



Management Committee

Agenda



Monday 5 May 2014
at 10.00am

Council Chamber, Huia Street, Taumarunui





MANAGEMENT COMMITTEE

NOTICE OF MEETING

A MEETING OF THE MANAGEMENT COMMITTEE WILL BE HELD IN THE
TAUMARUNUI ROOM (COUNCIL CHAMBER), HUIA STREET, TAUMARUNUI
ON MONDAY 5 MAY 2014 AT 10.00AM

MEMBERS

Mayor:	Don Cameron	
Deputy Mayor:	Marion Gillard	Ohura Ward
Councillors:	Graeme Cosford	Taumarunui Ward
	Cynthia Dowsett	Waimarino-Waiouru Ward

A handwritten signature in black ink, appearing to read 'Peter Till', is written over a faint circular stamp.

Peter Till
CHIEF EXECUTIVE

Powers and Duties of Management Committee

Purpose

- 1 To serve as the Audit and Risk Management Committee.
- 2 To set Council agendas and monitor performance against resolutions.
- 3 Look at ways and means of attracting business to the area and generally encouraging employment.
- 4 A watching brief over the Youth Employment initiatives and the Ruapehu Whānau Transformation project.

Meeting Frequency

Monthly.

Operating Principles and Practices

- 1 Mayor to Chair the meetings.
- 2 Operate meetings according to Council's Standing Orders.
- 3 Require staff to prepare management reports, particularly with regard to Audit and Risk. Other reports as required.

Area of Responsibility

To ensure consolidated and complete reporting of all required financial and non-financial performance measures listed in the Long Term Plan and Annual Reports.

Monitor the Audit process and make decisions on Risk related matters.

Monitor contracts.

Delegated Authorities

To sign off Audit and Risk related documentation.

Approve detailed allocations of Capital Works within broad approvals set within the Long Term and Annual Planning process.

Membership

Mayor, Deputy Mayor and two Councillors.

MANAGEMENT COMMITTEE

ORDER PAPER

A MEETING OF THE MANAGEMENT COMMITTEE WILL BE HELD IN THE
TAUMARUNUI ROOM (COUNCIL CHAMBER), HUIA STREET, TAUMARUNUI
ON MONDAY 5 MAY 2014 AT 10.00AM

PUBLIC BUSINESS

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1	Apologies		
2	Confirmation of Minutes: 7 April 2014		5 – 7
3	Detailed Financial Report for the Period Ended 31 March 2014	<i>File R40-0001 Doc 580811</i>	8 – 28
4	Further Information on Essential Services Benchmark	<i>File A05-0155 Doc 580894</i>	29 – 30
5	Council Agenda: 12 and 27 May 2014	<i>File A05-0014 Doc 581016</i>	31
6	Resolution to Exclude the Public for Consideration of Committee Business	<i>File: A05-0014 Doc 581016</i>	32

Please Note: The Reports attached to this Order Paper set out suggested resolutions only. These suggested resolutions do not represent Council policy until such time as they might be adopted by Council resolution. This Order Paper may be subject to amendment either by addition or withdrawal of items contained therein.

RUAPEHU DISTRICT COUNCIL

MANAGEMENT COMMITTEE

MINUTES

MEETING HELD IN THE TAUMARUNUI ROOM (COUNCIL CHAMBER),
HUIA STREET, TAUMARUNUI ON MONDAY 7 APRIL 2014 AT 10.00AM

PUBLIC BUSINESS

Present

Mayor	Don Cameron	
Councillors:	Graeme Cosford	Taumarunui Ward
	Cynthia Dowsett	Waimarino-Waiouru Ward
Staff:	Peter Till	Chief Executive (Part)
	Margaret Hawthorne	Group Manager Community Services (Part)
	Pam Bicknell	Group Manager Corporate Services
	Pauline Welch	Group Manager Customer Services (Part)
	Warren Furner	Land Transport & Economic Development Manager (Part)
	Sarah Doyle	Executive Assistant
	Marc Lorentzen	Senior Accountant

1	Apologies	<i>File A05-0014</i>
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RESOLVED

That the apology from Councillor Gillard be received and leave of absence granted.

2	Confirmation of Minutes: 3 March 2014	<i>File M80-0001</i>
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RESOLVED

That the Minutes of the Management Committee meeting held 3 March 2014 are confirmed as a true and correct record.

3	Detailed Financial Report for the Period Ended 28 February 2014	<i>File R40-0001 Doc 579016</i>
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Members considered a Report presenting the detailed February 2014 Financial Statement and the February 2014 Cash Flow Statement. Council's Group Manager Corporate Services and Senior Accountant spoke to the Report and answered Members' questions.

RESOLVED

- 1 *That the Report on Detailed Financial Report for the Period Ended 28 February 2014 be received.*
- 2 *That the February 2014 Cash Flow Statement be received.*

4	Orientation for New Financial Benchmarks	<i>File A05-0155 Doc 579565</i>
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Members considered a Report presenting the new financial benchmarks that Council will have to disclose for the 2013/14 Annual Report. The Report showed how the benchmarks would have been disclosed had they been required for the 2012/13 Annual Report. Council's Chief Executive, Group Manager Corporate Services and Senior Accountant spoke to the Report and answered Members' questions.

RESOLVED

That the Report on Orientation for New Financial Benchmarks be received.

5	Council Agenda: 8 and 29 April 2014	<i>File A05-0014 Doc 579545</i>
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Members considered a Report providing agenda lists for 8 and 29 April 2014 Council meetings for discussion.

It was agreed that a Workshop on depreciation was required.

RESOLVED

That the Report on Council Agenda: 8 and 29 April 2014 be received.

6	Resolution to Exclude the Public for Consideration of Committee Business	<i>File A05-0014 Doc 579557</i>
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Section 48 of the Local Government Official Information and Meetings Act 1987 gives the Committee the right by resolution to exclude the public from the whole or any part of the proceedings of any meeting only on one or more of the grounds contained within that Section.

RESOLVED

- 1 *That the report on Resolution to Exclude the Public for Consideration of Committee Business is received.*
- 2 *That the public is excluded from the following part of the proceedings of the meeting.*
- 3 *That the general subject of each matter to be discussed while the public is excluded, the reason for passing the resolution in relation to each matter and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:*

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S48(1) for passing this resolution
<i>C1:579507 2013 OAG Report to Parliament</i>	<i>To protect information which is subject to an obligation of confidence or which any person has been or could be compelled to provide under authority of any enactment, where the making available of the information would be likely to prejudice the supply of similar information, or information from the same source, and it is in the public interest that such information should continue to be supplied.</i>	48(1)(a)

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act or Section 6 or Section 7 or Section 9 of the Official Information Act 1982 as the case may require are listed above.

There being no further business, the meeting concluded at 12.15pm.

Dated at Taumarunui this 5th day of May 2014

Don Cameron JP
MAYOR

Report to: Management Committee

Meeting Date: 5 May 2014

Subject: Detailed Financial Report for the Period Ended
31 March 2014

Document No: 580811

File: R40-0001



Purpose of Report

- 1.1 The purpose of this Report is to present to the Management Committee the Detailed Financial Statements for the period ended 31 March 2014 and the March 2014 Cash Flow Statement.

Discussion

2.1 MARCH FINANCIAL RESULT - OVERVIEW

- 2.1.1 March Total Comprehensive Income to date result is a profit of \$949,000, compared to a budgeted profit of \$1,391,000, a variation of \$442,000.

2.2 MAIN POINTS OF INTEREST

- 2.2.1 Total borrowings is at \$28,000,000 end March, which is \$2,000,000 less than beginning of year but \$2,707,000 more than end March 2013. Overall the net debt position is more positive compared to last year, with a better outlook for the remaining three months of the year compared to last quarter of the 2012/13 financial year.
- 2.2.2 Stormwater and Solid Waste areas have results year to date close to budget.
- 2.2.3 Leadership, Community Facilities, Wastewater, Water Supply and Overhead areas have results year to date better than budget.
- 2.2.4 Community Support, Regulation and Land Transport areas have results year to date worse than budget. Community Support is mainly due to the Raetihi Event, Regulation is mainly due to reduced economic activity in Ruapehu District and Land Transport is due to timing differences.
- 2.2.5 While the Comprehensive Income is below budgeted figures, the variance is significantly reduced compared to end February, where the variance was \$1,434,000. The main reason for this is the high activity in Land Transport in March.

