



# City of Joondalup

Financial Activity Statement for the  
Period Ended 30 April 2014

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**City of Joondalup**  
**Financial Activity Statement**  
for the period ended 30 April 2014

	Notes	Revised Budget	YTD Revised Budget	YTD Actual	YTD Variance \$	YTD Variance %
<b>OPERATING REVENUE</b>						
Rates		(82,267,891)	(82,217,891)	(82,198,494)	(19,397)	(0)%
Specified Area Rates		(341,591)	(341,591)	(343,691)	2,100	1%
Grants and Subsidies	1	(2,249,304)	(1,776,813)	(1,602,199)	(174,614)	(10)%
Contributions Reimbursements and Donations	2	(2,039,075)	(1,635,530)	(1,774,743)	139,213	9%
Profit on Asset Disposals	3	(1,062,492)	(1,044,179)	(1,825,851)	781,672	75%
Fees and Charges	4	(37,504,959)	(34,814,848)	(35,016,321)	201,473	1%
Interest Earnings	5	(4,655,792)	(4,155,997)	(4,218,208)	62,211	1%
Other Revenue/Income	6	(254,442)	(233,768)	(264,984)	31,216	13%
<b>Total Operating Revenue</b>		<b>(130,375,544)</b>	<b>(126,220,616)</b>	<b>(127,244,491)</b>	<b>1,023,875</b>	<b>1%</b>
<b>OPERATING EXPENSES</b>						
Employee Costs	7	55,829,181	46,799,112	46,140,951	658,161	1%
Materials and Contracts	8	50,232,354	41,139,302	38,012,615	3,126,687	8%
Utilities (gas, electricity, water etc.)		5,986,774	4,935,283	4,934,060	1,223	0%
Depreciation & Amortisation of Non-Current Assets	9	19,288,030	16,078,562	16,528,806	(450,244)	(3)%
Loss on Asset Disposals	10	295,682	254,009	182,060	71,949	28%
Interest Expenses		488,677	413,886	413,460	426	0%
Insurance Expenses		1,626,732	1,622,673	1,621,829	844	0%
<b>Total Operating Expenses</b>		<b>133,747,430</b>	<b>111,242,827</b>	<b>107,833,781</b>	<b>3,409,046</b>	<b>3%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS</b>		<b>3,371,885</b>	<b>(14,977,788)</b>	<b>(19,410,710)</b>	<b>4,432,922</b>	<b>30%</b>
<b>OPERATING NON-CASH ADJUSTMENTS</b>						
Depreciation & Amortisation of Non Current Assets		(19,288,030)	(16,078,562)	(16,528,806)	450,244	3%
Loss on Asset Disposal		(295,682)	(254,009)	(182,060)	(71,949)	(28)%
Profit on Asset Disposals		1,062,492	1,044,179	1,825,851	(781,672)	(75)%
Other Non-Current items	11	(140,000)	(140,000)	(162,871)	22,871	16%
<b>OPERATING CASH (SURPLUS)/DEFICIT</b>		<b>(15,289,335)</b>	<b>(30,406,181)</b>	<b>(34,458,596)</b>	<b>4,052,415</b>	<b>13%</b>
<b>NON-OPERATING REVENUE</b>						
Capital Grants and Subsidies	12	(5,360,046)	(3,541,478)	(3,422,137)	(119,341)	(3)%
Capital Contributions		(1,503,497)	(1,407,568)	(1,451,150)	43,582	3%
Equity Distribution - TPRC		(666,666)	(666,666)	(666,666)	-	0%
Acquired Infrastructure Assets		(500,000)	-	-	-	-
<b>Total Non-Operating Revenue</b>		<b>(8,030,209)</b>	<b>(5,615,713)</b>	<b>(5,539,953)</b>	<b>(75,760)</b>	<b>(1)%</b>
<b>CAPITAL EXPENDITURE</b>						
Capital Projects	13	4,349,992	3,331,533	1,721,392	1,610,141	48%
Capital Works	14	36,270,283	25,700,671	20,420,868	5,279,803	21%
Motor Vehicle Replacements	15	2,552,577	2,052,577	1,349,574	703,003	34%
Loan Repayment Principal		1,655,977	1,259,486	1,259,486	-	0%
Equity Investments		39,712	19,856	19,524	332	0%
<b>Total Capital Expenditure</b>		<b>44,868,540</b>	<b>32,364,123</b>	<b>24,770,843</b>	<b>7,593,280</b>	<b>23%</b>
TPRC Development Costs	16	-	-	348,312	(348,312)	(100)%
<b>CAPITAL (SURPLUS)/DEFICIT</b>		<b>36,838,332</b>	<b>26,748,411</b>	<b>19,579,202</b>	<b>7,169,209</b>	<b>27%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL</b>		<b>21,548,997</b>	<b>(3,657,770)</b>	<b>(14,879,394)</b>	<b>11,221,623</b>	<b>307%</b>
<b>FUNDING</b>						
Proceeds from Disposal	17	(711,100)	(589,973)	(2,781,910)	2,191,937	372%
Transfer from Trust		(615,463)	-	-	-	-
Transfer from Reserve		(25,303,600)	-	-	-	-
Transfer to Reserve		5,545,978	-	-	-	(100)%
Transfer to Accumulated Surplus		500,000	-	-	-	-
Transfer from Accumulated Surplus		-	-	-	-	100%
Opening Funds		(986,719)	(986,719)	(986,719)	-	0%
<b>CLOSING FUNDS</b>		<b>(21,907)</b>	<b>(5,234,462)</b>	<b>(18,648,023)</b>	<b>13,413,560</b>	<b>100%</b>



