

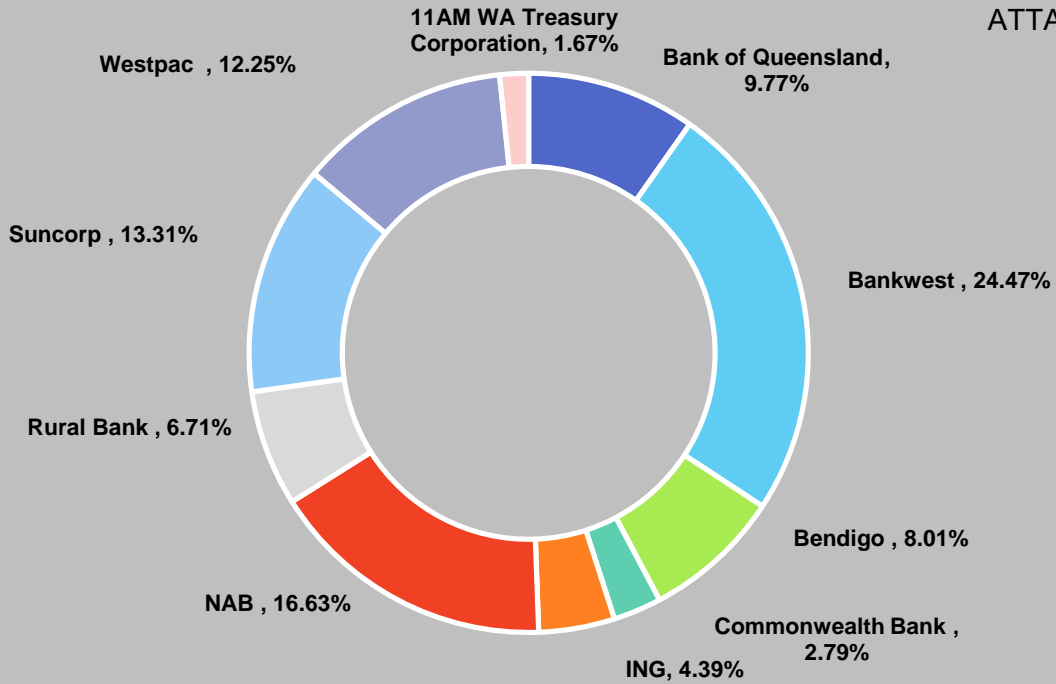
	Notes	Adopted Budget	YTD	Budget	YTD Actual	YTD Variance \$	YTD Variance %
<b>OPERATING REVENUE</b>							
Rates	1	(100,296,743)	(100,296,743)	(100,425,291)	128,548	0%	
Specified Area Rates		(561,099)	(561,099)	(568,048)	6,949	1%	
Grants and Subsidies	2	(3,526,604)	(1,666,873)	(925,947)	(740,926)	(44)%	
Contributions Reimbursements and Donations	3	(1,100,753)	(477,895)	(502,789)	24,894	5%	
Profit on Asset Disposals	4	(41,225)	(9,161)	(249,152)	239,991	100%	
Fees and Charges		(41,337,134)	(30,405,150)	(30,443,947)	38,797	0%	
Interest Earnings	5	(3,446,921)	(1,737,849)	(2,246,355)	508,506	29%	
Other Revenue/Income	6	(213,466)	(87,794)	(796,086)	708,292	100%	
<b>Total Operating Revenue</b>		<b>(150,523,946)</b>	<b>(135,242,564)</b>	<b>(136,157,615)</b>	<b>915,051</b>	<b>0%</b>	
<b>OPERATING EXPENSES</b>							
Employee Costs	7	65,529,623	28,632,085	27,683,787	948,298	3%	
Materials and Contracts	8	52,554,318	22,081,050	20,468,693	1,612,357	7%	
Utilities (gas, electricity, water etc.)		5,613,600	2,235,961	2,280,659	(44,698)	(2)%	
Depreciation & Amortisation of Non-Current Assets	9	30,819,322	12,848,213	12,638,484	209,729	2%	
Loss on Asset Disposals	10	212,295	14,544	160,196	(145,652)	(100)%	
Interest Expenses		476,596	178,450	178,128	322	0%	
Insurance Expenses		1,383,322	1,381,602	1,389,036	(7,434)	(1)%	
<b>Total Operating Expenses</b>		<b>156,589,076</b>	<b>67,371,905</b>	<b>64,798,983</b>	<b>2,572,922</b>	<b>4%</b>	
<b>(SURPLUS)/DEFICIT FROM OPERATIONS</b>		<b>6,065,131</b>	<b>(67,870,659)</b>	<b>(71,358,632)</b>	<b>3,487,973</b>	<b>5%</b>	
<b>OPERATING NON-CASH ADJUSTMENTS</b>							
Depreciation & Amortisation of Non Current Assets		(30,819,322)	(12,848,213)	(12,638,484)	(209,729)	(2)%	
Loss on Asset Disposal		(212,295)	(14,544)	(160,196)	145,652	100%	
Profit on Asset Disposals		41,225	9,161	249,152	(239,991)	100%	