2.3 VARIANCES TO BUDGET

2.3.1 Total Operating Revenue is lower than budget by \$672,000. The main drivers are:

	(000s)
• Rates	\$186
• NZTA Operating Subsidies	\$279
• Government subsidies for Water	\$216
• I-sites sales	\$-185
• CAP funding not yet received	\$196

2.3.2 Other Income is below budget by \$368,000

• NZTA Capital Subsidies	\$279
• Development Contributions	\$90

The capital work is at 52 percent of the capital budget, and capital work is in progress at the moment. The capital subsidies will therefore increase towards year end.

2.3.3 Revaluation of assets accounts for another \$594,000 below budget.

2.3.4 Total Operating Expenses are below budget by \$1,192,000, mainly due to timing differences of \$566,000 below budget and permanent differences of \$559,000 below budget:

	Actual YTD \$000	Budget YTD \$000	Variances \$000
Permanent Differences:			
Depreciation	5,523	5,975	452
Costs of funds	1,242	1,475	233
Insurance	210	347	137
I-site contract costs	94	172	78
Rates payments	268	299	31
Streetlights	79	60	-19
Vehicle costs	183	139	-44
District Plan review	82	0	-82
I-Site operations cost	227	0	-227
Total Permanent Differences			559

2.4 PERMANENT DIFFERENCES

2.4.1 The District Plan review has been nearly completed, but costs continue to be incurred as we continue to negotiate with the remaining objectors and therefore there could be further costs in the 2014 financial year.

2.4.2 Vehicle costs continue to be higher than budget, this is partly due to increased depreciation, partly due to the ageing fleet requiring more maintenance work.

- 2.4.3 Council continues to benefit from low interest rates, resulting in lower than budgeted costs of funds. Year to date costs of funds are lower than budget by \$233,000.
- 2.4.4 Depreciation for 2014 financial year is based on the valuation reports done for June 2013. Currently these costs are lower than budgeted by \$452,000. The depreciation costs will be updated when assets are revalued for June 2014.
- 2.4.5 Insurance costs are lower than budgeted by \$137,000. These costs are not expected to change more than \$8,000 for this financial year.
- 2.4.6 The costs for the I-site contract is now well below budget, as there have been no further payments since November 2013. At the same time the costs for running the I-sites continue to rise, but are offset by the increased revenue as well. Overall Council is saving money compared to having the work contracted out. End of March the savings total \$36,000.

2.5 TIMING DIFFERENCES

- 2.5.1 Explained timing differences are those that Council expects to correct themselves through the remainder of the year, and are made up of the following:

	Actual YTD \$000	Budget YTD \$000	Variances \$000
Timing Difference			
Roading maintenance	3,859	4,242	383
Infrastructure maintenance	3,048	3,359	310
Consultants and legal fees	887	1,084	197
Bad Debt Impairment	0	119	119
Miscellaneous Expenses	178	291	113
Audit expenses	37	116	79
Signs and Markings	48	126	78
Indirect Personnel Costs	147	223	77
Repair and Maintenance	199	268	69
Aftercare costs for landfill	16	44	28
Purchases	14	32	18
Advertising	46	62	16
Internal recoveries	-5,700	-5,992	-292
Raetihi Event	629	0	-629
Total Timing Differences			566

Suggested Resolutions

- 1 That the Detailed Financial Report for the Period Ended 31 March 2014 be received.
- 2 That the March 2014 Cash Flow Statement be received.



Marc Lorentzen
SENIOR ACCOUNTANT

24 April 2014

Attachment: Financial Accounts for YTD end March 2014



RUAPEHU DISTRICT COUNCIL FINANCIAL STATEMENTS

FOR THE MONTH ENDED 31 MARCH 2014

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Ruapehu District Council

Statement of Comprehensive Income for period to 31 March 2014

	ACTUAL YTD \$000'S	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
Revenue						
General Rates & UAGC	(6,508)	(6,214)	294	79%	8,285	1,777
Targeted Rates	(7,632)	(8,111)	(480)	71%	10,815	3,183
User Fees & Charges	(1,990)	(2,022)	(32)	76%	2,613	623
Subsidies	(27)	(222)	(196)	9%	297	270
NZTA Subsidies	(3,550)	(3,829)	(279)	70%	5,105	1,556
Dividends	(11)	0	11	0%	0	(11)
Petrol tax	(90)	(146)	(56)	46%	195	105
Infringements	(46)	(20)	26	172%	27	(19)
Interest Received	(30)	0	30	0%	0	(30)
Surplus/(Deficit) on Disposal of Assets	(10)	0	10	0%	0	(10)
Total Operating Revenue	(19,893)	(20,565)	(672)	73%	27,336	7,444
Expenditure						
Personnel Costs	3,292	3,230	(62)	76%	(4,307)	(1,015)
Depreciation	5,523	5,975	452	69%	(7,967)	(2,444)
Finance Costs	1,242	1,475	233	63%	(1,967)	(725)
Sub Total	10,058	10,681	623	71%	(14,241)	(4,183)
Other Expenses						
Indirect Personnel	147	223	77	49%	(298)	(151)
Roading Maintenance	3,859	4,242	383	68%	(5,656)	(1,797)
Infrastructure Maintenance	3,048	3,359	310	68%	(4,478)	(1,430)
Contracts	452	463	10	73%	(617)	(165)
Consultants and Legal Fees	887	1,084	197	61%	(1,445)	(558)
Purchases	14	32	18	33%	(42)	(29)
Other Operating Expenses	3,309	3,059	(250)	86%	(3,863)	(555)
Occupancy Costs	269	320	51	63%	(427)	(158)
Vehicle Costs	183	139	(44)	98%	(186)	(3)
Bad Debts	0	119	119	0%	(159)	(159)
Internal Costs	(66)	(369)	(303)	13%	492	425
Other Expenses	12,103	12,672	569	73%	(16,680)	(4,577)
Total Operating Expenditure	22,160	23,353	1,192	72%	(30,921)	(8,760)
Net Operating Surplus / (Deficit)	2,267	2,788	520	63%	(3,584)	(1,317)
Comprehensive Income						
Development Contributions- Rev	(76)	(166)	(90)	34%	221	145
Subsidies for Capital Purposes	(3,141)	(3,419)	(279)	69%	4,559	1,418
Total Other Revenue	(3,217)	(3,585)	(368)	67%	4,780	1,564
Revaluation of assets	0	(594)	(594)	0%	792	792
Total Comprehensive Income	(949)	(1,391)	(442)	48%	1,988	1,039