# Investment Summary

**CITY OF JOONDALUP**  
April-14

Credit Rating		Investment Account	MTD Return	YTD Return	Value \$	% of Portfolio	Policy Limit
Long Term	Short Term						
A-	A-2	Bank of Queensland Term Deposit	3.81%	3.82%	8,000,000	8.95%	10%
A-	A-2	Bendigo Bank Term Deposit	3.79%	3.79%	4,700,000	5.26%	10%
A	A-1	ING Australia Term Deposit	3.79%	4.06%	13,000,000	14.54%	15%
A	A-1	Macquarie Term Deposit	3.75%	3.75%	1,000,000	1.12%	15%
AA-	A-1+	NAB Term Deposit	3.78%	3.92%	18,500,000	20.69%	25%
A-	A-2	Rural Bank Term Deposit	3.82%	3.82%	11,000,000	12.30%	10%
AA-	A-1+	St George Term Deposit	3.72%	3.82%	5,500,000	6.15%	25%
A+	A-1	Suncorp Term Deposit	3.74%	3.94%	2,000,000	2.24%	15%
AA-	A-1+	Westpac Term Deposit	3.79%	3.90%	22,600,000	25.28%	25%
AA+	A-1+	11AM WA Treasury Corporation	2.45%	2.48%	3,108,000	3.48%	25%

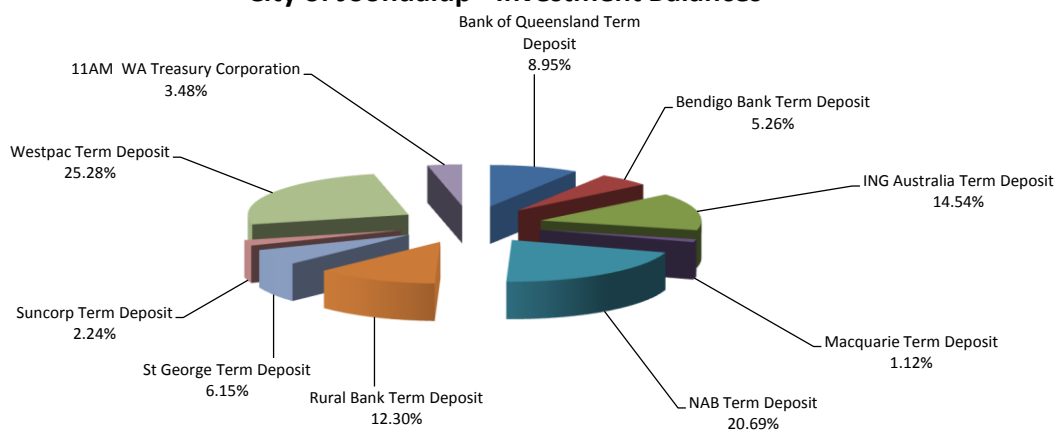
**Total Investment Portfolio** 3.74% 3.88% **89,408,000** 100.00%

