



Quarterly Financial Report

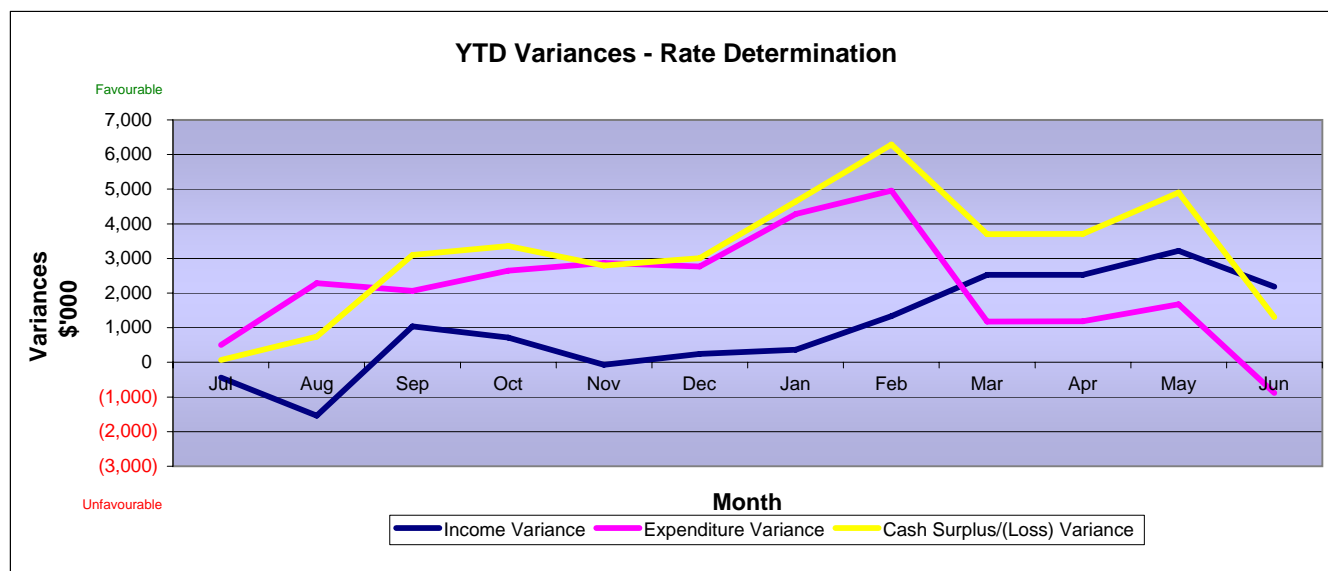
June 2010

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Income Statement Converted to Cash for the Twelve Months Ended 30 June 2010

	YTD Actual (\$'000)	YTD Forecast (\$'000)	YTD Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
REVENUE					
Rates	78,020	78,193	(174)	78,193	78,293
Grants - operating	11,599	8,512	3,087	8,512	8,763
Contributions	3,503	1,200	2,303	1,200	1,200
Parking fees & fines	21,726	21,364	362	21,364	21,540
Grants - capital	2,770	5,920	(3,150)	5,920	5,920
User charges, fees & fines	12,355	13,669	(1,314)	13,669	14,975
Interest	2,107	1,800	307	1,800	1,000
Other revenue	10,126	8,052	768	8,006	8,753
Proceeds on sale of Assets	(4,111)	0	(4,111)	0	0
TOTAL REVENUE	138,094	138,710	(616)	138,664	140,445
EXPENDITURE					
Employee benefits	51,099	49,504	(1,595)	49,504	50,522
Contract Services	33,163	35,327	2,164	35,281	35,196
Materials & Other Costs	26,919	24,231	(2,688)	24,231	25,254
Depreciation	16,987	14,500	(2,487)	14,500	14,500
Borrowing costs	234	161	(73)	161	161
TOTAL EXPENDITURE	128,402	123,723	(4,678)	123,678	125,632
OPERATING SURPLUS / (DEFICIT)	9,692	14,986	(5,295)	14,986	14,813
<i>Less</i> Depreciation	16,987	14,500	(2,487)	14,500	14,500
<i>Plus</i> (Profit) / Loss on sale of Assets	4,111	0	(4,111)	0	0
NET OPERATING SURPLUS / (DEFICIT)	30,789	29,486	1,303	29,486	29,313
St Kilda triangle settlement (cash costs)	1,500	1,500	0	1,500	0
Capital Works Expenditure	14,901	25,366	10,465	25,366	26,148
Remediation Expenditure	20	4,723	4,704	4,723	4,723
Capital Carry Over 2008/2009	3,424	5,287	1,863	5,287	4,619
Capital Expenditure	3,311	2,797	(514)	2,797	3,101
Transfers (to) Statutory Reserves	4,313	1,200	(3,113)	1,200	1,200
TOTAL CAPITAL	27,468	40,873	13,405	40,873	39,792
NET OPERATING SURPLUS / (DEFICIT) AFTER CAPITAL WORKS	3,321	(11,387)	14,708	(11,387)	(10,479)
Loan Repayments	(495)	(495)	0	(495)	(495)
Transfers from Statutory Reserves	1,462	1,462	0	1,462	1,462
Net Transfers (To) / From General Reserves	84	2,391	(2,307)	2,391	1,831
SURPLUS / (DEFICIT)	4,372	(8,029)	12,400	(8,029)	(7,681)
2008/09 Carry Over Surplus/(Deficit)	1,908	1,908	0	1,908	1,908
B/Fwd Surplus to Fund Council Initiatives	272	272	0	272	272
B/Fwd Surplus to Fund Capital Carry Over	6,877	6,877	0	6,877	6,877
Capital works carried over to 2010/11	(12,097)	0	(12,097)	0	0
NET SURPLUS / (DEFICIT)	1,332	1,028	303	1,028	1,376



Note - Target for Cash Surplus/(Loss) Variance is zero.

Key Income Variances

Income (excluding proceeds on sale of assets) has a **favourable variance of \$2.189M** and is primarily due to the following offsetting factors:

Government Grants are favourable by \$3.087M. The majority of this variance is associated with unbudgeted funding received in for Middle Park Beach on going maintenance (\$1.750M). This funding has been transferred to a general reserve. In addition, Finance & Investments \$553K favourable due to receipt of 2010-11 funding from the Victorian Grants Commission in advance.

