

Waste Management 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	4,577	4,150	427
Fees, charges & targeted water supply rates		796	922	(126)
Other income		182	165	17
Total operating income		5,554	5,236	317
Expenditure				
Direct costs	2	4,187	4,093	(94)
Indirect costs		188	216	29
Activity expenditure		4,375	4,309	(64)
Depreciation		455	552	97
Interest expense		283	339	56
Total operating expenditure		5,112	5,200	88
Net operating surplus/(deficit)		442	36	405
Capital statement				
Net operating surplus		442	36	405
Loans		3	0	3
Other funding		417	538	(121)
Total funding		862	574	288
New work	3	96	36	(60)
Renewal works	3	22	177	155
Loan repayments		361	361	0
Total capital expenditure		478	574	95
NET SURPLUS/(DEFICIT)		384	0	384

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 \$427k predominantly due to:
 - a. An increase in penalty rate income of \$314k; and
 - b. An increase in general rates of \$113k predominantly relating to transfer stations.
2. Direct costs are showing an unfavourable variance of \$94k predominantly due to:
 - a. External services and professional fees is below budget by \$117k due to efficiencies being made by the main contractor;
 - b. Loss on disposal of property, plant & equipment of \$16k;
 - c. Bad debt provisions exceeded budget by \$277k due to increased penalty charges.
3. Capital expenditure is showing a favourable variance of \$95k predominantly due to delays in the commencement of projects.

Key Capital Projects

For the year ended 30 June 2014

	ACTUAL 2014 \$000s	COUNCIL BUDGET 2014 \$000s	VARIANCE \$000s
NEW WORKS			
Transfer stations	80	31	(49)
Landfills	11	0	(11)
Recycling	5	5	0
Total new works	96	36	(60)
RENEWALS			
Transfer stations	22	141	119
Landfills	0	36	36
Total renewals	22	177	155

Significant Acquisitions Or Replacements Of Assets For 2013/14

The Local Government Act 2002 requires Councils to provide information regarding any significant assets acquired or replaced during the year. Council did not have any projects that would be classed as significant in this activity.