**Municipal Funds** 35,595,954

**Reserve Funds** 53,812,046

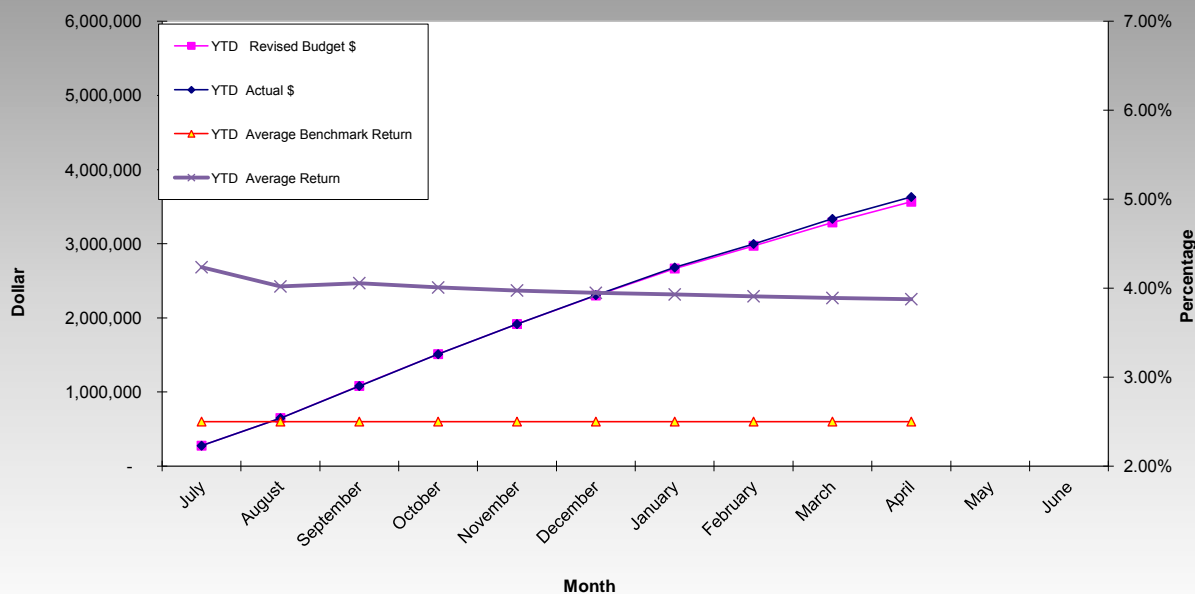
**89,408,000**

## City of Joondalup - Investment Balances



Month	Revised Budget \$	MTD Actual \$	YTD Revised Budget \$	YTD Actual \$	YTD Average Benchmark Return	YTD Average Return
July	274,610	274,496	274,610	274,496	2.50%	4.24%
August	372,683	372,095	647,293	646,591	2.50%	4.02%
September	433,432	433,162	1,080,725	1,079,754	2.50%	4.06%
October	429,144	429,027	1,509,869	1,508,780	2.50%	4.01%
November	406,259	406,188	1,916,128	1,914,968	2.50%	3.97%
December	384,601	390,809	2,300,729	2,305,777	2.50%	3.95%
January	364,359	372,842	2,665,088	2,678,619	2.50%	3.93%
February	307,082	317,840	2,972,170	2,996,459	2.50%	3.91%
March	314,690	338,785	3,286,860	3,335,244	2.50%	3.89%
April	279,270	294,739	3,566,130	3,629,983	2.50%	3.88%