Other Non-Current items							
Movement in Non-current Items	11	(100,000)	(100,000)	95,531	(195,531)	(100)%	
<b>OPERATING CASH (SURPLUS)/DEFICIT</b>		<b>(25,025,262)</b>	<b>(80,824,255)</b>	<b>(83,812,629)</b>	<b>2,988,375</b>	<b>4%</b>	
<b>NON-OPERATING REVENUE</b>							
Capital Grants and Subsidies	12	(8,904,948)	(1,493,898)	(2,910,800)	1,416,902	95%	
Capital Contributions	13	(450,000)	-	(44,139)	44,139	100%	
Equity Distribution - TPRC		(1,166,667)	-	-	-	0%	
Acquired Infrastructure Assets		-	-	-	-	0%	
<b>Total Non-Operating Revenue</b>		<b>(10,521,615)</b>	<b>(1,493,898)</b>	<b>(2,954,939)</b>	<b>1,461,041</b>	<b>98%</b>	
<b>CAPITAL EXPENDITURE</b>							
Capital Projects	14	7,961,809	1,062,195	809,999	252,196	24%	
Capital Works	15	29,734,882	5,192,282	8,793,614	(3,601,332)	(69)%	
Vehicle and Plant Replacements	16	2,574,000	365,000	619,339	(254,339)	(70)%	
Loan Repayment Principal		3,201,862	991,518	991,518	-	0%	
Equity Investments	17	-	-	(6,300)	6,300	100%	
<b>Total Capital Expenditure</b>		<b>43,472,553</b>	<b>7,610,995</b>	<b>11,208,170</b>	<b>(3,597,175)</b>	<b>(47)%</b>	
<b>CAPITAL (SURPLUS)/DEFICIT</b>		<b>32,950,938</b>	<b>6,117,097</b>	<b>8,253,231</b>	<b>(2,136,134)</b>	<b>(35)%</b>	
<b>(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL</b>		<b>7,925,676</b>	<b>(74,707,158)</b>	<b>(75,559,399)</b>	<b>852,241</b>	<b>1%</b>	
<b>FUNDING</b>							
Proceeds from Disposal	18	(1,969,790)	(71,176)	(389,770)	318,594	100%	
Loans - New Borrowings		-	-	-	-	-	
Transfer from Trust		(1,930,000)	-	-	-	-	
Transfer from Reserve		(11,444,145)	-	-	-	-	
Transfer to Reserve		7,802,777	-	-	-	-	
Transfer to Accumulated Surplus		-	-	-	-	-	
Transfer from Accumulated Surplus		-	-	-	-	-	
Opening Funds	19	(534,903)	(534,903)	(4,428,425)	3,893,522	100%	
<b>CLOSING FUNDS</b>	20	<b>(150,385)</b>	<b>(75,313,237)</b>	<b>(80,377,594)</b>	<b>5,064,357</b>	<b>7%</b>	