Contributions are favourable by \$2.303M due to greater than anticipated developer contributions. The majority of this income has been received in relation to developments in the Port Melbourne area (\$2.445M). This income has been transferred to a statutory reserve.

Capital Grants are unfavourable by \$3.150M. The majority of this unfavourable variance is due to delays in works on the Liardet St Family and Children's Centre (\$2.8M unfavourable) and St Kilda Family and Children's Centre (\$516K unfavourable).

Fees & Charges are unfavourable by \$1.314M due to the non utilisation of the West St Kilda child care centre as well as income from footpath trading permits for 2010/11 being recognised as unearned income at balance date.

Other Revenue is favourable by \$2.074M due to an impairment of \$1.306M on an investment that council has with Deutsche Bank. This gain is a part reversal of a previously recognised impairment loss of \$1.737M on the same investment.

Key Expenditure Variances

Expenditure (excluding depreciation) is **unfavourable by \$885K** due to the following factors:

Employee Costs are unfavourable by \$1.595M largely due to the consolidation of CoPP's 50% share in the StreetsAhead Joint Venture (\$2.5M unfavourable). This is partially offset by year end adjustment to the long service leave and workcover provisions (\$1.18M favourable).

Contract services are favourable by \$2.164M largely due to the consolidation of CoPP 50% share in the StreetsAhead joint venture (\$3.462M favourable). This is partially offset by overruns on the Infrastructure Services (\$794K unfavourable) and Parks and Open Spaces (\$349K unfavourable) forecasts.

Materials & Other Costs are unfavourable by \$2.688M mainly due to the consolidation of CoPP 50% share in the StreetsAhead joint venture.

Income Statement for the Twelve Months Ended 30 June 2010

	YTD Actual (\$'000)	YTD Forecast (\$'000)	YTD Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
Revenue					
Rates	78,019	78,193	(174)	78,193	78,293
Parking fees & fines	21,726	21,364	362	21,364	21,540
User charges, fees & fines	12,355	13,669	(1,314)	13,669	14,975
Grants	14,114	14,431	(317)	14,431	14,683
Contributions	3,758	1,200	2,558	1,200	1,200
Other revenue	10,126	7,992	2,134	7,992	8,691
Interest	2,107	1,800	307	1,800	1,000
Total revenue	142,205	138,650	3,555	138,650	140,383
Expenditure					
Employee benefits	51,099	49,504	(1,595)	45,504	50,522
Contracts payment	33,163	36,513	3,350	36,513	36,403
Materials	25,124	24,231	(893)	24,231	25,254
Utility payments	2,191	2,144	(47)	2,144	2,180
Professional services	4,677	4,283	(393)	4,283	4,394
Borrowing costs	234	161	(73)	161	161
Depreciation	16,987	14,500	(2,487)	14,500	14,500
Other expenses	8,957	21,573	12,616	21,573	17,473
Bad and doubtful debts	1,642	0	(1,642)	0	0
(Profit) / loss on disposal of assets	4,111	0	(4,111)	0	0
Total expenditure	148,184	152,909	10,478	148,909	150,886
Surplus / (deficit)	(5,979)	(14,259)	14,033	(10,259)	(10,503)

Balance Sheet as at 30 June 2010

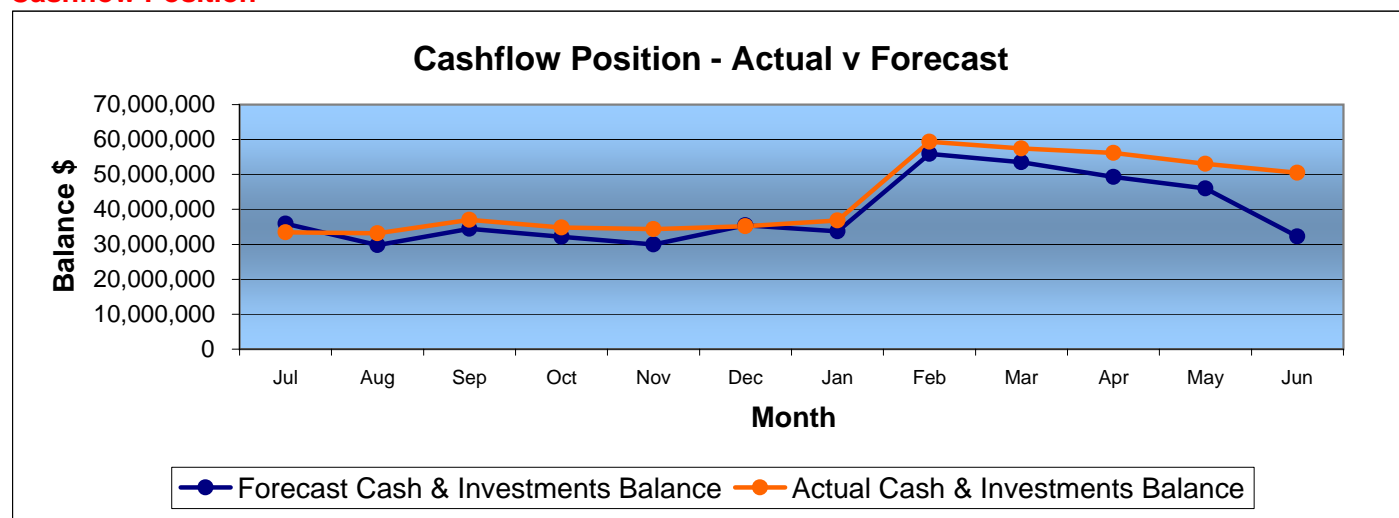
	30 June 2010 (\$'000)	30 June 2009 (\$'000)
Current assets		
Cash	30,049	25,407
Receivables	9,178	10,075
Financial assets	14,450	7,716
Other assets	1,777	1,747
Non-current asset classified as held for sale	0	1,200
Total current assets	55,454	46,145
Non current assets		
Financial assets	5,774	6,268
Property, infrastructure, plant and equipment	1,842,433	1,826,687
Total non current assets	1,848,207	1,832,955
Total assets	1,903,661	1,879,100
Current liabilities		
Payables	14,043	10,954
Provisions	7,529	7,221
Interest-bearing loans and Borrowings	838	779
Trust funds and deposits	2,352	1,776
Total current liabilities	24,762	20,730
Non-current liabilities		
Payables	1,500	0
Provisions	1,285	1,437
Borrowings	2,533	3,029
Total non-current liabilities	5,318	4,466
Total liabilities	30,080	25,196
Net assets	1,873,581	1,853,904
Equity		
Accumulated surplus	562,560	569,433
Reserve	1,311,021	1,284,471
Total equity	1,873,581	1,853,904

Notes:

(1) Balance Sheet comparisons are based on corresponding period in prior year due to seasonality of Council's cash flow.