See the cover report for comments on the Comprehensive Income Statement

Ruapehu District Council
Statement of Financial Position as at 31 March 2014

	ACTUAL YTD \$000	OPENING BALANCE \$000	CHANGE YTD \$000'S
<u>Current Assets</u>			
Cash & Cash Equivalents	212	1,169	(957)
Trade & Other Receivables	3,287	3,951	(664)
Inventories	102	86	16
Current Assets	3,600	5,206	(1,605)
<u>Non-Current Assets</u>			
Property Plant & Equipment	26,803	27,067	(264)
Infrastructural Fixed Assets	346,124	350,990	(4,867)
Capital Work in Progress	6,113	736	5,377
Total Property, Plant & Equipment	379,040	378,794	246
Term Investments	522	522	1
Intangible Assets	447	579	(132)
Investment Property	3,635	3,635	0
Total Other Non-Current Assets	4,605	4,736	(132)
Non Current Assets	383,644	383,530	114
<u>Total Assets</u>			
Assets	387,245	388,736	(1,491)
<u>Current Liabilities</u>			
Trade & Other Payables	(3,050)	(2,886)	(164)
Income in Advance	0	(615)	615
Bond & Deposits	(216)	(190)	(26)
Employee Benefits	(190)	(205)	15
Short Term Borrowings	(3,000)	(3,000)	0
Current Liabilities	(6,456)	(6,896)	440
<u>Non-Current Liabilities</u>			
Landfill Aftercare Provision	(486)	(486)	0
Term Borrowings	(25,300)	(27,300)	2,000
Non Current Liabilities	(25,786)	(27,786)	2,000
<u>Total Liabilities</u>			
Liabilities	(32,242)	(34,682)	2,440
<u>Net Assets</u>			
Net Assets	355,003	354,054	949
<u>Equity</u>			
Ratepayers Equity	(257,188)	(257,188)	0
Special Funds	(419)	(419)	0
Other Reserves	(94,442)	(94,442)	0
Other Funding	(2,005)	(2,005)	0
Profit & Loss	(949)	0	(949)
Total Equity	(355,003)	(354,054)	(949)

Total borrowings end March is \$28,300,000, a reduction of \$2,000,000 from beginning of year, and an increase of \$2,707,000 compared to end March 2013.

**Ruapehu District Council
Community Support - Cost of Service Statement as at 31 March 2014**

	ACTUAL	BUDGET	VARIANCE	% OF	FULL	BUDGET
	YTD	YTD	YTD	BUDGET	YEAR	REMAINING
	\$000	\$000	\$000S	MET	BUDGET	\$000
EXPENDITURE						
Agencies	(41)	(47)	5	66%	(63)	(21)
Community Grants	(17)	(20)	3	63%	(27)	(10)
Economic Development	(34)	(89)	55	29%	(119)	(85)
Emergency Management	(914)	(312)	(603)	220%	(416)	499
Library Services	(344)	(343)	(1)	75%	(457)	(114)
Regional Tourism Organisation						
I-Site	(316)	(172)	(144)	138%	(229)	87
Relationship Marketing	(8)	(8)	0	75%	(11)	(3)
Print Media	(6)	0	(6)	0%	0	6
Visit Ruapehu Contract	(257)	(194)	(64)	100%	(258)	(1)
Total Operating Expenditure	(1,939)	(1,185)	(753)	123%	(1,580)	358
REVENUE						
Rates Revenue						
Agencies	15	15	0	74%	20	5
Community Grants	19	20	(1)	72%	27	8
Economic Development	82	83	(1)	74%	111	29
Regional Tourism Organisation	371	380	(8)	73%	507	135
Emergency Management	305	305	0	75%	407	102
Library Services	317	318	(2)	75%	424	108
Total Rates Revenue	1,109	1,122	(13)	74%	1,496	387
Other Revenue						
User Charges - Agencies	14	32	(18)	32%	42	29
User Charges - Community Grants	0	0	0	0%	0	0
User Charges - Economic Development	58	0	58	0%	0	(58)
User Charges - I-Sites	185	0	185	0%	0	(185)
User Charges - Emergency Management	2	0	2	0%	0	(2)
User Charges - Library Services	13	25	(12)	38%	33	20
Subsidies - Emergency Management	0	7	(7)	0%	9	9
Total Other Revenue	273	63	210	325%	84	(189)
Total Operating Revenue	1,383	1,185	197	87%	1,580	198
Capital Funding						
Net Cost of Service	(556)	0	(556)	0%	0	556
INCLUDED IN THE ABOVE EXPENSES ARE:						
Depreciation						
Emergency Management	(4)	(5)	1	59%	(7)	(3)
Library Services	(38)	(37)	(2)	78%	(49)	(11)
Total Depreciation	(42)	(42)	(1)	76%	(56)	(13)
Internal Allocations						
Agencies	(29)	(29)	0	75%	(39)	(10)
Economic Development	(19)	(25)	6	57%	(34)	(15)

	ACTUAL	BUDGET	VARIANCE	% OF	FULL	BUDGET
	YTD	YTD	YTD	BUDGET	YEAR	REMAINING
	\$000	\$000	\$000S	MET	\$000	\$000
Regional Tourism Organisation	(15)	(8)	(6)	130%	(11)	3
Emergency Management	(119)	(119)	0	75%	(159)	(40)
Library Services	(293)	(293)	0	75%	(391)	(98)
Total Internal Allocations	(475)	(475)	0	75%	(634)	(158)

Total Operating Expenditure is above budget by \$753,000 (63.6%). The main reason for this is due to the Raetihi event (\$618,000) and that the I-site has been taken over by Council, resulting in cost less than budgeted by \$78,000 on the contract, but higher than budgeted costs on products and staff for the I-site of \$227,000). Both the gains and costs for the I-site will only increase the rest of the year. Also the third and last instalment for Visit Ruapehu contract has been paid, resulting in higher than budgeted costs of \$64,000. The Raetihi event costs are considered a permanent variation to budget, until we receive funds back from RAL, while the Visit Ruapehu variation will be on track for end of year.

Total Operating Revenue is higher than budgeted by \$197,000 (16.7%), in part from cost recovery from the Ministry of Economic Development of \$58,000, which was not budgeted for, and in part due to revenue from the I-sites (\$185,000) after Council took over the operation of these.

For year-end Community Support is expected to have a result worse than budgeted by \$30,000, due to a small amount Council may have to accept concerning the Raetihi event, and a clean-up of 2013 figures of the I-site.

Ruapehu District Council
Leadership - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
<u>EXPENDITURE</u>						
Mayor and Councillors	(805)	(825)	20	73%	(1,100)	(295)
Community Boards	(16)	(20)	4	58%	(27)	(11)
Strategic Planning	(319)	(373)	54	64%	(498)	(178)
Total Operating Expenditure	(1,140)	(1,218)	78	70%	(1,625)	(484)
<u>REVENUE</u>						
Rates Income	1,209	1,218	(9)	74%	1,625	415
Other Revenue	2	0	2	0%	0	(2)
Interest on Investments	1	0	1	0%	0	(1)
Dividends	1	0	1	0%	0	(1)
Total Operating Revenue	1,213	1,218	(5)	75%	1,625	412
Net Cost of Service	73	0	73	0%	0	(73)
<u>INCLUDED IN THE ABOVE EXPENSES</u>						
<u>ARE:</u>						
Internal Allocation	(870)	(870)	0	75%	(1,160)	(290)

Total Operating Expenditure is lower than budget by \$78,000 (6.4%). This is within Strategic Planning, in part due to work being done later in the year (\$32,000) and in part due to a permanent variance with the clean-up of 2013 postings (\$22,000). Also Mayor and Council is below budget by \$20,000 which is mainly due to reduced staff costs (\$15,000)

Revenue is below budget by \$5,000 (0.4%), because of less than expected rates penalties revenue (\$29,000).