# INVESTMENT SUMMARY

November-18



ATTACHMENT 2

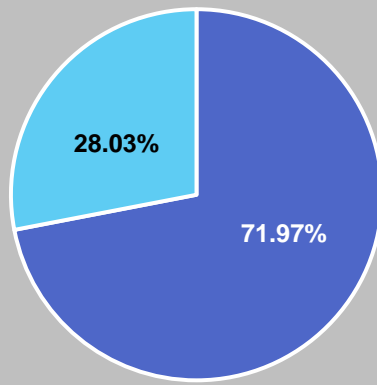


Municipal Funds	\$88,359,945	YTD Return	2.67%
Reserve Funds	\$73,120,055	Benchmark	2.00%
	\$161,480,000	RBA Rate	1.50%

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

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

## Fossil Fuel Vs Non Fossil Fuel Investment \*



■ Fossil Fuel   
 ■ Non Fossil Fuel

\*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 2018**

**1. Rates \$128,548**

Rates income is higher than budget predominantly arising from higher interim rates levied than estimated year to date. Necessary adjustments will be effected in the Mid Year Review.

**2. Grants and Subsidies (\$740,926)**

This unfavourable timing variance arose mainly from the Commonwealth General Purpose Grant (\$813,077) which was partly received in the previous financial year. This is partly offset by an unbudgeted Grant \$47,992 from the Department of Veteran Affairs through the Armistice Centenary Grant Program. Budgets in both cases will be adjusted at the Mid Year Budget Review.

**3. Contributions, Reimbursements and Donations \$24,894**

This favourable timing variance arose mainly from Other Miscellaneous Reimbursements \$57,157, Insurance \$26,429 and Recoverable Legal Fees \$23,647, partially offset by unfavourable timing variances for Contributions (\$58,869) and Utility Charges (\$27,428).

**4. Profit on Asset Disposals \$239,991**

This favourable timing variance arose due to the timing of the disposal of surplus land holdings and profit on sale of land at Tamala Park \$200,439 and disposal of replaced Vehicles, Plant and Equipment \$39,552.

**5. Interest Earnings \$508,506**

Favourable timing variances arose from Interest from Investments \$513,641, Penalty Interest \$14,457 and Interest on Pensioners Deferred Rate \$5,272, partially offset by an unfavourable timing variance for Interest on Instalments (\$24,864).

**6. Other Revenue / Income \$708,292**

This favourable variance arose predominantly from an unbudgeted Contribution \$500,000 from Satterley in lieu of providing the City with land for future community purposes (Beaumaris Beach Estate) and unbudgeted rebates received from LGIS \$213,828 representing the City's share of rebates provided to LGIS scheme members. This was partially offset by an unfavourable timing variance for Adshel Advertising (\$23,769).

Favourable Variance
Unfavourable Variance

**7. Employee Costs \$948,298**

	YTD Budget	YTD Actual	Variance
a) Salaries and Wages	\$26,706,399	\$25,640,694	\$1,065,705
b) Other Employment Costs	\$1,925,686	\$2,043,093	(\$117,407)
	<u>\$28,632,085</u>	<u>\$27,683,787</u>	<u>\$948,298</u>

a) A favourable variance arose for Salaries and Wages in various areas, including Parks \$287,320, CEO Administration \$202,209, Planning Approvals \$178,322, Engineering Maintenance \$83,232, Cultural Services \$79,460, Traffic Engineering \$76,015 and Building Services \$75,899 mainly due to vacant positions, partially offset by an unfavourable variance for Leisure Centres (\$152,389). The balances of variances are spread across a number of areas.

b) An unfavourable variance arose for Agency Employees (\$228,965) covering vacant positions, partially offset by favourable variances for Labour Recovery - Capital Works \$64,924 and Other Employment Costs \$65,659. The balances of variances are spread across a number of areas.

**8. Materials and Contracts \$1,612,357**

	YTD Budget	YTD Actual	Variance
a) Professional Fees and Costs	\$1,228,531	\$1,303,753	(\$75,222)
b) Public Relations, Advertising & Promotions	\$577,908	\$310,338	\$267,570
c) Computing	\$1,112,625	\$1,018,829	\$93,796
d) Other Building Materials & Supplies	\$851,310	\$1,046,538	(\$195,228)
e) External Service Expenses	\$9,616,114	\$8,730,921	\$885,193
f) Accommodation & Property	\$907,104	\$837,283	\$69,821
g) Administration	\$878,373	\$564,046	\$314,327
h) Furniture, Equipment & Artworks	\$986,026	\$801,454	\$184,572
i) Charges & Recoveries	(\$78,159)	(\$209,853)	\$131,694
j) Travel, Vehicles & Plant	\$700,867	\$823,684	(\$122,817)
k) Other Materials & Contracts	\$5,300,351	\$5,241,700	\$58,651
	<u>\$22,081,050</u>	<u>\$20,468,693</u>	<u>\$1,612,357</u>

a) Unfavourable timing variances arose for Consultancy (\$59,862) and Recoverable Legal Expenses (\$25,054), the balances of variances are spread across a number of areas.