Cashflow, Investments & Borrowings

Cashflow Position



Council's cash position of \$50.5 million is favourable by \$18.2M against the year to date forecast budget of \$32.2 million. The chief reason for this favourable variance is delays in expending the phased capital works budget.

Investments as at 30 June 2010

Financial Institution	S & P Rating		Type of Investment	Principal Investment (\$'000)	Date Of Investment	Interest Rate %	No. of Days to Maturity
	Long (A-)	Short (A2)					
CBA	AA-	A1+	11am Account	3,500	-	-	At Call
CBA	AA-	A1+	Floating rate note	3,000	21-Jan-08	4.97	205
Deutsche	AA-	A1+	Floating rate note	3,000	28-Feb-08	5.75	877
Bank of Queensland***	BBB+	A2	Term Deposit	1,000	04-Jun-10	5.50	5
Police & Nurses Credit***	Not Rated		Term Deposit	1,000	17-May-10	5.96	16
Macquarie Bank***	A	A2	Term Deposit	1,000	02-Feb-10	6.10	34
Westpac	AA-	A1+	Term Deposit	2,000	03-Feb-10	6.20	34
St George***	A+	A1	Term Deposit	1,000	04-Jun-10	5.45	34
Westpac	AA-	A1+	Term Deposit	2,000	04-Jun-10	5.62	35
Members Equity***	BBB	A2	Term Deposit	1,000	07-May-10	5.90	36
Westpac	AA-	A1+	Term Deposit	3,000	09-Feb-10	6.20	40
NAB	AA-	A1+	Term Deposit	4,000	11-Feb-10	5.90	42
NAB	AA-	A1+	Term Deposit	2,000	16-Feb-10	6.15	47
Westpac	AA-	A1+	Term Deposit	3,000	18-Feb-10	6.15	49
NAB	AA-	A1+	Term Deposit	2,000	01-Mar-10	6.07	63
NAB***	AA-	A1+	Term Deposit	1,000	04-Dec-09	6.80	156
Westpac***	AA-	A1+	Term Deposit	1,000	04-Dec-09	6.80	157
Westpac	AA-	A1+	Term Deposit	2,000	14-Dec-09	6.80	167
NAB (LSL)	AA-	A1+	Term Deposit	5,700	28-Jun-10	6.00	194
BankWest***	AA-	A1+	Term Deposit	1,750	04-May-10	6.30	308
Westpac	AA-	A1+	Term Deposit	2,000	04-Feb-09	5.00	584
CBA***	AA-	A1+	Term Deposit	1,000	31-Jul-09	5.75	761
Total				46,950		5.82*	175**

* Weighted Average Interest Rate to Maturity

** Weighted Average No. of Days to Maturity from Month End Date

***Principal Government Guaranteed

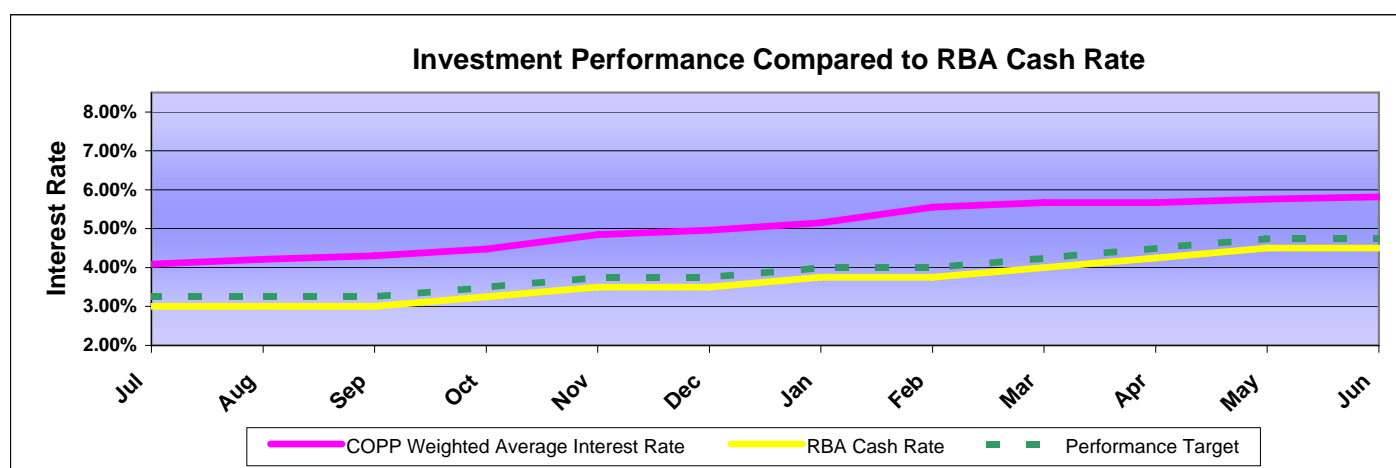
Please note there is a \$1M Government guarantee per institution. As at 30 June 2010, \$9M of the investment portfolio is Government guaranteed. The investment with Deutsche Bank (non ADI) does not qualify for the Government guarantee. Neither do the deposits in excess of \$1M with individual institutions.

Cashflow, Investments & Borrowings

Reconciliation of Total Investments to Balance Sheet

Extract of Balance Sheet		\$'000
Cash	30,049	
Financial assets - current	14,450	
Financial assets - non-current	5,774	50,273
Add:		
Impairment of Deutsche Bank FRN \$3.0 million		431
11am at call account included as cash on hand and at bank		3,500
Less:		
Cash on hand and at bank (as per annual report)		(7,049)
Shares in Regional Kitchen Group Pty Ltd		(200)
Shares in Municipal Association Purchasing Scheme (MAPS)		(5)
Net Investments as at 30 June 2010		46,950
Total Investments as at 30 June 2010		46,950

Investment Performance



Council's weighted average interest rate on investments at 30 June 2010 of 5.82% is 1.32% greater than the Reserve Bank of Australia cash rate of 4.50%.

