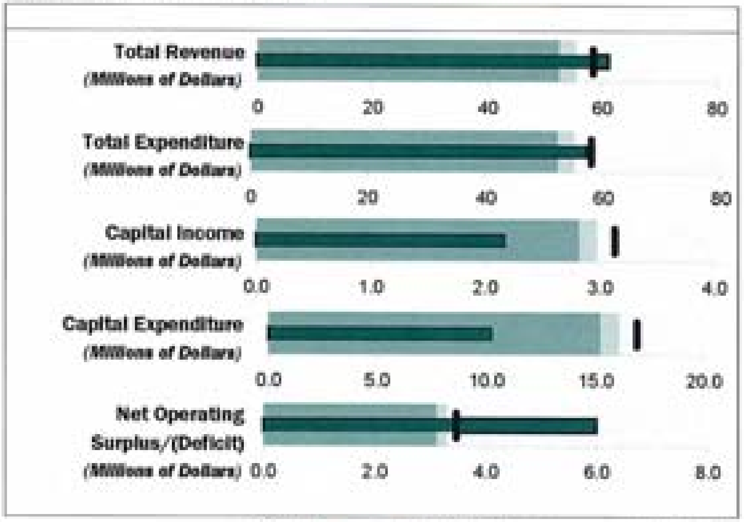
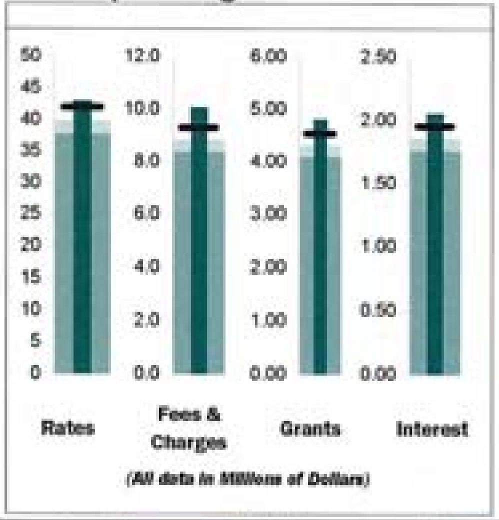
Darwin City Council

May, 2009

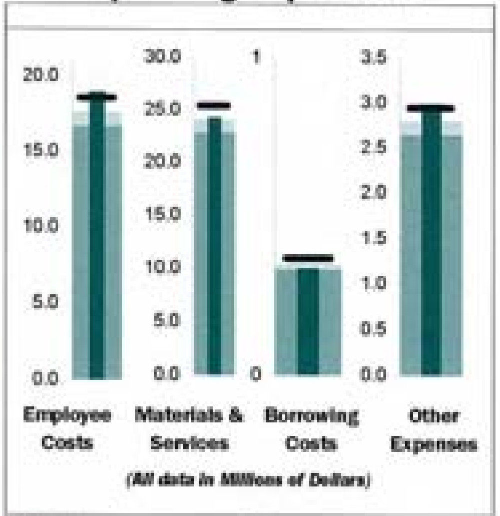
YTD Profit and Loss



YTD Operating Revenue



YTD Operating Expenditure



Key: Actual Performance | Performance Target | 90% of target range | 95% of target range

Operating Performance Summary

Operating Revenue

Operating Revenue is displaying a positive 5% variance ($2.7M). This is largely due to income exceeding YTD expectations in Landfill Waste Receipts (by $623k), Property rent & lease income ($224k), Alfresco Dining income ($110k), additional FAA grant funding ($169k) and Offstreet Parking ($116k). Rate Revenue has contributed to income performance ($956k) as the anticipated growth, budgeted for June, has been achieved. Interest income exhibits a declining trend whilst maintaining a surplus to budget expectations of $97k YTD.

Operating Expenditure

Overall operating expenditure is on target with a 1% ($751k) variance. Materials and Services are below budget by 5% ($1.2M) while Employee Costs are above budget expectations by 2% ($374k). Other Expenses have a variance of $43k (1%).

Capital Works

$10M of capital works have been spent YTD with a further $2.4M committed to projects. The carry forward projects have been included taking the total year budget to $20M

Capital works for the year include works for the refurbishment and upgrade of Council buildings including halls, childcare centres, Casuarina Library upgrade, Darwin Entertainment Centre including the disabled lift refurbishment, Depot and Civic Centre, Charles Darwin Commemorative Artwork, a new regional playground, reconstruction and extensions to Council's cyclepaths and footpaths, roadworks, and a number of environmental projects.

Balance Sheet

Currently Council's Cash at Bank and Investments total $36.34M, of which $26M is restricted in reserves including amounts that have been committed for capital projects carried over from the previous year of $6.66M.

Council has maintained its ability to meet all its current commitments with a working capital ratio of 1.20:1.

Debt repayments commenced in the previous year on the DEC and Animal Pound Loan. Payments totalling $454,848 comprising both principal and interest portions were made in the 2007/08 year. The second instalment for 2008/09 was transacted in May bringing total interest payments for the year to $335,534 and $119,312 in principle repayment.

Key Ratios

	YTD Budget	YTD Actual
TOTAL CASH		
(Total cash)	$33.22M	$36.34M
Identifies availability of cash to meet all commitments		
DEBT SERVICING RATIO		
(interest + principal/rate revenue)	N/A	1.22%
Identifies the amount of rate revenue required to service all debts.		
REVENUE RATIO		
(rate revenue/total revenue)	62.43%	61.14%
Identifies the dependency on rate revenue		
DEPRECIATION FUNDING		
(Operating surplus before deprec/deprec)	1.32	1.56
Identifies the ability to fund depreciation		

The following Ratios were used in the ALGA National Sustainability Study of Local Government Report (2006) as measures of a Council's long term financial stability:

