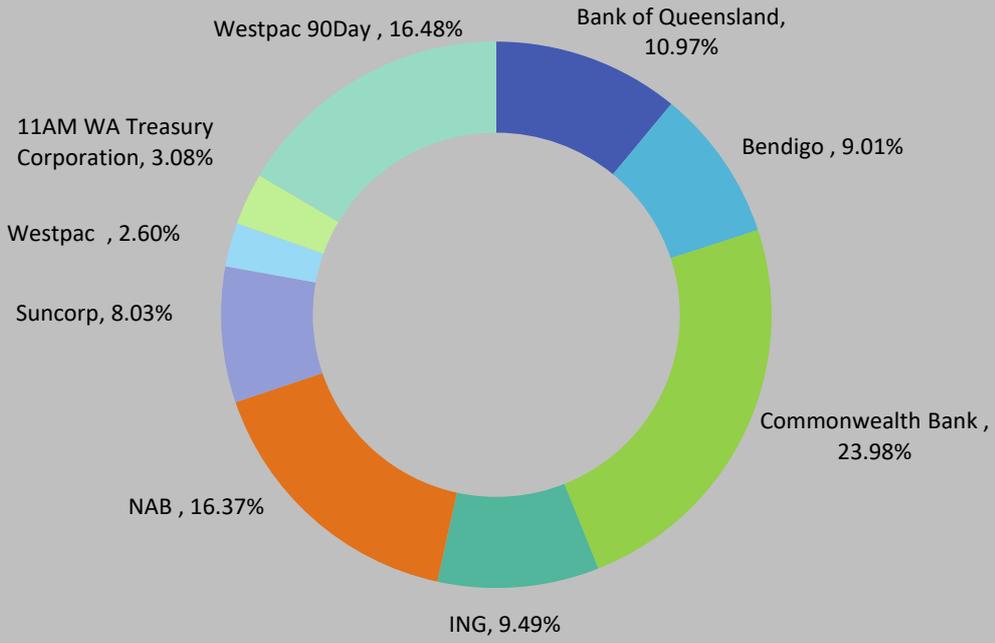


	Notes	YTD Amended Budget	YTD Budget	YTD Actual	YTD Variance \$	YTD Variance %
<b>OPERATING REVENUE</b>						
Rates	1	(99,997,776)	(99,997,776)	(99,942,921)	(54,855)	(0)%
Specified Area Rates		(704,527)	(704,527)	(707,920)	3,393	0%
Grants and Subsidies		(3,444,625)	(1,788,755)	(1,788,386)	(369)	(0)%
Contributions Reimbursements and Donations	2	(1,108,156)	(474,488)	(672,194)	197,706	42%
Profit on Asset Disposals	3	(1,402,947)	(5,105)	(104,886)	99,781	100%
Fees and Charges	4	(41,552,470)	(31,385,547)	(31,139,336)	(246,211)	(1)%
Interest Earnings	5	(666,527)	(333,502)	(372,467)	38,965	12%
Other Revenue/Income	6	(363,164)	(90,791)	(177,306)	86,515	95%
<b>Total Operating Revenue</b>		<b>(149,240,192)</b>	<b>(134,780,491)</b>	<b>(134,905,416)</b>	<b>124,925</b>	<b>0%</b>
<b>OPERATING EXPENSES</b>						
Employee Costs	7	66,183,322	28,556,319	27,003,373	1,552,946	5%
Materials and Contracts	8	69,361,501	21,796,958	18,728,908	3,068,050	14%
Utilities (gas, electricity, water etc.)	9	6,133,858	2,525,509	2,306,472	219,037	9%
Depreciation & Amortisation of Non-Current Assets	10	31,927,323	12,971,844	12,564,586	407,258	3%
Loss on Asset Disposals	11	202,273	94,258	41,058	53,200	56%
Interest Expenses		323,391	122,089	124,554	(2,465)	(2)%
Insurance Expenses	12	1,628,739	1,615,683	1,513,543	102,140	6%
<b>Total Operating Expenses</b>		<b>175,760,407</b>	<b>67,682,660</b>	<b>62,282,494</b>	<b>5,400,166</b>	<b>8%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS</b>		<b>26,520,215</b>	<b>(67,097,831)</b>	<b>(72,622,922)</b>	<b>5,525,091</b>	<b>8%</b>
<b>OPERATING NON-CASH ADJUSTMENTS</b>						
Depreciation & Amortisation of Non Current Assets		(31,927,323)	(12,971,844)	(12,564,586)	(407,258)	(3)%
Loss on Asset Disposal		(202,273)	(94,258)	(41,058)	(53,200)	(56)%
Profit on Asset Disposals		1,402,947	5,105	104,886	(99,781)	100%
Movement in Non-current Items	13	(100,000)	(100,000)	(142,387)	42,387	42%
<b>OPERATING CASH (SURPLUS)/DEFICIT</b>		<b>(4,306,434)</b>	<b>(80,258,828)</b>	<b>(85,266,067)</b>	<b>5,007,239</b>	<b>6%</b>