Borrowings Status

Financial Institution	Interest Rate %	Debt Principal As At 30/06/2010 (\$'000)	Principal Repaid Mar - Jun (\$'000)	Debt Principal As At 30/06/2010 (\$'000)
CBA Semi Government Loan 2	6.15	2,438	127	2,311
Total		2,438	127	2,311

NOTES:

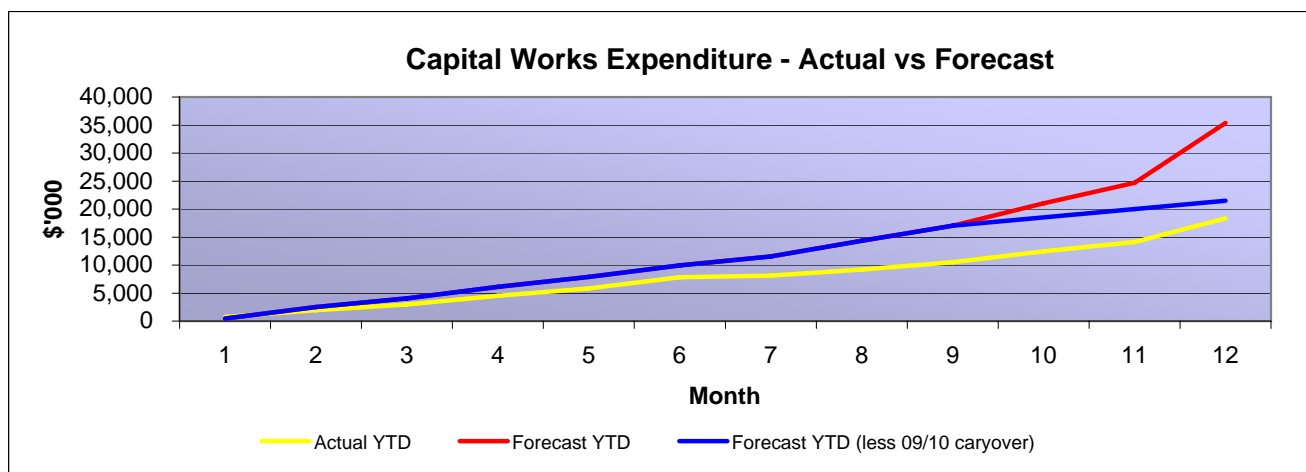
- Loan repayments are made quarterly on both principal and interest components.
- For the period March 2010 to June 2010, \$127K was repaid from the principal and \$37K has been paid in interest.
- This differs from Council's balance sheet due to the inclusion of consolidated loans associated with Council's Streetsahead joint venture.

Capital Works

Capital Works Statement for the Twelve Months Ended 30 June 2010

Asset Class	YTD Actual (\$'000)	YTD Forecast (\$'000)	Full Year Forecast (\$'000)	Full Year Original Budget (\$'000)
Buildings	4,356	12,544	12,535	12,575
Roads	4,747	5,735	5,735	5,575
Drainage	595	600	600	600
Kerb and channel	782	800	800	800
Streetscapes & open spaces	2,303	5,859	5,859	6,068
Footpaths	1,404	1,300	1,300	1,300
Signage & street works	179	200	200	200
Planning and implementation	546	629	629	1,333
Total 2009/10	14,911	27,666	27,657	28,451
Capital works carried forward from 08/09	3,433	7,710	7,710	7,040
Total capital works	18,344	35,376	35,367	35,491

Capital Works Expenditure Variance



Capital works expenditure (FY '10) and capital carry over (FY '09) is favourable against YTD budget by \$17.032M.

This is due to the rollover of unexpended capital works projects of \$12.097M, delays in progressing the Liardet street family and childrens centre (\$2.8M) and the Gasworks remediation expenditure (\$2.423M).

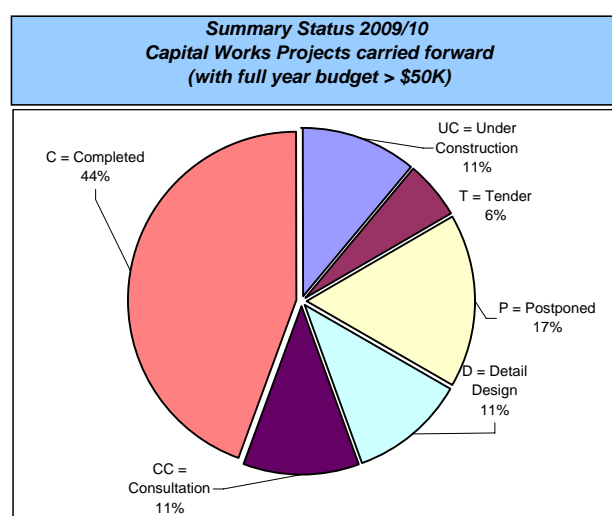
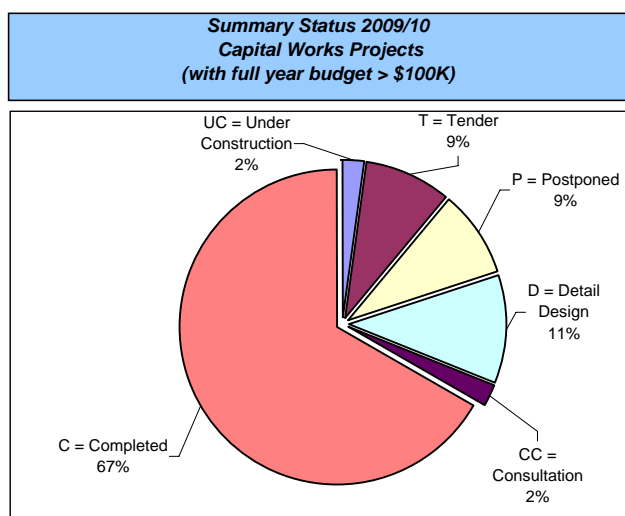
Capital Works Expenditure Status

	YTD Actual Exp (\$'000)	Full Year Forecast (\$'000)	% of Total Forecast Spent
Capital Works 09/10	14,901	25,366	58.7%
Remediation Expenditure	20	4,723	0.4%
Capital Carry Over	3,424	5,287	64.8%
Total	18,344	35,376	51.9%

Capital Works

Capital Works Implementation Status

Implementation of the capital program is monitored by progress of the projects against milestones created at the beginning of the year.



