



# City of Joondalup

Financial Activity Statement for the  
Period Ended 30 April 2016

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	Notes	Revised Budget	YTD Revised Budget	YTD Actual	YTD Variance \$	YTD Variance %
<b>OPERATING REVENUE</b>						
Rates	1	(91,920,072)	(91,920,072)	(92,067,880)	147,809	0%
Specified Area Rates		(413,411)	(413,411)	(415,968)	2,557	1%
Grants and Subsidies		(2,085,431)	(1,614,396)	(1,624,037)	9,641	1%
Contributions Reimbursements and Donations		(1,864,975)	(1,630,130)	(1,587,725)	(42,405)	(3)%
Profit on Asset Disposals	2	(1,983,981)	(1,983,981)	(2,920,516)	936,535	47%
Fees and Charges	3	(39,364,021)	(36,359,156)	(36,248,391)	(110,765)	(0)%
Interest Earnings	4	(4,042,506)	(3,625,725)	(3,714,141)	88,416	2%
Other Revenue/Income	5	(350,250)	(350,250)	(415,096)	64,846	19%
<b>Total Operating Revenue</b>		<b>(142,024,647)</b>	<b>(137,897,121)</b>	<b>(138,993,754)</b>	<b>1,096,633</b>	<b>1%</b>
<b>OPERATING EXPENSES</b>						
Employee Costs	6	60,483,211	50,685,029	50,994,739	(309,710)	(1)%
Materials and Contracts	7	52,084,611	41,009,350	38,135,995	2,873,355	7%
Utilities (gas, electricity, water etc.)	8	6,218,830	5,140,712	4,904,051	236,661	5%
Depreciation & Amortisation of Non-Current Assets		29,531,594	24,617,684	24,649,225	(31,541)	(0)%
Loss on Asset Disposals	9	474,202	301,853	111,554	190,299	63%
Interest Expenses		672,797	528,621	518,653	9,968	2%
Insurance Expenses		1,519,769	1,518,482	1,539,166	(20,684)	(1)%
<b>Total Operating Expenses</b>		<b>150,985,014</b>	<b>123,801,731</b>	<b>120,853,383</b>	<b>2,948,348</b>	<b>2%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS</b>		<b>8,960,367</b>	<b>(14,095,390)</b>	<b>(18,140,371)</b>	<b>4,044,981</b>	<b>29%</b>
<b>OPERATING NON-CASH ADJUSTMENTS</b>						
Depreciation & Amortisation of Non Current Assets		(29,531,594)	(24,617,684)	(24,649,225)	31,541	0%
Loss on Asset Disposal		(474,202)	(301,853)	(111,554)	(190,299)	(63)%
Profit on Asset Disposals		1,983,981	1,983,981	2,920,516	(936,535)	47%
Other Non-Current items						
Movement in Non-current Provisions	10	100,000	100,000	195,448	(95,448)	95%
<b>OPERATING CASH (SURPLUS)/DEFICIT</b>		<b>(18,961,448)</b>	<b>(36,930,947)</b>	<b>(39,785,187)</b>	<b>2,854,240</b>	<b>8%</b>
<b>NON-OPERATING REVENUE</b>						
Capital Grants and Subsidies	11	(12,853,301)	(6,310,046)	(6,498,171)	188,125	3%
Capital Contributions	12	(751,400)	(374,324)	(327,842)	(46,482)	(12)%
Equity Distribution - TPRC	13	(3,333,333)	(2,500,000)	(1,666,667)	(833,333)	100%
Acquired Infrastructure Assets		-	-	-	-	-
<b>Total Non-Operating Revenue</b>		<b>(16,938,034)</b>	<b>(9,184,370)</b>	<b>(8,492,680)</b>	<b>(691,690)</b>	<b>(8)%</b>
<b>CAPITAL EXPENDITURE</b>						
Capital Projects	14	8,163,048	6,206,532	4,523,436	1,683,096	27%
Capital Works	15	43,697,455	31,259,539	25,817,660	5,441,879	17%
Vehicle and Plant Replacements	16	2,850,661	1,728,661	1,571,724	156,937	9%
Loan Repayment Principal		1,940,221	1,577,633	1,577,633	-	0%
Equity Investments		44,683	21,982	21,982	-	0%
<b>Total Capital Expenditure</b>		<b>56,696,068</b>	<b>40,794,347</b>	<b>33,512,435</b>	<b>7,281,912</b>	<b>18%</b>
TPRC Development Costs		-	-	-	-	-
<b>CAPITAL (SURPLUS)/DEFICIT</b>		<b>39,758,034</b>	<b>31,609,977</b>	<b>25,019,755</b>	<b>6,590,222</b>	<b>21%</b>
<b>(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL</b>		<b>20,796,586</b>	<b>(5,320,970)</b>	<b>(14,765,432)</b>	<b>9,444,462</b>	<b>177%</b>
<b>FUNDING</b>						
Proceeds from Disposal	17	(6,133,188)	(4,139,234)	(2,356,530)	(1,782,704)	(43)%
Loans - New Borrowings	18	(2,498,000)	(2,498,000)	-	(2,498,000)	(100)%
Transfer from Trust		(339,048)	-	-	-	-
Transfer from Reserve		(24,788,728)	-	-	-	-
Transfer to Reserve		16,101,380	-	-	-	-
Transfer to Accumulated Surplus		-	-	-	-	-
Transfer from Accumulated Surplus		-	-	-	-	-
Opening Funds		(3,139,002)	(3,139,002)	(3,139,002)	(0)	(0)%
<b>CLOSING FUNDS</b>	19	<b>-</b>	<b>(15,097,206)</b>	<b>(20,260,964)</b>	<b>5,163,758</b>	<b>34%</b>