	YTD Budget	YTD Actual
OPERATING SURPLUS/(DEFICIT) %		
(operating surplus/total income)	5.96%	9.81%
Identifies the proportion of income available to fund future works and maintain the existing assets		
Sustainability Benchmark - any deficits should be <10.00%		
LIQUIDITY RATIO		
(current assets/current liabs & reserves)	1.29	1.20
Identifies the ability to fund current liabilities and cash backed reserves		
Sustainability Benchmark - should be **>1.00**		
INTEREST COVERAGE		
(Operating Surplus+Borrowing Cost/Borrowing Costs)	10.53	18.86
Interest coverage measures a Council's ability to pay interest on its outstanding debt.		
Sustainability Benchmark - should be >3.00		
SUSTAINABILITY RATIO		
(CAPEX/Depreciation)	1.56	0.96
Measures the net increase or decrease in Council's asset base.		
Sustainability Benchmark - should be >1.00		
RATES RATIO		
(Total Rates/Total Expenses)	72.37%	74.99%
Measures Council's ability to cover its costs through its own tax revenue.		
Sustainability Benchmark - should be >40.00%		

DARWIN CITY COUNCIL
Income Statement
31 May 2009

2008 Est. Actual $		2009 Budget $	2009 YTD Budget $	2009 YTD Actual $	2009 YTD Variance %
	Revenue from ordinary activities				
35,407,859	General Rates	37,324,413	36,441,922	37,347,205	2.48%
4,531,910	Utility rates and charges	5,552,367	5,552,367	5,603,370	0.92%
39,939,769		42,876,780	41,994,289	42,950,575	2.28%
10,259,048	Fees and Charges	10,015,896	9,303,818	10,064,389	8.17%
2,779,178	Interest	2,261,666	1,956,248	2,053,402	4.97%
1,300,768	Other	606,426	564,524	1,206,205	113.67%
4,874,486	Government grants and subsidies	4,834,084	4,554,280	4,814,020	5.70%
59,153,249	**Total Operating Revenues**	**60,594,852**	**58,373,159**	**61,088,592**	**4.65%**
	Expenses from ordinary activities				
18,664,213	Employee Costs	20,323,473	18,540,754	18,914,318	2.01%
31,902,530	Materials and Services	28,077,019	25,453,154	24,299,863	-4.53%
13,292,146	Depreciation and Amortisation	11,691,774	10,717,460	10,732,847	0.14%
400,162	Borrowing costs	365,268	365,268	335,534	-8.14%
3,083,466	Other	3,105,697	2,947,530	2,990,219	1.45%
67,342,517	**Total Operating Expenses**	**63,563,231**	**58,024,166**	**57,272,781**	**-1.29%**
(8,189,268)	**Operating Surplus/(Deficit) before capital items**	**(2,968,379)**	**348,994**	**3,815,810**	**993.38%**
	Other Capital Amounts				
16,380,397	Capital Grants, Contributions and Donations	1,315,484	1,045,405	812,142	-22.31%
(47,228)	Other capital income and (losses)	2,085,338	2,085,338	1,364,550	-34.56%
8,143,901	**Net Operating Surplus/(Deficit)**	**432,443**	**3,479,737**	**5,992,503**	**72.21%**

Explanation
Income Statement
This Statement outlines:
- all sources of Council's YTD income (revenue).
- all YTD operating expenses incurred. These expenses relate to operations and do not include capital expenditure.
However the depreciation of assets is included.
The Net Operating Surplus/(Deficit) for the reporting period is a good measure of council's financial performance.
This figure is determined by deducting total expenses from total revenue.

DARWIN CITY COUNCIL
Balance Sheet
31 May 2009

2008 Est. Actual $		2009 Budget $	2009 YTD Budget $	2009 YTD Actual $
	Current Assets			
33,223,898	Cash assets & Investments	35,156,793	33,223,898	36,342,928
3,673,402	Receivables	3,754,397	37,639,123	2,649,427
122,600	Inventories	-	122,600	141,059
1,201,194	Other	-	1,201,194	1,521,704
38,221,094		**38,911,190**	**72,186,815**	**40,655,119**
	Non-Current Assets			
-	Other	-	-	-
511,901,658	Property, plant and equipment	501,931,132	501,184,199	501,947,380
16,093,213	Capital works in progress	-	32,819,445	25,370,611
527,994,871		**501,931,132**	**534,003,644**	**527,317,991**
566,215,965	**TOTAL ASSETS**	**540,842,322**	**606,190,459**	**567,973,109**
	Current Liabilities			
7,067,569	Payables and Borrowings	5,898,161	6,895,187	2,590,832
4,225,758	Provisions	3,599,172	4,225,758	4,062,250
-	Interest bearing liabilities	201,971	374,354	53,069
686,441	Other	-	686,441	1,341,961
11,979,768		9,699,304	12,181,740	8,048,112
	Non-Current Liabilities			
4,746,318	Interest bearing liabilities	4,416,355	4,746,318	4,746,318
558,475	Provisions	701,968	558,475	664,996
5,304,793		5,118,323	5,304,793	5,411,314
17,284,561	**TOTAL LIABILITIES**	**14,817,627**	**17,486,533**	**13,459,426**
548,931,404	**NET COMMUNITY ASSETS**	**526,024,695**	**588,703,926**	**554,513,683**
	Community Equity			
267,815,763	Capital and Capital Reserves	247,633,639	267,815,763	267,815,766
23,747,692	Other reserves	12,224,268	43,950,837	25,810,012
257,367,949	Retained surplus	266,166,788	276,937,326	260,887,905
548,931,404	**TOTAL COMMUNITY EQUITY**	**526,024,695**	**588,703,926**	**554,513,683**

Explanation
Balance Sheet
The Balance Sheet outlines what Council owns (its assets) and what it owes (liabilities) at a point in time. Council's net worth is determined by deducting total liabilities from total assets - the larger the net equity, the stronger the financial position.

