

## Statement of Comprehensive Income

### Comparison to the Annual Plan 2014/15

Last YTD Actual \$000's		2014/15					
		Annual	YTD	YTD	YTD	October	Forecast
		Plan	Estimate	Actual	Variance	Revision	Variance
		\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
	<b>REVENUE</b>						
7,014	Activity revenue	9,611	7,130	7,575	445	9,342	(269)
1,393	Contributions revenue	1,105	829	548	(281)	1,131	26
13	Investment revenue	15	12	24	12	22	7
56,615	Rates revenue	58,878	57,930	58,277	347	58,172	(706)
3,422	Subsidies revenue	5,426	4,063	3,305	(758)	5,229	(197)
1,229	Gain on Revaluation	0	0	91	91	0	0
0	Gain on Revaluation of Forestry Assets	210	0	0	0	0	(210)
160	Assets vested and introduced	469	0	0	0	1,178	709
0	Share in joint venture income						
<b>69,846</b>	<b>TOTAL REVENUE</b>	<b>75,715</b>	<b>69,965</b>	<b>69,820</b>	<b>(144)</b>	<b>75,074</b>	<b>(640)</b>
	<b>EXPENDITURE</b>						
14,045	Depreciation and amortisation	19,345	14,509	14,237	272	18,628	717
2,272	Finance costs	3,471	2,603	2,076	527	3,759	(288)
10,064	Personnel costs	14,462	10,563	10,219	344	14,295	167
27,413	Other direct operating expenses	42,259	30,223	28,468	1,755	40,335	1,924
0	Loss on Revaluation	0	0	0	0	0	0
0	Loss on Revaluation of Derivative Financial Instruments			2,468	(2,468)		0
0	Loss on disposal	0	0	0	0	0	0
<b>53,794</b>	<b>TOTAL EXPENSES</b>	<b>79,536</b>	<b>57,897</b>	<b>57,468</b>	<b>430</b>	<b>77,017</b>	<b>2,520</b>
<b>16,052</b>	<b>NET SURPLUS</b>	<b>(3,821)</b>	<b>12,068</b>	<b>12,352</b>	<b>286</b>	<b>(1,943)</b>	<b>1,880</b>

## VARIANCE EXPLANATIONS

### For the ninth month period ending 31 March 2015

#### Activity Revenue

- Resource Consents revenue is under budget by (\$122,000) and is 96% of the comparable YTD period last year. Revenue remains as per budget in the October budget revision.
- Revenue from LIM's is over budget by \$40,000.
- Building Control consents is over budget by \$37,000, Building Control Inspections by \$97,000 and Monitoring is under budget by (\$9,000). In the October budget revision building control consent revenue has been reduced by (\$231,000), inspection fee revenue reduced by (\$10,000) and monitoring reduced by (\$40,000).
- Animal control is over budget by \$35,000 and is 6% up on the comparable YTD period last year. Fees for dog registration increased by 7% from 2013/14. Liquor Licensing is over budget by \$53,000 and is 42% up on the comparable YTD period last year. Revenue from parking infringements fees is under budget by (\$22,000). These variations have been reflected in the October budget revision.
- Revenue from Community Bylaws is \$29,000 over budget. The October budget revision reduced the forecast revenue by \$31,000
- Grant received from the Lottery Board for restoration of stone wharf Mercury Bay of \$188,000
- Revenue from NZ Community Trust of \$50,000 as a grant for the Thames skate park
- Revenue from the recovery of the Road Safety Joint Venture coordinator is under budget by (\$119,000). Invoicing to the other Council's has not yet occurred.
- Revenue from charges to NZTA for carriageway lighting urban SH25 are \$46,000
- Solid Waste collection - Revenue is under budget by (\$25,000).
- Solid Waste transfer station revenue is over budget by \$56,000.
- Revenue from forestry harvest is \$144,000 with no budget this financial year. There will be no further revenue from forestry harvest this year.
- Revenue from cemeteries is (\$43,000) under budget
- Endowment farm rent has been invoiced at \$149,000, with an YTD budget of \$124,000.
- Revenue from petrol tax is under budget by (\$37,000)

#### Contribution Revenue

- Revenue is under budget by (\$281,000).

#### Subsidies Revenue

- Subsidy revenue is under budget by (\$758,000). The subsidy revenue is directly proportional to the expenditure levels. Expenditure levels are lower than budgeted for pavement rehabilitation and sealed road resurfacing.

