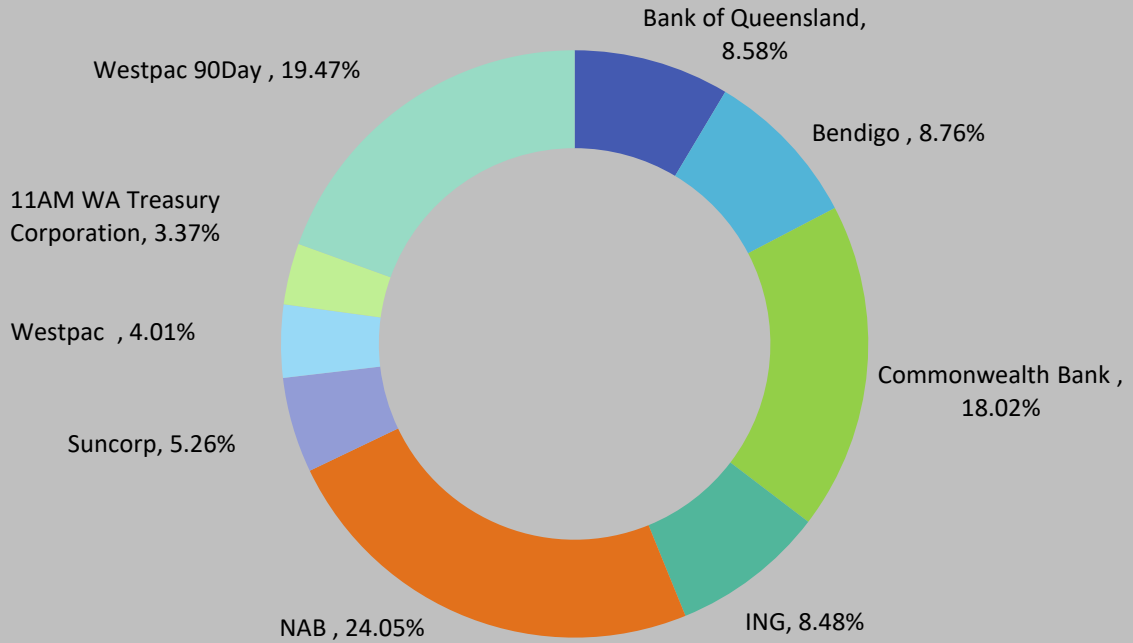


	Notes	Revised Budget	YTD Revised Budget	YTD Actual	YTD Variance \$	YTD Variance %
OPERATING REVENUE						
Rates	1	(99,943,014)	(99,943,014)	(100,056,592)	113,578	0%
Specified Area Rates		(708,248)	(708,166)	(709,165)	999	0%
Grants and Subsidies	2	(3,683,872)	(2,730,397)	(7,517,495)	4,787,098	175%
Contributions Reimbursements and Donations	3	(1,215,173)	(905,457)	(980,544)	75,087	8%
Profit on Asset Disposals	4	(932,770)	(932,770)	(1,206,624)	273,854	29%
Fees and Charges	5	(41,513,332)	(38,488,641)	(38,061,623)	(427,018)	(1)%
Interest Earnings	6	(741,099)	(657,925)	(727,559)	69,634	11%
Other Revenue/Income	7	(449,902)	(359,012)	(386,404)	27,392	8%
Total Operating Revenue		(149,187,410)	(144,725,382)	(149,646,006)	4,920,624	3%
OPERATING EXPENSES						
Employee Costs	8	64,833,289	54,025,664	51,731,119	2,294,545	4%
Materials and Contracts	9	69,145,463	42,840,670	38,516,835	4,323,835	10%
Utilities (gas, electricity, water etc.)	10	5,956,419	4,873,882	4,798,138	75,744	2%
Depreciation & Amortisation of Non-Current Assets	11	31,447,158	25,824,703	26,105,122	(280,419)	(1)%
Loss on Asset Disposals	12	202,650	202,650	48,046	154,604	76%
Interest Expenses		326,832	260,481	255,401	5,080	2%
Insurance Expenses		1,523,561	1,516,131	1,529,597	(13,466)	(1)%
Total Operating Expenses		173,435,372	129,544,186	122,984,258	6,559,928	5%
(SURPLUS)/DEFICIT FROM OPERATIONS		24,247,962	(15,181,196)	(26,661,748)	11,480,552	76%
OPERATING NON-CASH ADJUSTMENTS						
Depreciation & Amortisation of Non Current Assets		(31,447,158)	(25,824,703)	(26,105,122)	280,419	1%
Loss on Asset Disposal		(202,650)	(202,650)	(48,046)	(154,604)	(76)%
Profit on Asset Disposals		932,770	932,770	1,206,624	(273,854)	29%
Movement in Non-current Items	13	(100,000)	(100,000)	(91,784)	(8,216)	(8)%
OPERATING CASH (SURPLUS)/DEFICIT		(6,569,076)	(40,375,779)	(51,700,076)	11,324,297	28%
NON-OPERATING REVENUE						
Capital Grants and Subsidies	14	(13,940,393)	(11,107,140)	(9,857,572)	(1,249,568)	(11)%
Capital Contributions		(691,041)	(344,219)	(356,479)	12,260	4%
Equity Distribution - TPRC		(1,666,667)	(833,333)	(833,333)	-	0%