b) This favourable variance was predominantly due to Promotions \$101,466, General Advertising \$89,614, Signage \$26,638 and Catering \$21,565, the balances of variances are spread across a number of areas.

c) This includes favourable timing variances for Computer Software Licences \$35,227, Computer Software Subscriptions \$31,113 and Computer Software Maintenance \$25,262.

Favourable Variance
Unfavourable Variance

- d) An unfavourable timing variance arose predominantly from External Material Purchases – Contract (\$272,884) partially offset by a favourable timing variance for Materials - Minor Building Works \$100,081.
- e) This favourable timing variance mainly arose from External Contractors and Services \$949,663 of which \$283,084 relates to Yellagonga Wetlands – Smart Monitoring and Management Program and Programme Activities \$91,255, partially offset by an unfavourable timing variance for General Waste Tipping Fees (\$222,211). The balances of variances are spread across a number of areas.
- f) This favourable timing variance arose predominantly from Refuse Removal Charges \$123,704, partially offset by an unfavourable timing variance for Rental and Outgoings (\$44,808).
- g) This favourable timing variance mainly arose from Other Sundry Administration Expenses \$249,017, Printing \$40,719 and Photography and Video Production \$19,778.
- h) Favourable timing variances arose mainly from Computer and Communications Equipment Purchases – Minor \$123,238 and Hire of Equipment \$25,547. The balances of variances are spread across a number of areas.
- i) This favourable timing variance arose predominantly from Operational Overhead Recoveries \$93,319 and Capital Overhead Recoveries \$28,682. The balances of variances are spread across a number of areas.
- j) This unfavourable timing variance arose mainly from Parts and Repairs (\$74,185), Fuel (\$32,330) and Vehicle Servicing Costs (\$21,821).
- k) Favourable variances arose predominantly from Members Costs \$41,335 and Waste Management Services \$21,852.

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

**\$209,729**

Depreciation variances arose due to revaluation and asset capitalisation at 30 June 2018. Favourable variances arose for Depreciation – Open Reserves \$472,496 and Depreciation – Buildings \$79,388, partially offset by unfavourable variances for Depreciation – Computer and Communications Hardware (\$113,938), Depreciation – Mobile and Other Plant (\$98,496), Depreciation – Lighting (\$36,836). In addition an unfavourable variance arose for Impairment / Write Off of Assets (\$91,026). The balances of the variances are spread across a number of areas. Amendments to depreciation budgets will be effected in the Mid Year Budget Review.

**10. Loss on Asset Disposals**

**(\$145,652)**

This unfavourable timing variance arose in respect of the disposal of Fleet and Plant Assets.

Favourable Variance
Unfavourable Variance

**11. Movement in Non-Current Items**
**(\$195,531)**

This timing variance arose in respect of a decrease in Non-current Long Service Leave Liability, reflecting movements for the year to date.

**12. Capital Grants and Subsidies**
**\$1,416,902**

	YTD Budget	YTD Actual	Variance
a) Road Preservation / Resurfacing Program	\$1,143,460	\$1,373,690	\$230,230
b) Street Lighting Program	\$5,000	\$752,529	\$747,529
c) Traffic Management Program	\$68,000	\$234,314	\$166,314
d) Major Roads Construction	-	\$473,023	\$473,023
e) Capital Projects	\$277,438	-	(\$277,438)
f) Other Programs	-	\$77,244	\$77,244
	<u>\$1,493,898</u>	<u>\$2,910,800</u>	<u>\$1,416,902</u>