Ruapehu District Council

Regulation - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
EXPENDITURE						
Inspection Services	(273)	(271)	(2)	76%	(361)	(88)
Animal Control	(288)	(304)	16	71%	(404)	(116)
Building Services	(702)	(668)	(34)	79%	(891)	(189)
Environmental Health	(336)	(333)	(2)	76%	(445)	(109)
Resource Management	(582)	(547)	(35)	80%	(729)	(147)
Total Operating Expenditure	(2,181)	(2,123)	(58)	77%	(2,830)	(649)
REVENUE						
Rates Revenue						
Inspection Services	170	172	(1)	74%	229	59
Animal Control	87	87	0	75%	116	29
Building Services	442	444	(2)	75%	592	150
Environmental Health	278	280	(2)	74%	374	96
Resource Management	415	423	(8)	74%	564	149
Total Rates Revenue	1,392	1,405	(14)	74%	1,874	482
User Charges						
Inspection Services	62	95	(33)	49%	126	65
Animal Control	166	250	(83)	62%	268	102
Building Services	181	224	(44)	60%	299	119
Environmental Health	68	67	1	95%	71	3
Resource Management	70	124	(54)	42%	165	95
Total User Charges	546	760	(214)	59%	930	384
Fines and Infringements						
Inspection Services	2	5	(3)	32%	6	4
Animal Control	44	15	28	211%	21	(23)
Total Fines and Infringements	46	20	26	171%	27	(19)
Total Operating Revenue	1,983	2,185	(202)	70%	2,830	847
Net Cost of Service	(198)	62	(260)	0%	0	198
INCLUDED IN THE ABOVE EXPENSES						
ARE:						
Depreciation						
Animal Control	(2)	(2)	0	75%	(2)	(1)
Total Depreciation	(2)	(2)	0	75%	(2)	(1)
Internal Allocations						
Inspection Services	(267)	(267)	0	75%	(356)	(89)
Animal Control	(273)	(273)	0	75%	(364)	(91)
Building Services	(641)	(641)	0	75%	(854)	(214)
Environmental Health	(330)	(330)	0	75%	(441)	(110)
Resource Management	(376)	(376)	0	75%	(502)	(125)
Total Internal Allocations	(1,888)	(1,888)	0	75%	(2,517)	(629)

Total Operating Expenditure is higher than budget by \$58,000 (2.7%). Higher than budgeted costs in Building Services by \$34,000 (which is due to the triennial IANZ accreditation fee), and in part due to higher than budgeted costs in Resource Management by \$35,000, because of work on the District Plan (\$82,000). Both variances are permanent variances to budget. This is temporarily offset by reduced spending in Resource Management on other projects, which will change when the work on the EAP and LTP progress.

Total Operating Revenue is lower than budget by \$202,000 (9.2%), the main drivers being lower than budgeted user charges in Animal Control (\$83,000), Building Services (\$44,000), Resource Management (\$54,000) and Inspection Services (\$33,000). Animal Control budget is too optimistic, meaning it is a permanent variance to budget. Resource Management has had reduced activity this year and it is unknown whether the activity will increase later in the year. Building Services and Inspection Services have had less activity than expected early in the year. Some of this may be caught up later in the year, but at this stage there is a risk that year end results will be under budget.

For year-end Regulation is expected to have a result lower than budgeted by \$260,000-\$300,000, due to the triennial costs for Building Services, costs related to the District Plan and some revenue being lower than budgeted.

Ruapehu District Council

Community Facilities - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000	PRIOR YTD \$000
EXPENDITURE							
<u>Parks & Reserves</u>							
Ohura	(23)	(33)	10	54%	(43)	(20)	(140)
Matiere	0	(2)	1	13%	(2)	(2)	0
Taumarunui	(332)	(354)	22	71%	(466)	(134)	(260)
National Park	(61)	(80)	19	58%	(105)	(44)	(65)
Pipiriki	(2)	(1)	(1)	168%	(1)	1	(1)
Raetihi	(98)	(125)	26	61%	(162)	(64)	(87)
Ohakune	(164)	(196)	32	64%	(258)	(94)	(134)
Rangataua	(11)	(15)	4	57%	(19)	(8)	(12)
Waiouru	(30)	(44)	14	52%	(58)	(28)	(26)
Ruatiti Ward	(11)	(14)	3	58%	(19)	(8)	(8)
Total Parks & Reserves	(733)	(863)	130	65%	(1,134)	(401)	(734)
<u>Community Facilities</u>							
Public Toilets	(156)	(174)	17	69%	(225)	(69)	(160)
District Swimming Pools	(359)	(315)	(44)	86%	(415)	(56)	(368)
District Cemeteries	(113)	(133)	20	64%	(176)	(63)	(102)
Community Halls	(107)	(108)	1	82%	(131)	(23)	(107)
Total Community Facilities	(735)	(730)	(5)	78%	(946)	(211)	(736)
<u>Community Property</u>							
Community Housing	(38)	(44)	6	78%	(48)	(11)	(41)
Pensioner Housing	(307)	(315)	8	80%	(382)	(76)	(305)
Rental Housing	(51)	(55)	5	71%	(71)	(20)	(49)
Inv. & Comm. Property	(80)	(83)	3	82%	(98)	(18)	(71)
Airport	(14)	(19)	5	55%	(24)	(11)	(23)
Forestry	(8)	(9)	1	75%	(11)	(3)	(12)
Total Community Property	(497)	(525)	28	78%	(635)	(138)	(501)
Total Operating Expenditure	(1,965)	(2,117)	153	72%	(2,715)	(751)	(1,971)
REVENUE							
<u>Rates Revenue</u>							
Parks & Reserves	795	803	(8)	74%	1,070	275	827
Public Toilets	166	168	(2)	74%	223	58	186
District Swimming Pools	308	311	(3)	74%	415	107	307
District Cemeteries	88	89	0	75%	118	30	87
Community Halls	86	86	0	75%	115	29	71
Community Property	221	223	(2)	74%	297	77	208
Total Rates Revenue	1,663	1,679	(16)	74%	2,239	575	1,685
<u>Subsidies</u>							
Parks & Reserves	19	0	19	0%	0	(19)	0
District Cemeteries	8	0	8	0%	0	(8)	4
Total Subsidies	27	0	27	0%	0	(27)	4

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000	PRIOR YTD \$000
User Charges							
Parks & Reserves	45	48	(2)	72%	63	18	34
Community Facilities	1	2	(1)	46%	2	1	2
District Swimming Pools	0	0	0	0%	0	0	0
District Cemeteries	55	43	12	96%	57	2	49
Community Halls	4	5	0	71%	6	2	5
Community Property	223	237	(14)	70%	316	93	259
Total User Charges	329	334	(5)	74%	445	116	348
Dividends							
Parks & Reserves	2	0	2	0%	0	(2)	0
Total Dividends	2	0	2	0%	0	(2)	0
Interest Received							
Parks & Reserves	1	0	1	0%	0	(1)	0
Total Interest Received	1	0	1	0%	0	(1)	0
Internal Treasury							
Total Operating Revenue	2,021	2,013	8	75%	2,683	663	2,037
Capital Funding							
Parks and Reserves	4	10	(6)	33%	14	9	3
Total Capital Funding	4	10	(6)	33%	14	9	3
Net Cost of Service	61	(95)	156	-339%	(18)	(80)	69
INCLUDED IN THE ABOVE EXPENSES ARE:							
Depreciation							
Parks & Reserves	(36)	(21)	(15)	127%	(28)	8	(21)
Public Libraries	(5)	(5)	0	79%	(7)	(1)	(5)
District Swimming Pools	(6)	(4)	(2)	102%	(6)	0	(4)
Community Halls	(13)	(7)	(6)	132%	(10)	3	(7)
Community Property	(28)	(16)	(12)	128%	(22)	6	(16)
Total Depreciation	(89)	(55)	(34)	121%	(73)	16	(55)
Internal Allocations							
Parks & Reserves	(129)	(129)	0	75%	(172)	(43)	(116)
Public Toilets	(52)	(52)	0	75%	(69)	(17)	(47)
District Swimming Pools	(60)	(60)	0	75%	(81)	(20)	(54)
District Cemeteries	(48)	(48)	0	75%	(64)	(16)	(43)
Community Halls	(42)	(42)	0	75%	(56)	(14)	(38)
Community Property	(230)	(230)	0	75%	(306)	(77)	(208)
Total Internal Allocation	(562)	(562)	0	75%	(749)	(187)	(506)

Total Operating Expenditure is \$153,000 lower than budget (7.2%). This is mainly due to low activity in the beginning of the year. Parks and Reserves are lower than budgeted by \$130,000 and Community Property is lower than budgeted by \$28,000. Community Facilities is expected to be on budget for year-end, as under spending during the year will be caught up in May and June, when Council staff are certain that the funds will not be needed for emergency work. District Swimming Pools are currently over budget (\$44,000), but this will change when the pools close for winter.