Detailed Capital Works 2009/10 > \$100,000

Description of Project	YTD Actual (\$'000)	YTD Forecast (\$'000)	Full Year Forecast (\$'000)	Original Budget (\$'000)	Status
Buildings					
Sth Melbourne Market Projects	80	100	100	100	C
PM & SM Life Saving Club Design	0	100	100	100	P
Sth Melb Market Rooftop Enviro Wks	8	100	100	100	D
Clarendon Street Child Care Centre	3	50	50	0	CC
St Kilda Library Detailed Design	0	150	150	150	P
Environmental Retrofits 2009-10	165	200	200	200	UC
Call Centre Re-Location	198	225	225	225	C
Sth Melbourne Market Stalls 101-103	304	300	300	300	UC
SMM Power Substation 09-10	572	350	350	350	UC
Public Toilet Strat Middle Park Bea	329	389	380	330	UC
Sth Melbourne Market Vegi Lane Roof	223	400	400	400	UC
Northport Pav Redevelop Stage 2	522	420	420	420	T
Library & Heritage Centre Construction	0	1,100	1,100	1,100	P
Elwood Park Sports Pavilion	1,172	1,150	1,150	1,300	C
Stk Family & Children's Ctre 09/10	390	2,200	2,200	2,200	T
Stk Town Hall Precinct Base Carpark	0	2,450	2,450	2,450	T
Liardet St Family & Children Svs Ct	87	2,800	2,800	2,800	D
Roads					
Bridport Montague Pedestrian Safety	61	65	65	105	C
ROW R1655 Elwood-Meredith to Canal	96	110	110	110	C
Traffic Safety Improvements	124	130	130	130	C
Rd Rehab Lindsay Ave-Southey St-End	135	140	140	140	C
Rd Rehab Pool St-Princess to Nott	155	140	140	140	C
Bike Lane Jacka Boulevard	142	150	150	150	C
ROW R2843 Sth Melb Adj to 266 Park	164	160	160	160	C
Roads To Recovery (R2R) Progr 09/10	193	190	190	190	C
Luna Park Interchange 2009-10	221	200	200	200	C
Rd Rehab Smith St-St Vincent-Tribe	211	210	210	210	C
Rd Rehab Park Lane-Mary-West Beach	153	230	230	230	C
Rd Rehab Liardet St-Nott-Princess	210	230	230	230	C
Inkerman Pakington Lane 2009-10	127	250	250	250	C
Improving Walkability Carlisle St	146	250	250	250	C
Bike Lane Beach St Marine Pde Stg 4	110	250	250	250	UC
Rd Rehab Station St-Bridge-Ingles	402	430	430	430	C
Bike Lane Cecil Street	2	550	550	550	D

LEGEND

CC = Consultation, D = Detail Design, T = Tender, UC = Under Construction, C = Completed, NS = Not Started, P = Postponed

Capital Works

Detailed Capital Works 2009/10 > \$100,000 (continued)

Description of Project	YTD Actual (\$'000)	YTD Forecast (\$'000)	Full Year Forecast (\$'000)	Original Budget (\$'000)	Status
Kerb and Channel					
Kerb&Chnnl Bertie St-Woodruff - End	322	320	320	320	C
Drainage					
Drainage CCTV	108	100	100	100	C
Minor Drainage Works 2009/10	140	130	130	100	C
Drainage Program Bertie Street	158	150	150	150	C
Streetscape & Open Spaces					
Irrigation Systems Renewal	98	100	100	100	C
Pocket Parks Asworth	112	120	120	120	UC
Foreshore Minor Infrastructure Impr	117	117	117	125	C
Park Furniture & Signage 2009-10	143	150	150	150	C
St Kilda Botanical Garden Gates	118	200	200	200	UC
Manage Climate Change in Open Space	200	200	200	200	C
Play Space Alma Park Tree House	2	200	200	200	D
Play Space Renewal Danks St Median	2	250	250	250	D
West Beach Landscaping	251	250	250	250	C
Garden City Reserve Final Stage	408	540	540	590	C
Elwood Foreshore Stage 3	24	790	790	790	P
Gasworks Park Remediation 2009/10	10	2,300	2,300	2,300	T
Signage and Street Furniture					
Street Signage & Furni Prog 2009/10	179	200	200	200	UC
Planning & Implementation					
Soil Contamination & Investigation	170	300	300	300	UC
Sustainable Public Lighting	349	370	370	530	C

