

Financial Information District Facilities

FINANCIAL SUMMARY FOR THE YEAR ENDED 30 JUNE 2013

	NOTE	ACTUAL 2013 \$000s	COUNCIL BUDGET 2013 \$000s	VARIANCE \$000s
Income				
Rates income (excluding targeted water supply rates)	1	19,141	17,986	1,155
Fees, charges & targeted water supply rates	2	1,914	2,147	(233)
Development & financial contributions		166	113	53
Subsidies & grants		28	0	28
Other income	3	728	241	487
Total Operating Income		21,976	20,487	1,490
Expenditure				
Direct Costs	4	24,249	13,215	(11,034)
Indirect Costs	5	1,497	2,556	1,059
Activity Expenditure		25,746	15,771	(9,975)
Depreciation		4,030	4,125	95
Interest Payable		675	1,200	525
Total Operating Expenditure		30,450	21,095	(9,356)
Net Operating Surplus/(Deficit)		(8,475)	(607)	(7,867)
Capital Statement				
Net Operating Surplus		(8,475)	(607)	(7,867)
Loans		635	1,051	(416)
Other Funding		2,193	6,843	(4,650)
Total Funding		(5,646)	7,287	(12,932)
New Work	6	819	1,233	414
Renewal Works	6	1,375	5,717	4,342
Loan Repayments		642	337	(305)
Total Capital Expenditure		2,835	7,287	4,114
NET SURPLUS/(DEFICIT)		(8,481)	0	(8,481)

NOTE:

A favourable variance is shown as a positive number and an unfavourable variance is shown as a negative number.

The direct and indirect budgets shown in the table do not individually agree to those published in the LTP due to a difference in allocation. The total activity expenditure, however, does agree to the total published in the LTP.

VARIANCE TO THE LONG TERM PLAN 2012/13

1. Rates Income is showing a favourable variance of \$1,155k predominantly due to:
 - a. An increase in penalty rate income of \$1,210k; and
 - b. General and targeted rates are showing an unfavourable variance of \$56k.
2. Fees and charges are showing an unfavourable variance of \$233k predominantly due to:
 - a. Admission fees for the Te Ahu cinema are showing an unfavourable variance of \$71k;
 - b. Admission fees for the Museum are showing an unfavourable variance of \$68k;
 - c. Information centre sales are showing an unfavourable variance of \$40k;
 - d. Hire charges for community spaces are showing an unfavourable variance of \$54k.

3. Other income is showing a favourable variance of \$487k predominantly due to:
 - a. Vested asset additions have been identified totaling \$84k which was not budgeted in the LTP;
 - b. Recoveries in relation to rural fires were \$177k and were not budgeted in the LTP;
 - c. Recoveries for the Te Ahu i-SITE were \$32k and were not budgeted in the LTP;
 - d. Special fund interest was ahead of budget by \$31k;
 - e. A contribution of \$85k was invoiced for the Russell Wharf works which was not included in the LTP budget;
4. Direct costs are showing an unfavourable variance of \$11,034k due to:
 - a. Loss on valuation of land of \$10,477k and a loss on disposal of property, plant & equipment of \$280k;
 - b. Increased provision for doubtful debts of \$1,043k;
 - c. A favourable variance relating to property related expenses of \$288k;
 - d. A favourable variance relating to external services and professional fees of \$475k.
5. Indirect costs are showing a favourable variance of \$1,059 due to a decrease in corporate allocations.
6. Capital Expenditure is showing a favourable variance of \$4,756k predominantly due delays in the completion of projects

KEY CAPITAL PROJECTS

FOR THE YEAR ENDED 30 JUNE 2013

	ACTUAL 2013 \$000s	COUNCIL BUDGET 2013 \$000s	VARIANCE \$000s
New Works			
Cemeteries	25	40	16
Halls	3	0	(3)
Maritime facilities	(89)	0	89
Motor camps	1	0	(1)
Public toilets	63	373	312
Town maintenance	19	0	(19)
Parks & reserves	268	759	491
Civil defence	98	60	(38)
Rural fires	84	0	(84)
Libraries	1	0	(1)
Community special projects	300	0	(300)
Kaitaia civic buildings	46	0	(46)
Total New Works	819	1,233	414
Renewals			
Airports	18	67	49
Amenity lighting	34	41	7
Carparks	116	94	(22)
Cemeteries	32	50	18
Community centres	15	632	617
Halls	111	1,463	1,352
Maritime facilities	80	479	399
Motor camps	38	225	188
Museums	66	231	164
Pensioner housing	169	39	(130)
Public toilets	101	156	55
Parks & reserves	293	1,421	1,128
Rural fires	0	235	235
Information centre	30	73	43
Libraries	271	512	240
Total Renewals	1,375	5,717	4,342

SIGNIFICANT ACQUISITIONS OR REPLACEMENTS OF ASSETS FOR 2012/13

The LGA 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:

PARKS & RESERVES, HALLS AND MARITIME	COUNCIL BUDGET 2013 \$000s	VARIANCE 2013 \$000s
Maritime renewals		
Work to be undertaken on various maritime assets	479	80
Halls renewals:		
Te Hiku Ward	891	22
Kaikohe-Hokianga Ward	427	80
Parks & reserves renewals:		
BOI-Whangaroa Ward	410	55
Te Hiku Ward	483	194
Kaikohe-Hokianga Ward	383	47

VARIANCE TO THE ANNUAL PLAN 2012/13

- Maritime renewals.
This is for works to be carried out on a range of maritime assets. Some assets have been transferred back to FNDC by Far North Holdings Ltd and a management has been negotiated with FNHL to carry out this work.
- Halls renewals.
Halls renewals for the Te Hiku and Kaikohe-Hokianga Wards were delayed in 2012/13 while a strategy was put in place for the future maintenance and ownership of halls.
- Parks and reserve renewals.
Parks and reserve renewals were largely put on hold during 2012/13 awaiting a formal strategy on the works to be carried out.