Total Operating Revenue is \$8,000 (0.4%) above than budget, the main factor of this being subsidies received (\$19,000 from Council and Trust Waikato, for the Netball court refurbishment, and \$8,000 from cost recoveries from Veteran Affairs NZ for the cemeteries) Overall Community Facilities is expected to be roughly on budget for year-end.

Ruapehu District Council

Land Transport - Cost of Service Statement as at 31 March 2014

	ACTUAL	BUDGET	VARIANCE	% OF	FULL	BUDGET
	YTD	YTD	YTD	BUDGET	YEAR	BUDGET
	\$000	\$000	\$000S	MET	BUDGET	REMAINING
					\$000	\$000
EXPENDITURE						
Subsidised						
Road Maintenance	(6,222)	(6,571)	349	71%	(8,762)	(2,540)
Special Purpose Roads	(294)	(299)	5	74%	(399)	(104)
Emergency Works	(2,179)	(2,174)	(5)	75%	(2,898)	(720)
Non-Subsidised						
Non-Subsidised Work	(35)	(73)	38	36%	(97)	(62)
Pedestrian	(488)	(447)	(40)	82%	(596)	(109)
Kerb & Channel	(122)	(131)	9	70%	(175)	(53)
Total Operating Expenditure	(9,339)	(9,695)	356	72%	(12,926)	(3,587)
REVENUE						
Operating Revenue						
Rates Revenue - Subsidised Land Transport	3,017	3,094	(77)	73%	4,125	1,108
Rates Revenue - Non-Subsidised Land Transport	643	645	(2)	75%	860	217
Land Transport Subsidy	3,503	3,771	(268)	70%	5,028	1,525
Cost Recovery for Streetlights	46	58	(12)	60%	77	31
Petrol Tax - Subsidised Land Transport	90	146	(56)	46%	195	105
Other Revenue - Subsidised Land Transport	15	0	15	0%	0	(15)
Other Revenue - Non-Subsidised Land Transport	20	16	3	91%	22	2
Interest Received - Subsidised Land Transport	1	0	1	0%	0	(1)
Total Operating Revenue	7,336	7,730	(395)	71%	10,307	2,972
Capital Income						
Capital Subsidies	3,141	3,419	(279)	69%	4,559	1,418
Dev. Contributions - Non-Subsidised Land Transport	56	129	(73)	33%	172	116
Total Capital Income	3,196	3,548	(351)	68%	4,731	1,534
Net Cost of Service	1,193	1,583	(391)	56%	2,111	918
INCLUDED IN THE ABOVE EXPENSES ARE:						
Depreciation						
Subsidised Land Transport	(3,212)	(3,277)	64	74%	(4,369)	(1,157)
Non-Subsidised Land Transport	(127)	(60)	(67)	159%	(80)	47
Total Depreciation	(3,339)	(3,337)	(2)	75%	(4,449)	(1,110)
Internal Allocations						
Subsidised Land Transport	(461)	(427)	(34)	81%	(569)	(108)
Non-Subsidised Land Transport	(178)	(178)	0	75%	(237)	(59)
Total Internal Allocations	(639)	(604)	(34)	79%	(806)	(167)

Total Operating Expenditure is \$356,000 (3.7%) lower than budget. The main reason for this is reduced activity in road maintenance (\$349,000) and non-subsidised work (\$38,000). The activity is on track for year end, as activity has increased. Some work on the Ohakune Mountain Road (SPR) will be moved to next year to coincide with the large pavement renewal project planned for 2014/15.

Total Operating Revenue is \$395,000 (5.1%) lower than budget. This is mainly due to lower than budgeted operational subsidies (\$268,000), lower rates income (\$77,000), due to less than budgeted rates penalties and higher than budgeted remissions, and less than budgeted Petrol Tax received (\$56,000). The subsidies are on the increase, with the summer maintenance projects being completed. Petrol Tax received and rates income is expected to be lower than budgeted for year-end.

Total Capital Income is \$351,000 (9.9%) lower than budget, because of less than budgeted Development Contributions (\$73,000) and Capital Subsidies (\$279,000). Capital Subsidies are expected to catch up for year end, while Development Contributions will be lower than budgeted for year end. Land Transport is generally expected to be on budget for year-end, but with \$60,000 less than budgeted received in Petrol Tax, \$100,000 received less in Rates Revenue and with \$90,000 less than budgeted received in Development Contributions. The bulk of capital work remaining will be realised in the next month.

Ruapehu District Council
Stormwater - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
<u>EXPENDITURE</u>						
Storm Water Disposal	(591)	(567)	(25)	79%	(745)	(153)
Total Operating Expenditure	(591)	(567)	(25)	79%	(745)	(153)
<u>REVENUE</u>						
Rates Income	503	517	(14)	73%	689	186
Other Revenue	3	2	1	112%	2	0
Total Operating Revenue	506	518	(13)	73%	691	185
Capital Funding	3	2	1	136%	2	(1)
Net Cost of Service	(83)	(47)	(36)	161%	(51)	31
<u>INCLUDED IN THE ABOVE EXPENSES</u>						
<u>ARE:</u>						
<u>Depreciation</u>						
Depreciation	(269)	(149)	(120)	136%	(199)	71
Total Depreciation	(269)	(149)	(120)	136%	(199)	71
<u>Internal Allocation</u>						
Internal Allocation	(95)	(95)	0	75%	(127)	(32)
Total Internal Allocation	(95)	(95)	0	75%	(127)	(32)

Total Operating Expenditure is \$25,000 (4.2%) higher than budgeted. This is due to depreciation being higher than budgeted by \$120,000, while maintenance costs have been \$74,000 lower than budgeted. Maintenance costs are lower than budgeted primarily because of the Raetihi event resulting in less time to spend on general activities.

Total Operating Revenue is lower than budget by \$13,000 (2.3%) as rates revenue is lower than budgeted (\$14,000).

Stormwater is generally expected to have a result lower than budgeted by \$150,000 for year-end, mainly due to depreciation being higher than budgeted by \$160,000. If maintenance is kept lower than budgeted for the full year, the result will improve. The end of year revaluation may also change the depreciation amount.

Ruapehu District Council

Wastewater - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
EXPENDITURE						
Taumarunui	(667)	(1,062)	395	48%	(1,400)	(734)
National Park	(88)	(110)	22	61%	(144)	(56)
Pipiriki	(16)	(47)	30	27%	(61)	(45)
Raetihi	(194)	(334)	140	44%	(444)	(250)
Ohakune	(459)	(401)	(58)	87%	(528)	(69)
Rangataua	(55)	(122)	67	34%	(161)	(106)
Waiouru	(33)	(44)	11	57%	(59)	(25)
Total Operating Expenditure	(1,512)	(2,120)	607	54%	(2,798)	(1,285)
REVENUE						
Rates Income	1,647	1,670	(23)	74%	2,227	580
Other Revenue	15	48	(32)	24%	63	48
Total Operating Revenue	1,662	1,718	(56)	73%	2,290	628
Comprehensive Income	0	0	0	0%	0	0
Net Cost of Service	149	(402)	551	-29%	(508)	(657)
INCLUDED IN THE ABOVE EXPENSES						
ARE:						
Depreciation						
Depreciation	(556)	(883)	327	47%	(1,177)	(622)
Total Depreciation	(556)	(883)	327	47%	(1,177)	(622)
Internal Allocation						
Internal Allocation	(223)	(223)	0	75%	(298)	(74)
Total Internal Allocation	(223)	(223)	0	75%	(298)	(74)

Total Operating Expenditure is lower than budget by \$607,000 (28.7%). This is mainly due to lower than budgeted depreciation costs (\$327,000), maintenance costs (\$208,000) and, other operating costs (\$63,000). Some costs in relation to maintenance and other operating costs will be caught up after Raetihi event resulted in work being postponed, but some will be unable to be completed this financial year. Depreciation is a permanent variance to budget.