Other Non-Operating (GST Reimb TPRC Land Sales)	15	(111,691)	(111,691)	(166,479)	54,788	49%
Total Non-Operating Revenue		(16,409,792)	(12,396,383)	(11,213,863)	(1,182,520)	(10)%
CAPITAL EXPENDITURE						
Capital Projects	16	2,759,553	1,474,818	1,161,621	313,197	21%
Capital Works	17	44,057,270	29,590,385	24,060,573	5,529,812	19%
Vehicle and Plant Replacements	18	3,096,536	1,179,406	539,218	640,188	54%
Total Capital Expenditure		49,913,359	32,244,609	25,761,412	6,483,197	20%
CAPITAL (SURPLUS)/DEFICIT		33,503,567	19,848,226	14,547,549	5,300,677	27%
(SURPLUS)/DEFICIT FROM OPERATIONS AND CAPITAL		26,934,491	(20,527,553)	(37,152,527)	16,624,974	81%
FUNDING						
Proceeds from Disposal	19	(322,559)	(302,559)	(421,727)	119,168	39%
Loans - New Borrowings		-	-	-	-	0%
Loans - Repayment of Principal		1,836,594	1,596,343	1,596,343	-	0%
Transfer from Trust		(120,529)	-	-	-	0%
Transfer from Reserve		(44,158,706)	-	-	-	0%
Transfer to Reserve		19,646,204	-	-	-	0%
Transfer to Accumulated Surplus		-	-	-	-	0%
Transfer from Accumulated Surplus		-	-	-	-	0%
Opening Funds		(3,860,336)	(3,860,336)	(3,860,336)	-	0%
CLOSING FUNDS	20	(44,840)	(23,094,105)	(39,838,247)	16,744,142	73%

INVESTMENT SUMMARY

April-22

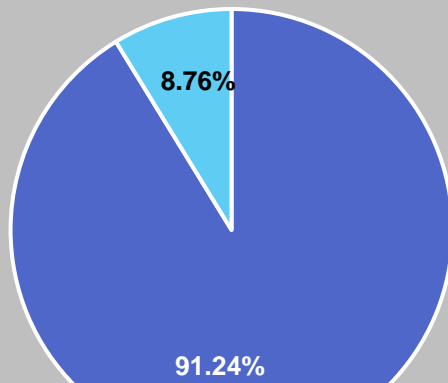



Municipal Funds	\$60,530,625	YTD Return	0.40%
Reserve Funds	\$99,209,375	Benchmark	0.60%
	\$159,740,000	RBA Rate	0.10%

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

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

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





▪ F.I. Investing in Fossil Fuel

▪ F.I. Not Investing in Fossil Fuels

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

NOTES TO AND FORMING PART OF THE FINANCIAL ACTIVITY STATEMENT FOR THE PERIOD ENDED 30 APRIL 2022

1. Rates \$113,578

This favourable variance mainly arose due to additional Interim Rates \$113,128.

2. Grants and Subsidies \$4,787,098

A favourable timing variance has arisen mainly from advance receipt of the 2022/23 Federal General Purpose (WALGGC) Grant \$2,789,204 and advance receipt of the 2022/23 Federal Local Road (FLRG) Grant \$2,048,341.