# Investment Summary

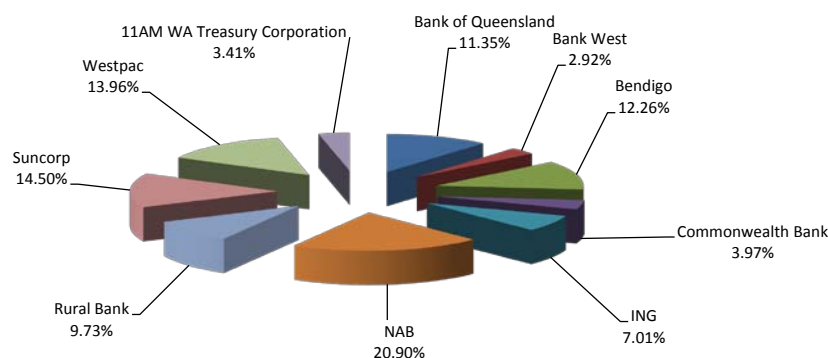
CITY OF JOONDALUP  
April-16

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	3.02%	2.97%	\$ 11,660,000	11.35%	10%
AA-	A-1+	Bank West Term Deposit	2.88%	2.86%	\$ 3,000,000	2.92%	25%
A-	A-2	Bendigo Term Deposit	2.88%	2.93%	\$ 12,600,000	12.26%	10%
AA-	A-1+	Commonwealth Bank Term Deposit	2.95%	2.96%	\$ 4,080,000	3.97%	25%
A-	A-2	ING Term Deposit	3.00%	3.01%	\$ 7,200,000	7.01%	10%
AA-	A-1+	NAB Term Deposit	2.96%	2.96%	\$ 21,480,000	20.90%	25%
A-	A-2	Rural Bank Term Deposit	3.04%	3.01%	\$ 10,000,000	9.73%	10%
A+	A-1	Suncorp Term Deposit	3.00%	2.97%	\$ 14,900,000	14.50%	15%
AA-	A-1+	Westpac Term Deposit	2.92%	2.90%	\$ 14,350,000	13.96%	25%
AA+	A-1+	11AM WA Treasury Corporation	1.95%	1.96%	\$ 3,506,000	3.41%	25%

<b>Total Investment Portfolio</b>	2.94%	2.91%	<b>102,776,000</b>	100.00%
<b>Municipal Funds</b>			48,946,475	
<b>Reserve Funds</b>			53,829,525	
			<b>102,776,000</b>	

Overall Portfolio Limits		Value\$	% Current	% Limit
Long Term	Short Term			
AA	A-1+	46,416,000	45.2%	100%
A	A-1	14,900,000	14.5%	50%
A	A-2	41,460,000	40.3%	40%