- a) This favourable variance is mainly due to additional Direct Grant funding received for Parnell Avenue – Seacrest Drive to Martin Drive \$40,000 and Federal Local Road funding received for Road Preservation Program – Asphalt Overlay \$313,160, Davalia Road - Granadilla Street to Beach Road \$50,000, Arnisdale Road – Glengarry Drive to Merrick Way \$26,433 and Blackall Drive – Allenswood Road to Hartley Court \$21,400. In addition, a favourable timing variance arose from receipt of final grant payment for Whitfords Avenue East Bound - Alexander Road – Gibson Avenue \$36,810 completed in 2017-18. This is partially offset by unfavourable timing variances for Cummings Way (\$127,000), Road Preservation Program – Crack Sealing (\$83,000) and Zamia Place (\$64,553) due to advanced receipt of funding for these projects in the previous financial year, and an unfavourable timing variance for Carew Place (\$40,000) with grant funding to be received in coming months. Budgets for these programs will be adjusted at the Mid Year Budget Review.
- b) This favourable variance mainly arose from unbudgeted grant funding of \$641,250 received from the Department of Industry for Stage 2 of the Joondalup City Centre Street Lighting. In addition, a favourable timing variance arose from receipt of the final grant payment for Warrandyte Park Floodlighting Upgrade \$111,279 completed in 2017/18.
- c) This favourable variance is a combination of the timing of final payments for 2017/18 State Black Spot Project Whitfords Avenue / John Wilkie Tarn \$78,667 and progress payments for 2017/18 projects Warwick Train Station \$54,667, Ocean Reef Road / Trappers Drive \$60,000. An unbudgeted amount of \$16,000 was received for Moore Drive / Marmion Avenue due to additional grant funding received. This is offset by an unfavourable timing variance for Warwick Road / Allenswood Drive (\$48,000) due to project delays with the project re-scheduled for completion in February 2019.
- d) A favourable variance arose from additional funding received for multi-year project Warwick Road / Erindale Road Intersection Upgrades \$360,000. In addition a favourable timing variance arose from Major Road Improvement Grant for Whitfords Avenue Median Upgrades \$113,023 which was anticipated to be received in 2017/18.

**Favourable Variance**
**Unfavourable Variance**

- e) This unfavourable timing variance arose from Yellagonga Wetlands – Smart Monitoring and Management delayed due to re-scheduling of Federal Government funding, phasing for which will be adjusted at Mid-Year Budget Review.
- f) Favourable timing variances arose for Streetscape Enhancement Program \$49,612, Foreshore and Natural Areas Management Program \$22,633 and New Paths Program \$5,000.

### 13. Capital Contributions

**\$44,139**

This favourable variance arose from unbudgeted contributions received for refurbishment of the clubrooms at Windermere Park \$22,727, replacement of the floor tiles in the tennis change rooms at Percy Doyle Reserve \$9,957 and Park Signage Renewal \$4,000. In addition, unbudgeted rebates of \$7,455 were received for renewable energy appliances installed during upgrade of Penistone Park.

### 14. Capital Projects

**\$252,196**

	YTD Budget	YTD Actual	Variance
a) Yellagonga Wetlands -Smart Monitoring and Management	\$110,795	-	\$110,795
b) Joondalup City Centre Commercial Office Development	\$222,581	\$79,694	\$142,887
c) Cafes / Restaurants / Kiosks	\$141,434	\$56,066	\$85,368
d) Better Bins Project	-	\$390,252	(\$390,252)
e) Information Technology Projects	\$224,000	\$13,555	\$210,445
Other Programs	\$363,385	\$270,432	\$92,953
	<u>\$1,062,195</u>	<u>\$809,999</u>	<u>\$252,196</u>

- a) Favourable timing variance due to re-scheduling of Federal Government funding for this project, phasing for which will be adjusted at Mid-Year Budget Review.
- b) Favourable timing variance due to project progress which is awaiting recommendations arising from the Order of Magnitude Business Case currently being prepared by consultant NS Advisory.
- c) This favourable timing variance arose mainly from Burns Beach Café / Restaurant which will soon enter design phase following finalisation of the tender process, with expenditure on this project expected to increase in coming months.
- d) This unfavourable timing variance is a result of this project progressing ahead of schedule in preparation for roll out in January to May 2019.
- e) Favourable timing variances arose for IT Disaster Recovery Facilities \$155,000 and Network Infrastructure Upgrade Program \$55,445 due to projects progress.

