

# Financial Information District Facilities

## FINANCIAL SUMMARY FOR THE YEAR ENDED 30 JUNE 2012

	NOTE	ACTUAL 2012 \$000s	COUNCIL BUDGET 2012 \$000s	VARIANCE \$000s
<b>Income</b>				
Rates Income	1	13,988	13,206	792
Other Income	2	4,288	2,307	1,789
<b>Total Operating Income</b>		<b>18,286</b>	<b>15,513</b>	<b>2,773</b>
<b>Expenditure</b>				
Direct Costs	3	12,496	9,860	(2,636)
Indirect Costs	4	730	1,314	584
<b>Activity Expenditure</b>		<b>13,226</b>	<b>11,174</b>	<b>(2,052)</b>
Depreciation	5	4,407	3,995	(412)
Interest Payable		487	757	270
<b>Total Operating Expenditure</b>		<b>18,120</b>	<b>15,926</b>	<b>(2,194)</b>
<b>Net Operating Surplus/(Deficit)</b>		<b>166</b>	<b>(413)</b>	<b>579</b>
<b>Capital Statement</b>				
Net Operating Surplus		166	(413)	579
Loans		569	62	507
Other Funding		1,167	1,389	(222)
<b>Total Funding</b>		<b>1,902</b>	<b>1,038</b>	<b>864</b>
New Work	6	1,157	100	(1,057)
Renewal Works	6	633	612	(21)
Loan Repayments		910	325	(585)
<b>Total Capital Expenditure</b>		<b>2,700</b>	<b>1,038</b>	<b>(1,663)</b>
<b>NET SURPLUS/(DEFICIT)</b>		<b>(798)</b>	<b>0</b>	<b>(798)</b>

### VARIANCE TO THE ANNUAL PLAN 2011/12

1. Rates income is showing a favourable variance of \$792k predominantly due to:
  - a. An increase in penalty rate income of \$724k; and
  - b. General and targeted rates are showing a favourable variance of \$62k.
2. Other income is showing a favourable variance of \$1,789k predominantly due to:
  - a. Rural fires recoveries \$1,503k and subsidy income of \$170k not budgeted in the Annual Plan;
  - b. Vested asset additions have been identified totaling \$234k which was not budgeted in the Annual Plan;
  - c. Development contributions income is below budget by \$320k due to a reduction in applications during the year;
  - d. A lottery grant of \$59k was received during the year that was not budgeted;
  - e. Additional rental income for pensioner housing was received during the year of \$65k; and
  - f. Special fund interest was ahead of budget by \$31k.
3. Direct costs are showing an unfavourable variance of \$2,636k predominantly due to:
  - a. Expenditure on contractor & professional fees are above budget by \$1,325k mainly due to costs associated with rural fire events;
  - b. Loss on disposal of property, plant & equipment of \$738k; and
  - c. Bad debt provisions exceed budget by \$451k due to an increase in penalty charges.
4. Indirect costs are below budget \$584k due to:
  - a. Decrease in corporate allocations \$584k.
5. Depreciation is showing an unfavourable variance of \$411k due to delays in the commencement of capital projects.
6. Capital expenditure is showing an unfavourable variance of \$1,078k predominantly due to the completion of projects brought forward from the prior year.



KEY CAPITAL PROJECTS  
FOR THE YEAR ENDED 30 JUNE 2012

	ACTUAL 2012 \$000s	COUNCIL BUDGET 2012 \$000s	VARIANCE \$000s
<b>New Works</b>			
Airports	64	0	(64)
Amenity lighting	0	0	0
Carparks	150	0	(150)
Maritime facilities	353	0	(353)
Motor camps	19	0	(19)
Footpaths	147	0	(147)
Pensioner housing	27	0	(27)
Public toilets	20	50	30
Civil defence	44	0	(44)
Rural fires	41	0	(41)
Libraries	11	0	(11)
Town maintenance	82	0	(82)
Parks & reserves	199	50	(149)
<b>Total New Works</b>	<b>1,157</b>	<b>100</b>	<b>(1,057)</b>
<b>Renewals</b>			
Cemeteries	4	5	1
Footpaths	22	0	(22)
Halls	6	0	(6)
Maritime facilities	0	65	65
Motor camps	0	96	96
Pensioner housing	164	87	(77)
Public toilets	(4)	0	4
Parks & reserves	45	113	68
Rural fires	157	0	(157)
Libraries	238	247	9
<b>Total Renewals</b>	<b>633</b>	<b>612</b>	<b>(21)</b>

SIGNIFICANT ACQUISITIONS OR REPLACEMENTS OF ASSETS FOR 2011/12

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 2012 \$000s	ACTUAL 2012 \$000s
Car Parks – Kaitaia This project supplements the car parking provision for the Te Ahu centre	0	150
Russell Wharf This is a community partnership project	0	353
Parks & Reserves – northern renewals	113	45

VARIANCE TO THE ANNUAL PLAN 2011/12

- Car Parks Kaitaia  
This project provides additional parking for the Te Ahu centre which was completed in February 2012.
- Russell Wharf  
This is a community partnership project.