## City of Joondalup - Investment Balances



Month	Rev Budget \$	MTD Actual \$	YTD Rev Budget \$	YTD Actual \$	YTD RBA Average Cash Rate%	YTD Average Return
July	231,571	231,571	231,571	231,571	2.00%	3.10%
August	314,846	314,846	546,417	546,417	2.00%	3.03%
Sept	355,868	355,868	902,285	902,285	2.00%	2.98%
Oct	352,756	352,756	1,255,041	1,255,041	2.00%	2.95%
Nov	334,007	336,254	1,589,048	1,591,295	2.00%	2.93%
Dec	333,293	332,849	1,922,341	1,924,144	2.00%	2.92%
Jan	314,374	314,256	2,236,715	2,238,400	2.00%	2.92%
Feb	284,205	283,456	2,520,920	2,521,856	2.00%	2.91%
March	285,809	302,042	2,806,730	2,823,898	2.00%	2.91%
April	238,676	265,176	3,045,406	3,089,075	2.00%	2.91%





**NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT FOR  
THE PERIOD ENDED 30 APRIL 2016**

**1. Rates**

Increased Revenue is due mainly to additional interim rates from newly developed properties.

**2. Profit on Asset Disposals**

Gains on the disposal of Tamala Park Regional Council (TPRC) land parcels, which were not included in the budget, generated a favourable variance of \$1,505,812, partly offset by an unfavourable variance of (\$586,850) mainly due to the timing of the disposal of surplus land holdings. In addition, profit on the disposal of Fleet and Plant assets is \$17,573 higher than budget.

**3. Fees and Charges**

	YTD Revised Budget	YTD Actual	Variance
a) Refuse Charges	\$20,123,587	\$20,208,615	\$85,028
b) Building and Development	\$1,826,075	\$1,606,977	(\$219,098)
c) Sports and Recreation Fees	\$7,005,090	\$6,860,757	(\$144,333)
d) Fines and Penalties	\$1,241,668	\$1,419,359	\$177,691
e) Miscellaneous Fees and Charges	\$1,834,941	\$1,754,732	(\$80,209)
f) Licences and Registrations	\$732,539	\$780,745	\$48,206
Other Fees and Charges Variances	\$3,595,256	\$3,617,206	\$21,950
	<u>\$36,359,156</u>	<u>\$36,248,391</u>	<u>(\$110,765)</u>

a) This comprises favourable variances for Domestic Refuse Removal Charges \$67,014 and New / Additional Bin Establishment Fees \$18,014.

b) With activity being less than forecast, unfavourable variances have arisen for Building Licences (\$131,429) and Development and Application Fees (\$88,515). Cash in Lieu of Parking (\$26,000) is a timing variance. These are offset by a favourable variance for Building and Development Charges \$23,072.

c) This unfavourable variance has arisen across a number of accounts including Admission Fees (\$76,901), due to lower than estimated attendance volumes, Term Program Activities (\$38,931), Learn to Swim Program (\$32,660), Personal Training (\$18,813) and Membership Fees (\$18,684). These are partly offset by favourable variances for Facility Hire \$39,758 and \$9,853 for Park Hire with revenue received earlier than anticipated.

d) Favourable variances arose for Parking Infringements \$167,678 due to a higher than estimated number of infringements issued and Local Government Act – Costs and Fines \$29,843, predominantly for Building, Planning and Environmental Health non compliance fines. These are offset partly by unfavourable variances across a number of areas including Poundage Fees (\$10,702) and Suburban Parking (\$8,702).

e) Fines Enforcement Registry recoveries were lower than estimated generating an unfavourable timing variance of (\$43,160). Other timing variances include Environmental Health Services – Immunisations (\$13,307), Sale of Abandoned



Vehicles (\$5,364), Sale of Merchandise and Promotional Items (\$6,193), and other Miscellaneous Fees and Charges (\$18,309) partly offset by a favourable variance of \$12,721 for Engineering Supervision Fees. The balance is spread across a number of areas.

- f) This favourable variance is mainly due to additional revenue for Dog Registrations \$23,212. Other favourable variances arose for Food Business Administration Fees \$13,663 and Trading in Public Places \$10,012.

#### 4. Interest Earnings

Interest earned on investments exceeded budget by \$43,694 with the volume of investment funds being higher than budgeted, in addition to greater than budgeted penalty interest \$44,721 on rates overdue account balances.

#### 5. Other Revenue

This was predominantly due to a favourable variance of \$57,727 arising from Capital Works accruals that were overstated in the prior financial year which will be treated as a correction in the Annual Financial Report and a net favourable variance of \$7,119 from Discounts and Rebates.