Detailed Capital Works Carried Over from Prior Financial Year > \$50,000

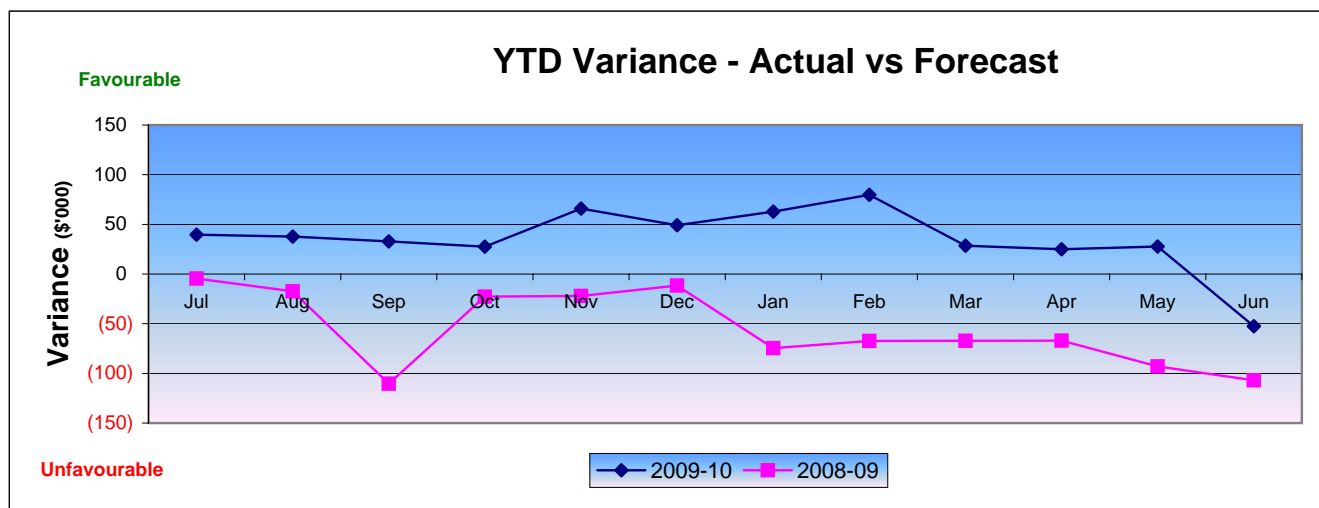
Description of Project	YTD Actual (\$'000)	YTD Forecast (\$'000)	Full Year Forecast (\$'000)	Full Year Original Budget (\$'000)	Status
Port Melb Streetscape Wks Rouse St	0	12	60	60	CC
Liardet St Family & Children's Ctr	78	78	78	78	D
Tree Planting St Kilda Rd	73	78	78	78	C
St Kilda Library Upgrade Concept De	16	78	78	78	P
SouthPort Lifesaving Club Stage 2	17	96	96	96	P
Garden City Rsv Play Space Upgrade	159	101	101	101	C
West Beach Promenade Balustrade	115	115	115	115	C
Tree Plant St Kilda Rd - Dand'ng Rd	121	117	117	117	C
Tree Planting Final Stage StKildaRd	120	130	130	120	C
Albert Park VRI Replace Synthetic	120	135	135	135	UC
Carlisle St Streetscape Impro Final	256	219	219	219	C
Library & Heritage Centre EmeraldHill Libra	126	351	351	351	P
Sandridge Beach Promenade FinalStg	154	456	456	456	UC
STK Skate Park	35	477	477	477	D
Pedestrian Safety Clarendon St	577	572	572	572	C
Cleve Plaza & Jacka Crossing StkEde	1,358	1,357	1,357	697	C
Land Purchase St Kilda Family&Child	0	750	750	750	CC
Gasworks Park Remediation 08/09	10	2,423	2,423	2,423	T

LEGEND

CC = Consultation, D = Detail Design, T = Tender, UC = Under Construction, C = Completed, NS = Not Started, P = Postponed

Divisional Operating Statement for the Twelve Months Ended 30 June 2010

	Year To Date Surplus / (Loss)			Full Year Surplus / (Loss)		
	YTD Actual	YTD Forecast	YTD Variance	Full Year Forecast	Full Year Original Budget	Variance
	(\$ '000)	(\$ '000)	(\$ '000)	(\$ '000)	(\$ '000)	(\$ '000)
CORPORATE SERVICES (CS)						
Gen Mgr - Corporate Services	(357)	(421)	63	(421)	(421)	0
Information Management Group	(5,434)	(5,013)	(421)	(5,013)	(4,165)	(849)
Community & Councillor Support	(2,943)	(3,040)	96	(3,040)	(3,335)	295
Finance & Investments	80,102	78,027	2,075	78,027	77,011	1,015
People & Organisational Development	(2,565)	(2,306)	(259)	(2,306)	(1,721)	(585)
Governance & Engagement	(6,587)	(6,959)	372	(6,959)	(7,151)	192
Total CS	62,215	60,288	1,927	60,288	60,220	69
CHIEF EXECUTIVE OFFICER (CEO)						
Office of the Chief Executive Officer	(5,775)	(5,736)	(40)	(5,736)	(777)	(4,959)
Internal Audit	(274)	(261)	(13)	(261)	(121)	(140)
Total CEO	(6,049)	(5,997)	(53)	(5,997)	(898)	(5,099)
CULTURAL & COMMUNITY DEVELOPMENT (ccd)						
Gen Mgr - Cultural & Comm Development	(290)	(240)	(50)	(240)	0	(240)
Culture & Leisure	(6,818)	(6,304)	(514)	(6,304)	(6,307)	3
Family, Youth & Children	(4,405)	(4,706)	300	(4,706)	(4,388)	(317)
Community Development	(2,029)	(1,881)	(148)	(1,881)	(1,860)	(21)
Community Services *	8	0	8	0	(778)	778
Diversity & Ageing	(2,204)	(2,309)	105	(2,309)	(2,056)	(252)
Total CCD	(15,738)	(15,440)	(298)	(15,440)	(15,390)	(49)
ENVIRONMENT & PLANNING (EP)						
Gen Mgr - Environment & Planning	(729)	(739)	10	(739)	(860)	121
City Development	(1,021)	(1,157)	136	(1,157)	(636)	(521)
City Strategy	(1,858)	(1,939)	81	(1,939)	(2,304)	365
Compliance & Parking	12,370	11,974	396	11,974	11,824	150
Sustainability	(906)	(680)	(227)	(680)	(929)	249
Total EP	7,855	7,459	396	7,459	7,095	364
CITY & INFRASTRUCTURE SERVICES (CIS)						
Gen Mgr - City & Infrast Services	(430)	(439)	9	(439)	(440)	1
Engineering Services	(2,833)	(2,966)	133	(2,966)	(3,156)	190
Infrastructure Services	(21,033)	(20,126)	(907)	(20,126)	(19,775)	(351)
Parks & Open Space Services	(5,762)	(7,210)	1,448	(7,210)	(7,201)	(9)
Property Services	1,292	1,798	(505)	1,798	1,739	59
Total CIS	(28,767)	(28,944)	178	(28,944)	(28,834)	(111)
Grand Total	19,516	17,366	2,150	17,366	22,193	(4,826)



Note - Target for YTD Variance against Forecast is zero.