DARWIN CITY COUNCIL
Statement of Changes in Equity
31 May 2009

2008 Est. Actual $		2009 Budget $	2009 YTD Budget $	2009 YTD Actual $
	ACCUMULATED SURPLUS			
246,074,023	Balance at beginning of the year	**268,755,929**	**285,214,380**	**256,957,726**
8,694,950	Change in Net Assets recognised in the Income Statement	432,437	3,479,737	5,992,503
(25,286,143)	Recurrent Reserve Transfers (to)/from Reserves	(5,124,894)	(5,069,072)	(4,486,347)
27,885,119	Capital Reserve Transfers (to)/from Reserves	2,103,322	2,103,322	2,251,330
257,367,949	**Balance at end of the year**	**266,166,794**	**285,728,367**	**260,715,212**
	ASSET REVALUATION RESERVE			
247,633,639	Balance at beginning of the year	**247,633,639**	**267,815,763**	**267,815,763**
20,182,124	Transfers to Asset Revaluation Reserve	-	-	-
	Transfers from Asset Revaluation Reserve	-	-	-
267,815,763	**Balance at end of the year**	**247,633,639**	**267,815,763**	**267,815,763**
	OTHER RESERVES - CASH BACKED			
26,346,668	Balance at beginning of the year	**9,202,690**	**32,194,046**	**23,747,692**
25,286,143	Recurrent Reserve Transfers to/(from) Reserves	5,124,894	5,069,072	4,486,347
(27,885,119)	Capital Reserve Transfers to/(from) Reserves	(2,103,322)	(2,103,322)	(2,251,330)
23,747,692	**Balance at end of the year**	**12,224,262**	**35,159,796**	**25,982,709**
548,931,404	**TOTAL COMMUNITY EQUITY**	**526,024,695**	**588,703,926**	**554,513,684**

Explanation

Statement of Changes in Equity

This summarises the change in a Council's real worth throughout the financial year.

Council's net worth can change as a result of:

- a surplus or deficit as recorded in the Income Statement
- an increase or decrease in the value of non-current assets resulting from a revaluation of those assets.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Council Executive Office

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	37,177	-	-100%	-37,177
02 - Expenditure	654,576	558,137	564,600	14,300	N/A	N/A
Grand Total	654,576	558,137	601,777	14,300		

Variance Comments:

Incorrect allocation - to be transferred to Strategy & Outcomes Program. Finance to correct.

Governance

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	1,079,696	937,034	737,335	4,279	27%	199,699
Grand Total	1,079,696	937,034	737,335	4,279		

Variance Comments:

Expenditure is below expected target for Air Travel ($27k),Course/Workshop/Training ($29k), Accommodation ($10k), Materials ($22k) and Internal Plant Recharge ($19k). Contributing to the variance are Elected Members Allowances which are below predicted levels.

Communication & Marketing

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	695,287	597,436	711,220	5,327	-16%	-113,784
Grand Total	695,287	597,436	711,220	5,327		

Variance Comments:

Variance is a result of Christmas Decorations ($89k) - 4th Quarter Budget Variation to be submitted. Contributing to the variance are Temporary Staff costs due to extension of marketing officers role and vacancies in the section.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Strategy & Outcomes

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-42,360	-	-100%	42,360
02 - Expenditure	6,400	4,356	81,354	-	-95%	-76,998
Grand Total	**6,400**	**4,356**	**38,994**	**-**		

Variance Comments:

Variance in income is

Environment General

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-91,066	-77,809	-128,032	-	-39%	50,223
02 - Expenditure	81,128	70,940	20,594	-	244%	50,346
Grand Total	**-9,938**	**-6,869**	**-107,438**	**-**		

Variance Comments:

Income variance is coming from Caring for our Country Zero Toads grant funding ($61k), offset by lag time from the LMS invoicing (-$13k). Expenditure for Environmental Management System Plan projects, late 2009/2010.

Waste Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-9,022,214	-8,241,837	-8,658,764	-	-5%	416,927
02 - Expenditure	8,427,904	6,996,287	7,505,607	2,029,090	-7%	-509,320
Grand Total	**-594,310**	**-1,245,550**	**-1,153,156**	**2,029,090**		

Variance Comments:

Increased levels of commercial waste going over the weighbridge has increased the operational cost for Shoal Bay Landfill by ($320k) and in the domestic garbage collection by ($152k). Also a higher expenditure for the Salvage Operation related to the pre-cyclone clean-up by ($37k). These amount are partially offset by ($417k) increase in income.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

General Manager Community & Cultural Serv

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-965	-	N/A	N/A
02 - Expenditure	600,361	522,850	441,238	1,445	18%	81,612
Grand Total	**600,361**	**522,850**	**440,273**	**1,445**		

Variance Comments:

Underspent in courses/workshops, materials, non contract services and advertising in GM budget allocation. Some funds will be expended during May and June.

Darwin Entertainment Centre

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-379,999	-226,451	-230,000	-	N/A	N/A
02 - Expenditure	1,060,499	918,711	817,391	-	12%	101,320
Grand Total	**680,500**	**692,260**	**587,391**	**-**		

Variance Comments:

Carry forward of $87k for potential contribution of DEC insurance for fixtures & fittings has not been spent as yet. Additional invoice for $50k received and will be paid in coming period. Surplus budget to be carried forward for 2010 increases.

Community Development and Support

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-5,932	-5,932	-2,932	-	N/A	N/A
02 - Expenditure	911,201	821,445	629,086	86,996	31%	192,359
Grand Total	**905,269**	**815,513**	**626,154**	**86,996**		

Variance Comments:

The plant allocation in Community Management budget has been over resourced ($28k YTD). New budget has rectified this.
Community Development Op projects $10k variance relates to invoicing flow of Fringe Festival (2nd year of 3 yr funding agreement).
Community Services Operational projects includes Recreation Plan, Activate, YEP Scoping Study, and Darwin 200 costs. Variance relates to when invoicing is received for strategic work. The Darwin 200 allocation will be requested as a carry forward as activities will run through this calendar year along with the Bells launch. Note: allocations are still required however, variances may continue to occur depending on progress of community engagement which is purposefully staged.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Children & Youth

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-105,763	-95,513	-123,358	-	-23%	27,845
02 - Expenditure	348,819	284,226	275,639	5,636	N/A	N/A
Grand Total	243,056	188,713	152,281	5,636		

Variance Comments:

Favourable income variance is as a result of higher than forecast usage of Nightcliff Community Centre ($10.5k). Unpredicted grants received ($10k Beyond Blue & $2k Office of Youth Affairs). Both have been submitted for 3rd quarter budget variation.