Total Operating Revenue is lower than budget by \$56,000 (3.3%). The main factors for this variance are rates (\$23,000) and lower than budgeted user charges (\$32,000). For the year-end the user charges is expected to improve but still be less than budgeted, and the rates revenue is a permanent variance to budget.

For year-end Wastewater is expected to have net results higher than budgeted by approximately \$480,000, mainly due to depreciation being lower than budgeted by \$436,000. If maintenance costs are kept at a reduced level, this result will change. Also, end of year revaluation may change the depreciation amount.

Ruapehu District Council

Water Supply - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
EXPENDITURE						
Ohura	(143)	(211)	68	51%	(278)	(135)
Taumarunui	(1,096)	(1,390)	294	59%	(1,843)	(746)
National Park	(218)	(164)	(54)	101%	(216)	2
Owhango	(123)	(221)	98	42%	(292)	(169)
Raetihi	(269)	(300)	32	68%	(396)	(127)
Ohakune	(555)	(500)	(55)	84%	(657)	(102)
Waiouru	(27)	(55)	28	37%	(72)	(46)
Total Operating Expenditure	(2,430)	(2,840)	410	65%	(3,753)	(1,323)
REVENUE						
Rates Income	2,041	2,073	(32)	74%	2,764	723
Other Revenue	286	261	25	82%	348	62
Subsidies	0	216	(216)	0%	288	288
Total Operating Revenue	2,326	2,550	(223)	68%	3,400	1,073
Capital Funding	2	3	(1)	45%	4	2
Net Cost of Service	(102)	(287)	185	29%	(350)	(248)
INCLUDED IN THE ABOVE EXPENSES						
ARE:						
Depreciation						
Depreciation	(865)	(1,141)	277	57%	(1,522)	(657)
Total Depreciation	(865)	(1,141)	277	57%	(1,522)	(657)
Internal Allocation						
Internal Allocation	(242)	(242)	0	75%	(323)	(81)
Total Internal Allocation	(242)	(242)	0	75%	(323)	(81)

Total Operating Expenses are lower than budget by \$410,000 (14.4%), mainly due to depreciation being lower than budgeted by \$277,000, but also lower maintenance costs (\$101,000), insurance (\$20,000), rates (\$11,000) and power charges (\$9,000). Part of the Maintenance costs and power costs are expected to increase later in the year, but the other costs are permanent variances to budget.

Total Operating Revenue is \$223,000 lower than budget (8.8%), because of a government subsidy being lower than budgeted by \$216,000. Some of the subsidy will be received later this year and the rest will be received next year, when the remaining capital work is completed.

For the year Water Supply is expected to have a net result better than budgeted by approximately \$350,000, mainly due to depreciation being lower than budgeted by \$371,000, but also due to less than budgeted costs for insurance (\$20,000) and rates (\$11,000), and an unknown amount less than budgeted costs for power. Maintenance costs will not be able to complete 100% of budgeted work due to the Raeithi event, and currently it is estimated that actual expenses will be below budget by \$40,000. The end of year revaluation may change the depreciation amount. Slightly offsetting the result is the less than budgeted subsidies received.

Ruapehu District Council

Solid Waste - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
EXPENDITURE						
<u>Kerbside Collection</u>						
District	(33)	0	(33)	0%	0	33
Taumarunui	(220)	(237)	17	70%	(316)	(95)
Waimarino	(183)	(214)	32	64%	(286)	(103)
Subtotal	(436)	(451)	15	73%	(601)	(165)
<u>Kerbside Recycling</u>						
Taumarunui	(136)	(140)	3	73%	(186)	(50)
Waimarino	(101)	(105)	3	73%	(140)	(38)
Subtotal	(238)	(245)	7	73%	(326)	(88)
<u>Solid Waste Management</u>						
Transfer Stations	(900)	(766)	(134)	89%	(1,016)	(116)
Landfills	(323)	(449)	127	54%	(598)	(275)
Waste Minimisation Direct Cost	(102)	(142)	40	54%	(189)	(87)
Waste Minimisation Internal Recoveries	610	610	0	75%	814	203
Subtotal Solid Waste Management	(715)	(747)	32	72%	(989)	(275)
Total Operating Expenditure	(1,388)	(1,443)	54	72%	(1,917)	(528)
REVENUE						
<u>Rates Revenue</u>						
Solid Waste Rates	416	297	119	105%	396	(20)
Recycling Collection Rates	320	245	75	98%	326	6
Transfer Station Rates	(4)	0	(4)	0%	0	4
Land Fill Rates	168	361	(192)	35%	481	312
Rates Revenue	900	902	(2)	75%	1,203	302
<u>User Charges</u>						
Solid Waste User Charges	171	154	17	83%	206	35
Transfer Station User Charges	252	344	(93)	55%	459	207
Landfill User Charges	30	23	7	96%	31	1
Waste Minimisation User Charges	33	0	33	0%	0	(33)
Total User Charges	485	522	(37)	70%	696	211
Total Operating Revenue	1,386	1,424	(38)	73%	1,899	513
<u>Capital Funding</u>						
Landfill	7	16	(8)	36%	21	13
Total Capital Funding	7	16	(8)	36%	21	13
Net Cost of Service	5	(3)	8	171%	3	(2)

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
<u>INCLUDED IN THE ABOVE EXPENSES</u>						
<u>ARE:</u>						
<u>Depreciation</u>						
Transfer Stations	(48)	0	(48)	0%	0	48
Landfill	(47)	(96)	49	37%	(128)	(81)
Total Depreciation	(95)	(96)	1	74%	(128)	(33)
<u>Internal Allocations</u>						
Kerbside Collection	(260)	(260)	0	75%	(347)	(87)
Kerbside Recycling	(153)	(153)	0	75%	(205)	(51)
Transfer Stations	(350)	(373)	23	70%	(498)	(148)
Landfill	(95)	(95)	0	75%	(126)	(32)
Total Internal Allocations	(858)	(881)	23	73%	(1,175)	(317)

Total Operating Expenses is \$54,000 (3.8%) lower than budget, mainly due to the solid waste management being lower than budgeted by \$32,000. This is partly due to a clean-up of a 2013 purchase order being reversed in this financial year (\$11,000) and partly due to the aftercare provision only being updated annually (\$28,000).

Total Operating Revenue is \$38,000 (2.7%) lower than budget. Overall the rates revenue is on budget, while the user charges are \$37,000 lower than budgeted. This is due to less than budgeted activity at the Transfer Stations. Compared to 2013 financial year the activity at the Transfer Stations is also reduced with \$44,000 less received in user charges.

There are some variances within Solid Waste, where Transfer Station User Charges is \$93,000 lower than budgeted, which is partly offset by User Charges in Solid Waste (\$17,000), Landfill (\$7,000) and Waste Minimisation (\$33,000) being higher than budgeted.

The same is the case for Rates revenue, with the same small effect overall.

Overall Solid Waste is on track for year-end.

Ruapehu District Council

Overhead - Cost of Service Statement as at 31 March 2014

	ACTUAL YTD \$000	BUDGET YTD \$000	VARIANCE YTD \$000S	% OF BUDGET MET	FULL YEAR BUDGET \$000	BUDGET REMAINING \$000
EXPENDITURE						
Personnel Costs	(3,026)	(3,020)	(6)	75%	(4,026)	(1,001)
Depreciation	(267)	(271)	4	74%	(361)	(94)
Cost of Funds	(11)	(353)	342	2%	(471)	(460)
Indirect Personnel Costs	(118)	(174)	56	51%	(232)	(114)
Contracts	(13)	(11)	(2)	87%	(14)	(2)
Consultants & Legal	(97)	(133)	36	55%	(178)	(81)
Other Operating Expenses	(1,006)	(1,102)	97	70%	(1,442)	(436)
Occupancy Costs	(269)	(320)	51	63%	(427)	(158)
Vehicle Costs	(176)	(139)	(37)	95%	(186)	(10)
Bad Debts	0	(120)	120	0%	(160)	(160)
Total Operating Expenditure	(4,982)	(5,644)	662	66%	(7,498)	(2,515)
INTERNAL						
Internal recoveries	5,700	5,992	(291)	71%	7,989	2,289
Internal Allocation	(392)	(392)	0	75%	(523)	(131)
Total Internal	5,308	5,600	(291)	71%	7,466	2,158
REVENUE						
Rates Income	16	0	16	0%	0	(16)
Other Revenue	19	24	(4)	61%	31	12
Interest on Investments	25	0	25	0%	0	(25)
Disposal of Assets	10	0	10	0%	0	(10)
Total Operating Revenue	70	24	47	223%	31	(39)
Net Cost of Service	396	(21)	417	0%	0	(396)

Total Operating Expenditure is below budget by \$662,000 (11.7%). This is mainly due to below budget costs in cost of funds (\$342,000) and bad debt impairment (\$120,000). As the internal loans are all at 6.5%, overhead department will receive gains on the loans when external loans have lower than 6.5% interest rates.

