

Chief Executive's Report

➤ **Part 3 :**

**Council's 2010/11 Monthly Financial
Report - As at 31 January 2011**

KAIPARA DISTRICT COUNCIL
MONTHLY FINANCIAL REPORT
For The Period Ended 31 January 2011

Statement of Financial Performance	YTD Actual \$000's	YTD Budget \$000's	YTD Variance \$000's	Full Year Budget \$000's
Subsidies	6,251	6,820	-569	11,699
Contributions	386	267	119	3,177
Fees and Charges	5,165	5,003	162	8,734
Forest Revaluation	0	0	0	-162
Total Non-Rating Income	11,802	12,090	-288	23,448
Rates	11,233	12,010	-777	25,663
Total Income	23,035	24,100	-1,065	49,111
Personnel	2,056	1,940	-116	3,321
General Expenses	10,525	9,860	-665	19,563
Depreciation & Loss/Gain on Sale	8,080	8,080	0	13,854
Financing Expenditure	2,075	2,100	25	3,596
Total Expenditure	22,736	21,980	-756	40,334
Net Operating Surplus/ (Deficit)	299	2,120	-1,821	8,777

The operating surplus to 31 January 2011 showed an unfavourable variance of \$1.821m. This variance was due to a combination of factors outlined below:

Income

The YTD income variance was \$1.065m below budget, the major contributors being a shortfall in Mangawhai Wastewater connection fees and rating income, together with a (short term) lag in roading expenditure which has resulted in below-budget subsidy receipts from NZTA.

Expenditure

The YTD expenditure variance was \$0.756m above budget. This unfavourable variance largely related to expenditure on the District Plan review. However, the additional costs are to be funded by loan, which will be raised later in the financial year. When the loan has been raised, the District Plan Review costs will be back in balance.

The other significant unfavourable variance was Emergency Management (\$0.644m), which was due to a major summer fire at Pouto. Although a significant proportion of the costs will be ultimately recovered from the National Fire Authority, however for a number of months, Council must carry these costs until the claim has been settled.

Forestry costs also exceeded budget, but so too did Forestry revenue.

Other unfavourable cost variances were mainly offset by a favourable variance in roading, caused by a (short-term) lag in roading activity.

Summary Cost of Services	YTD Actual \$000's	YTD Budget \$000's	YTD Variance \$000's	Full Year Budget \$000's
Economic Development	0	0	0	0
Community Development	423	220	203	377
Roading	6,769	7,320	-551	12,551
Wastewater	2,732	3,520	-788	13,815
Stormwater	514	590	-76	1,014
Land Drainage	346	280	66	483
Water Supply	1,124	1,290	-166	2,207
Refuse	104	20	84	38
Community Spaces	653	600	53	1,034
Policy & Planning	0	0	0	0
Development Management	1,014	1,010	4	1,734
Democracy	0	0	0	0
Forestry	1,227	810	417	1,393
Property	302	210	92	362
Emergency Management	2	30	-28	50
Miscellaneous	630	1,020	-390	1,750
General Rates	7,195	7,180	15	12,303
Total Income	23,035	24,100	-1,065	49,111
Economic Development	93	100	7	165
Community Development	978	600	-378	1,024
Roading	9,260	10,710	1,450	21,002
Wastewater	3,829	3,600	-229	6,166
Stormwater	638	510	-128	867
Land Drainage	245	280	35	488
Water Supply	1,051	1,180	129	2,024
Refuse	430	370	-60	639
Community Spaces	1,444	1,430	-14	2,452
Policy & Planning	796	190	-606	330
Development Management	1,182	1,300	118	2,227
Democracy	535	390	-145	677
Forestry	1,113	810	-303	1,393
Property	298	310	12	532
Emergency Management	844	200	-644	348
Miscellaneous	0	0	0	0
Total Expenditure	22,736	21,980	-756	40,334
Surplus/(Deficit)	299	2,120	-1,821	8,777