3. Contributions Reimbursements and Donations \$75,087

This favourable variance mainly arose due to the timing of the Public Transport Authority Grant received for Bus Shelter Maintenance \$28,487.

4. Profit on Asset Disposals \$273,854

This favourable variance mainly arose due to the profit on sale of land at Tamala Park \$183,403 and profit on disposal of fleet and plant \$90,451.

5. Fees and Charges (\$427,018)

	YTD Budget	YTD Actual	Variance
a) Refuse Charges	\$22,204,745	\$21,922,160	(\$282,585)
b) Parking Fees	\$2,948,755	\$2,775,142	(\$173,613)
c) Sports and Recreation Fees	\$7,645,913	\$7,548,070	(\$97,843)
d) Building and Development Fees	\$1,577,000	\$1,747,820	\$170,820
Other Fees & Charges	\$4,112,228	\$4,068,431	(\$43,797)
	<u>\$38,488,641</u>	<u>\$38,061,623</u>	<u>(\$427,018)</u>

a) Unfavourable variance mainly arose from Waste Refuse Service Charges (\$282,726) being additional refuse services projected.

b) An unfavourable variance mainly arose due to On Street Parking Fees (\$87,264).

c) This unfavourable variance was mainly due to Admission Fees (\$118,266) and Court Sport Revenue (\$70,921), partially offset by favourable variance on Park Hire \$79,777.

d) Favourable variance mainly arose due to Building Permits \$102,622.



6. Interest Earnings \$69,634

This favourable variance arose mainly due to higher than estimated interest from investments \$55,951.

7. Other Revenue/Income \$27,392

This favourable variance arose due to prior year accrual correction that will be adjusted to operating expenditure as part of end of year reporting.

8. Employee Costs \$2,294,545

	YTD Budget	YTD Actual	Variance
a) Salaries and Wages	\$51,953,533	\$49,908,273	\$2,045,260
b) Other Employment Costs	\$2,072,131	\$1,822,846	\$249,285
	\$54,025,664	\$51,731,119	\$2,294,545

a) Favourable timing variances for Salaries and Wages arose from the cumulative impact of vacancies in various areas year to date.

b) Favourable variance arose mainly due to Other Employee Costs \$172,453, Staff Training \$84,608 and Conferences and Seminars \$71,947.

9. Materials and Contracts \$4,323,835

	YTD Budget	YTD Actual	Variance
a) External Service Expenses	\$12,758,860	\$10,725,489	\$2,033,371
b) Waste Management Services	\$14,534,027	\$13,914,599	\$619,428
c) Other Materials	\$2,197,416	\$1,769,110	\$428,306
d) Furniture, Equipment and Artworks	\$2,410,678	\$2,025,079	\$385,599
e) Contributions & Donations	\$1,260,139	\$906,013	\$354,126
f) Public Relations, Advertising & Promotions	\$870,946	\$595,328	\$275,618
g) Professional Fees & Costs	\$1,598,011	\$1,373,707	\$224,304
h) Administration	\$949,151	\$730,578	\$218,573
i) Accommodation & Property	\$890,792	\$779,877	\$110,915
j) Members Costs	\$623,822	\$540,401	\$83,421
k) Computing	\$2,171,650	\$2,682,099	(\$510,449)
Other Materials & Contracts	\$2,575,178	\$2,474,555	\$100,623
	\$42,840,670	\$38,516,835	\$4,323,835

a) Favourable timing variances arose mainly from External Contractors and Services \$1,555,064, including Parks \$506,185, Roads \$329,854, City Projects \$252,049, Director of Infrastructure predominately in relation to Inventory Audit and Condition Assessments \$164,700, CEO Administration \$127,691, Application Services \$114,283, Cultural Services \$69,131, Craigie Leisure Centre \$64,904, Waste Management Services \$61,013 and City Amenity/Customer Service \$50,575, partially offset by Buildings (\$316,651). A favourable variance also arose on Programme Activities



\$416,579, mainly from Economic Development and Advocacy \$161,799, Cultural Services \$136,506, and Community Development \$88,733. The balances of variances are spread across a number of areas.