#### 6. Employee Costs

	YTD Revised Budget	YTD Actual	Variance
a) Salaries and Wages	\$47,579,836	\$47,754,397	(\$174,561)
b) Other Employment Costs	\$3,105,193	\$3,240,342	(\$135,149)
	<u>\$50,685,029</u>	<u>\$50,994,739</u>	<u>(\$309,710)</u>

- a) The Provision for Employee Entitlements is (\$288,826) higher than budget and arises from the timing of annual and long service leave taken. This is partly offset by a net favourable variance of \$114,266 mainly due to vacant positions across the City.
- b) An unfavourable variance arose for Capital Labour Recoveries (\$32,614) due to the timing of projects compared to budget estimates. In addition unfavourable variances arose for Agency Employees (\$235,171), mainly to cover long term leave predominantly in Parks (\$174,250) Human Resources Administration (\$49,691) and Engineering (\$31,306), offset by favourable variances for Staff Training \$99,227, Conferences and Seminars \$17,332 and Staff Recruitment Costs \$16,534.

## 7. Materials and Contracts

	YTD Revised Budget	YTD Actual	Variance
a) External Service Expenses	\$19,403,840	\$18,244,812	\$1,159,028
b) Administration	\$1,123,695	\$962,692	\$161,003
c) Other Materials	\$1,735,578	\$1,563,570	\$172,008
d) Waste Management	\$6,396,282	\$5,937,988	\$458,294
e) Furniture, Equipment and Artworks	\$2,234,711	\$2,031,052	\$203,659
f) Public Relations, Advertising and Promotions	\$1,021,283	\$847,306	\$173,977
g) Travel, Vehicles and Plant	\$1,391,253	\$1,299,167	\$92,086
h) Computing	\$1,416,997	\$1,292,582	\$124,416
i) Charges and Recoveries	(\$397,430)	(\$212,110)	(\$185,320)
j) Professional Fees and Costs	\$1,801,909	\$1,470,326	\$331,583
Other Materials and Contracts	\$4,881,232	\$4,698,610	\$182,621
	<u>\$41,009,350</u>	<u>\$38,135,995</u>	<u>\$2,873,355</u>

- a) External Contractors and Services is \$849,041 below budget. This includes favourable timing variances across a number of areas including Building Maintenance \$182,357, City Administration \$144,615, Engineering Maintenance \$126,764, Parks \$136,192, Waste Management \$79,957, Landscaping & Conservation Services \$69,889 and Economic Development \$30,990, partly offset by unfavourable timing variances for City Rangers (\$34,064) and Marketing (\$26,587). Although Graffiti incidences have remained consistent, removal costs are lower than budget estimates giving rise to the favourable variance \$52,426. In addition a favourable variance arose for Bulk and Domestic Tipping Fees \$270,557 due to lower tonnages collected over the summer months compared to budget estimates. The balance is spread across a number of areas.
- b) This favourable timing variance is mainly due to Printing \$81,771, spread across a number of activities, Photography and Video Production \$32,877, Other City Administration Expenses \$23,365, Corporate Membership \$15,661 and Conferences \$7,639.
- c) Favourable timing variances arose for Materials \$140,287, mainly for Engineering Maintenance and Parks Maintenance, in addition to Building Minor Works \$28,149.
- d) Favourable variances arose for Bulk Collection \$261,769, Weekend Greens Collection \$110,502, Domestic Collection \$34,129 and collection and processing of Recyclables \$58,493, largely as a result of a downward trend in tonnages across the metropolitan area which is expected to continue for the rest of 2015-16.
- e) This includes favourable timing variances for Computer Purchases \$82,226, Plant and Equipment Maintenance \$45,314, Equipment Purchases \$18,631, Computer and Communications Equipment Maintenance \$42,566 and Furniture and Office Equipment Purchases \$18,020.
- f) The timing of various events generated favourable variances predominantly for Promotions \$49,051, Advertising \$56,123, Signage/Decals \$43,897 and Catering \$10,739.





- g) This favourable variance is mainly due to Fuel \$40,235, with costs being lower than budgeted, in addition to Vehicle Servicing Costs \$14,325, Parts and Repairs \$31,902 and Vehicle Hire \$9,166.
- h) Computing expenditure shows a favourable variance largely due to timing differences in the areas of Data Communication Links \$35,768 and Computer Software Licences \$91,109 which includes \$42,500 for the now implemented online Building Application project.
- i) Capital Overhead Recoveries are to date (\$217,306) lower than budget estimates, partly offset by a favourable Fleet and Plant recovery variance from capital jobs of \$31,986.
- j) The largest contributors to this favourable variance are Consultancy \$181,912 and \$109,500 for Research into attracting international markets, which is expected to commence later than budget estimates.