Internal recoveries are below budget by \$292,000 (4.9%), due to overhead charges on capitalisations are lower than budgeted. This will change towards year-end.

Total Operating Revenue is above budget by \$47,000 (195.8%), mainly due to receiving interest on cash deposits (\$25,000), which is unbudgeted for, and also the sale of assets (\$10,000) which is also unbudgeted for.

Overall Overhead is expected to be roughly on track for year end, with some gains on Cost of Funds due to Council resuming the practice of charging interest on internal loans.

Cash flow Statement for Year to June 2014													
		Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	YTD Total		
Cash Flows from Operating Activities	Incoming	Receipts from Rates Revenue (GST Inclusive)	\$ 716,310	\$ 7,559,051	\$ 649,345	\$ 637,022	\$ 3,411,994	\$ 598,828	\$ 673,814	\$ 3,192,798	\$ 535,590	\$ 17,974,752	
		Misc receipts from Sundry Debtors	\$ 137	\$ 1,182	\$ 532	\$ -	\$ -	\$ 214	\$ 1,543	\$ 11,164	\$ 9,917	\$ 24,261	
		Receipts from Water Billing Customers (GST Inclusive)	\$ 60,779	\$ 6,163	\$ 795	\$ 79,267	\$ 11,214	\$ 1,808	\$ 83,038	\$ 8,586	\$ 909	\$ 252,559	
		Receipts from other Revenue	\$ 391,903	\$ 219,079	\$ 223,772	\$ 189,787	\$ 159,692	\$ 187,640	\$ 221,156	\$ 219,977	\$ 228,519	\$ 2,041,525	
		Receipts from NZTA - Capital	\$ -	\$ -	\$ -	\$ 629,591	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 629,591	
		Receipts from NZTA - Operational	\$ 771,146	\$ 726,610	\$ 505,761	\$ -	\$ 678,768	\$ 584,759	\$ 12,009	\$ 1,112,330	\$ 773,878	\$ 5,165,261	
		Interest Received	\$ -	\$ 4,791	\$ 9,325	\$ 5,276	\$ 5,482	\$ 2,699	\$ 259	\$ -	\$ 417	\$ 28,250	
		Dividends Received	\$ -	\$ 345	\$ 9,825	\$ -	\$ -	\$ 345	\$ -	\$ -	\$ -	\$ 10,515	
		Outgoing	Payments to Suppliers	-\$ 1,461,401	-\$ 1,789,221	-\$ 1,035,085	-\$ 1,179,008	-\$ 1,588,950	-\$ 1,733,449	-\$ 1,080,291	-\$ 1,130,163	-\$ 1,083,800	-\$ 12,081,367
			Payments to Employees and Elected Members (includes all related costs)	-\$ 682,763	-\$ 701,079	-\$ 548,626	-\$ 747,772	-\$ 636,345	-\$ 690,427	-\$ 580,559	-\$ 684,083	-\$ 686,898	-\$ 5,958,550
		GST (net)	-\$ 207,593	-\$ 424,778	-\$ 125,144	\$ 13,627	-\$ 170,017	\$ 11,958	\$ 307,178	-\$ 181,380	\$ 15,220	-\$ 760,930	
		Interest Paid	-\$ 88,981	-\$ 264,232	-\$ 221,713	-\$ 92,434	-\$ 174,968	-\$ 93,185	-\$ 95,612	-\$ 271,149	-\$ 91,806	-\$ 1,394,078	
		Bank Charges	-\$ 1,755	-\$ 2,306	-\$ 5,151	\$ 2,848	-\$ 1,718	-\$ 3,989	-\$ 1,591	-\$ 2,081	-\$ 4,964	-\$ 20,707	
		Visit Ruapehu Contract	-\$ 90,000	\$ -	\$ -	\$ -	-\$ 80,000	\$ -	\$ -	\$ 4,760	-\$ 87,000	-\$ 252,240	
Cash Flows from Operating Activities			-\$ 592,218	\$ 5,335,606	-\$ 536,364	-\$ 461,796	\$ 1,616,743	-\$ 1,130,531	-\$ 466,386	\$ 2,300,618	-\$ 395,548	\$ 5,670,124	
Cash flows from Investing Activities	Outgoing	Capital Spend - Books	-\$ 592,763	-\$ 425	\$ -	\$ -	-\$ 107	\$ -	-\$ 130	\$ -	\$ -	-\$ 593,425	
		Capital spend - Community Property	-\$ 5,079	\$ -	-\$ 12,765	-\$ 1,217	-\$ 4,228	\$ 36,035	-\$ 40,426	-\$ 14,769	\$ 10,192	-\$ 32,257	
		Capital spend - Corp Services	-\$ 36,145	-\$ 20,792	-\$ 400	-\$ 9,465	-\$ 29,363	-\$ 23,292	-\$ 27,169	-\$ 9,454	-\$ 1,042	-\$ 157,122	
		Capital spend - Land Transport Subsidised	-\$ 449,261	-\$ 315,798	-\$ 253,247	-\$ 298,757	-\$ 149,318	-\$ 238,439	-\$ 241,652	-\$ 870,190	-\$ 824,735	-\$ 3,641,398	
		Capital spend - Land Transport Non Subsidised	-\$ 44,067	-\$ 872	-\$ 697	-\$ 697	-\$ 872	-\$ 2,650	-\$ 1,447	\$ 2,171	-\$ 18,038	-\$ 67,170	
		Capital spend - Recreation	-\$ 27,430	-\$ 6,788	-\$ 3,038	-\$ 5,939	-\$ 14,488	-\$ 22,928	-\$ 40,921	-\$ 72,349	-\$ 51,825	-\$ 245,705	
		Capital spend - Regulation	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
		Capital spend - Sewerage	-\$ 35,390	-\$ 22,739	-\$ 25,184	\$ -	-\$ 29,412	-\$ 50,955	-\$ 37,507	-\$ 56,062	-\$ 68,964	-\$ 326,214	
		Capital spend - Solid Waste	\$ -	\$ -	\$ -	\$ -	-\$ 2,700	\$ -	\$ -	-\$ 814	-\$ 64	-\$ 3,578	
		Capital spend - Stormwater	\$ -	\$ -	\$ -	\$ -	\$ -	-\$ 4,105	-\$ 1,298	-\$ 11,263	\$ -	-\$ 16,666	
		Capital spend - Water	-\$ 5,506	-\$ 28,326	-\$ 26,865	\$ -	-\$ 1,194	-\$ 34,580	-\$ 10,330	-\$ 5,482	\$ -	-\$ 112,283	
		Civic Assurance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
		Sale of Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Cash flows from Investing Activities			-\$ 607,431	-\$ 395,739	-\$ 322,196	-\$ 316,075	-\$ 226,779	-\$ 339,398	-\$ 400,881	-\$ 1,038,211	-\$ 937,622	-\$ 4,584,333	
Cash Flows From Financing Activities		Proceeds from Borrowings	\$ 1,200,000	-\$ 1,200,000	-\$ 1,000,000	\$ -	-\$ 2,000,000	\$ 700,000	\$ 597,969	-\$ 3,303,550	\$ 3,000,000	-\$ 2,005,581	
		Repaying Borrowings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
		Settlement of Liabilities	-\$ 42,587	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-\$ 42,587	
		Resource Management Bonds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Cash Flows From Financing Activities			\$ 1,157,413	-\$ 1,200,000	-\$ 1,000,000	\$ -	-\$ 2,000,000	\$ 700,000	\$ 597,969	-\$ 3,303,550	\$ 3,000,000	-\$ 2,048,168	
Total Cash flows for the month			-\$ 42,236	\$ 3,739,868	-\$ 1,858,560	-\$ 777,871	-\$ 610,036	-\$ 769,929	-\$ 269,298	-\$ 2,041,144	\$ 1,666,829	-\$ 962,377	
Opening Bank Balances			\$ 1,149,232	\$ 1,288,460	\$ 4,846,863	\$ 2,988,303	\$ 2,210,435	\$ 1,600,685	\$ 830,757	\$ 561,459	-\$ 1,479,685		
Closing Bank Balances			\$ 1,288,460	\$ 4,846,863	\$ 2,988,303	\$ 2,210,435	\$ 1,600,685	\$ 830,757	\$ 561,459	-\$ 1,479,685	\$ 187,144		
Net Movement for the month			\$ 139,228	\$ 3,558,404	-\$ 1,858,560	-\$ 777,868	-\$ 609,751	-\$ 769,928	-\$ 269,298	-\$ 2,041,144	\$ 1,666,829		

