



# City of Joondalup

Financial Activity Statement for the  
Period Ended 30 June 2012

# Contents

# Appendix

Financial Activity Statement	1
Investment Summary	2
Notes to and Forming Part of the Financial Activity Statement	3



# City of Joondalup

## City of Joondalup Financial Activity Statement for the period ended 30 June 2012

		Budget	YTD Revised Budget	YTD Actual	YTD Variance \$	YTD Variance %
<b>OPERAT</b>						
Rates	1	(74,324,119)	(74,324,119)	(74,502,902)	178,783	0%
Grants and Subsidies	2	(3,228,940)	(3,228,940)	(5,018,568)	1,789,628	55%
Contributions Reimbursements and Donations	3	(2,741,133)	(2,741,133)	(2,804,063)	62,930	2%
Profit on Asset Disposals	4	(111,115)	(111,115)	(63,782)	(47,333)	(43)%
Fees and Charges	5	(31,790,619)	(31,790,619)	(32,519,233)	728,614	2%
Investment Earnings	6	(5,470,132)	(5,470,132)	(5,812,608)	342,476	6%
Other Revenue/Income	7	(208,080)	(208,080)	(284,494)	76,414	37%
<b>Total Operating Revenue</b>		<b>(117,874,138)</b>	<b>(117,874,138)</b>	<b>(121,005,650)</b>	<b>3,131,512</b>	<b>3%</b>
<b>OPERATING EXPENSES</b>						
Employee Costs	8	49,113,097	49,113,097	47,945,837	1,167,260	2%
Materials and Contracts	9	44,182,414	44,182,414	42,858,744	1,323,670	3%
Utilities (gas, electricity, water etc.)		5,533,040	5,533,040	5,564,083	(31,043)	(1)%
Depreciation of Non-Current Assets	10	22,760,376	22,760,376	23,004,304	(243,928)	(1)%
Loss on Asset Disposal	4	148,505	148,505	129,639	18,866	13%
Interest Expenses		675,101	675,101	667,320	7,781	1%
Insurance Expenses		1,342,161	1,342,161	1,368,046	(25,885)	(2)%
<b>Total Operating Expenses</b>		<b>123,754,694</b>	<b>123,754,694</b>	<b>121,537,973</b>	<b>2,216,721</b>	<b>2%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS</b>		<b>5,880,556</b>	<b>5,880,556</b>	<b>532,323</b>	<b>5,348,233</b>	<b>(91)%</b>
<b>OPERATING NON-CASH ADJUSTMENTS</b>						
Depreciation on Assets		(22,760,376)	(22,760,376)	(23,004,304)	243,928	1%
Loss on Asset Disposal		(148,505)	(148,505)	(129,639)	(18,866)	(13)%
Profit on Asset Disposals		111,115	111,115	63,782	47,333	(43)%
<b>OPERATING CASH (SURPLUS)/DEFICIT</b>		<b>(16,917,209)</b>	<b>(16,917,210)</b>	<b>(22,537,838)</b>	<b>5,620,628</b>	<b>33%</b>
<b>NON-OPERATING REVENUE</b>						
Capital Grants and Subsidies	11	(6,477,471)	(6,477,471)	(5,217,169)	(1,260,302)	(19)%
Capital Contributions	12	(22,375)	(22,375)	(83,426)	61,051	273%
Acquired Infrastructure Assets	13	(1,400,000)	(1,400,000)	-	(1,400,000)	(100)%
<b>Total Non-Operating Revenue</b>		<b>(7,899,846)</b>	<b>(7,899,846)</b>	<b>(5,300,595)</b>	<b>(2,599,251)</b>	<b>(33)%</b>
<b>CAPITAL EXPENDITURE</b>						
Capital Projects	14	2,346,368	2,346,368	1,485,873	860,495	37%
Capital Works	15	23,983,685	23,983,685	15,302,566	8,681,119	36%
Motor Vehicle Replacements	16	3,174,146	3,174,146	2,655,473	518,673	16%
Loan Repayment Principal		1,479,763	1,479,763	1,479,763	(0)	(0)%
Equity Investments		34,000	34,000	42,516	(8,516)	(25)%
<b>Total Capital Expenditure</b>		<b>31,017,962</b>	<b>31,017,962</b>	<b>20,966,191</b>	<b>10,051,771</b>	<b>32%</b>
<b>CAPITAL (SURPLUS)/DEFICIT</b>		<b>23,118,116</b>	<b>23,118,116</b>	<b>15,665,596</b>	<b>7,452,520</b>	<b>32%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL</b>		<b>6,200,906</b>	<b>6,200,906</b>	<b>(6,872,242)</b>	<b>13,073,148</b>	<b>(211)%</b>
<b>FUNDING</b>						
Proceeds from Disposal	4	(774,906)	(774,906)	(304,892)	(470,014)	(61)%
Loan Funds		-	-	-	-	0%
Materials Recovery Facility		-	-	(200,000)	200,000	100%
Transfer from Reserve		(9,943,896)	(9,943,896)	(6,799,111)	(3,144,786)	(32)%
Transfer to Reserve		6,103,953	6,103,953	12,801,098	(6,697,145)	(110)%
Transfer to Accumulated Surplus		1,400,000	1,400,000	-	1,400,000	100%
Opening Funds		(2,987,469)	(2,987,469)	(3,019,295)	31,826	1%
<b>CLOSING FUNDS</b>	17	<b>(1,412)</b>	<b>(1,412)</b>	<b>(4,394,441)</b>	<b>4,393,029</b>	<b>311121%</b>