<b>NON-OPERATING REVENUE</b>						
Capital Grants and Subsidies	14	(15,134,120)	(3,380,915)	(6,928,082)	3,547,167	100%
Capital Contributions	15	(233,807)	(18,185)	(126,528)	108,343	100%
Equity Distribution - TPRC		(1,666,667)	-	-	-	0%
Other Non-Operating (GST Reimb TPRC Land Sales)	16	-	-	(95,043)	95,043	100%
<b>Total Non-Operating Revenue</b>		<b>(17,034,594)</b>	<b>(3,399,100)</b>	<b>(7,149,653)</b>	<b>3,750,553</b>	<b>110%</b>
<b>CAPITAL EXPENDITURE</b>						
Capital Projects	17	3,129,943	1,641,657	547,242	1,094,415	67%
Capital Works	18	54,135,505	15,265,134	10,618,534	4,646,600	30%
Vehicle and Plant Replacements	19	2,819,841	1,516,841	274,510	1,242,331	82%
<b>Total Capital Expenditure</b>		<b>60,085,289</b>	<b>18,423,632</b>	<b>11,440,286</b>	<b>6,983,346</b>	<b>38%</b>
<b>CAPITAL (SURPLUS)/DEFICIT</b>		<b>43,050,695</b>	<b>15,024,532</b>	<b>4,290,633</b>	<b>10,733,899</b>	<b>71%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL</b>		<b>38,744,261</b>	<b>(65,234,296)</b>	<b>(80,975,434)</b>	<b>15,741,138</b>	<b>24%</b>
<b>FUNDING</b>						
Proceeds from Disposal	20	(1,937,600)	(1,653,000)	(143,955)	(1,509,045)	91%
Loans - Repayment of Principal		1,836,595	674,916	674,916	-	0%
Transfer from Trust		(120,529)	-	-	-	0%
Transfer from Reserve		(47,811,278)	-	-	-	0%
Transfer to Reserve		13,232,784	-	-	-	0%
Opening Funds	21	(1,228,878)	(1,228,878)	(3,860,336)	2,631,458	(100)%
<b>CLOSING FUNDS</b>	22	<b>2,715,355</b>	<b>(67,441,258)</b>	<b>(84,304,809)</b>	<b>16,863,551</b>	<b>25%</b>

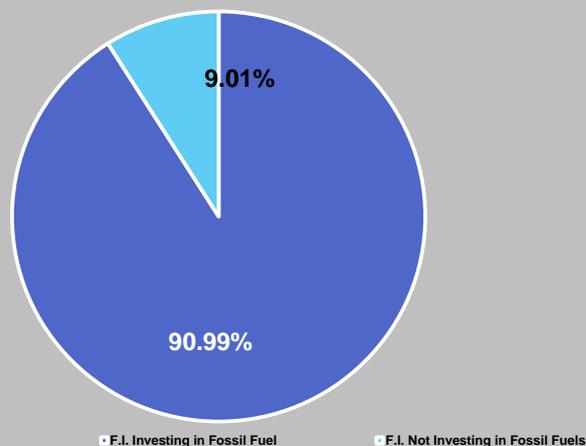


Municipal Funds	\$106,968,347	YTD Return	0.38%
Reserve Funds	\$81,746,653	Benchmark	0.60%
	<u>\$188,715,000</u>	RBA Rate	0.10%

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

Financial Institutions (FI) Investing Vs Not Investing in Fossil Fuels\*



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

**NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT FOR THE PERIOD ENDED 30 NOVEMBER 2021**

**1. Rates** **(\$54,855)**

An unfavourable variance mainly arose due to General Rates (\$68,279).