Sport and Recreation

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-471,797	-404,774	-451,573	-	-10%	46,799
02 - Expenditure	1,384,598	1,116,906	1,118,547	16,528	N/A	N/A
Grand Total	912,801	712,132	666,974	16,528		

Variance Comments:

Favourable income variance is result:
- Income received for Dry Season oval usage higher than predicted ($28k YTD)
- Pool income ($17k YTD).

Sister Cities

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-2,150	-2,150	-1,045	-	N/A	N/A
02 - Expenditure	146,150	131,751	84,066	3,560	57%	47,685
Grand Total	144,000	129,601	83,020	3,560		

Variance Comments:

Committee expenditure (and committee fund carry forwards) remains underspent due to projects yet to be developed/endorsed.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Libraries

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-1,337,778	-1,328,676	-1,326,710	-	N/A	N/A
02 - Expenditure	2,868,463	2,340,409	2,156,443	87,487	9%	183,966
Grand Total	**1,530,685**	**1,011,733**	**829,733**	**87,487**		

Variance Comments:

Majority of variance is due to underexpenditure of the library operational projects budget in Materials ($89k) & Non Contract Services ($43k) more of these funds will be spent in May & June. Casuarina library underspent in Contracted Services ($23k) as cleaning not paid during library closure.

Control of Domestic Animals

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-568,985	-521,837	-524,738	-	N/A	N/A
02 - Expenditure	1,089,163	918,032	1,002,301	2,861	N/A	N/A
Grand Total	**520,178**	**396,195**	**477,563**	**2,861**		

Variance Comments:

Regulatory Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-697,662	-592,121	-536,350	-	10%	-55,771
02 - Expenditure	1,326,637	1,100,626	1,012,931	4,008	N/A	N/A
Grand Total	**628,975**	**508,505**	**476,581**	**4,008**		

Variance Comments:

Variance is caused by a deficit in CBD infringements income. This is currently being addressed by an increase in resources being provided to parking enforcement.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

General Manager Infrastructure

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	465,274	388,536	331,472	239	17%	57,064
Grand Total	**465,274**	**388,536**	**331,472**	**239**		

Variance Comments:

Variance is due to underspending in Salaries (+$36k), Workshop/training (+$42k) and Internal Plant Hire (+$15k). These are partially offset by higher charges on telephone(-$25k), photocopying (-$8k) and stationery and office consumables (-$3k).

Asset Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	480,561	407,645	270,468	2,748	51%	137,177
Grand Total	**480,561**	**407,645**	**270,468**	**2,748**		

Variance Comments:

Variance is mainly due to delays in the development of the AIMS database (Council's Asset Management System) which has been caused by delays in software enhancements. A project plan to deliver the enhancements required to improve the functionality and usability of the AIMS database is currently being developed in conjunction with software providers.

Strategic Projects

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	248,037	183,782	158,051	-	16%	25,731
Grand Total	**248,037**	**183,782**	**158,051**	**-**		

Variance Comments:

Variance is due to underspending in salaries and wages (+$34k) offset by overspending in internal plant hire (-$8k).

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Planning

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-297,504	-247,920	-431,562	-	-43%	183,642
02 - Expenditure	731,706	624,863	588,893	9,975	N/A	N/A
Grand Total	434,202	376,943	157,331	9,975		

Variance Comments:

Income variance is driven by the reclassification of monies pertaining to plan approval fees previously recorded under Prepaid Subdivisional Works Reserve to Subdivisional Plan Approval Income of (+$153k) and unbudgeted Subdivisional Plan Approval Income of (+$20k), unforeseen developer contribution for the transfer of Frances Subdivision drainage (+$56k), higher income than budgeted on Permits and Road Reserves Income (+$22k). These are partially offset by lower income from Recoverable Works Income (-$67k).

Design

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	528,886	460,071	450,378	32,009	N/A	N/A
Grand Total	528,886	460,071	450,378	32,009		

Variance Comments:

Urban Infrastructure

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-45,000	-45,000	-361,000	-	-88%	316,000
Grand Total	-45,000	-45,000	-361,000	-		

Variance Comments:

Income variance is due to unforeseen allocation of funding for Smith Street North of (+$227k), unforeseen developer contribution for the transfer of Frances Bay Subdivision roads (+$69k) and compensation for easement for lot 5292 (+$20k).

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Road Construction & Traffic Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-744,996	-620,830	-43,125	-	1340%	-577,705
Grand Total	**-744,996**	**-620,830**	**-43,125**	**-**		

Variance Comments:

YTD actual pertains to various LATM projects that we have already invoiced. The remaining of the variance will be invoiced upon project completion. These are Grant monies for the LATM and Black spot programs by the Government. Invoice to the Department of Planning and Infrastructure is expected to be raised by the end of this financial year.

Roads Maintenance

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-1,517,195	-1,317,217	-1,219,816	-	N/A	N/A
02 - Expenditure	4,487,112	3,544,007	2,953,213	250,585	20%	590,794
Grand Total	**2,969,917**	**2,226,790**	**1,733,397**	**250,585**		

Variance Comments:

Portion of the variance is due to timing difference in the invoicing of committed budget amounting to ($251k). The difference of (+$340k) is mainly due to planned works that have been held off due to wet season conditions. Programme will ramp up now that its dry season.

Pathways

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	487,906	373,459	420,412	39,418	-11%	-46,953
Grand Total	**487,906**	**373,459**	**420,412**	**39,418**		

Variance Comments:

Variance is due to higher expenditure in Paths and Ways Bitumen and Concrete (-$54k), progressive works done for Cyclepath maintenance (-$9k) and Driveways maintenance (-$7k). These are partially offset by underspending in Walkways maintenance (+$24k).

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Street Cleaning

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	1,985,412	1,715,113	1,711,067	16,936	N/A	N/A
Grand Total	**1,985,412**	**1,715,113**	**1,711,067**	**16,936**		

Variance Comments:

Building Maintenance

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-337,492	-317,492	-408,017	-	-22%	90,525
02 - Expenditure	3,232,069	2,718,760	2,712,862	485,655	N/A	N/A
Grand Total	**2,894,577**	**2,401,268**	**2,304,845**	**485,655**		

Variance Comments:

Income variance was for the following:
- $20k NTG funding for Sue Wah Chin Building - Veranda Restoration,
- funding invoiced for the upgrade of bathroom facilities in Stuart Park Neighbourhood and Childcare Centre ($19k) and Casuarina Child Care Centre ($15k), construction of new bathroom facilities in the toddler room at Malak Family Centre ($11k), upgrade of the kitchen area at Parap Family Centre Inc ($11k) and Malak Family Centre ($13k).