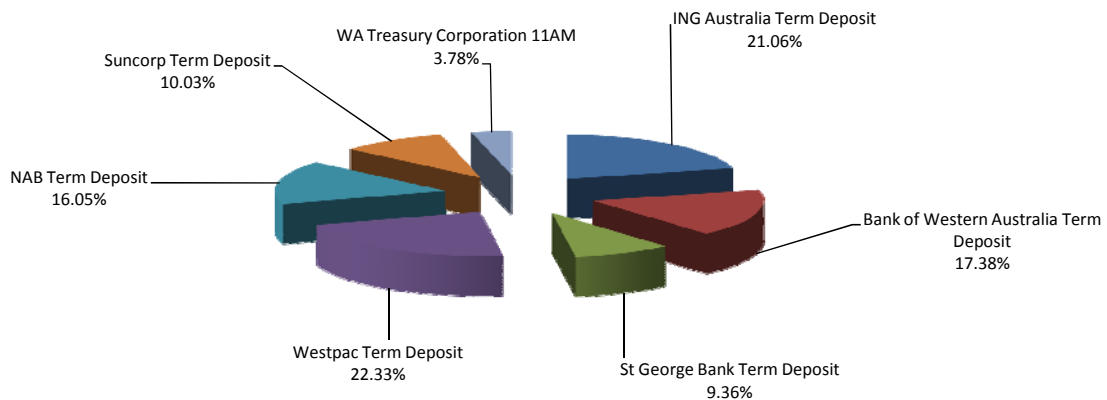


# Investment Summary

**CITY OF JOONDALUP**  
June-12

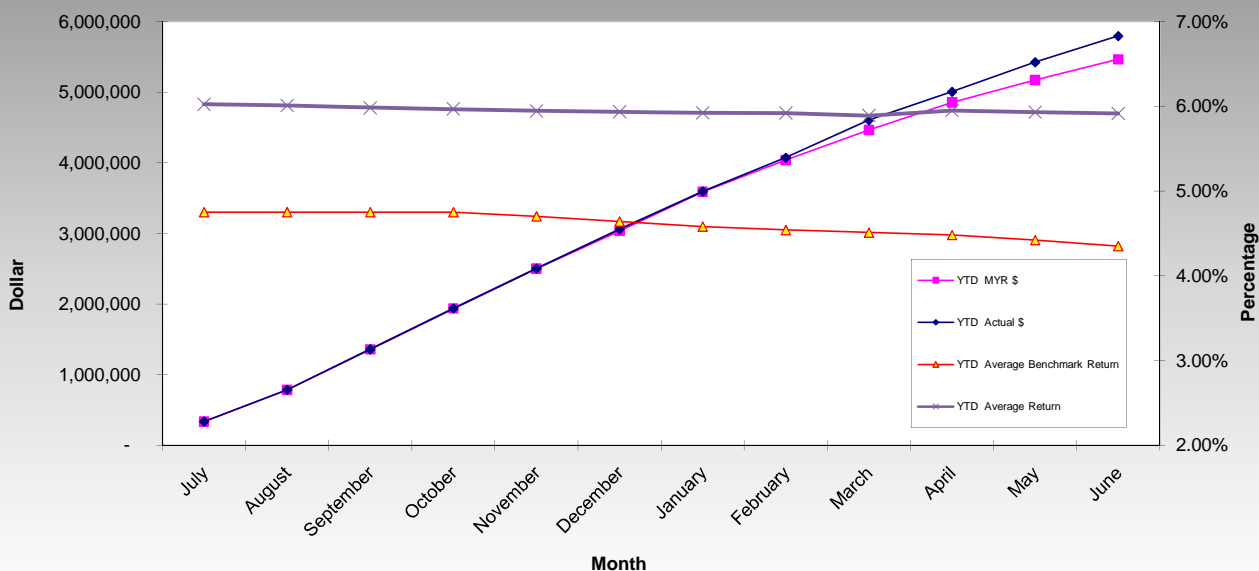
Credit Rating		Investment Account	MTD Return	YTD Return	Value \$	% of Portfolio	Policy Limit
Long Term	Short Term						
A	A-1	ING Australia Term Deposit	5.99%	5.99%	\$ 15,750,000	20.78%	15%
AA-	A-1+	Bank of Western Australia Term Deposit	5.73%	6.05%	\$ 13,000,000	19.97%	20%
AA-	A-1+	St George Bank Term Deposit	5.73%	5.72%	\$ 7,000,000	13.11%	20%
AA-	A-1+	Westpac Term Deposit	5.56%	5.90%	\$ 16,700,000	14.60%	20%
AA-	A-1+	NAB Term Deposit	5.63%	5.85%	\$ 12,000,000	14.98%	20%
A+	A-1	Suncorp Term Deposit	5.87%	6.29%	\$ 7,500,000	13.60%	15%
A-1+	AAA	WA Treasury Corporation 11AM	3.49%	4.31%	\$ 2,828,000	2.96%	20%
<b>Total Investment Portfolio</b>				5.92%	<b>74,778,000</b>	100.00%	
<b>Municipal Funds</b>					26,630,669		
<b>Reserve Funds</b>					48,147,331		
					<b>74,778,000</b>		

## City of Joondalup - Investment Balances



Month	MTD MYR \$	MTD Actual \$	YTD MYR \$	YTD Actual \$	YTD Average Benchmark Return	YTD Average Return
July	336,133	336,115	336,133	336,115	4.75%	6.02%
August	448,736	448,605	784,869	784,720	4.75%	6.01%
September	572,893	572,870	1,357,762	1,357,590	4.75%	5.98%
October	579,857	579,807	1,937,619	1,937,397	4.75%	5.97%
November	565,747	565,746	2,503,366	2,503,143	4.70%	5.94%
December	530,843	556,767	3,034,209	3,059,910	4.64%	5.94%
January	555,537	534,637	3,589,746	3,594,548	4.58%	5.92%
February	447,615	478,108	4,037,361	4,072,656	4.54%	5.92%
March	428,320	532,199	4,465,681	4,604,185	4.51%	5.89%
April	386,824	401,994	4,852,505	5,006,179	4.48%	5.95%
May	318,752	417,698	5,171,257	5,423,877	4.42%	5.93%
June	292,692	370,931	5,463,949	5,794,808	4.35%	5.92%

## Return on Investments





**NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT**  
**FOR THE PERIOD ENDED ON 30 JUNE 2012**

(Subject to final audited accounts)

**1. Rates**

Interim Rates issued are \$202,725 above budget. This is partially offset by Administration fees and Interest charges to date which are (\$18,591) below budget.