**2. Contributions Reimbursements and Donations** **\$197,706**

A favourable variance arose mainly due to Insurance Reimbursement received for Belrose Park Toilets/Changerooms \$148,258 and Container Deposit Scheme Rebate \$56,770.

**3. Profit on Asset Disposals** **\$99,781**

This favourable timing variance mainly arose due to the profit on sale of land at Tamala Park \$64,562.

**4. Fees and Charges** **(\$246,211)**

	YTD Budget	YTD Actual	Variance
a) Fines and Penalties	\$512,937	\$83,434	(\$429,503)
b) Other Fees and Charges	\$1,249,384	\$1,138,129	(\$111,255)
c) Refuse Charges	\$21,917,019	\$21,838,636	(\$78,383)
d) Building and Development Fees	\$750,417	\$944,344	\$193,927
e) Inspection and Development Fees	\$1,004,750	\$1,095,522	\$90,772
Other Fees & Charges	\$5,951,040	\$6,039,271	\$88,231
	\$31,385,547	\$31,139,336	(\$246,211)

a) Unfavourable variance mainly arose from Parking Infringements (\$338,604) and Suburban Parking Infringements (\$54,167).

b) Unfavourable variance mainly arose due to Fines Enforcement Registry Charges (\$83,499).

c) An unfavourable variance mainly due to Waste Refuse Service Charge (\$63,621).

d) Favourable variance arose mainly from Building Permits \$115,095.

e) A favourable variance mainly arose due to Swimming Pool Inspection Fee \$72,461.

**5. Interest Earnings** **\$38,965**

This favourable variance arose due to Interest from Other Financial Institutions \$51,154.

**6. Other Revenue/Income**

**\$86,515**

This favourable variance arose due to an unbudgeted insurance rebates received \$88,825.

**7. Employee Costs**

**\$1,552,946**

	YTD Budget	YTD Actual	Variance
a) Salaries and Wages	\$26,873,810	\$25,353,247	\$1,520,563
Other Employment Costs	\$1,682,509	\$1,650,126	\$32,383
	<u>\$28,556,319</u>	<u>\$27,003,373</u>	<u>\$1,552,946</u>

a) Favourable timing variances for Salaries and Wages arose from vacancies in various areas.

**8. Materials and Contracts**

**\$3,068,050**

	YTD Budget	YTD Actual	Variance
a) External Service Expenses	\$5,507,768	\$4,524,666	\$983,102
b) Waste Management Services	\$7,808,465	\$7,252,745	\$555,720
c) Professional Fees & Costs	\$1,282,326	\$852,058	\$430,268
d) Computing	\$1,687,245	\$1,409,779	\$277,466
e) Public Relations, Advertising and Promotions	\$442,246	\$248,380	\$193,866
f) Contributions & Donations	\$569,722	\$443,174	\$126,548
g) Administration	\$403,838	\$277,550	\$126,288
h) Travel, Vehicles & Plant	\$763,189	\$651,156	\$112,033
i) Accommodation & Property	\$500,991	\$428,470	\$72,521
j) Telephones and Communication	\$331,336	\$269,295	\$62,041
k) Other Materials	\$930,287	\$878,136	\$52,151
l) Members Costs	\$340,735	\$290,544	\$50,191
Other Materials & Contracts	\$1,228,810	\$1,202,955	\$25,855
	<u>\$21,796,958</u>	<u>\$18,728,908</u>	<u>\$3,068,050</u>

a) Favourable timing variances arose mainly from External Contractors and Services \$796,785, including City Projects \$205,533, Natural Areas \$171,417, Director Infrastructure Services for the Inventory Audit and Condition Assessment \$157,317, Parks \$150,898, Roads \$90,560, partially offset by Buildings (\$113,851). A favourable variance also arose on Programme Activities \$128,885. The balances of variances are spread across a number of areas.

b) A favourable variance arose mainly from General Waste Tipping Fees \$571,764, Domestic Green Waste Processing \$72,670 and Domestic Green Waste Collection \$65,968, partially offset by Processing Recycling & Got Levy (\$95,852) and Collection Bulk Green Waste (\$78,946). The balances of variances are spread across a number of areas.

c) Favourable timing variance arose mainly from Consultancy \$218,722 and Lodgement Fees \$80,270. The balances of variances are spread across a number of areas.