Financial Performance - Twelve Months Ended 30 June 2010

Operating Surplus/(Loss)

	YTD Actuals (\$'000)	YTD Forecast (\$'000)	Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
Jun	(6,049)	(5,997)	(53)	(5,997)	(898)
March	(5,700)	(5,729)	29	(5,997)	(898)

Favourable

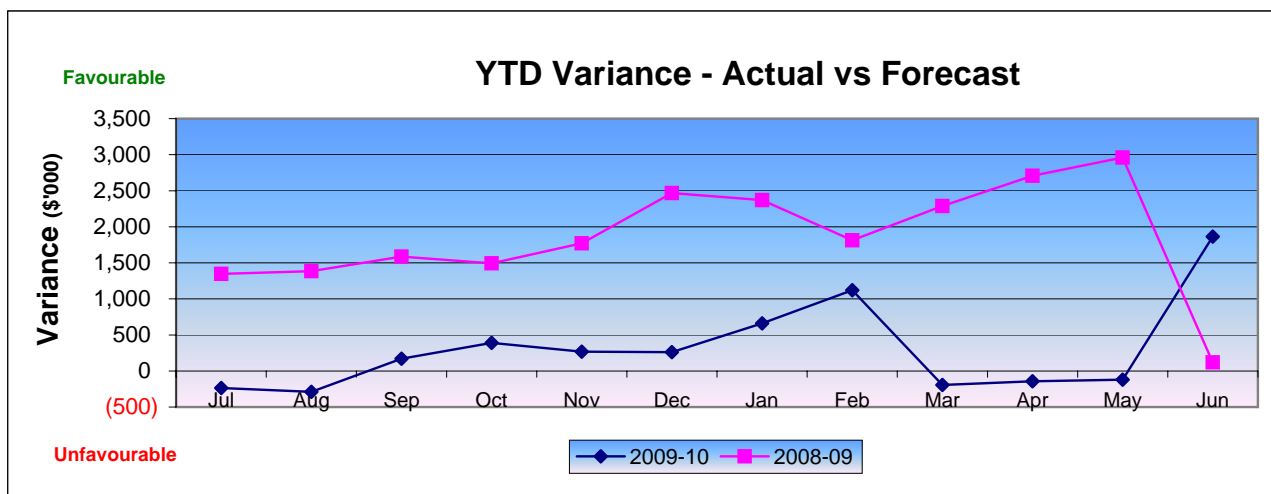
Neutral

(Unfavourable)

Summary of Key Variances

Account Structure	Variance Fav/(Unfav) (\$'000)	Explanation of Variance	Management action to address variance
Wages And Salaries	(124)	Variance relates to long service leave recognition for prior years of service. City of Greater Geelong reimbursement received 2008-09 FY (June 09).	No action required
Professional Services	79	This was due to delays in the progression of the St Kilda Triangle development review.	No action required
(45)			

Corporate Services



Note - Target for YTD Variance against Forecast is zero.

Financial Performance - Twelve Months Ended 30 June 2010

Operating Surplus/(Loss)

	YTD Actuals	YTD Forecast	Variance	Full Year Forecast	Full Year Budget
	(\$'000)	(\$'000)	(\$'000)	(\$'000)	(\$'000)
Jun	62,215	60,288	1,927	60,288	60,220
March	45,393	45,509	(116)	60,288	60,220

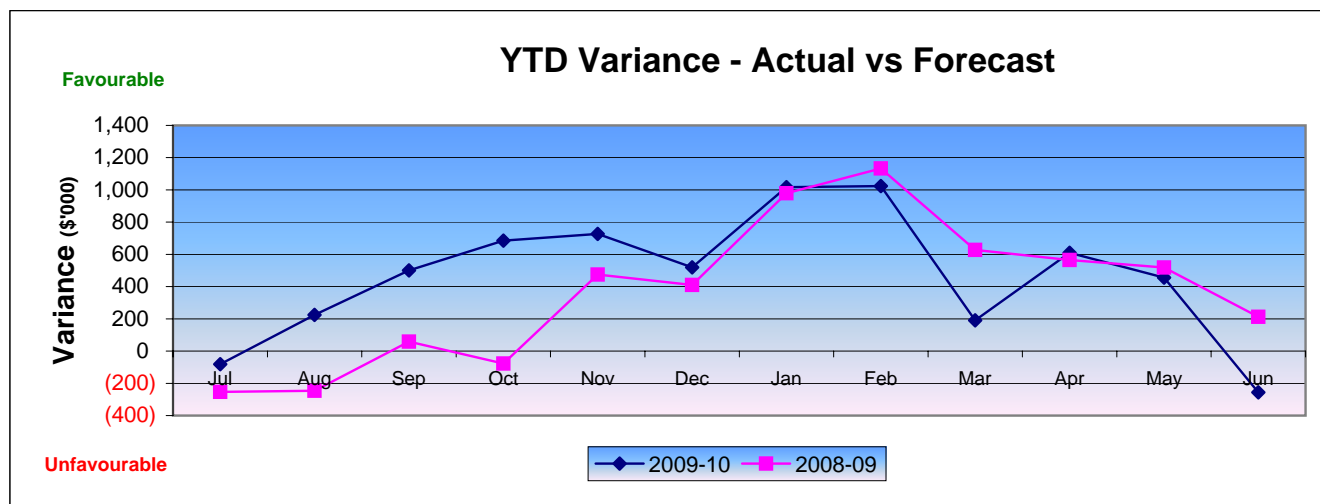
Favourable

Neutral

(Unfavourable)

Summary of Key Variances

Account Structure	Variance Fav/(Unfav) (\$'000)	Explanation of Variance	Management action to address variance
Contract Income	1,369	The majority of this variance represents the Consolidation of CoPP's 50% share in the StreetsAhead Joint Venture (\$1.4M).	
Government Grants	553	Government grants \$553K more than forecast due to the early receipt of the first instalment of the 2010/11 Victorian Grants Commission grant.	Review 2010/11 forecast and adjust if required.
	1,922		



Note - Target for YTD Variance against Forecast is zero.