## Return on Investments





**NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT**  
**FOR THE PERIOD ENDED ON 30 APRIL 2014**

**1. Grants and Subsidies**

	YTD Revised Budget	YTD Actual	Variance
a) Other Grants & Subsidies	\$586,061	\$411,447	(\$174,614)
WALGGC – General Purpose Grant	\$1,190,752	\$1,190,752	-
	<u>\$1,776,813</u>	<u>\$1,602,199</u>	<u>(\$174,614)</u>

- a) Kidsport grant funding of (\$153,550) was budgeted to be received in February however this is now forecast to be received in May. In addition unfavourable timing variances arose for Lotterywest grants for the Joondalup Festival (\$43,000). These are offset by unbudgeted grants received for SES computer equipment \$5,220 and the City's Recovery Management Training Project \$2,397. The balance of the variance includes favourable timing variances of \$12,019.

**2. Contributions, Reimbursements and Donations**

	YTD Revised Budget	YTD Actual	Variance
a) Sale of Recyclables	\$1,018,227	\$1,043,677	\$25,450
b) Sponsorship	\$99,163	\$132,450	\$33,287
c) Insurance Reimbursements	\$20,005	\$35,617	\$15,612
d) Other Reimbursements	\$498,135	\$562,999	\$64,864
	<u>\$1,635,530</u>	<u>\$1,774,743</u>	<u>\$139,213</u>

- a) Estimated revenue from the Sale of Recyclables is \$25,450 over budget due to higher sales volume.
- b) This favourable variance is mainly attributable to unbudgeted sponsorship of \$27,000 received from the Community Newspaper Group which will be offset by increased advertising costs.
- c) This favourable variance includes an unbudgeted Insurance Reimbursement of \$12,700 for repairs to the wooden flooring at the Craigie Leisure Centre.
- d) An unbudgeted re-imbusement was received for the Northern Region Metro Strategic OSH Project \$15,525 and an invoice has been raised for the re-imbusement of \$29,123 for Whitfords Activity Centre Traffic and Economic Assessments. The balance of the variance is spread across a number of areas.



### 3. Profit on Asset Disposals

The increased profit on disposal is predominantly due to gains on the disposal of Tamala Park Regional Council (TPRC) land holdings \$836,234 which were not in the budget. This is partially offset by lower than anticipated profit of (\$54,561) on the disposal of fleet and plant assets.

### 4. Fees and Charges

	YTD Revised Budget	YTD Actual	Variance
a) Licenses and Registrations	\$716,772	\$769,567	\$52,795
b) Building and Development Fees	\$1,632,890	\$1,848,744	\$215,854
c) Sports and Recreation Fees	\$7,054,202	\$6,939,619	(\$114,583)
d) Parking Fees	\$1,899,398	\$1,808,046	(\$91,352)
e) Other Fees and Charges	\$1,849,940	\$1,911,840	\$61,900
Refuse Charges	\$19,200,379	\$19,225,837	\$25,458
Other variances	\$2,461,267	\$2,512,668	\$51,401
	<u>\$34,814,848</u>	<u>\$35,016,321</u>	<u>\$201,473</u>

- a) This includes favourable variances for Dog registration fees \$36,404 and Food Business Administration Fees \$17,928 offset by lower than budgeted revenue for Cat registration fees of (\$19,786) due to lower level of registration than estimated.
- b) Favourable variances arose for Development Application Fees \$172,358, which includes applications for multiple dwellings in Duncraig and a gymnasium addition at Lake Joondalup Baptist College, Other Building and Development Charges \$31,984 and Land Purchase Enquiries \$34,595. These are partially offset by an unfavourable variance of (\$29,570) for Building Licenses.
- c) Leisure Centre net revenue is (\$202,334) below budget. This includes unfavourable variances for Admission Fees (\$126,280), partly due to the leisure pool being closed for the whole of January, Membership Fees (\$55,835) and Personal Training (\$32,993). These are partly offset by higher income from the Hire of City Facilities and Parks \$80,587.
- d) On Street Parking Fee income is (\$104,866) below budget due to lower demand. This is offset by additional Private Property Agreement revenue of \$18,628 due to increased patrols of the new multi-deck and open air car parks at Joondalup Health Campus.
- e) Revenue is higher than budget for Fines Enforcements Registry Charges \$45,801 mainly due to increased patrols at Joondalup Health Campus and Engineering Supervision Fees for subdivisions \$48,766. The balance of the variance is spread across a number of areas.