- d) Favourable variance mainly due to Computer Software Subscriptions \$247,255 and Computer Software Maintenance \$102,591, partially offset by Computer Software Licences (\$87,479). The balances of variances are spread across a number of areas.
- e) This favourable variance mainly arose from Promotions \$66,172 and General Advertising \$63,008. The balances of variances are spread across a number of areas.
- f) A favourable variance arose mainly due to Grants & Contributions Made \$62,448. The balances of variances are spread across a number of areas.
- g) Favourable variance mainly arose due to Other Sundry Expenses \$46,071 and Photography and Video Production \$33,125. The balances of variances are spread across a number of areas.
- h) This favourable variance arose mainly from Fuel \$54,449. The balances of variances are spread across a number of areas.
- i) This favourable variance arose mainly from timing of Council Rates (CoJ Properties) \$57,233 and Refuse Removal Charges \$48,368, partially offset by the timing of Water Rates (CoJ Properties) (\$60,915). The balances of variances are spread across a number of areas.
- j) A favourable variance arose mainly due to Mobile Phones, Pagers, Radios \$34,230. The balances of variances are spread across a number of areas.
- k) Favourable variance mainly arose from External Material Purchases Contract \$50,793. The balances of variances are spread across a number of areas.
- l) This favourable variance mainly arose due to Elected Members Conference and Training expenses \$32,036. The balances of variances are spread across a number of areas.

**9. Utilities**

**\$219,037**

Favourable timing variances arose mainly from Electricity costs for Parks \$148,792 and Buildings \$89,744.

**10. Depreciation & Amortisation of Non-Current Assets**

**\$407,258**

Favourable variances arose for Depreciation Roads Infrastructure \$376,635, Depreciation Open Reserves \$80,241 and Impairment \$87,404. This was partially offset by an unfavourable variance for Depreciation Footpaths (\$114,826) and Depreciation Computer & Communications Hardware (\$80,480). The balances of variances are spread across a number of areas.

**11. Loss on Asset Disposals**

**\$53,200**

Favourable variance mainly arose due to Loss on Asset Disposal for Fleet and Plant \$53,200.

**12. Insurance Expenses** **\$102,140**

Favourable variances arose mainly due to Industrial Special Risk Insurance \$61,217 and Public Liability Insurance \$41,199.

**13. Movement in Non-Current Items** **\$42,387**

This timing variance arose in respect of an increase in Non-current Long Service Leave Liability.

**14. Capital Grants and Subsidies** **\$3,547,167**

	YTD Budget	YTD Actual	Variance
a) Commonwealth Grants –Capital Other	-	\$2,275,554	\$2,275,554
b) State Government Grants Capital – Capital Other	\$319,997	\$921,000	\$601,003
c) State Government Grants – Capital Direct Grant Roads	\$287,012	\$574,469	\$287,457
d) Other Grants and Subsidies – Capital	-	\$278,179	\$278,179
e) Commonwealth Grants and Subsidies – Capital Blackspot	\$194,480	\$367,787	\$173,307
f) Commonwealth Grants – Capital Roads to Recovery	\$325,000	\$240,913	(\$84,087)
Other Grants and Subsidies	\$2,254,426	\$2,270,180	\$15,754
	<u>\$3,380,915</u>	<u>\$6,928,082</u>	<u>\$3,547,167</u>

- a) Favourable variance relates to the recognition of unspent grant income from previous financial year on 23 LRCI projects \$2,275,554.
- b) Favourable variance arose due to State Government Election commitments received on SBS2092 Marmion Ave and Forrest Rd Intersection \$308,000 and SBS2093 Ocean Reef Rd and Gwendoline Dr \$278,000.
- c) Favourable variance arose due to direct payment received earlier than estimated with adjustments to be included as part of the budget review.
- d) This favourable variance arose from Heritage Precinct Development \$159,120 which was expected in 2020-21. Plus the recognition of unspent grant income from previous financial year on STL2057 Timberlane Park Floodlighting \$119,059.
- e) Variance relates to the recognition of unspent grant income from previous financial year on SBS2037 Marmion/ McWhae Intersection \$173,307.
- f) The unfavourable variance arose in relation to the fourth quarterly payment received from 2020-21 being lower than expected.

**15. Capital Contributions****\$108,343**

This favourable variance mainly arose due to contributions received for Iluka Sports Club Refurbishment following fire \$121,137.

**16. Other Non-Operating Revenue****\$95,043**

This favourable timing variance predominately arose from GST reimbursements in respect of TPRC land sales undertaken \$95,043.