- b) A favourable variance arose mainly from Recycling and Govt Levy Processing \$496,298 and General Waste Tipping Fees \$109,152. The balances of variances are spread across a number of areas.
- c) This favourable variance mainly arose from Materials Build Minor Works \$279,371 and External Material Purchases Contract \$127,915.
- d) A favourable variance arose mainly from Hire of Equipment \$143,928 and Computer & Communications Equipment Maintenance & Repair \$72,055. The balances of variances are spread across a number of areas.
- e) This favourable variance mainly arose from Sponsorship \$299,850. The balances of variances are spread across a number of areas.
- f) Favourable variance arose mainly due to General Advertising \$111,172, Promotions \$67,430 and Catering \$60,953. The balances of variances are spread across a number of areas.
- g) This favourable variance mainly arose from Consultancy \$194,816, partially offset by Legal Expenses (\$97,420). The balances of variances are spread across a number of areas.
- h) This favourable variance mainly arose due to Printing \$61,498 and Other Sundry Admin Expenses \$58,334. The balances of variances are spread across a number of areas.
- i) Favourable variance mainly arose due to Security \$78,941. The balances of variances are spread across a number of areas.
- j) Favourable variance arose mainly due to Elected Members Conference and Training expenses \$63,980. The balances of variances are spread across a number of areas.
- k) Unfavourable timing variance mainly arose due to Computer Software Subscriptions (\$391,630) and Computer Software Licences (\$201,643), partially offset by a favourable variance on Computer Software Maintenance \$60,554. The balances of variances are spread across a number of areas.

10. Utilities

\$75,744

Favourable variance mainly arose due to Electricity on Buildings \$78,257.

11. Depreciation & Amortisation of Non-Current Assets

(\$280,419)

Unfavourable variance mainly due to timing of Impairment/Write off of replaced/upgraded assets (\$568,521) compared to estimates, which was partially offset by lower Depreciation – Roads Infrastructure \$109,136 and Depreciation – Open Reserves \$75,153. The balances of variances are spread across a number of areas.

12. Loss on Asset Disposals \$154,604

Favourable variance mainly arose due to Loss on Asset Disposal for Fleet and Plant \$154,604.

13. Movement in Non-Current Items (\$8,216)

This timing variance arose in respect to Non-current Long Service Leave Liability.

14. Capital Grants and Subsidies (\$1,249,568)

	YTD Budget	YTD Actual	Variance
a) Commonwealth Grants – Capital Other	\$4,489,342	\$2,275,554	(\$2,213,788)
b) Commonwealth Grants – Capital – Roads to Recovery	\$1,536,913	\$1,030,593	(\$506,320)
c) Commonwealth Grants & Subsidies – Capital – Black Sport	\$1,115,386	\$745,787	(\$369,599)
d) Other Grants and Subsidies – Capital - Other	\$516,519	\$430,719	(\$85,800)
e) State Government Grants – Capital - Other	\$876,000	\$1,886,000	\$1,010,000
f) State Government Grants – Capital – MRRG Grants Roads Other Grants and Subsidies	\$1,833,511	\$2,749,450	\$915,939
	\$574,469	\$574,469	-
	<u>\$10,942,140</u>	<u>\$9,692,572</u>	<u>(\$1,249,568)</u>

- a) Unfavourable timing variance mainly relates to income yet to be received for LRCI phase 1 and phase 2 projects (\$2,267,788), including FPR2289 Marmion Ave (Delamere to Burns Beach) (\$223,000), FPN2292 Marmion Ave (Prendiville to Shenton) (\$215,000), FPR2297 Coastal Path – West View Bvd to Marina (\$215,000), PEP2846 Whitfords Health & Wellbeing Hub Warrior Parkour Field (\$190,000), RDC2003 Bridge & Underpass Refurbishment Program (\$177,000), STL2117 Iluka LED Conversion (\$175,000), PFP2081 Ellersdale Park Parking Improvements (\$147,500) and PFP2080 Mullaloo Drive Cul-de-sac Parking Improvements (\$106,000). This was partially offset by recognition of unspent grant income from previous financial year on multiple projects \$54,000.
- b) An unfavourable variance mainly relates to a number of projects including RPR3167 Calectasia St – Coolibah Drv to Leschenaultia St (\$100,000), RPR3181 Seacrest Dr – Reef Ct to Parnell Ave (\$65,000), RPR3217 Diablo/Fairway Roundabout (\$60,000), RPR3168 Lilburne Rd – Pyrus St to Marri Rd (\$51,500) and RPR3190 Gibson Ave – Warburton Ave to Rudall Wy (\$50,000) due to the timing of project construction.
- c) Unfavourable variance relates to the second 40% claim for SBS2037 Marmion/McWhae Intersection Upgrade (\$369,599).

