

Financial Information Sustainable Environment & Consents

FINANCIAL SUMMARY FOR THE YEAR ENDED 30 JUNE 2011

	NOTE	ACTUAL 2011 \$000s	COUNCIL BUDGET 2011 \$000s	VARIANCE \$000s
Income				
Rates Income	1	6,145	5,617	528
Other Income	2	2,769	3,690	(921)
Total Operating Income		8,914	9,307	(393)
Expenditure				
Direct Costs	3	7,239	7,598	359
Indirect Costs	4	2,194	1,548	(646)
Activity Expenditure		9,433	9,146	(287)
Depreciation	5	60	136	76
Interest Payable		19	26	7
Total Operating Expenditure		9,512	9,308	(204)
Net Operating Surplus/(Deficit)		(598)	0	(598)
Capital Statement				
Net Operating Surplus		(598)	0	(598)
Loans		0	0	0
Other Funding		17	19	(2)
Total Funding		(581)	19	(600)
New Work		17	0	(17)
Renewal Works		0	0	0
Loan Repayments		0	19	19
Total Capital Expenditure		17	19	2
NET SURPLUS/(DEFICIT)		(598)	0	(598)

VARIANCE TO THE ANNUAL PLAN 2010/11

1. Rates Income is showing a favourable variance due an increase in penalty rate income of \$528k
2. Other income is showing an unfavourable variance of \$921k predominantly due to:
 - a. Regulatory service fees & charges are below budget by \$1,002 as a result of the current economic downturn.
 - b. Other income – recoveries received \$82k during the year and this was unbudgeted.
3. Direct Costs are showing a favourable variance of \$359k predominantly due to:
 - a. Personnel costs are below budget by \$280k.
 - b. Grants and vehicle running costs are below budget by \$97k
 - c. Professional fees are below budget by \$408k.
 - d. Costs associated with Leaky Buildings exceeded budget by \$507k
4. Indirect costs are above budget \$646k 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 \$410k
 - b. Increase in corporate allocations \$237k
5. Depreciation is showing a favourable variance of \$76k due to delays in the commencement of capital projects.