**Favourable Variance**  
**Unfavourable Variance**

**15. Capital Works**
**(\$3,601,332)**

	YTD Budget	YTD Actual	Variance
a) Street Lighting Program	\$591,000	\$2,329,775	(\$1,738,775)
b) Road Preservation/Resurfacing Program	\$1,628,767	\$2,459,053	(\$830,286)
c) Stormwater Drainage Program	\$66,000	\$375,469	(\$309,469)
d) Path Program	\$429,500	\$661,883	(\$232,383)
e) Major Buildings Capital Works Program	\$440,500	\$808,885	(\$368,385)
f) Parks Equipment Program	\$365,500	\$642,784	(\$277,284)
g) Major Projects Program	\$788,121	\$282,970	\$505,151
h) Streetscape Enhancement Program	\$274,979	\$361,801	(\$86,822)
i) Parks Development Program	\$204,000	\$281,167	(\$77,167)
j) Traffic Management Program	\$322,415	\$478,758	(\$156,343)
k) Other Programs	\$81,500	\$111,069	(\$29,569)
	<u>\$5,192,282</u>	<u>\$8,793,614</u>	<u>(\$3,601,332)</u>

- a) This unfavourable timing variance is due predominantly from Stage 2 Joondalup City Centre Lighting (\$1,718,076) which is a multiyear project carried over from the previous year and Whitfords Nodes Car Park (\$33,608) which is now complete. This is partially offset by favourable timing variances for the Floodlight and Pole Replacement Program \$15,187 and Environmental Design Lighting \$10,000 due to project progress.
- b) Unfavourable timing variances arose from a number of projects across the program completed ahead of schedule including Zamia Place (\$126,631), Armytage Way (\$75,947), Rosedene Way (\$68,178), Oldham Street (\$64,880), Blackall Drive (\$59,223) and the Road Preservation Program - Asphalt Overlay (\$60,480) to name a few. This is offset by a favourable variance for Poynter Drive – Griffell Way to Granadilla Street \$38,000 which has been withdrawn following a recent condition audit report that resurfacing is not required.
- c) This unfavourable variance is a result of projects being funded from funds brought forward from the previous financial year including Parin Pioneer Park Development (Blackthorn Park) (\$119,045) and Periwinkle Park (\$62,988) both of which are now 100% complete. In addition, an unfavourable timing variance arose for Timberlane Park Drainage Outlet Upgrades (\$101,688) and Stormwater Minor Drainage Upgrades (\$21,679) which are progressing ahead of schedule.
- d) Several unfavourable timing variances arose across the Path Replacement Program which is progressing ahead of schedule with 22 (92%) projects complete including Shenton Avenue under Shared Path Renewal & Resurfacing (\$116,466), Moore Drive Shared Path (\$113,833) and New Bus Shelter Installation which is complete awaiting payment of final invoices. This is partially offset by a favourable timing variance for New Path Program project Sandalwood Drive – Marlock Drive to Calectasia Street \$60,000 which is delayed until March 2019 awaiting the outcome of a petition by residents. The balances of variances are spread across a number of areas.