Financial Performance - Twelve Months Ended 30 June 2010

Operating Surplus/(Loss)

	YTD Actuals (\$'000)	YTD Forecast (\$'000)	Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
Jun	(15,738)	(15,440)	(298)	(15,440)	(15,390)
March	(10,447)	(10,706)	259	(15,440)	(15,390)

Favourable

Neutral

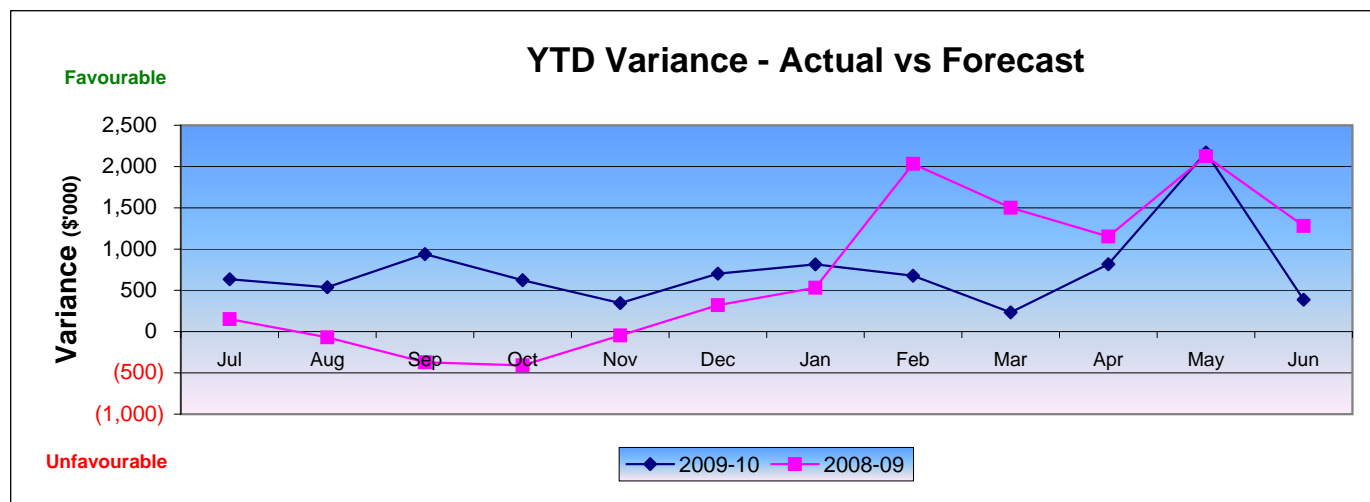
(Unfavourable)

Summary of Key Variances

Account Structure	Variance Fav/(Unfav) (\$'000)	Explanation of Variance	Management action to address variance
Contract Payments	(645)	Principally due to St Kilda Festival \$565K unfavourable, largely offset by favourable variances elsewhere.	St Kilda Festival budget substantially reworked for 2010-11 to reflect real income and expenditure.
Government Grants	285	Principally unbudgeted grants in Arts & Festivals \$197K favourable and Recreation \$120K favourable, which will be offset by additional spending with some tied grants to be expended in 2010-11 financial year.	Reserves for 2010-11 have been adjusted accordingly to reflect unexpended grants.

(360)

Environment & Planning



Note - Target for YTD Variance against Forecast is zero.

Financial Performance - Twelve Months Ended 30 June 2010

Operating Surplus/(Loss)

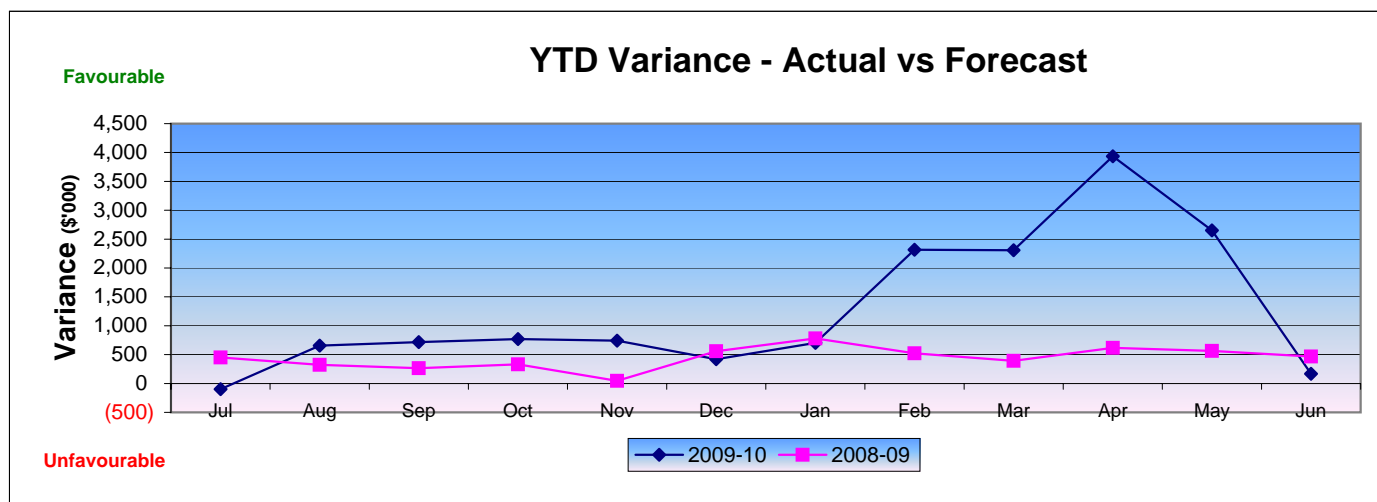
	YTD Actuals (\$'000)	YTD Forecast (\$'000)	Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
Jun	7,855	7,459	396	7,459	7,095
March	6,566	6,275	292	7,459	7,095

Favourable
Neutral
(Unfavourable)

Summary of Key Variances

Account Structure	Variance Fav/(Unfav) (\$'000)	Explanation of Variance	Management action to address variance
Parking Revenue	349	Revenue received from both parking ticket machines and the issuance of PIN's exceeded forecast estimates. This surplus should be viewed in the context that parking revenue can be affected by the timing of any write downs from the DOJ, and that such timings is outside the control of the department.	No action required

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Note - Target for YTD Variance against Forecast is zero.

Financial Performance - Twelve Months Ended 30 June 2010

Operating Surplus/(Loss)

	YTD Actuals (\$'000)	YTD Forecast (\$'000)	Variance (\$'000)	Full Year Forecast (\$'000)	Full Year Budget (\$'000)
Jun	(28,767)	(28,944)	178	(28,944)	(28,834)
March	(18,681)	(21,059)	2,377	(28,944)	(28,834)

Favourable
Neutral
(Unfavourable)

Summary of Key Variances

Account Structure	Variance Fav/(Unfav) (\$'000)	Explanation of Variance	Management action to address variance
Other Income Total	158	Largely due to rental income from Council's property portfolio.	The property portfolio is constantly being monitored in order to ensure that where possible, the income is accurately budgeted for.

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