## 8. Utilities

Electricity costs are \$237,618 below budget. This is mainly due to a combination of savings on contestable sites as a result of a new electricity supply contract and a lower unit price increase for street lighting than estimated in the budget.

## 9. Loss on Asset Disposals

The disposal of Fleet and Plant assets has resulted in a favourable timing variance of \$190,299.

## 10. Non-Current Items

The year to date movement in the non-current long service leave liability is \$95,448 greater than estimated. This is mainly due to the change of entitlements from non-current to current based on age and is offset by an increase in the current long service leave liability.

## 11. Capital Grants and Subsidies

	YTD Revised Budget	YTD Actual	Variance
a) Road Preservation / Resurfacing Program	\$4,024,593	\$4,407,288	\$382,695
b) Major Road Construction Program	\$1,131,467	\$600,000	(\$531,467)
c) Other Grants	\$1,153,986	\$1,490,883	\$336,897
	<u>\$6,310,046</u>	<u>\$6,498,171</u>	<u>\$188,125</u>

- a) The City received \$382,695 Roads to Recovery grant earlier than estimated in the budget.
- b) This includes an unfavourable timing variance for Whitfords Avenue - Northshore to Belrose Entrance Dualling (\$720,000) partially offset by a favourable timing variance for Ocean Reef Road / Joondalup Drive Intersection Upgrade grants received \$188,533.



- c) This favourable timing variance arose predominantly due to the early receipt of grant funding for the Robertson Road Cycleway \$498,182 and the Ocean Reef Boat Harbour Floating Jetties \$495,000, offset by unfavourable timing variances mainly for Park Floodlighting Upgrades (\$301,171) and a number of the Blackspot Projects including Oceanside Promenade (\$156,000), Marmion Avenue / Shenton Avenue Roundabout (\$124,000) and Joondalup Drive / Shenton Avenue Lighting Upgrade (\$98,400).

## 12. Capital Contributions

An unfavourable timing variance of (\$73,755) arose for the Telstra Proof of Concept Project which is progressing behind budget phasing partly offset by the favourable variance of \$27,273 for the initial instalment from the Whitford Hockey Club towards the construction of the Synthetic Hockey Project which was invoiced earlier than estimated.

## 13. Equity Distribution – Tamala Park Regional Council

The equity distribution received from Tamala Park Regional Council (TPRC) this year is \$833,333 lower than budget estimates. A second distribution for the current year is expected in June 2016.

## 14. Capital Projects

	YTD Revised Budget	YTD Actual	Variance
a) Joondalup Performing Arts & Cultural Facility (JPACF) and Jinan Garden	\$1,019,497	\$763,031	\$256,466
b) Infrastructure Asset Management System Implementation	\$119,077	\$63,642	\$55,435
c) Parking Ticket Machines – Upgrade	\$147,829	-	\$147,829
d) Ocean Reef Marina	\$1,146,362	\$1,009,804	\$136,558
e) Telstra Proof of Concept Project – Tom Simpson Park Mullaloo	\$147,510	\$276	\$147,234
f) IT Disaster Recovery Facilities	\$139,502	\$34,022	\$105,481
g) Joondalup City Centre Commercial Office Development	\$208,053	\$133,574	\$74,479
h) Better Bins Project	\$200,000	-	\$200,000
i) Cafes, Restaurants and Kiosks	\$126,482	\$73,510	\$52,972
j) Mullaloo Surf Life Saving Club Refurbishment	\$225,000	-	\$225,000
k) Land Purchase – Blackwattle Parade, Padbury	\$88,000	-	\$88,000
l) Youth Bus Fit-out	\$45,000	-	\$45,000
m) Corporate PC and Printer Replacement Program	\$70,692	\$35,837	\$34,855
n) Replacement of CCTV Equipment – Boas Ave	\$60,000	-	\$60,000
o) Warwick Leisure Centre Expansion	\$1,609,091	\$1,589,091	\$20,000
Other Projects	\$854,437	\$820,649	\$33,787
	<u>\$6,206,532</u>	<u>\$4,523,436</u>	<u>\$1,683,096</u>