- d) An unfavourable variance mainly relates to outstanding funding from Department of Local Government Sport for MPP2058 Chichester Park Clubrooms Redevelopment (\$100,000).
- e) Favourable variance mainly relates to funding received from Department of Local Government Sport for MPP2050 Craigie Leisure Centre Upgrades \$1,000,000.
- f) A favourable variance mainly arose due to RDC2027 Joondalup Dr/ Hodges Dr Intersection Upgrade \$1,222,400, which was partially offset by claims currently in progress for multiple MRRG projects (\$322,656).

15. Other Non-Operating Revenue

\$54,788

This favourable variance predominately arose from GST reimbursements in respect of TPRC land sales undertaken \$54,788.

16. Capital Projects

\$313,197

This favourable timing variance arose mainly due to Cafes/Restaurants/Kiosks \$92,501, CCTV City Centre \$66,479 and IT Disaster Recovery Facilities \$40,000. The balances of variances are spread across a number of areas.



17. Capital Works

\$5,529,812

	No. Budgeted Projects	YTD Budget	YTD Actual	Variance	Key Variance
a) Major Projects Program (MPP)	9	\$6,585,423	\$5,343,501	\$1,241,922	MPP2058 - \$469,649 MPP2050 - \$331,881 MPP2034 - \$177,168
b) Parks Equipment Program (PEP)	34	\$2,377,212	\$1,545,580	\$831,632	PEP2707 - \$498,505
c) Major Road Construction Program (RDC)	9	\$2,715,924	\$2,031,836	\$684,088	RDC2025 - \$383,719 RDC2026 - \$213,356
d) Road Preservation/Resurfacing Program (RPR)	91	\$5,722,925	\$5,050,166	\$672,759	RPR3224 - \$118,670 RPR3212 - \$110,235
e) Parking Facilities Program (PFP)	13	\$1,059,331	\$465,830	\$593,501	PFP2066 - \$291,698 PFP2081 - \$118,137
f) Street lighting Program (STL)	16	\$3,008,212	\$2,549,566	\$458,646	STL2005 - \$136,074
g) Parks Development Program (PDP)	32	\$1,393,776	\$1,003,031	\$390,745	PDP2338 - \$115,000
h) Blackspot Projects (SBS)	5	\$1,137,882	\$959,961	\$177,921	SBS2037 - \$189,656
i) Stormwater Drainage Program (SWD)	9	\$631,435	\$542,464	\$88,971	SWD2231 - \$30,123
j) Streetscape Enhancement Program (SSE)	5	\$251,963	\$176,009	\$75,954	SSE2055 - \$84,491
k) Local Traffic Management (LTM)	14	\$544,066	\$468,822	\$75,244	LTM2174 - \$54,075
Other Programs	44	\$4,162,236	\$3,923,807	\$238,429	
	281	\$29,590,385	\$24,060,573	\$5,529,812	

- a) Favourable variance occurred mainly due to MPP2058 Chichester Park Clubrooms Redevelopment \$469,649, MPP2050 Craigie Leisure Centre Refurbishment \$331,881, MPP2034 Joondalup Admin Building Refurbishment \$177,168, MPP2013 Warwick Sports Centre \$132,313 and MPP2006 Cafes/Kiosks/Restaurants – Pinnaroo Point \$100,000.