## 5. Interest Earnings

Interest earned on investments exceeded budget by \$65,427 mainly due to the volume of funds invested being higher than budgeted. This is offset by lower than budgeted interest on Rates Instalments and Late Payment of (\$2,317).

## 6. Other Revenue

The discount received on early settlement of supplier invoices is \$25,734 above budget. In addition, Adshell Advertising revenue is \$5,482 higher than budget estimates.

## 7. Employee Costs

	YTD Revised Budget	YTD Actual	Variance
a) Salaries and Wages	\$43,885,412	\$43,502,996	\$382,416
b) Other Employment Costs	\$2,913,700	\$2,637,955	\$275,745
	<u>\$46,799,112</u>	<u>\$46,140,951</u>	<u>\$658,161</u>

- a) The variance in Salaries and Wages is predominantly due to existing staff vacancies.
- b) This includes favourable variances for Staff Recruitment \$86,100, Staff Training \$152,752, Study Assistance \$30,617 and provision for other Employee Costs \$138,789, partially offset by an unfavourable variance for Agency Employees (\$251,077) used to cover staff vacancies. In addition, a favourable variance arose for Capital Labour Recoveries \$60,613 due to the timing of internal labour used on capital works

## 8. Materials and Contracts

	YTD Revised Budget	YTD Actual	Variance
a) External Service Expenses	\$17,615,065	\$16,137,209	\$1,477,856
b) Contribution & Donations	\$1,832,970	\$1,485,147	\$347,823
c) Public Relations, Advertising and Promotions	\$988,039	\$723,170	\$264,869
d) Furniture, Equipment & Artwork	\$2,038,692	\$1,951,271	\$87,421
e) Administration	\$1,248,674	\$1,089,767	\$158,907
f) Charges and Recoveries	(\$223,226)	(\$312,543)	\$89,317
g) Professional Fees & Costs	\$1,599,768	\$1,325,214	\$274,554
h) Materials	\$1,701,129	\$1,526,695	\$174,434
i) Computing	\$1,203,596	\$1,116,883	\$86,713
j) Waste Management Services	\$8,559,866	\$8,476,097	\$83,769
Other Materials and Contracts	\$4,574,729	\$4,493,705	\$81,024
	<u>\$41,139,302</u>	<u>\$38,012,615</u>	<u>\$3,126,687</u>





- a) A favourable variance of \$1,066,304 arose for External contractors and services which is predominantly due to timing variances including Building Maintenance \$307,070, Parks \$494,343 and Cultural Services Events \$77,093 offset by Landscaping and Conservation (\$96,704). In addition, Domestic and Bulk Tipping Fees are \$348,946 below budget due to a combination of a lower gate fee and tonnages than estimated in the budget. The balance of the variance is spread across a number of line items.
- b) Contributions are \$244,998 below budget mainly due to timing variances for contributions for Arena Joondalup redevelopment, Whitfords Sea Rescue and Co-Working Space. In addition Sponsorship expenditure is \$46,441 below budget due to fewer applications received to date from external bodies and groups and Community Funding Program payments are \$31,653 below budget.
- c) Favourable variances arose for Advertising \$94,459 including a timing variance of \$24,000 for the Joondalup Festival, Signage and Decals \$52,516, Catering and Bar Stocks \$37,777 and Promotions \$67,822 mainly due to the actual schedule of events.
- d) Computer & Communications Equipment purchases are \$82,644 below budget mainly due to delays in system selection and implementation. In addition, offsetting timing variances arose for the Hire of Equipment \$50,259 and Plant and Equipment purchases (\$57,584) which arose due to waste bins being purchased earlier than estimated.
- e) This favourable variance is mainly due to timing differences and includes Printing \$30,555, Stationery \$27,919, Other Sundry Expenses \$61,952 and Photography and Video Production \$24,300 spread across a number of areas.
- f) Favourable variances arose for Capital Overhead Recoveries \$50,062 and Fleet and Plant recovery from capital jobs of \$39,312.
- g) This favourable variance includes Consultancy \$193,953 mainly due delays in the timing of projects including Joondalup Activity Structure Plan and the Building Condition Audit. Additional favourable variances arose for Fines Enforcement Lodgement Fees \$23,290 and Recoverable Legal Expenses \$17,710.
- h) This includes favourable timing variances for refurbishment works which are currently being undertaken \$86,512 and Materials used by City staff on building maintenance \$45,283.
- i) Favourable variances arose for Computer Software Licences \$53,411 and Data Communication Links \$28,457 predominantly due to scheduling of expenditure.
- j) Bulk waste collection and Weekend Greens costs are \$62,574 and \$38,997 below budget respectively. These are offset by Domestic waste collection costs which are (\$24,633) over budget.





