

Financial Information District Facilities

FINANCIAL SUMMARY FOR THE YEAR ENDED 30 JUNE 2011

	NOTE	ACTUAL 2011 \$000s	COUNCIL BUDGET 2011 \$000s	VARIANCE \$000s
Income				
Rates Income	1	13,550	12,587	963
Other Income	2	3,270	2,655	615
Total Operating Income		16,820	15,242	1,578
Expenditure				
Direct Costs	3	15,310	9,262	(6,048)
Indirect Costs	4	2,203	1,323	(880)
Activity Expenditure		17,513	10,585	(6,928)
Depreciation	5	3,752	3,961	209
Interest Payable		213	760	547
Total Operating Expenditure		21,478	15,306	(6,172)
Net Operating Surplus/(Deficit)		(4,658)	(63)	(4,595)
Capital Statement				
Net Operating Surplus		(4,658)	(63)	(4,595)
Loans		1,206	2,196	(990)
Other Funding		2,573	4,279	(1,706)
Total Funding		(879)	6,411	(7,290)
New Work	6	3,577	3,192	(385)
Renewal Works	6	1,001	3,012	2,011
Loan Repayments		109	207	98
Total Capital Expenditure		4,687	6,411	1,725
NET SURPLUS/(DEFICIT)		(5,566)	0	(5,566)

VARIANCE TO THE ANNUAL PLAN 2010/11

1. Rates Income is showing a favourable variance of \$963k predominantly due to:
 - a. An increase in penalty rate income of \$990k
2. Other Income is showing a favourable variance of \$615k predominantly due to:
 - a. Rural Fires recoveries \$274k and subsidy income of \$105k not budgeted in the Annual Plan.
 - b. Vested asset additions have been identified totaling \$811k which were not budgeted in the Annual Plan
 - c. Development contributions income is below budget by \$682k due to a reduction in applications during the year.
3. Direct Costs are showing an unfavourable variance of \$6,048k predominantly due to:
 - a. Loss on valuation of assets of \$5,930k
4. Indirect costs are above budget \$880k due predominantly to a change in presentation for the provision of bad debts on rates penalty income. In previous years this has been netted off against income.
 - a. Increased provision for doubtful debts to offset additional income \$698k
 - b. Increase in corporate allocations \$182k
5. Depreciation is showing a favourable variance of \$209k due to delays in the commencement of capital projects.
6. Capital Expenditure is showing a favourable variance of \$1,725k predominantly due to delays in the commencement of projects



KEY CAPITAL PROJECTS

FOR THE YEAR ENDED 30 JUNE 2011

	ACTUAL 2011 \$000s	COUNCIL BUDGET 2011 \$000s	VARIANCE \$000s
New Works			
Airports	0	241	241
Amenity Lighting	5	0	(5)
Carparks	573	792	219
Cemeteries	18	2	(16)
Community Centres	0	2	(2)
Footpaths	208	289	81
Halls	31	0	(31)
Public Toilets	60	133	73
Swimming Pools	15	15	0
Town Maintenance	209	486	277
Parks & Reserves	2,457	1,233	(1,224)
Total New Works	3,577	3,192	(385)
Renewals			
Airports	0	27	27
Carparks	0	108	108
Cemeteries	2	18	16
Footpaths	75	113	38
Halls	12	861	849
Maritime Facilities	1	411	410
Motor Camps	33	74	41
Museum	0	8	8
Pensioner Housing	200	338	138
Public Toilets	50	58	8
Parks & Reserves	203	493	290
Rural Fires	159	0	(159)
Information Centres	17	160	143
Libraries	250	344	94
Total Renewals	1,001	3,012	2,011

SIGNIFICANT ACQUISITIONS OR REPLACEMENTS OF ASSETS FOR 2010/11

The Local Government Act 2002 requires Councils to provide information regarding any significant assets acquired or replaced during the year. Council's significance Policy does not specify a value but does identify the following assets as significant:

FOOTPATHS, TOWN MAINTENANCE, PARKS & RESERVES, INFORMATION CENTRES	BUDGET 2011 \$000s	ACTUAL 2011 \$000s
Car Parks – Kaitaia This project supplements the car parking provision for the Te Ahu centre	792	573
Parks & Reserves – Kerikeri Domain This is the ongoing work to develop the domain in Kerikeri	150	437
Parks & Reserves – Eastern Renewals	210	105
Parks & Reserves – Northern Renewals	184	54
Halls – Northern Renewals Work has been deferred to allow a strategic approach to be developed in relation to hall renewals	725	0

VARIANCE TO THE ANNUAL PLAN 2010/11

- Car Parks Kaitaia.
This project provides additional parking for the Te Ahu centre which is due to complete in October 2011.
- Parks & Reserves – Kerikeri Domain.
Development of options for the Domain by the Kerikeri Domain Trust has meant that work was completed in 2010/11.
- Halls – Northern Renewals
A review of Halls is in progress.