**2. Grants & Subsidies**

	YTD Revised Budget	YTD Actual	Variance
a) State General Purpose Assistance Grant	\$2,680,786	\$4,418,883	\$1,738,097
b) Other Grants & Subsidies	\$548,154	\$599,685	\$51,531
	<u>\$3,228,940</u>	<u>\$5,018,568</u>	<u>\$1,789,628</u>

a) The first payment of \$1,738,098 for the 2012/13 State General Purpose Assistance Grant has been received in June 2012.

b) The City received an unbudgeted subsidy of \$49,796 from Main Roads WA for 50% of the cost of street lighting on qualifying roads. In addition, an unbudgeted Count Me In Inclusion grant of \$39,800 was received for the Bits and Bytes Training Program and Internet Cafe Project.

The Walkability Master Plan project has experienced delays and is forecast to be completed by October 2012. The budgeted Grant funding of (\$40,000) will be received after completion.

**3. Contributions, Reimbursements and Donations**

	YTD Revised Budget	YTD Actual	Variance
a) Sale of Recyclable Materials	\$1,640,000	\$1,734,780	\$94,780
b) Other Contributions, Reimbursements and Donations	\$1,101,133	\$1,069,283	(\$31,850)
	<u>\$2,741,133</u>	<u>\$2,804,063</u>	<u>\$62,930</u>

a) Recyclable revenue received is above budget estimates for the period.

b) Favourable variances arose on Event Sponsorship \$30,127, Insurance reimbursements \$13,363 and Marmion Avenue median reimbursement from Main Roads \$14,894. These are offset by Utility charges to occupants of City buildings which is (\$94,016) below budget. The balance of the variance is spread across a number of areas.



#### 4. Asset Disposals

These variances are mainly due to the actual disposal of assets occurring later than estimated in the budget as a result of Fleet and Plant replacements being purchased later than planned in the budget.

#### 5. Fees & Charges

	YTD Revised Budget	YTD Actual	Variance
a) Refuse Charges	\$16,984,374	\$17,043,674	\$59,300
b) Parking Fees	\$1,585,000	\$1,767,352	\$182,352
c) Sports & Recreation Fees	\$6,937,283	\$7,318,153	\$380,870
d) Building and Development Fees	\$1,744,305	\$1,848,623	\$104,318
e) Hire and Rentals	\$613,497	\$705,722	\$92,225
f) Fines & Penalties	\$1,689,424	\$1,614,315	(\$75,109)
Other variances – not material	\$2,236,736	\$2,221,394	(\$15,342)
	<u>\$31,790,619</u>	<u>\$32,519,233</u>	<u>\$728,614</u>

- a) This variance is due to the actual number of refuse collection services charged being higher than budgeted.
- b) On and Off Street Parking Fees is \$168,089 above budget due to higher level of use. In addition Private Property Agreements revenue is \$14,263 above budget.
- c) Revenue for the Hire of Facilities and Parks is \$115,177 above budget. In addition revenue is above budget for the Learn to Swim program \$154,011 and Admission Fees \$91,495 driven by strong pool admissions.
- d) Revenue is above budget for Development Application Fees \$206,950 and Land Purchase Enquiries \$62,420. These are partially offset by Building License Fees that are (\$170,075) below budget
- e) Property Rental is \$79,775 above budget for the year due to a number of new telecommunication leases and a review of all existing leases to ensure that the correct rental fees are being charged.
- f) This includes unfavourable variances for Parking infringements (\$93,719) and Poundage Fees (\$20,040) offset by a favourable variance for Fines and Penalties issued by the Rangers of \$41,761.

#### 6. Investment Earnings

Investment income exceeded budget by \$342,476 as the volume of funds invested is higher than budgeted.



## 7. Other Revenue / Income

	YTD Adopted Budget	YTD Actual	Variance
a) Discounts Received	\$115,080	\$130,021	\$14,941
b) Adshell – Advertising	\$90,000	\$139,256	\$49,256
Other variances - not material	-	\$15,217	\$15,217
	<u>\$208,080</u>	<u>\$284,494</u>	<u>\$76,414</u>

- a) The discount received on early settlement of supplier invoices is \$14,941 above budget.
- b) This variance includes \$27,436 revenue received this year relating to advertising during the last quarter of the previous financial year and \$21,820 additional revenue for 2011/12 than budgeted.