Operations Administration

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	397,428	310,619	227,240	456	37%	83,379
Grand Total	**397,428**	**310,619**	**227,240**	**456**		

Variance Comments:

Variance is due to staff vacancies/movements in Operations Admin (+$103k), partially offset by Temporary Staff expenditure (-$35k), and Internal Plant Hire (+$40k). Underspending has been partially offset by Emergency Service expenditure due to Guardian Training (-$29k).

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Storm Water Drainage Maintenance

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	568,868	464,540	567,969	11,283	-18%	-103,429
Grand Total	**568,868**	**464,540**	**567,969**	**11,283**		

Variance Comments:

Third quarter budget variation has been submitted to balance the over expenditure from underexpended accounts. Storm water maintenance has been higher than expected over the wet season.

Mosquito Control

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-197,760	-	-	-	N/A	N/A
02 - Expenditure	166,091	152,973	147,693	9,128	N/A	N/A
Grand Total	**-31,669**	**152,973**	**147,693**	**9,128**		

Variance Comments:

Parks & Reserves

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-143,432	-43,436	-116,339	-	-63%	72,903
02 - Expenditure	7,207,034	5,802,877	5,959,478	176,243	-3%	-156,601
Grand Total	**7,063,602**	**5,759,441**	**5,843,138**	**176,243**		

Variance Comments:

Income variance is due to the Mindil Beach Sand Dune grant of (+$45k), income derived from the removal of trees along Lee Point Rd. (+$15k), higher income from maintenance of Fannie Bay Green Belt Area ($9k) and unbudgeted park hire income of ($4k).

Expenditure variance is due mainly to allocation between programs of Salaries and Wages for Parks & Reserves (-$222k) and Sporting Areas (+$304). Additionally overspending in temporary staff (-$92k), materials (-$63k) and telephone and communication (-$13k) have contributed to the variance. These are offset by internal plant hire (+$83k), utilities (+$67k), contracted materials and services (+48k) and non-contract services (+$28k).

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Sporting Areas

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	1,525,220	1,229,926	881,031	37,775	40%	348,895
Grand Total	1,525,220	1,229,926	881,031	37,775		

Variance Comments:

Maintenance requirements have been less than expected in Sporting Areas and have been moved to fund overexpenditure in Parks and Reserves section in 3rd Qtr Budget Variation. Allocation of Salaries and Wages between programs Parks and Reserves (-$222k) and Sporting Areas (+$304k) have created the majority of the expenditure variance. Also underspending in utilities (+$83k), contracted materials and services (+$13k) and non-contract services (+$10k). These are offset by overspending in temporary staffs (-$45k) and internal plant hire (-$23k).

Cemeteries

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-30,870	-25,782	-29,663	-	N/A	N/A
02 - Expenditure	190,150	154,601	153,965	11,640	N/A	N/A
Grand Total	159,280	128,819	124,302	11,640		

Variance Comments:

Urban Forest Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	1,590,337	1,318,157	1,167,014	211,547	13%	151,143
Grand Total	1,590,337	1,318,157	1,167,014	211,547		

Variance Comments:

Variance can be attributed to timing of Pruning programmes. Works have been committed and will be spent when works are completed.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Corporate Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-2,004,996	-1,670,830	-1,927,243	-	-13%	256,413
02 - Expenditure	-367,218	-303,052	-353,923	4,329	-14%	50,871
Grand Total	**-2,372,214**	**-1,973,882**	**-2,281,166**	**4,329**		

Variance Comments:

Income for interest has been budgeted across several sections to reflect end of year interest transfers, whilst actuals occur within Corporate Services program during the year. Overall income from investments has achieved high returns YTD surpassing total budget expectations by $137k. Expenditure is underspent in salaries & wages and legal expenses.

Accounting Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-1,427,871	-1,055,901	-1,091,492	-	N/A	N/A
02 - Expenditure	1,272,584	906,001	1,158,398	771	-22%	-252,397
Grand Total	**-155,287**	**-149,900**	**66,905**	**771**		

Variance Comments:

Variance is a result of quarterly provision journal reducing overhead expenditure. Additionally salaries & wages are overspent due to staff movements/departures.

Revenue Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-37,776,416	-36,779,747	-37,764,671	-	-3%	984,924
02 - Expenditure	836,140	649,582	708,221	1,084	N/A	N/A
Grand Total	**-36,940,276**	**-36,130,165**	**-37,056,450**	**1,084**		

Variance Comments:

Revenue from rates has been higher than expected with the growth target budgeted for the end of year.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Information Technology Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-	-	N/A	N/A
02 - Expenditure	1,292,948	1,151,641	1,105,837	62,290	N/A	N/A
Grand Total	**1,292,948**	**1,151,641**	**1,105,837**	**62,290**		

Variance Comments:

Record Information Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-223	-	N/A	N/A
02 - Expenditure	750,825	641,252	548,769	253	17%	92,483
Grand Total	**750,825**	**641,252**	**548,545**	**253**		

Variance Comments:

The variance is due to under expenditure in the project budget ($66k) - 3rd Quarter Budget Variation submitted amending project program.

Additionally operational expenditure is down due to :

- salary and wages ($13k) as there were 2 positions vacant for around 4 - 6 months
- postage and freight budget $14k (it is difficult to predict expenditure here as freight and mail requirements fluctuate)

Employee Relations

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-87,684	-	-100%	87,684
02 - Expenditure	1,264,539	1,054,908	1,086,502	21,354	N/A	N/A
Grand Total	**1,264,539**	**1,054,908**	**998,819**	**21,354**		

Variance Comments:

Income variance due to Workers Compensation TIO reimbursements that cannot be predicted.