## **9. Depreciation & Amortisation of Non-Current Assets**

This unfavourable variance is mainly driven by the prior year adjustment to equity investment in Tamala Park Regional Council (\$320,022). The remainder of the variance is due to depreciation charges on assets capitalised after the revised budget was adopted.

## **10. Loss on Asset Disposals**

This variance is driven mainly by lower than estimated loss of \$73,169 on the disposal of fleet and plant assets.

## **11. Other Non-Current items**

This variance is due to the year to date movement in the non-current long service leave liability being higher than estimated.

## **12. Capital Grants and Subsidies**

	YTD Revised Budget	YTD Actual	Variance
a) Road Preservation and Resurfacing	\$2,696,970	\$2,834,397	\$137,427
b) Blackspot	\$588,819	\$282,235	(\$306,584)
c) Other Grants	\$255,689	\$305,505	\$49,816
	<u>\$3,541,478</u>	<u>\$3,422,137</u>	<u>(\$119,341)</u>

- a) This favourable variance includes \$325,250 for Roads to Recovery. This is mainly due to the final grant allocation for the 2009-2014 program being received in advance. This is offset by an unfavourable timing variance of (\$174,140) for Metropolitan Regional Road Grants progress claims.
- b) State Black Spot grant claims are (\$316,488) behind budget. These grants will be claimed once final invoices for completed projects have been received. A budgeted refund to Federal Black Spot of \$9,904, which is yet to be processed, arose due to changes in the scope of the Candlewood Boulevard median treatment project resulting in the project being completed under budget.
- c) The City received a grant of \$36,644 for the Floodlight Upgrade at Penistone Park which was budgeted to be received in the previous financial year. The balance of the favourable variance is spread across a number of projects.



### 13. Capital Projects

	YTD Revised Budget	YTD Actual	Variance
a) Ocean Reef Marina Development	\$739,046	\$628,026	\$111,020
b) Joondalup Performing Arts & Cultural Facility (JPACF)	\$161,752	\$98,917	\$62,835
c) License Plate Reader Technology	\$52,500	-	\$52,500
d) Parking Ticket Machine EMV Compliance	\$222,750	-	\$222,750
e) Network Infrastructure Upgrade	\$249,926	\$105,140	\$144,786
f) Warwick Leisure Centre Expansion	\$750,000	-	\$750,000
g) Carpet Renewal CLC	\$100,000	\$58,744	\$41,256
h) Joondalup City Centre Commercial Office Development	\$245,785	\$207,088	\$38,697
i) Roof Refurbishment CLC	\$113,142	\$75,940	\$37,202
Other Projects	\$696,632	\$547,537	\$149,095
	<u>\$3,331,533</u>	<u>\$1,721,392</u>	<u>\$1,610,141</u>