#### Vested Assets

- No Vested assets YTD March 2015.

#### Finance Costs

- Finance costs are under budget by \$527,000 due to less capital works expenditure taking place in the 2013-14 and 2014-15. As a result the borrowing levels are lower resulting in lower financing costs. Finance costs have overstated in the October budget revision and will be corrected in the March budget revision.

#### Other Operating expenditure

- Employee costs are under budget by \$344,000 YTD and over the comparable YTD period last year by 1.5%. Employee costs have been reduced by \$167,000 in the October budget revision.
- Other operating expenditure is under budget by \$1,755,000. The variances are explained in the activity variances below. Other Operating costs have been reduced by \$1,924,000 in the October budget revision.

#### Planning for the Future - Strategic Planning Local Government

##### Administration

- District planning preparation costs are under budget by \$425,000. Of which contract planning is \$109,000 under budget, legal costs are \$208,000 under budget, contract variable costs are under budget by \$50,000 and Commissioners DP Hearing Panel costs are \$22,000 under budget. Contract planning costs have been reduced by \$60,000 in the October budget revision. Others remain unchanged.

#### Healthy and Safe Communities - Activity Revenue

Activity Revenue is showing a favourable variance of \$230,000 consisting of:

- Building Control consents is greater than that budgeted by \$37,000 and Building Control Inspections by \$97,000.
- Building Control monitoring is below budget by (9,000).
- Animal control is over budget by \$35,000 and is 6% up on the comparable YTD period last year. Fees for dog registration increased by 7% from 2013/14. Liquor Licensing is over budget by \$53,000 and is 42% up on the comparable YTD period last year.
- Revenue from parking infringements fees is under budget by (\$22,000).
- These variations have been reflected in the October budget revision.
- Revenue from Community Bylaws is \$29,000 over budget. The October budget revision reduced the forecast revenue by \$31,000

#### Healthy and Safe Communities - Building Control

- In building consent - Leaky home settlements expenses are \$496,000 under budget. Quality registration costs are budgeted at \$47,000, but no costs have been incurred to date. In the October budget revision costs have been revised to \$5,000 for the year. Staff wages and salaries are under budget by \$88,000. In the October budget revision costs have been reduced by \$120,000. Contract mediation costs are \$43,000 under budget
- In Building Inspection - Staff wages and salaries are over budget by (\$114,000). In the October budget revision costs have been increased by \$225,000.

#### Roading - Expenses

- District Roding - Professional service engineering costs are \$263,000 under budget. Costs of flood events are (\$722,000) over budget with the budget all phased for June 2015. Therefore storm events will show an over spend until June 2015 month.

#### Community Spaces - Parks and Reserves Expenses

- Parks Mercury Bay is under budget by \$246,000, of which contract other is \$60,000. Depreciation is under budget by \$124,000 and interest is under budget by \$30,000. In the October budget revision costs in parks Mercury Bay have been reduced by \$397,000 of which depreciation has been reduced by \$432,000.
- Tairua/Pauanui is over budget by (\$47,000), Community board grants of (\$48,000) relating to the Tairua Pauanui cycleway.
- Coromandel parks is over budget by (\$77,000) with rates for wastewater/water loan account of (\$99,000)

#### Community Development - Economic Development

- Coromandel Wharf feasibility study costs of (\$74,000) are unbudgeted, but with a budget of \$89,000 in the October budget revision
- Great Walks costs of \$903,000 under budget. Costs have been reduced by \$1,247,000 in the October budget revision.
- Economic Development projects costs are under budget by \$121,000.
- Tourism Coromandel - domestic tourism & HRT is budgeted at \$75,000 but no costs have been booked YTD. The budget has been reduced to \$25,000 in the October budget revision. Costs for the isites change of ownership are (\$33,000) with no YTD budget. This is a budget phasing issue.
- Costs of \$25,000 have been budgeted for Rally NZ, but no costs have been booked to date.
- Interest costs are \$24,000 under budget.

#### Community Development - Social Development

- Rates remissions is over budget across the district by (\$56,000)

#### Water Supply - Expenses

- Contract costs are over budget by (\$177,000), with contract provisional over by (\$108,000).
- Investigation fees are over budget by (\$42,000)
- Rates remission costs are under budget by \$61,000.
- Total Water costs have been reduced by \$30,000 in the October budget revision

#### Wastewater Activity revenue

- Revenue from forestry harvest is \$144,000 with no budget this financial year. There will be no further revenue from forestry harvest this year.