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Risk Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-	-	-8,145	-	N/A	N/A
02 - Expenditure	590,690	570,813	598,787	3,962	N/A	N/A
Grand Total	**590,690**	**570,813**	**590,643**	**3,962**		

Variance Comments:

Business Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-396	-330	-364	-	N/A	N/A
02 - Expenditure	261,487	182,018	207,244	287	-12%	-25,226
Grand Total	**261,091**	**181,688**	**206,881**	**287**		

Variance Comments:

Top End Tourism payment made whilst budget cashflowed for June. Finance to correct cashflow with 3rd Quarter Budget variations.

Customer Services

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-32,592	-27,160	-48,015	-	-43%	20,855
02 - Expenditure	429,471	358,601	373,333	10,478	N/A	N/A
Grand Total	**396,879**	**331,441**	**325,319**	**10,478**		

Variance Comments:

Generated more income than expected through extra street light banner installations ie Securitor Convention & World Aids Banners $4000.00, Darwin Show Banners doubled from previous year resulting in $3000.00 increase. Additionally Customer Services took over NTG Banner Site Income from Infrastructure Department and also Gardens Oval Banner Income from Community & Cultural Services. Estimate of income has been proven to be less than actual

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Contract Administration

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-504	-420	-	-	N/A	N/A
02 - Expenditure	206,643	172,872	150,855	-	15%	22,017
Grand Total	206,139	172,452	150,855	-		

Variance Comments:

Expenditure is underspent for Legal Expenses ($6k), Temporary Staff ($8k) and Salaries & Wages ($4k).

Property Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-1,775,570	-1,679,704	-1,382,326	62	22%	-297,379
02 - Expenditure	279,871	240,062	239,450	62	N/A	N/A
Grand Total	-1,495,699	-1,439,642	-1,142,876	123		

Variance Comments:

Income from Westlane Arcade ($64k), Alfresco Dining ($100k) and 100 Mitchell St ($68k) have exceeded YTD predictions. This has been offset by delays in sale of road reserve on the Stuart Highway resulting in the $297k variance.

On Street Parking

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-1,598,484	-1,332,070	-1,269,074	-	N/A	N/A
02 - Expenditure	331,164	275,970	267,591	14,371	N/A	N/A
Grand Total	-1,267,320	-1,056,100	-1,001,484	14,371		

Variance Comments:

Program Summary - Operational Expenditure and Revenue
1 July 2008 to 30 April 2009

Off Street Parking

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-2,473,776	-2,282,226	-2,416,075	-	-6%	133,849
02 - Expenditure	1,036,135	863,754	918,978	114,609	N/A	N/A
Grand Total	**-1,437,641**	**-1,418,472**	**-1,497,097**	**114,609**		

Variance Comments:

Chinatown Carpark income has exceeded predicted budget.

Fleet Management

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
01 - Income	-908,340	-904,444	-689,789	-	31%	-214,655
02 - Expenditure	1,510,503	1,264,721	1,337,645	43,032	N/A	N/A
Grand Total	**602,163**	**360,277**	**647,856**	**43,032**		

Variance Comments:

Traded plant income has not achieved anticipated budget YTD due to depressed market, plant is scheduled for auction in the coming months.

Fleet Management - Internal Recharge

Income/Expenditure	Annual Full Year Budget	YTD Budget	YTD Actual	Commitments	% Var. > 10% & $10,000 or $100,000	$ Variance
02 - Expenditure	-2,796,432	-2,330,360	-1,926,353	-	21%	-404,007
Grand Total	**-2,796,432**	**-2,330,360**	**-1,926,353**	**-**		

Variance Comments:

Timing of internal recharge processes has increased variance, this will reduce in May.