- a) This variance predominantly relates to the anticipated tasks and activities required for the environmental assessment process and the preparation of the Local Structure Plan. Due to the delay in consideration of the MRS Amendment request by the Western Australian Planning Commission and subsequent referral of the project to the Environmental Protection Authority, the timing of the commencement of some of these activities has been delayed to ensure they satisfactorily comply with the actual requirements as determined by the Environmental Protection Authority.
- b) It is anticipated expenditure will increase in the coming months due to the recent Council decision to commence negotiations with the winner of the JPACF architectural design competition and the other proposed activities.
- c) Testing of various products is currently being undertaken. The outcomes of the testing will be evaluated before a final product is recommended.
- d) The upgrade of 55 parking ticket machines to include Europay, Mastercard and Visa (EMV) credit card readers is complete; however, an issue with battery failure is being resolved before the invoice is accepted for payment.
- e) An invoice for new servers and software totalling \$127,658 will be processed in May.
- f) The first payment to Churches of Christ for the expansion of the Warwick Leisure Centre is forecast to be later this financial year.
- g) The carpet replacement at the Craigie Leisure Centre is complete and final invoices will be processed in May.
- h) It is anticipated that expenditure will increase in the coming months pending decisions from the Office Development Committee and Council with respect to the current expression of interest process.



- i) The final variation works totalling \$37,200 were completed in April and payment will be made in May to complete the contract.

#### 14. Capital Works

	YTD Revised Budget	YTD Actual	Variance
a) Road Preservation / Resurfacing Program	\$5,174,901	\$4,506,969	\$667,932
b) Paths Program	\$1,037,984	\$696,203	\$341,781
c) Bridges Program	\$203,616	\$103,783	\$99,833
d) Parks Equipment Program	\$2,794,127	\$1,915,237	\$878,890
e) Major Building Capital Works Program	\$1,161,149	\$784,727	\$376,422
f) Traffic Management Program	\$1,796,822	\$1,235,382	\$561,440
g) Streetscape Enhancement Program	\$3,158,998	\$2,323,809	\$835,189
h) Major Projects Program	\$5,675,270	\$4,698,064	\$977,206
i) Parks Development Program	\$1,551,107	\$1,158,261	\$392,846
j) Foreshore and Natural Areas Program	\$324,809	\$217,630	\$107,179
Other Works variances - not material	\$2,821,888	\$2,780,803	\$41,085
	<u>\$25,700,671</u>	<u>\$20,420,868</u>	<u>\$5,279,803</u>

- a) Projects within this program are on schedule but most expenditure is behind budget phasing. Variances totalling \$283,261 arose for the four projects on Ocean Reef Road, with night work completed in April and three completed projects on Whitfords Avenue showing a variance of \$170,583. Projects completed under budget include Justin Drive – Porteous Road to Warwick Road West \$27,529 and Hillwood Avenue Stage 1 to South End \$36,070. Commitments at the end of April totalled \$958,419.
- b) A favourable variance arose for Sycamore Drive – Tasca Place to Strathyre Drive \$45,000 as the project has now been withdrawn due to an unfavourable public consultation. Train Station improvements \$44,675 and Spot Improvements to Signage \$29,323 are behind due to negotiations with external agencies for final design and location with construction now programmed for May and June 2014. In addition a favourable timing variance arose for Burns Beach to Iluka Foreshore path widening Stage 2 \$199,255 which is now forecast for completion in June 2014.
- c) The Bridges program has a favourable variance due to several projects being completed under budget. As this program is funded out of the Roads to Recovery grant a submission to Federal Government has been prepared for these surplus funds to be utilised elsewhere. A surplus of \$38,565 for Whitfords Avenue Underpass has been approved for works to be undertaken during May 2014.
- d) The favourable variance is mainly due to Iluka District Open Space sports light upgrade \$264,344 which has experienced delays arising from rock and asbestos discovered on site. Other favourable timing variances include Prince Regent Sports Floodlighting \$151,267 and Timberlane Kindy playground equipment \$86,115 which is now due to commence construction in early May. Orders across the program have been issued for a total of \$732,469.