## 8. Employee Costs

	YTD Revised Budget	YTD Actual	Variance
a) Salaries & Wages	\$46,570,605	\$45,407,898	\$1,162,707
b) Other Employment Costs	\$2,542,492	\$2,537,939	\$4,553
	<u>\$49,113,097</u>	<u>\$47,945,837</u>	<u>\$1,167,260</u>

- a) This favourable variance is due to vacancies and savings in a number of areas.
- b) This includes favourable variances for Staff Training costs \$109,681, Conferences and Seminars \$37,653, Study Assistance \$42,598 and Fringe Benefits Tax \$21,822. These are offset by unfavourable variances for Agency Employees (\$122,228) which are used to cover vacant positions and Staff Recruitment costs (\$92,971).



## 9. Materials and Contracts

	YTD Revised Budget	YTD Actual	Variance
a) Administration	\$1,306,227	\$1,221,192	\$85,035
b) Professional Fees & Costs	\$2,204,288	\$1,735,519	\$468,769
c) Public Relations, Advertising & Promotions	\$1,109,710	\$902,751	\$206,959
d) Computing	\$1,352,920	\$1,156,510	\$196,410
e) Travel, Vehicles & Plant	\$1,467,197	\$1,532,419	(\$65,222)
f) Contributions & Donations	\$2,069,965	\$1,840,829	\$229,136
g) Other Materials	\$1,569,587	\$1,467,573	\$102,014
h) Waste Management Services	\$9,341,495	\$9,622,057	(\$280,562)
i) External Services Expenses	\$18,968,184	\$18,677,815	\$290,369
j) Elected Member Costs	\$415,335	\$331,712	\$83,623
k) Charges and Recoveries	(\$378,552)	(\$327,726)	(\$50,826)
Other Variances - not material	\$4,756,058	\$4,698,093	\$57,965
	<u>\$44,182,414</u>	<u>\$42,858,744</u>	<u>\$1,323,670</u>

- a) This is primarily attributable to favourable variances for Election Costs \$40,147 and Printing \$68,294 which are partially offset by an unfavourable variance for Other Sundry Administration Expenses (\$32,676).
- b) This favourable variance is attributable to lower than expected expenditure on Consultancy \$420,442, Lodgment Fees \$19,052 and Legal expenses \$16,212.
- c) This favourable variance arose on a number of expenditure items which includes Promotions \$47,056, Advertising \$37,026, Catering \$67,104, Bar Stocks \$34,096 and Signage \$12,280.
- d) This favourable variance includes Software Maintenance renewals \$103,096 as a result of a change in the accounting treatment where by annual renewals were charged in full in the year they commenced and are now charged on a monthly basis from the anniversary date and Centaman software maintenance that was duplicated in the budget. Additional favourable variances include Software Purchases \$31,516, Data Communication Links costs \$17,169, Software Licences \$16,721 and Internet Provider costs \$11,576.
- e) This unfavourable variance is predominantly due to Fuel costs which are (\$66,839) over budget.
- f) Favourable variances arose for Contributions for the Joondalup CAT bus service \$10,945, Woodvale Waters \$55,000 and Yellagonga ICM Project \$22,000. In addition favourable variances also arose for Donations \$34,293 for Kidsport grant disbursements that have been included in the 2012/13 budget, Sponsorships \$85,314 and Prizes and Trophies \$15,769.

Contributions to fund the operating deficit for the Warwick Leisure Centre are (\$30,297) higher than budget for the financial year. The balance of the variance is spread across a number of areas.