- a) The development of the schematic design is continuing and it is anticipated that expenditure will increase in subsequent months.
- b) Mobile devices have been purchased, however limited availability of software consultants for training purposes has brought about this favourable timing variance.
- c) The software is currently being trialled in selected machines and it is expected that the project will be completed by the end of June 2016.
- d) Tasks associated with the project continued throughout the period including meetings with the project consultants and the finalisation of the draft Public Environmental Review, however expenditure remains lower than estimated in the budget.
- e) Expenditure will commence later than budget phasing, with the project expected to be completed and expended by June 2016.
- f) This favourable variance is due to the timing of the implementation which is progressing behind budget estimates.
- g) The City has commenced geotechnical investigations of the project site and is continuing with discussions on the proposed delivery strategy and development vision, with expenditure expected to increase before June 2016.
- h) The City is awaiting delivery of the recycling bins giving rise to this favourable timing variance.
- i) Progression of tasks associated with the approvals process and lease agreements for Pinnaroo Point are ongoing and preparation of a new Expression of Interest for a facility at Burns Beach has commenced, however expenditure is less than anticipated in the budget.
- j) The Development Application for the project has been received and is being processed, giving rise to this favourable timing variance.
- k) The City is currently awaiting a response from the Minister for Lands in relation to the acquisition of this property, which is unlikely to be finalised before June 2016.
- l) The vehicle cab and chassis have been purchased and the tender for the fit-out has been awarded. The project is expected to be completed early in the next financial year.
- m) The selection process regarding the most suitable print management software for the printer purchases has now been completed and implementation has commenced, resulting in this favourable timing variance.
- n) Additional wireless data link paths have now been identified and the project is awaiting supplier approval, with the commencement date now expected to be later than originally estimated.
- o) The construction of the project was completed and funds expended by February 2016. The favourable variance of \$20,000 represents funds being retained for grounds restoration purposes, expected to be expended within the coming months.

**15. Capital Works**

	YTD Revised Budget	YTD Actual	Variance
a) Road Preservation / Resurfacing Program	\$5,989,349	\$5,602,027	\$387,322
b) Major Projects Program	\$10,146,655	\$9,237,396	\$909,259
c) Stormwater Drainage Program	\$505,151	\$299,814	\$205,337
d) Foreshore Natural Area Program	\$314,797	\$178,375	\$136,422
e) Major Building Capital Works Program	\$3,516,012	\$2,464,697	\$1,051,315
f) Local Traffic Management	\$475,436	\$188,401	\$287,035
g) Major Road Construction Program	\$2,935,319	\$2,083,310	\$852,009
h) Streetscape Enhancement Program	\$1,045,138	\$728,719	\$316,419
i) Street Lighting Program	\$1,647,434	\$1,053,423	\$594,011
j) New Path Program	\$703,797	\$542,568	\$161,229
k) Slab Path Replacement	\$796,575	\$552,534	\$244,041
l) Blackspot Projects	\$617,096	\$497,258	\$119,838
Other Works variances – not material	\$2,566,780	\$2,389,138	\$177,642
	<u>\$31,259,539</u>	<u>\$25,817,660</u>	<u>\$5,441,879</u>

- a) This favourable timing variance is predominantly due to a number of projects either progressing behind schedule or with construction completed and awaiting contractor invoices.
- b) Favourable timing variances have arisen for Multi Storey Car Park \$64,399, Marmion Foreshore Parking \$50,766 and Bramston Park \$286,020, which are complete but awaiting final contractor invoices. In addition, favourable timing variances arose for the Synthetic Hockey Project \$313,177 and Sorrento Beach Enclosure \$199,445.
- c) Projects that have commenced later than estimated include Beaumont Park Catchment Improvements \$68,933 which had been awaiting contractor availability and Penistone Park \$117,573 with an estimated commencement date in May 2016. A number of other projects are complete with net budget savings of \$9,891.
- d) Favourable timing variances include Lilburne Park Pathway Renewal Program \$10,890 which is complete but awaiting final contractor invoices, Coastal & Foreshore Fencing Renewal Program \$16,706 and the Wetlands Renewal Program \$74,744 which is 75% complete. In addition a favourable variance of \$25,000 arose for Conservation Reserves Interpretive Signs which is in design phase and yet to commence.
- e) This variance has resulted mainly from favourable timing variances for Timberlane Park Hall Upgrade \$267,167, SES Winton Road \$361,274, Kingsley Clubrooms \$148,097 and Joondalup Library and Civic Centre Lift Replacement \$246,260 in addition to the favourable variance of \$49,413 for the Iluka Sports Centre refurbishment which is now complete but awaiting final contractor invoices.
- f) The favourable variance is mainly due to Venturi Drive Median Treatment \$203,606 and Northshore Drive Pedestrian Crossing Upgrade \$29,091 which commenced later than budget estimates and \$55,000 for Oceanside Promenade due to later scheduling of the project.



