD2199 Simpson Park



Sump (\$15,130) and SWD2201 Beachside Drive Drainage \$15,424 and SWD2216 Rd Work Aligned Drainage Upgrades \$8,821.

- h) Parks Equipment Program favourable variance totalling \$485,297 which is mainly related to PEP2707 Whitfords Nodes Pk Health & Wellbeing Hub is experiencing a favourable variance \$493,037 with the project carried forward and expected to be completed by October 2020. Other favourable variances have occurred on PEP2044 Universal Access Paths Program \$24,954, PEP2768 Blackboy Pk Playspace Renewal \$16,250, PEP2719 Gradient Pk Playspace Renewal \$12,724 which are all completed. PEP2776 Shade Sail Program has a favourable variance of \$29,737 with the project being carried forward onto 20/21 financial year. This favourable variance is offset by PEP2756 Lexcen Pk Playspace (\$49,657) PEP2770 Scott Pk Playspace Renewal (\$30,672) Bollards and Fencing Renewal (\$15,944), which are all completed and PEP2075 Pks Asset Replacement/Renewal (\$8,300) and PEP2010 Playspace Design Program (\$7,707) which are due for completion in June 2020.
- i) Black Spot program variance relates to SBS2078 Marmion Ave & Gilbert Rd (\$123,648) and SBS2075 Hepburn Ave Road Shoulders (\$18,195) which are both completed.
- j) Favourable variances have occurred on PDP2252 Tree Planting Program \$57,986, PDP2282 Dog Exercise Park \$36,182, PDP2287 Braden Pk Irrigation \$32,233 and PDP2280 Bridgewater Pk Cabinet \$24,141. PDP2275 Park Amenity Renewal \$33,310, PDP2311 Seacrest Pk Cabinets Renewal \$10,303 and PDP2289 Chichester Pk Cabinet Renewals \$12,206. These are offset by PDP2293 Hawker Pk Irrigation (\$56,160) and PDP2294 Huntingdale Pk (\$17,612) which are both completed. PDP2118 Moolanda Pk LMP (\$33,043) is a multi-year project and is currently in progress.
- k) Local Traffic Management variances mainly relates to LTM2128 Marmion/Edinburgh Ped Crossing \$600,628, LTM2148 Marmion/Readshaw Intersection Upgrade \$99,231 and LTM2163 Chessell Drive \$232,683 due to the timing of invoices. These are offset by LTM2003 Bus Shelter Program (\$13,572) which is completed and LTM2132 Minor Road Safety Improvements (\$13,515) which is due for completion in June 2020.
- l) Major Road Construction variance mainly related to RDC2020 Warwick Rd/Erindale Rd Intersect Upgrade \$230,196 which is slightly offset by RDC2021 Whitfords Ave/Northshore Dr Roundabout (\$24,082).
- m) SSE2011 Arterial Roads Landscape Upgrade Program is completed awaiting outstanding invoice, current variance totals \$105,133. SSE2057 Leafy City Program is a multi year project with a favourable variance valuing \$44,881.
- n) Parking Facilities Program total variance \$65,560 is associated with PFP2041 West View Car Pk \$76,374 which is completed and offset by PFP2069 Burns Beach Coastal Parking (\$12,424) which is a multiyear project.
- o) Path Replacement Program is linked to FPR2286 Ellendale Dr \$247,198, FPR2284 Collier Pass/Elcar Park \$53,114, FPR2285 Hepburn Ave – Gilmore St \$37,512 and FPR2156 Shared Path Renewal & Resurfacing \$83,337 which are all expected to be completed by the end of June 2020.

Favourable Variance
Unfavourable Variance

18. Vehicle and Plant Replacements**\$353,175**

This favourable timing variance predominately arose for a Truck \$263,770 with the order having been placed and awaiting delivery in the coming months.

19. Closing Funds**\$15,263,774**

	June 2019	May 2020
Current Assets		
Cash and Investments	\$111,629,542	\$137,217,043
Rates Outstanding, Sundry Debtors and Other Receivables	\$4,014,542	\$2,666,952
Accrued Income	\$1,437,933	\$1,108,752
Prepayments	\$475,123	\$344,510
Inventories	\$245,434	\$162,188
Total Current Assets	\$117,802,574	\$141,499,445
Current Liabilities		
Trade Creditors	\$4,911,992	\$3,473,605
Sundry Payables	\$563,195	\$1,051,752
Accrued Expenses	\$5,512,097	\$4,860,379
Other Payables	\$4,150,599	-
Borrowings	\$3,324,328	\$631,828
Provision for Annual Leave	\$4,644,369	\$4,836,278
Provision for Long Service Leave	\$6,285,252	\$6,437,099
Provision for Workers Compensation Insurance	\$2,562,776	\$2,879,457
Provision for Sick Leave	\$994,195	\$1,109,566
Other Provisions	\$194,957	\$163,415
Total Current Liabilities	\$33,143,760	\$25,443,379
Net Current Assets	\$84,658,814	\$115,972,206
Add back: Borrowings	\$3,324,328	\$631,828
Less: Cash Backed Reserves	\$82,402,047	\$82,402,047
Closing Funds – Surplus/(Deficit)	\$5,581,095	\$34,201,987

Favourable Variance
Unfavourable Variance