**17. Capital Projects****\$1,094,415**

This favourable timing variance arose mainly due to Network Infrastructure Upgrade Program \$366,894, Yellagonga Wetlands Smart Monitoring and Management \$178,336, Cafes/Restaurants/Kiosks \$167,698, Customer Service Centralisation Project \$164,366 and CCTV Libraries \$75,000. The balances of variances are spread across a number of areas.

**18. Capital Works**

**\$4,646,600**

	No. Budgeted Projects	YTD Budget	YTD Actual	Variance	Key Variance
a) Major Projects Program (MPP)	11	\$5,240,055	\$2,557,959	\$2,682,096	MPP2050 - \$1,325,717 MPP2058 - \$964,835 MPP2006 - \$240,000
b) Slab Path Replacement (FPR)	6	\$1,505,000	\$192,975	\$1,312,025	FPR2297 - \$1,095,276 FPR2289 - \$165,735
c) Road Preservation/Resurfacing Program (RPR)	91	\$2,493,109	\$2,022,691	\$470,418	RPR3196 - \$97,479 RPR2923 - \$76,000
d) Streetscape Enhancement Program (SSE)	5	\$431,258	\$63,452	\$367,806	SSE2057 - \$274,756
e) New Paths (FPN)	9	\$531,259	\$167,341	\$363,918	FPN2292 - \$323,874
f) Parks Equipment Program (PEP)	32	\$1,191,289	\$879,849	\$311,440	PEP2707 - \$205,992 PEP2853 - \$59,474
g) Parking Facilities Program (PFP)	8	\$451,892	\$276,090	\$175,802	PFP2066 - \$296,151 PFP2095 - (\$106,119)
h) Major Road Construction Program (RDC)	9	\$920,571	\$818,567	\$102,004	RDC2024 - \$154,608 RDC2021 - \$91,383
i) Street Lighting Program (STL)	16	\$1,021,733	\$1,569,752	(\$548,019)	STL2003 - (\$493,793) STL2118 - (\$117,350)
j) Major Building Capital Works Program (BCW)	18	\$439,818	\$769,098	(\$329,280)	BCW2629 - (\$142,459) BCW2643 - (\$80,731)
k) Blackspot Program (SBS)	5	\$30,880	\$178,498	(\$147,618)	SBS2090 - (\$157,256)
l) Parks Development Program (PDP)	30	\$395,681	\$480,527	(\$84,846)	PDP2341 - (\$192,655)
Other Programs	25	\$612,589	\$641,735	(\$29,146)	
	<b>265</b>	<b>\$15,265,134</b>	<b>\$10,618,534</b>	<b>\$4,646,600</b>	

- a) A favourable variance arose mainly due to MPP2050 Craigie Leisure Centre Upgrades \$1,325,717, MPP2058 Chichester Park Clubs Redevelopment \$964,835, MPP2006 Cafes, Kiosks, Restaurants - Pinnaroo Point \$240,000 and MPP2069 Percy Doyle Floodlighting \$199,622. This was partially offset by an unfavourable variance on MPP2026 Works Operation Centre Extension (\$264,324) and MPP2013 Warwick Sports Centre (\$122,976).
- b) Favourable variances mainly relates to FPR2297 Coastal Path – West View Bvd to Marina \$1,095,276 and FPR2289 Marmion Avenue (Delamere to Burns Beach) \$165,735, which are expected to be completed by December.
- c) Favourable variance mainly relates to RPR3196 Fenellia Cr \$97,479, RPR2923 Porteous Rd – Parnell Rd to Justin Dr \$76,000, RPR3161 Littorina Ave – Admiral Grv to Janthina Cr \$64,358 and RPR3080 Treetop Ave – Wedgewood to Lakeview \$51,292. This was partially offset by an unfavourable variance on RPR3221 Connolly/ Sussex Roundabout (\$71,723) and RPR2005 Parking Surfaces Renewal Program (\$54,579).
- d) A favourable variance mainly relates to SSE2057 Leafy City Program \$274,756.
- e) Favourable variance mainly relates to FPN2292 Marmion Avenue (Prendiville Avenue to Shenton Ave) \$323,874.
- f) Favourable variance arose mainly due to PEP2707 Whitfords Notes Park Health & Wellbeing Hub \$205,992, PEP2853 BMX Track Upgrades \$59,474 and PEP2757 Kingsley Park Playspace Renewal \$52,748. This was partially offset by completed projects PEP2717 Braden Park Playspace Renewal (\$87,310), PEP2720 Chelsea Park Playspace Renewal (\$61,481) and PEP2758 Simpson Park Playspace Renewal (\$53,727).
- g) A favourable variance mainly arose due to PFP2066 Pinnaroo Point Parking Improvements \$296,151, partially offset by an unfavourable variance on PFP2095 Iluka Beach Park Carpark Reconfiguration (\$106,119).
- h) Favourable variance mainly relates to RDC2024 Shenton Ave Upgrade Design \$154,608 and RDC2021 Whitfords Ave/Northshore Dr Roundabout \$91,383, partially offset by RDC2020 Warwick Rd - Erindale Rd Intersection Upgrade (\$151,684).
- i) An unfavourable variance mainly arose due to STL2003 Joondalup City Centre Street Lighting (\$493,793) and STL2118 LED Lighting Upgrades Hillarys (\$117,350).
- j) Unfavourable variance mainly arose due to BCW2629 Emerald Park Community Facility Upgrade (\$142,459) and BCW2643 Warrandyte Park Universal Access Toilet Construction (\$80,731).
- k) An unfavourable variance arose mainly due to SBS2090 Marmion Ave and Cambria (\$157,256).
- l) An unfavourable variance mainly arose due to PDP2341 Newcombe Park Amenity Improvement (\$192,655), which was partially offset by PDP2342 Charonia Park Irrigation Network \$56,935.