**Favourable Variance**
**Unfavourable Variance**



- e) This unfavourable timing variance arose mainly due to Air Conditioning Replacement Program (\$96,711), Sorrento North Toilets Refurbishment (\$52,087), Sorrento Surf Life Savings Club Works (\$31,965) and Mawson Park Toilets / Changerooms (\$24,583) being completed ahead of schedule. In addition Windermere Park Clubroom Refurbishment (\$86,916) and Iluka Sports Roof Upgrade (\$47,436) are progressing ahead of schedule. The balances of variances are spread across a number of areas.
- f) Unfavourable timing variances arose across the program mainly due to Gascoyne Park Playspace Renewal (\$92,201), Wedgewood Park Playspace Renewal (\$90,669) and Barbecue Renewal Program (\$41,898) which are all complete ahead of schedule. In addition, unfavourable variances arose from funds brought forward for projects from the previous financial year including MacDonald Park Playspace Renewal (\$33,367) and Tom Simpson Park Playspace Renewal (\$37,607). Both of these projects are now complete.
- g) Favourable timing variances exist for works at Percy Doyle Reserve for the Tennis Clubrooms Refurbishment \$272,050 which is complete and Power Upgrade \$164,000 which is 36% complete. In addition a favourable timing variance arose for Joondalup Administration Building Upgrade \$73,920 which has been delayed awaiting outcome of a review of building rationalisation.
- h) This unfavourable timing variance arose predominantly due to Arterial Roads Streetscape Upgrade Program (\$237,235) which is progressing ahead of schedule. This is offset by favourable timing variances for the Streetscape Renewal Program \$146,529 for Warwick Road which is experiencing delays with construction now programmed for May to June 2019 and the Leafy City Program \$2,906 due to project progress.
- i) Unfavourable timing variances mainly arose from Fairway / Carnaby Irrigation Consolidation (\$52,140) and Albacore Park Irrigation Upgrade (23,331) which are completed ahead of schedule. In addition, the Prince Regent Park Irrigation Upgrade (\$50,653) and Tree Planting Program (\$31,124) are progressing ahead of schedule. This is partially offset by favourable timing variances for Kanangra Park Irrigation Renewal \$25,000 which is delayed awaiting Western Power connections and Park Amenity Renewal \$23,523 to be re-phased at Mid Year review. The balances of variances are spread across a number of areas.
- j) Unfavourable timing variances arose as a result of projects funding brought forward from the previous financial year including Venturi Drive Median Treatment (\$75,629), Warwick Train Station (\$33,949) and Marmion Avenue / Ocean Reef Road (\$49,870) which are all now complete. In addition, Perilya Road Improvements (\$49,955) is complete ahead of forecast. This is partially offset by Blackspot project Marmion Avenue / Burns Beach Road \$47,761 which is complete under budget.
- k) Unfavourable timing variances arose from the Foreshore and Natural Areas Management Program (\$26,311) and Parking Facilities Program (\$3,258) due to projects progress.

**16. Vehicle and Plant Replacements****(\$254,339)**

This unfavourable variance for Fleet and Plant purchases includes timing variances for four utility vehicles and four hatch back cars totalling (\$253,575) which are progressing ahead of budget phasing. Orders totalling \$544,998 have been placed and are scheduled for delivery in the coming months.

**17. Equity Investments****\$6,300**

This favourable variance arose from unbudgeted GST contributions from TPRC land sales.

**18. Proceeds from Disposal****\$318,594**

This favourable timing variance arose from Fleet and Plant disposals which includes \$103,015 for items replaced in the previous financial year.

**19. Opening Funds****\$3,893,522**

Variations in the actual results for 2017-18 compared to the budget estimate gave rise to a favourable variance of \$3,893,522 in opening funds. Adjustment to opening funds will be reflected in the Mid Year Budget Review.

<b>Favourable Variance</b>
<b>Unfavourable Variance</b>

20. Closing Funds

**\$5,064,357**

	June 2018	November 2018
<b>Current Assets</b>		
Cash and Investments	\$100,085,669	\$161,676,986
Rates Outstanding, Sundry Debtors and Other Receivables	\$3,026,090	\$29,301,708
Accrued Income	\$1,208,522	\$1,319,512
Prepayments	\$687,023	\$304,981
Inventories	\$188,284	\$181,759
<b>Total Current Assets</b>	<b>\$105,195,588</b>	<b>\$192,784,946</b>
<b>Current Liabilities</b>		
Trade Creditors	\$4,522,569	\$8,308,833
Sundry Payables	\$610,874	\$10,386,278
Accrued Expenses	\$5,116,012	\$4,247,043
Other Payables	\$2,305,685	-
Borrowings	\$3,201,862	\$2,210,345
Provision for Annual Leave	\$4,497,672	\$4,642,752
Provision for Long Service Leave	\$5,855,900	\$6,010,089
Provision for Workers Compensation Insurance	\$2,503,467	\$3,499,925
Provision for Sick Leave	\$1,006,450	\$971,990
Other Provisions	\$196,914	\$188,822
<b>Total Current Liabilities</b>	<b>\$29,817,405</b>	<b>\$40,466,077</b>
<b>Net Current Assets</b>	<b>\$75,378,183</b>	<b>\$152,318,869</b>
<b>Add back: Borrowings</b>	\$3,201,862	\$2,210,345
<b>Less: Cash Backed Reserves</b>	\$74,151,620	\$74,151,620
<b>Closing Funds – Surplus/(Deficit)</b>	<b>\$4,428,425</b>	<b>\$80,377,594</b>

Favourable Variance

Unfavourable Variance