- b) Favourable variance mainly due to works being carried forward to next financial year PEP2707 Whitfords Nodes Health & Wellbeing Hub \$498,505. Additional variances occurred due to savings to PEP2846 Whitfords Health & Wellbeing Hub Parkour Field \$73,734 and PEP2588 Finney Park Playspace Renewal \$54,189.
- c) A favourable variance mainly occurred due to RDC2025 Whitfords Ave/Gibson Ave Intersection Upgrade \$383,719, RDC2026 Whitfords Ave/Kingsley Dr Intersection Upgrade \$213,356 and RDC2024 Shenton Ave Upgrade Design \$81,788.
- d) Favourable variance mainly due to RPR3224 Joondalup Drv (NB) Injune Way to Hodges Drv \$118,670, RPR3212 Winton/Cord Roundabout \$110,234, RPR3226 Joondalup Drv (SB) – Petrol St Entrance to Wedgewood Dr \$104,622, RPR3227 Whitfords Ave (WB) Wanneroo Rd to Mooro Rd \$98,329, RPR3181 Seacrest Drv – Reef Ct to Parnell Ave \$79,740, RPR3213 Cord St (Eastbound) \$55,439, RPR3230 Shenton Ave (WB) – McLarty Ave to Joondalup Drv \$53,534, RPR3214 Cord Street (Westbound) \$53,326, RPR3222 Joondalup Drv (SB) – Petrol Station Entrance to Cord St \$51,574 and RPR3229 Whitfords Ave (WB) Kingsley Drv to Mitchell Fwy \$50,101. This was partially offset by unfavourable variance due to early completion on RPR3134 Albacore Drv (\$187,269), RPR3152 Haynes Road (\$113,568) and RPR2923 Porteous Road – Parnell Rd to Justin Drv (\$108,523).
- e) A favourable variance occurred mainly on PFP2066 Pinnaroo Point Parking Improvements \$291,698, PFP2081 Eilersdale Park Parking Improvements \$118,137 and PFP2086 Windermere Park Parking Improvements \$91,222.
- f) Favourable variance mainly due to a delay on STL2005 Arterial & Urban Road Street Lighting \$136,074, STL2003 Joondalup City Centre Street Lighting \$87,007 and STL2112 Blue Mountain Drv Lighting Improvement \$81,395.
- g) Favourable variance relates to PDP2338 Poseidon Park Revitalisation \$115,000, PDP2344 Glengarry Park Irrigation Network \$75,666 and PDP2343 Ocean Gate Bore Renewal \$68,446.
- h) A favourable variance occurred mainly due to delayed works on SBS2037 Marion/McWhae Intersection Upgrade \$189,656.
- i) Favourable variance mainly due to SWD2231 Sump Beautification – Minor Sites \$30,123.
- j) A favourable variance mainly occurred on SSE2055 Streetscape Renewal Program \$84,491 to be carried forward to next financial year.
- k) Favourable variance occurred mainly due to LTM2174 Selkirk Drv – Connolly Drv to Inez Pass \$54,075.

18. Vehicle and Plant Replacements

\$640,188

A favourable variance mainly arose in relation to the timing of the capital acquisition of a Sweeper \$357,251, an Isuzu Truck \$98,551, a Toyota Ute \$49,309 and three Toro Mowers \$134,190.

19. Proceeds from Disposal**\$119,168**

A favourable variance arose mainly due to higher than expected proceeds received from the disposal of fleet \$119,168.

20. Closing Funds**\$16,744,142**

	June 2021	April 2022
Current Assets		
Cash and Investments	\$140,026,825	\$159,911,489
Rates Outstanding, Sundry Debtors and Other Receivables	\$3,650,817	\$3,381,376
Accrued Income	\$597,565	\$287,203
Prepayments	\$757,967	\$614,234
Inventories	\$226,281	\$133,064
Total Current Assets	\$145,259,456	\$164,327,366
Current Liabilities		
Trade Creditors	\$5,472,655	\$1,172,104
Sundry Payables	\$695,348	\$2,460,222
Accrued Expenses	\$3,105,207	\$6,358,592
Other Payables	\$7,765,472	\$1,221,867
Borrowings	\$1,836,594	\$240,251
Lease Liability	\$455,497	\$53,344
Provision for Annual Leave	\$4,774,903	\$4,433,425
Provision for Long Service Leave	\$6,550,516	\$6,501,314
Provision for Purchased Leave	\$147,488	\$198,522
Provision for Workers Compensation Insurance	\$2,266,015	\$3,137,004
Provision for Sick Leave	\$1,061,768	\$1,009,146
Other Provisions	\$9,415	\$9,415
Total Current Liabilities	\$34,140,880	\$26,795,206
Net Current Assets	\$111,118,578	\$137,532,160
Add back: Borrowings	\$1,836,594	\$240,251
Add back: Lease Liabilities	\$455,497	\$53,344
Add back: Contract Liabilities for developer contributions	\$1,221,867	\$1,221,867
Less: Cash Backed Reserves	\$110,772,200	\$99,209,375
Closing Funds – Surplus/(Deficit)	\$3,860,336	\$39,838,247