**19. Vehicle and Plant Replacements**
**\$1,242,331**

A favourable variance mainly arose in relation to capital acquisition of five Isuzu Trucks \$568,551, a Mistral Road Sweeper \$375,000, and an Amazone Verimower \$68,850.

**20. Proceeds from Disposal**
**(\$1,509,045)**

An unfavourable variance arose mainly due to Blackwattle not proceeding to sale this financial year (\$1,425,000) and lower than expected proceeds received from the disposal of fleet (\$84,045).

**21. Opening Funds**
**\$2,631,458**

Variations in the actual results for 2020-21 compared to the budget estimate gave rise to a favourable variance of \$2,631,458 in opening funds. The drivers for the increased end of year surplus, after taking end of year reserve movements and other offsets into account, are reductions in capital expenditure partially offset by an increase in operating expenditure. Adjustment to opening funds will be reflected in the Mid Year Budget Review.

**22. Closing Funds**
**\$16,863,551**

	<b>June 2021</b>	<b>November 2021</b>
<b>Current Assets</b>		
Cash and Investments	\$140,026,825	\$188,938,912
Rates Outstanding, Sundry Debtors and Other Receivables	\$3,650,817	\$20,842,486
Accrued Income	\$597,565	\$206,255
Prepayments	\$757,967	\$567,990
Inventories	\$226,281	\$108,963
<b>Total Current Assets</b>	<b>\$145,259,456</b>	<b>\$210,664,606</b>
<b>Current Liabilities</b>		
Trade Creditors	\$4,600,329	\$8,942,122
Sundry Payables	\$4,138,421	\$10,273,811
Accrued Expenses	\$3,105,207	\$4,644,164
Other Payables	\$695,348	-
Borrowings	\$1,836,594	\$1,161,678
Lease Liability	\$455,497	\$254,445
Provision for Annual Leave	\$4,774,903	\$4,943,668
Provision for Long Service Leave	\$6,550,516	\$6,476,915
Provision for Purchased Leave	\$147,488	\$173,385
Provision for Workers Compensation Insurance	\$2,266,015	\$3,272,616
Provision for Sick Leave	\$1,061,768	\$1,037,090
Other Provisions	\$9,415	\$9,415
<b>Total Current Liabilities</b>	<b>\$34,140,878</b>	<b>\$41,180,309</b>
<b>Net Current Assets</b>	<b>\$111,118,578</b>	<b>\$169,484,297</b>

<b>Add back: Borrowings</b>	\$1,836,594	\$1,161,678
<b>Add back: Lease Liabilities</b>	\$455,497	\$254,445
<b>Add back: Contract Liabilities for developer contributions</b>	\$1,221,867	-
<b>Less: Cash Backed Reserves</b>	\$110,772,200	\$86,595,611
<b>Closing Funds – Surplus/(Deficit)</b>	<b>\$3,860,336</b>	<b>\$84,304,809</b>