Report to: Management Committee

Meeting Date: 5 May 2014

Subject: Further Information on Essential Services Benchmark

Document No: 580894

File: A05-0155



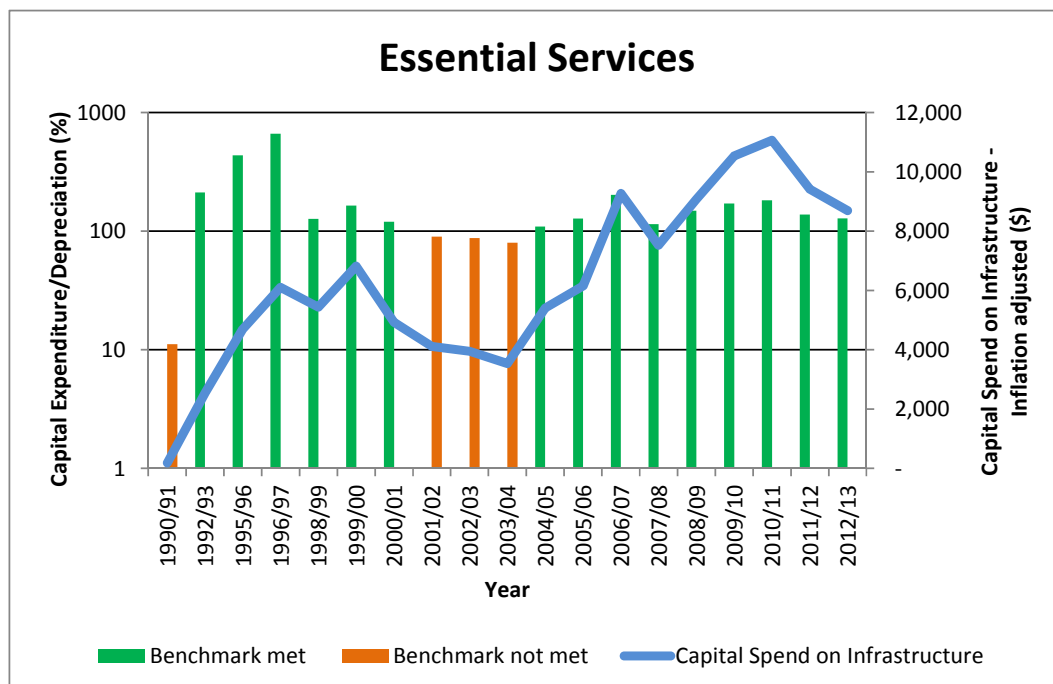
Purpose of Report

- 1.1 The purpose of this Report is to present to the Management Committee further information on the Essential Services Benchmark, to follow up on the report given to the Management Committee on the 7 April meeting.

Discussion

2.1 ESSENTIAL SERVICES BENCHMARK

- 2.1.1 On the 7 April Management Committee meeting the Essential Services Benchmark report was presented. At this meeting it was requested that further information is provided that shows the historical benchmark figures back to the 1990/91 financial year.
- 2.1.2 As well as the benchmark itself it is also interesting to note the variances in capital spend over the years:



- 2.1.3 On two occasions the Council's capital spend was trending upwards, reflecting the increased focus on improving our infrastructure. 2001 through 2004 show a period of under investment.

2.1.4 The capital spend has been inflation adjusted meaning that all years before the 2012/13 year has been adjusted to show it in 2012/13 values.

Suggested Resolutions

That the Further Information on Essential Services Benchmark report be received.



Marc Lorentzen
SENIOR ACCOUNTANT

24 April 2014

Report to: Management Committee

Meeting Date: 5 May 2014

Subject: Council Agenda: 13 and 27 May 2014

Document No: 581016

File: A05-0014



Purpose of Report

- 1.1 The purpose of this Report is for the Committee to consider the agenda for upcoming Council meetings.

Discussion

2.1 Council Agenda – 13 May 2014

Subject	Group
Public Forum	CE
Review of Council Owned Land	Comm Serv
2013 OAG Report to Parliament	Corp Serv
Out of District Ratepayers Survey	Policy
Confidential: Proposal for Disposal of Land – Piriaka Hill	Comm Serv
LGNZ Conference 2014 and 27 th AGM	CE
Submission on Earthquake Prone Buildings	Policy
Subdivisions Policy	Policy
Effective Date for RDC LAP	Policy
Financial Report for the Period Ended 31 March 2014	Corp Serv
LGNZ Brand and Communications Programme - Proposal to Members	CE

2.2 Council Agenda – 27 May 2014

Subject	Group
Public Forum	CE
Mayor's Report: April 2014	Mayor
Chief Executive's Report: April 2014	CE
Confidential: Access to Council Local Purposes (Access) Reserve Whakapapa River	Comm Serv
Visit Ruapehu Second Third Report November 2013- March 2014	Ec Dev
Proposal to Stop Part Section of Murumuru Road	Land Tran

On Tuesday 27 May 2014, Ruapehu College Principal and Head Students will be joining the Mayor and Councillors for lunch.

Suggested Resolution

That the Report on Council Agenda: 13 and 27 May 2014 be received.

Sarah Doyle
EXECUTIVE ASSISTANT

24 April 2014

Report to: Management Committee

Meeting Date: 5 May 2014

Subject: Resolution to Exclude the Public for Consideration of Committee Business

Document No: 581102

File: A05-0014



Purpose of Report

- 1.1 Section 48 of the Local Government Official Information and Meetings Act 1987 gives Committee the right by resolution to exclude the public from the whole or any part of the proceedings of any meeting only on one or more of the grounds contained within that Section.

Suggested Resolutions

- 1 That the Report on Resolution to Exclude the Public for Consideration of Committee Business be received.
- 2 That the public is excluded from the following part of the proceedings of the meeting.
- 3 That the general subject of each matter to be discussed while the public is excluded, the reason for passing the resolution in relation to each matter and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S48(1) for passing this resolution
C1: Confirmation of Public Excluded Business Minutes – 7 April 2014	The reasons for excluding the public is/are recorded in the Public Business Minutes of the meeting.	48(1)(a)

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act or Section 6 or Section 7 or Section 9 of the Official Information Act 1982 as the case may require are listed above.

A handwritten signature in black ink, appearing to read "Sarah Doyle".

Sarah Doyle
EXECUTIVE ASSISTANT

28 April 2014