



Governance and Strategy Group

Financial Information

Financial Summary

FOR THE YEAR ENDED 30 JUNE 2014

	NOTE	ACTUAL 2014 \$000s	COUNCIL BUDGET 2014 \$000s	VARIANCE \$000s
INCOME				
Rates Income	1	12,146	11,157	989
Fees, charges & targeted water supply rates		105	86	19
Development & financial contributions	2	0	374	(374)
Other Income		349	323	26
Total Operating Income		12,600	11,939	660
Expenditure				
Direct Costs	3	9,396	7,268	(2,128)
Indirect Costs	4	738	889	151
Activity Expenditure		10,134	8,157	(1,977)
Depreciation		4	30	26
Interest expense		564	920	355
Total Operating Expenditure		10,703	9,107	(1,596)
Net Operating Surplus/(Deficit)		1,899	2,833	(936)
Capital Statement				
Net Operating Surplus		1,899	2,833	(936)
Loans		92	258	(166)
Other Funding		14	(1,556)	1,570
Total Funding		2,005	1,534	471
New Work		181	258	77
Renewal Works		897	827	(70)
Loan Repayments		2,979	449	(2,530)
Total Capital Expenditure		4,057	1,534	(2,523)
NET SURPLUS/(DEFICIT)		(2,052)	0	(2,052)

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 Annual Plan 2013/14

1. Rates Income is showing a favourable variance of \$989k predominantly due to:
 - a. An increase in penalty rate income of \$684k and an increase in general rate income of \$305k.
2. Financial contributions are showing an unfavourable variance due to \$374k relating to operational development contributions was not received.
3. Direct costs are showing an unfavourable variance of \$2,128k predominantly due to:
 - a. Professional fees are showing a favourable variance of \$204k as an SCP was not required as there was no LTP amendment;
 - b. Bad debt provisions, remission of rates and penalties are \$2,317k more than budget.
4. Indirect costs are under budget \$151k due to a decrease in corporate allocations.

Key Capital Projects

FOR THE YEAR ENDED 30 JUNE 2014

	ACTUAL 2014 \$000s	COUNCIL BUDGET 2014 \$000s	VARIANCE \$000s
NEW WORKS			
Administration services	47	0	(47)
Information management	91	258	167
Building services	44	0	(44)
Total New Works	181	258	77
<i>Renewals</i>			
Accounting services	28	526	498
Administration services	514	258	(256)
Information management	346	0	(346)
Telephony infrastructure	0	43	43
Building services	9	0	(9)
Total Renewals	897	827	(70)

Significant Acquisitions Or Replacements Of Assets For 2013/14

The LGA 2002 requires councils to provide information regarding any significant assets acquired or replaced during the year. Council carried out no works of a significant level for this activity during the year.