INVESTMENTS REPORT TO COUNCIL AS AT 31ST MAY, 2009

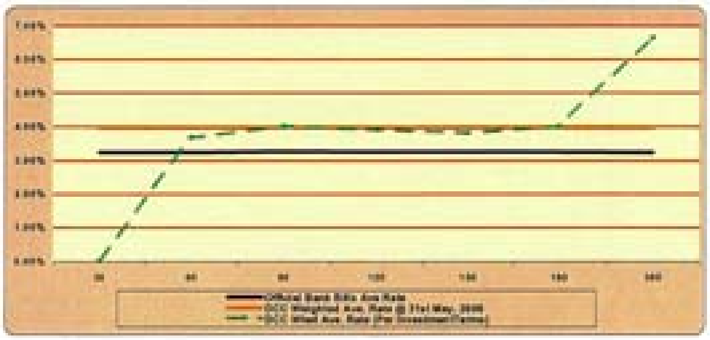
CREDIT RATING Standard and Poors LT - ST	COUNTERPARTY	INV TYPE	AMOUNT	INTEREST RATE	MATURITY DATE		WEIGHTED AVERAGE RATE	INSTITUTION TOTALS	
	Major Banks Total @ Invested		**$ 14,229,014.47**	**41.99% of portfolio**					
AA-A1+	ANZ	TD	$ 510,871.37	3.50%	June 17, 2009	17	0.000527684		
AA-A1+	ANZ	TD	$ 816,922.22	3.52%	July 15, 2009	45	0.000848629		
AA-A1+	ANZ	TD	$ 1,000,000.00	3.35%	July 15, 2009	45	0.000989642	$ 2,327,793.59	6.87%
AA-A1+	National Bank	TD	$ 1,029,759.88	4.10%	June 10, 2009	10	0.001245989		
AA-A1+	National Bank	TD	$ 1,000,000.00	4.10%	June 24, 2009	24	0.001209990		
AA-A1+	National Bank	TD	$ 536,954.09	3.25%	July 8, 2009	38	0.000515009		
AA-A1+	National Bank	TD	$ 1,000,000.00	3.40%	August 26, 2009	87	0.001003398		
AA-A1+	National Bank	TD	$ 706,766.03	3.55%	September 3, 2009	95	0.000740454	$ 4,273,480.00	12.61%
AA-A1+	Comminvest-Secure	TD	$ 1,000,000.00	4.70%	June 3, 2009	3	0.001387050		
AA-A1+	Comminvest-Secure	TD	$ 1,044,801.53	3.90%	July 29, 2009	59	0.001202521		
AA-A1+	Comminvest-Secure	TD	$ 1,548,998.52	4.00%	August 5, 2009	66	0.001828543		
AA-A1+	Comminvest-FIIG	TD	$ 1,000,000.00	3.55%	August 19, 2009	80	0.001047665		
AA-A1+	Comminvest-FIIG	TD	$ 1,000,000.00	3.55%	August 26, 2009	87	0.001047665		
AA-A1+	Comminvest-Secure	TD	$ 1,033,940.83	3.50%	September 9, 2009	101	0.001067967		
AA-A1+	Comminvest-FIIG	TD	$ 1,000,000.00	6.65%	October 7, 2009	129	0.001962528	$ 7,627,740.88	22.51%
	Regional Banks Total @ Invested		**$ 11,608,493.18**	**34.26% of portfolio**					
AA-A1+	Bankwest	TD	$ 1,071,157.60	3.40%	June 3, 2009	3	0.001074797	$ 1,071,157.60	3.16%
A-A1-	Citibank	TD	$ 1,074,099.62	4.08%	July 1, 2009	31	0.001293299	$ 1,074,099.62	3.17%
A-A1-	Macquarie Bank Limited	TD	$ 813,424.66	4.30%	June 10, 2009	10	0.001032238		
A-A1-	Macquarie Bank Limited	TD	$ 1,017,095.89	4.30%	June 17, 2009	17	0.001290698		
A-A1-	Macquarie Bank Limited	TD	$ 1,000,000.00	3.75%	September 16, 2009	108	0.001106689		
A-A1-	Macquarie Bank Limited	TD	$ 1,000,000.00	4.20%	July 1, 2009	31	0.001239491		
A-A1-	Macquarie Bank Limited	TD	$ 2,028,191.78	4.10%	October 21, 2009	143	0.002454071	$ 5,858,712.33	17.29%
A	Suncorp-Metway Limited	TD	$ 811,967.12	4.09%	July 22, 2009	52	0.000980068		
A	Suncorp-Metway Limited	TD	$ 1,080,478.90	4.50%	July 29, 2009	59	0.001434505		
A	Suncorp-Metway Limited	TD	$ 540,239.45	3.80%	August 5, 2009	66	0.000605849		
A	Suncorp-Metway Limited	TD	$ 1,171,838.16	3.71%	July 8, 2009	38	0.001283027	$ 3,604,523.63	10.64%
	Credit Societies Total @ Invested		**$ 950,000.00**	**2.80% of portfolio**					
Not Rated*	SALCU - FIIG	TD	$ 950,000.00	3.92%	July 22, 2009	52	0.001099016	$ 950,000.00	2.80%
	NT Government Total @ Invested		**$ 7,097,356.75**	**20.95% of portfolio**					
AA-A1**	TIO	TD	$ 1,019,677.34	3.81%	June 17, 2009	17	0.001146521		
AA-A1**	TIO	TD	$ 1,073,544.62	3.81%	June 24, 2009	24	0.001207089		
AA-A1**	TIO	TD	$ 504,134.79	3.93%	June 24, 2009	24	0.000584701		
AA-A1**	TIO	TD	$ 2,500,000.00	4.02%	August 12, 2009	73	0.002965926		
AA-A1**	TIO	TD	$ 1,000,000.00	3.80%	August 19, 2009	80	0.001121445		
AA-A1**	TIO	TD	$ 1,000,000.00	4.05%	September 30, 2009	122	0.001195224		
								$ 7,097,356.75	20.95%

*APRA regulated
**Moody's Rated

TOTAL FUNDS INVESTED	$	33,884,864.40	100.00%	Average Days to Maturity	43.71	Weighted Average	3.97%	100.00%
GENERAL BANK FUNDS	$	2,458,062.90						
TOTAL ALL FUNDS	$	36,342,927.30						

Type of Investment	Amount	% Portfolio
Term Deposit	$ 33,884,864.40	$ 0.93
Bank Bills	$ -	$ -
Negotiable Certificate of Deposit	$ -	$ -
CBA At Call	$ 2,458,062.90	$ 0.07
	$ 36,342,927.30	$ 1.00

Total Budget Investment Earnings	$ 1,956,248.00
Year to Date Investment Earnings	$ 2,053,401.95