- g) Material purchases are below budget for Building Maintenance \$114,168. This is offset by an increase in expenditure for External Contractors who invoice the City for labour and materials supplied combined (ref. i below). This variance also includes a favourable variance for Administration Building Works \$33,972. Unfavourable variances occurred for Material purchases for Operation Services (\$26,517) and the purchase of Trading Stock (\$13,299) for the pro shop at the Craigie Leisure Centre.
- h) The Materials Recovery Facility operating costs are \$466,929 over budget due to glass disposal costs and the operational cost of the facility being higher than estimated. In addition a favourable variance of \$186,368 occurred for domestic, bulk and weekend green waste collection for the year.
- i) External Contractor Service expenditure for the City is (\$46,335) over budget. Favourable variances arose for Graffiti Removal \$116,196, Infrastructure Inventory Data Collection \$91,564, Waste Management \$94,166, Marketing \$53,507 and Financial Services TechOne work \$51,959. Building Maintenance external contractor charges are (\$390,237) above budget as a result of higher reactive maintenance to date and material purchases being included in contractor combined charges (ref. h above). Operation Services external contractor charges are (\$166,823) over budget mainly for refuse removal, medium strip maintenance and tree pruning under power lines. The balance is mainly attributable to the reversal of prior year accruals that were not required.
- Other favourable variances arose for Program Activities \$35,513, Pest Control \$34,778, Production Costs \$14,612, Poundage Fees \$14,520 and Domestic and Bulk Tipping Fees \$201,086. The balance of the variance is spread across a number of areas.
- j) Elected Member Conference and Training Expenses are \$105,049 below budget. This is partially offset by Telecommunications Allowances which are (\$10,767) over budget as a result of an amendment to the City policy in respect of the frequency of payment of these allowances and Travel and Child Care reimbursements that are (\$11,369) over budget.
- k) Capital Overhead Recoveries are (\$99,027) below budget as the capital work crew is undertaking more maintenance work instead of capital work. This is partially offset by Fleet and Plant Recovery on capital work that is \$48,916 above budget.

#### **10. Depreciation of Non-Current Assets**

Depreciation is over budget on Property, Plant and Equipment Assets (\$107,763) and Infrastructure Assets (\$136,165).



## 11. Capital Grants and Subsidies

	YTD Revised Budget	YTD Actual	Variance
a) Major Road Construction	\$1,914,667	\$181,818	(\$1,732,849)
b) Blackspot Projects	\$604,118	\$223,763	(\$380,355)
c) Road Preservation / Resurfacing program	\$3,654,969	\$4,598,364	\$943,395
d) New Paths	\$167,943	\$70,893	(\$97,050)
Other	\$135,774	\$142,331	\$6,557
	<u>\$6,477,471</u>	<u>\$5,217,169</u>	<u>(\$1,260,302)</u>

- a) The grant revenue from the final claim for the Moore Drive / Connolly Drive dual carriageway project was (\$364,849) below budget. In addition grant funding for the Moore Drive (East) project (\$1,368,000) is to be received in 2012/13.
- b) Net final grants to be claimed on projects that are complete total (\$74,163) with an additional (\$110,158) pertaining to projects completed below budget estimates (ref. 15e below). In addition an unfavourable timing variance of (\$190,000) arose for grants to fund carried forward projects to be completed in 2012/13 including work on Oceanside Promenade.
- c) This favourable variance includes the first payment of \$1,133,381 for the 2012/13 State Local Road Grant that was received in June 2012. This is partially offset by unfavourable grant revenue variances for Roads to Recovery (\$122,618) and the 2011/12 State Local Road Grant (\$59,421).
- d) Grants for Hepburn Avenue (\$23,300) and Marmion Avenue (\$23,750) will not be received because the projects have been withdrawn. In addition an unfavourable variance of (\$50,000) arose for the Public Transport Authority Disability Access grant. This will not be claimed because the Public Transport Authority actually completed one project themselves to which the City contributed 50%.

## 12. Capital Contributions

The City received unbudgeted Contributions of \$69,301 for Small Technology Certificates for the installation of solar panels on various buildings.

## 13. Acquired Infrastructure Assets

The City did not acquire any assets from developers during the financial year.