- g) Whitfords Avenue – Northshore Drive to Belrose Entrance which is 95% constructed and likely to be completed under budget shows a favourable variance of \$527,243 in addition to favourable timing variances for Ocean Reef Road - Marmion Avenue to Oceanside Promenade Dualling project \$158,824 and Ocean Reef Road / Joondalup Drive Intersection \$165,942.
- h) Favourable timing variances arose for Arterial Roads Streetscape Upgrade Program \$137,526, Streetscape Renewal Program \$85,205 and the Leafy City Program \$93,689.
- i) This favourable variance is the result of a number of projects progressing behind schedule including Joondalup City Centre Lighting \$260,036, Caledonia Park Public Access Way Lighting \$61,942, Chichester Park Floodlight Upgrade \$52,478 and Ocean Reef Park Floodlight Upgrade \$109,284. The balance is spread across a number of projects.
- j) A number of the Walkability Projects are running behind schedule, including Collier Pass Pedestrian Improvements \$64,966 and City Centre Signage \$18,978. Others included Strathyre Drive \$25,809 and Methuen Way \$29,711 following a period of community consultation, with the balance spread across a number of path and signage projects.
- k) Robertson Road Cycleway, a new project 80% funded by the Public Transport Authority, shows a favourable timing variance of \$253,394 offset by an unfavourable variance of (\$9,352) for the Shared Path Renewal & Resurfacing Program.
- l) Projects progressing behind schedule include Oceanside Promenade \$21,426 and Joondalup Drive / Shenton Avenue Lighting \$15,351, contributing to this favourable variance. Timing variances for others awaiting Main Roads approval for sections of the project include Whitfords Avenue / Dampier Avenue Intersection \$15,000 and Grand Boulevard / Hodges Drive / Joondalup Drive Intersection \$59,997.

## **16. Vehicle and Plant Replacements**

The timing of Fleet and Plant Purchases compared to budget phasing has generated a net favourable timing variance of \$122,100 in addition to a net savings of \$34,836 on Fleet and Plant items purchased to date.

## **17. Proceeds from Disposal**

An unfavourable timing variance of (\$1,839,202) arose for surplus land holdings which are forecast to be sold later than budget estimates, offset by a favourable timing variance of \$56,498 from the disposal of Fleet and Plant assets.

## **18. Loans – New Borrowings**

Bramston Park Facility and SES Winton Road Facility Extension borrowings have not yet been drawn down.

**19. Closing Funds**

	<b>June 2015</b>	<b>April 2016</b>
<b>Current Assets</b>		
Cash Assets	\$88,083,406	\$102,833,358
Rates and Sundry Debtors	\$3,199,209	\$1,332,965
GST Receivable	\$1,280,332	\$779,212
Accrued Income	\$1,123,565	\$1,136,644
Advances and Prepayments	\$507,864	\$400,469
	<b>\$94,194,376</b>	<b>\$106,482,648</b>
<b>Less: Current Liabilities</b>		
Creditors	(\$3,310,018)	(\$1,250,251)
Sundry Payables	(\$456,510)	(\$2,527,410)
Provisions - Annual Leave	(\$4,095,880)	(\$4,015,078)
Provisions - Other	(\$8,241,075)	(\$9,680,670)
Accrued Expenses	(\$7,155,658)	(\$2,840,507)
Income in Advance	(\$1,920,608)	(\$5,000)
Borrowings	(\$1,823,565)	(\$245,932)
GST Payable	(\$194,830)	(\$221,973)
	<b>(\$27,198,144)</b>	<b>(\$20,786,821)</b>
<b>Net Current Assets</b>	<b>\$66,996,232</b>	<b>\$85,695,827</b>
<b>Add: Borrowings</b>	<b>\$1,823,565</b>	<b>\$245,932</b>
<b>Less: Cash Backed Reserves</b>	<b>(\$65,680,795)</b>	<b>(\$65,680,795)</b>
<b>Closing Funds – Surplus/(Deficit)</b>	<b>\$3,139,002</b>	<b>\$20,260,964</b>