- e) The favourable variance is mainly due to Joondalup Library & Reception Centre Chillers \$178,321 which has been scheduled for early June, Joondalup Admin Centre Air Conditioning Works \$65,734 and Timberlane Park Hall \$165,000 which has been withdrawn from the 2013-14 program to be listed in 2014-15 for design with construction forecast for 2015-16. This is offset by an unfavourable timing variance for Energy and Water Efficiency Initiatives (\$130,134) completed early.
- f) The favourable variance is primarily due to the State Black Spot Program \$318,888. This includes Blue Mountain Drive median treatment \$60,265 which was completed below budget, Grand Boulevard intersection modifications \$33,935 which is awaiting Western Power connection and Candlewood Boulevard median treatment \$95,886 which is progressing behind forecast. The Local Traffic Management program has a favourable variance of \$242,552. The program is 84% complete with three projects remaining including Whitfords Avenue Intersection / Southern Nodes \$153,636 which is progressing behind budget phasing.
- g) The Streetscape Enhancement Program shows favourable timing variances on several projects. This includes Shenton Avenue Landscaping \$782,140 which is progressing with commitments raised for \$354,611, Entry Statements North and South Arterials \$33,311 where construction is complete pending connection for the up lights from Western Power and Whitfords Avenue – continuation of landscaping \$22,655 which is progressing.
- h) This favourable variance is across a number of projects including the construction of Delamere Park - new park and car park \$240,186 and the Multi Storey Car Park – Boas Ave \$75,252 which are progressing. Additional favourable variances arose for Currambine Community Centre \$95,420 and Admiral Park Redevelopment \$34,495 which are complete and awaiting final invoices totalling \$65,248 and \$14,613 respectively. A favourable timing variance also arose for the Bramston Park Facility \$309,246 for which the concept design is being undertaken in-house and construction is forecast to occur in 2014-15.
- i) The favourable variance across the Parks Development Program is spread across a number of projects forecast to be completed in the final quarter.
- j) The favourable variance across the Foreshore and Natural Areas program is primarily due to Beach Pathway Fencing Replacement \$86,500 and Whitfords Beach Fence, \$10,966 which are awaiting contractor availability and are programmed for May 2014.

#### **15. Motor Vehicle Replacements**

This favourable variance is mainly due to net timing differences of actual fleet and plant acquisitions compared to the budget schedule.

#### **16. Tamala Park Regional Council (TPRC) Development Costs**

The land development costs as advised by TPRC are not in the 2013-14 revised budget. These are offset against the land disposal proceeds (refer note 17); however, the timing difference between the proceeds and costs advised by TPRC results in a mismatch between the two values at the end of the period.



### 17. Proceeds from Disposal

The additional land disposal proceeds as advised by TPRC \$2,366,206 are not in the 2013-14 revised budget. This is offset by fleet and plant asset disposal proceeds to date being (\$169,132) below budget.

### 18. Closing Funds

	June 2013	April 2014
<b>Current Assets</b>		
Cash Assets	\$75,612,053	\$89,416,717
Rates and Sundry Debtors	\$2,067,345	\$8,137,629
GST Receivable	\$981,797	\$574,003
Accrued Income	\$1,461,086	\$2,060,279
Advances and Prepayments	\$448,869	\$29,401
	\$80,571,150	\$100,218,029
<b>Less: Current Liabilities</b>		
Creditors	(\$2,175,318)	(\$283,814)
Sundry Payables	(\$380,894)	(\$5,459,025)
Provisions - Annual Leave	(\$3,677,768)	(\$3,864,016)
Provisions - Other	(\$6,540,519)	(\$7,755,260)
Accrued Expenses	(\$5,480,079)	(\$4,426,247)
Income in Advance	(\$1,479,105)	(\$57,750)
Borrowings	(\$1,655,978)	(\$396,492)
GST Payable	(\$243,932)	(\$117,078)
	(\$21,633,593)	(\$22,359,682)
<b>Net Current Assets</b>	<b>\$58,937,557</b>	<b>\$77,858,347</b>
<b>Add: Borrowings</b>	\$1,655,978	\$396,492
<b>Less: Reserves</b>	(\$59,606,816)	(\$59,606,816)
<b>Closing Funds – Surplus</b>	<b>\$986,719</b>	<b>\$18,648,023</b>