#### 14. Capital Projects

	YTD Revised Budget	YTD Actual	Variance
a) Ocean Reef Marina Development	\$585,618	\$375,452	\$210,166
b) Information Technology Projects - various	\$564,364	\$400,406	\$163,958
c) Joondalup Performing Arts & Cultural Facility	\$235,000	\$140,294	\$94,706
d) Materials Recovery Facility upgrade	\$299,667	\$151,934	\$147,733
e) Public Art	\$50,000	-	\$50,000
f) Cafes / Restaurants / Kiosks	\$111,803	\$28,812	\$82,991
g) Joondalup City Centre Commercial Office Development	\$100,000	\$40,969	\$59,031
Other Projects – not material	\$399,916	\$348,006	\$51,910
	<u>\$2,346,368</u>	<u>\$1,485,873</u>	<u>\$860,495</u>

- a) The City has been progressing the tasks associated with the Environmental and Planning Approvals Strategy. The anticipated expenditure assumed that a number of additional tasks would need to be undertaken to contribute to the Environmental Planning Approvals Section 16 submission; however the previous work undertaken by the City was considered sufficient by the consultants for inclusion in the submission.
- b) This favourable variance is due to timing differences on a number of Information Technology projects as equipment on order has not yet arrived.
- c) Consultants are currently undertaking the Feasibility Study and Market Analysis for the Joondalup Performing Arts and Cultural Facility and the shortfall in expenditure relates to the timing of receipt of consultants progress invoices.
- d) The glass cleaning facility upgrade is complete and operational. Projects totalling \$89,667 are to be carried forward into 2012/13.
- e) Although an artist has been identified it was determined to carry the \$50,000 forward into a new Public Art reserve. This will be combined with an additional budget allocation in 2012/13.
- f) A report is pending submission to Elected Members and further expenditure on this project is conditional on Elected Members' decision.
- g) The shortfall in expenditure for 2011/12 was influenced by the delayed announcement from the State Government on the relocation of agencies to strategic Metropolitan centres. In anticipation of a favourable announcement from the State Government, the Strategic Financial Management Committee has instructed the CEO to engage consultants to progress with the preparation of an Expression of Interest process.



## 15. Capital Works

	YTD Revised Budget	YTD Actual	Variance
a) Road Preservation / Resurfacing Program	\$4,833,719	\$4,574,667	\$259,052
b) Stormwater Drainage Program	\$946,348	\$670,054	\$276,294
c) Paths Program	\$1,077,474	\$809,375	\$268,099
d) Streetscape Enhancement Program	\$2,644,472	\$1,833,402	\$811,070
e) Traffic Management Program	\$1,904,312	\$1,053,631	\$850,681
f) Parks Equipment Program	\$2,419,646	\$1,556,375	\$863,271
g) Major Road Construction Program	\$4,448,642	\$556,705	\$3,891,937
h) Parks Development Program	\$1,255,417	\$1,062,855	\$192,562
i) Major Projects Program	\$721,991	\$465,872	\$256,119
j) Building Capital Works Program	\$2,344,664	\$1,953,421	\$391,243
k) Parking Facilities Program	\$393,207	\$169,122	\$224,085
l) Street Lighting Program	\$356,955	\$52,351	\$304,604
Other Works variances - not material	\$636,838	\$544,736	\$92,102
	<u>\$23,983,685</u>	<u>\$15,302,566</u>	<u>\$8,681,119</u>

- a) The Road Preservation & Resurfacing Program has been completed with a net favourable variance to budget of \$240,090, this includes Marjorie Street \$55,500 as the project was completed in 2010/11.
- b) The Stormwater Drainage program has experienced delays in the design phase of a number of projects. Favourable timing variances on projects to be carried forward include Kingsley Drive sump \$61,527, Mullaloo Surf Club car park \$45,000, Tom Simpson car park \$45,000, Ellersdale Park sump \$80,000 and Craigie sump improvement \$49,950.
- c) The Paths Replacement Program has been completed \$16,688 below budget. The New Paths Program variance includes Bankhurst Way \$34,000 and Lakeway Drive Upgrade \$46,609 that are to be completed in 2012/13. Marmion Ave - Monkhouse Way and Hepburn Ave - Claygate Way have both been withdrawn with savings of \$47,500 and \$46,000 respectively.
- d) This variance includes \$760,402 for projects to be carried forward into 2012/13 including Entry Statements \$349,893, Joondalup Drive Landscaping \$169,200 and Central Walk Renewal Works \$70,526. In addition a favourable variance arose on the City Centre Planter Boxes \$60,500 which was to be funded from reserve.
- e) The net saving on completed projects in the Traffic Management Program is \$351,016, this includes projects at Craigie Drive / Haddington Street, Sheppard Way, Mullaloo Drive and Marmion Avenue / Whitfords Avenue turn pocket. This is partially offset by reduced Blackspot Grant funding (ref. 12b above).