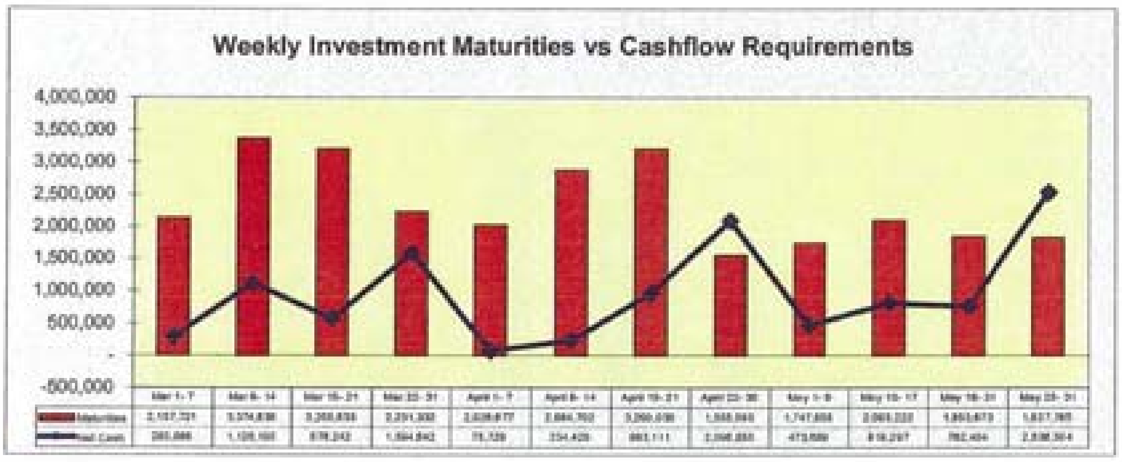


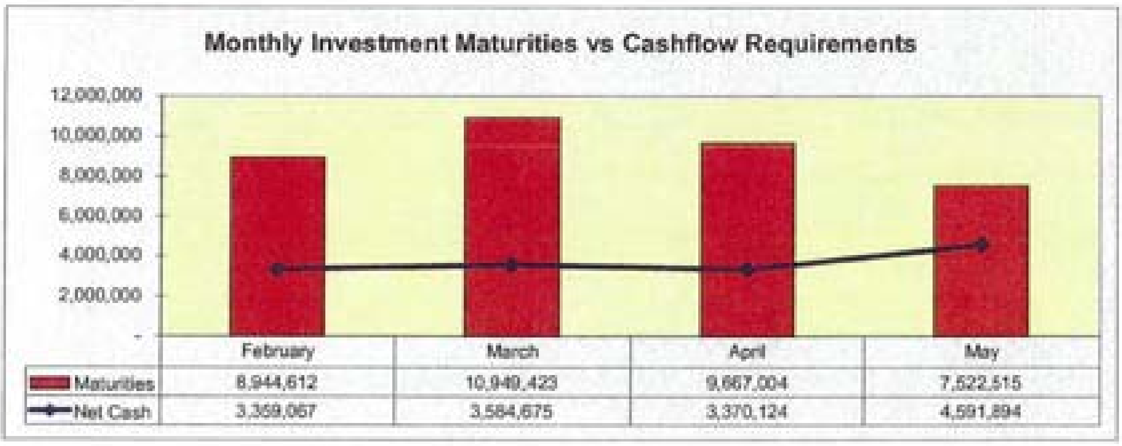
INVESTMENTS REPORT TO COUNCIL AS AT 31st May, 2009

Investment Policy Limits

Short Term	Policy Max.	Actual Portfolio
A1+	100%	48%
A1	45%	31%
A2	25%	21%
A3/BBB/No Rating	10%	0%

Counterparty	Policy Min.	Policy Max.	Actual Portfolio
Major Banks	15%	45%	42%
Regional Banks	15%	45%	34%
Credit Unions/Building Societies/ Other ADI's	15%	45%	24%





Authorised by

Brendan Dowd
Chief Executive Officer
03/06/2009

Authorised by

Terry Mathews
A/Finance Manager
03/06/2009

DARWIN CITY COUNCIL
CASH AND INVESTMENTS SUMMARY

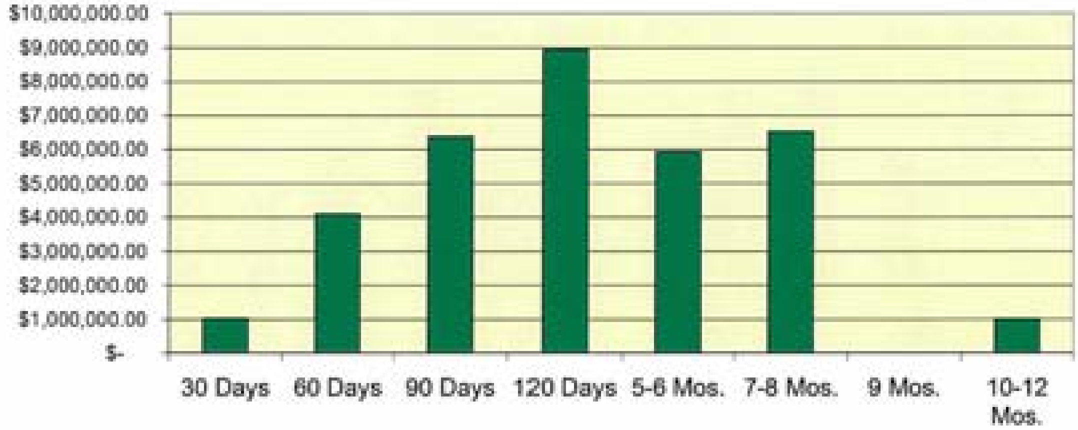
As at 31st May, 2009 Council's short term cash position was as follows:

1. General Fund

Cash at Bank	$2,458,062.90
Short Term Investments	$33,884,864.40

Council has an arrangement with its financial institution the Commonwealth Bank of Australia to offset Council's overdraft facility against pooled funds held in Council's Trust Account and General Account.

FUNDS INVESTED PER TERMS
As At 31st May 2009

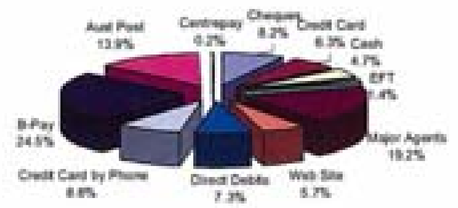


as at 31st May, 2009

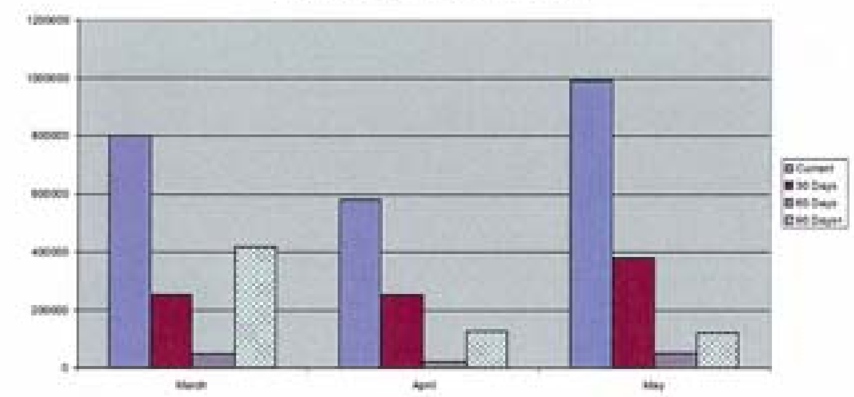
2. Trust Account	$	Institution	Value	Interest Rate	Maturity Date	Days to Maturity
Cash at Bank	$684,076.17	COMMONWEALTH	$684,076.17	n/a	n/a	n/a
Short Term Investments	n/a	n/a	n/a	n/a	n/a	n/a
Total Trust Funds	**$684,076.17**					

FINANCE DEPARTMENT
SERVICE LEVEL REPORT TO COUNCIL
FOR THE MONTH OF MAY 2009

RATE RECEIPTS BY PAYMENT TYPE LAST 12 MONTHS



ACCOUNTS RECEIVABLE OUTSTANDING DEBTORS



MONTHLY RATES RECOVERY TOTALS 2009