A number of projects are to be carried forward to 2012/13, these are Oceanside Promenade \$363,460, Whitfords and Eddystone Avenue \$42,898, Endeavour Road \$44,000, Illyarrie / Tuart Road \$39,000 and Regatta Drive \$10,307.



- f) Variances arose for Flood Light and Pole replacement \$445,736, the Shade Structure Program \$40,978, Montague Park \$74,251, Duncraig Community Centre \$103,000, Burns Beach Park \$31,421, Charonia Kindy Playground \$26,582, Ocean Reef Skate Park \$21,731 and the decommissioning of Fenton Park Tennis Courts \$20,000 which have all been identified to be carried forward and completed in 2012/13.

In addition the resurfacing of Tennis Courts at Heathridge Park was completed \$57,731 below budget however this saving will be carried forward to fund other related projects in 2012/13.

- g) Moore Drive (East) is to be carried forward and completed in 2012/13 causing a favourable variance of \$4,059,375. This is offset by an unfavourable variance of (\$167,437) for Moore Drive / Connolly Drive dual carriageway which is complete.
- h) Variances include Carlton Park \$55,416, Iluka SAR Landscaping \$23,816 and Kinglsey Park Landscaping \$136,337 which are all to be carried forward into 2012/13.
- i) This favourable variance is predominantly a timing variance for Tom Simpson Park \$271,023 which is to be carried forward to the next financial year
- j) This includes favourable variances for photo voltaic installation at Joondalup Library \$61,842 and photo voltaic and lighting at Fleur Freame \$245,066 which are both to be carried forward into 2012/2013.
- k) This includes variances for the construction / modification of car parks at Sacred Heart College \$195,000, Patricia Giles Centre \$40,000 and Robin Reserve \$26,810 which will be completed in 2012/13.
- l) The Street lighting favourable variance is mainly due to projects being carried forward to 2012/13 including Joondalup City Centre \$183,005, Davidson Terrace \$60,060 and Arterial and Urban Roads \$24,095.

#### **16. Motor Vehicle Replacements**

This favourable variance is mainly due to timing differences to budget. Orders totalling \$429,585 have been placed and are scheduled for delivery in July 2012. The balance of the variance reflects a net saving to budget on acquisitions for the year.



### 17. Closing Funds

	June 2011	June 2012
<b>Current Assets</b>		
Cash Assets	\$66,889,699	\$74,807,969
Rates and Sundry Debtors	\$2,835,602	\$1,828,476
GST Receivable	\$871,475	\$729,744
Accrued Income	\$1,127,694	\$1,503,567
Advances and Prepayments	\$938,303	\$514,040
	\$72,662,773	\$79,383,796
<b>Less: Current Liabilities</b>		
Creditors	(\$5,007,309)	(\$2,915,453)
Sundry Payables	(\$243,257)	(\$291,233)
Provisions - Annual Leave	(\$3,026,905)	(\$3,402,016)
Provisions - Other	(\$4,849,904)	(\$5,616,370)
Accrued Expenses	(\$5,314,529)	(\$5,238,139)
Income in Advance	(\$1,020,183)	(\$1,105,017)
Borrowings	(\$1,479,763)	(\$1,565,374)
GST Payable	(\$225,176)	(\$116,874)
	(\$21,167,026)	(\$20,250,476)
<b>Net Current Assets</b>	<b>\$51,495,747</b>	<b>\$59,133,320</b>
<b>Add:</b> Borrowings	\$1,479,763	\$1,565,374
<b>Less:</b> Reserves	(\$48,526,878)	(\$54,528,866)
<b>Less:</b> Non-current Provision	(\$1,460,326)	(\$1,850,357)
<b>Closing Funds - Surplus</b>	<b>\$2,988,306</b>	<b>\$4,319,471</b>
<b>Add/(less):</b> Other non-current adjustments	\$30,989	\$74,970
<b>Adjusted Closing Funds - Surplus</b>	<b>\$3,019,295</b>	<b>\$4,394,441</b>