#### Wastewater Expenses

- Contract costs including contract provisional costs are over budget by (\$144,000)

- Contract desludging costs are \$307,000 with no YTD budget. This is a timing issue
- Interest costs are \$254,000 under budget
- Energy costs are under budget by \$21,000
- Costs for the Eastern Seaboard plants are under budget by \$232,000.
- Investigation fees are (\$34,000) over budget and asset management plans are over budget by (\$40,000).
- Depreciation costs are over budget by (\$93,000).
- Insurance costs are under budget by \$54,000.
- Trade waste Bylaw costs are budgeted at \$40,000 but no costs have been booked to date.
- In the October budget revision the following changes have been made: Investigation fees reduced by \$60,000, Trade waste bylaws reduced by \$60,000, interest expense increased by (\$483,000) and depreciation increased by (\$126,000).

**Solid waste - Revenue**

- Solid Waste collection - Revenue is under budget by (\$25,000). In the October budget revision revenue has been reduced by (\$125,000)
- Solid Waste transfer station revenue is over budget by \$56,000. In the October budget revision revenue has been reduced by (\$182,000)

**Solid waste - Expenses**

- Solid waste transfer station costs are under budget by \$105,000 and solid waste collection costs are under budget by \$96,000.
- In the October budget revision collection costs have been reduced by \$248,000 and transfer station costs reduced by \$47,000.

**Summary of Significant Debtors included in Total 3+ Months**

**Sundry** **\$36,000**  
 This debt has now been passed to our legal department

**Development Contributions** **\$17,000**  
 Sub division on hold. DC partly paid.

## ACTIVITY REVENUE AND EXPENDITURE

For the ninth month period ending 31 March 2015

### Expenditure - Operating Units and Cost Pools

Comparison to the Annual Plan 2014/15

		2014/15					
Last YTD		Annual	YTD	YTD	YTD	October	Forecast
Actual		Plan	Estimate	Actual	Variance	Revision	Variance
\$000's		\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
<b>Expenses Operating Units</b>							
1,770	Corporate Management CEO	3,346	2,432	2,291	141	3,652	(306)
195	Corporate Management Coms	178	155	136	19	183	(5)
912	Customers Services	868	643	665	(22)	873	(5)
894	Financial services	1,296	955	958	(3)	1,292	4
491	Governance support	605	447	463	(16)	605	0
1,421	Planning	2,075	1,533	1,631	(98)	2,075	0
760	Mercury Bay Area Office	1,133	838	875	(37)	1,079	54
806	Whangamata Area Office	1,166	862	825	37	1,122	44
714	Thames Coro Area office	1,237	918	932	(14)	1,153	84
519	Information Management	755	531	494	37	755	0
1,032	Revenue Services	1,628	1,267	1,219	48	1,628	0
1,701	Infrastructure	2,214	1,632	1,511	121	2,212	2
404	Support Services GMSS	0	0	0	0	0	0
607	Human Resources	719	532	450	82	719	0
229	Legal Services	623	463	478	(15)	679	(56)
2,140	Systems	2,920	2,351	2,254	97	2,920	0
1,735	Regulatory Services	2,045	1,520	1,575	(55)	2,020	25
<b>16330</b>	<b>Total Operating Unit Expenditure</b>	<b>22808</b>	<b>17079</b>	<b>16757</b>	<b>322</b>	<b>22967</b>	<b>-159</b>
<b>Expenses Cost Pools</b>							
91	Admin Buildings Mary Street	144	113	96	17	144	0
255	Admin Buildings Thames	394	303	261	42	394	0
36	Admin Buildings Coromandel	38	30	28	2	42	(4)
63	Admin Buildings Mercury bay	109	84	77	7	111	(2)
47	Admin Buildings Whangamata	64	49	44	5	64	0
129	Photocopying	160	118	87	31	160	0
<b>621</b>	<b>Total Cost Pool Expenditure</b>	<b>909</b>	<b>697</b>	<b>593</b>	<b>104</b>	<b>915</b>	<b>-6</b>
<b>16,951</b>	<b>TOTALCOSTS</b>	<b>23,717</b>	<b>17,776</b>	<b>17,350</b>	<b>426</b>	<b>23,882</b>	<b>(165)</b>

## OPERATING UNIT AND COST POOL EXPENDITURE

For the ninth month period ending 31 March 2015

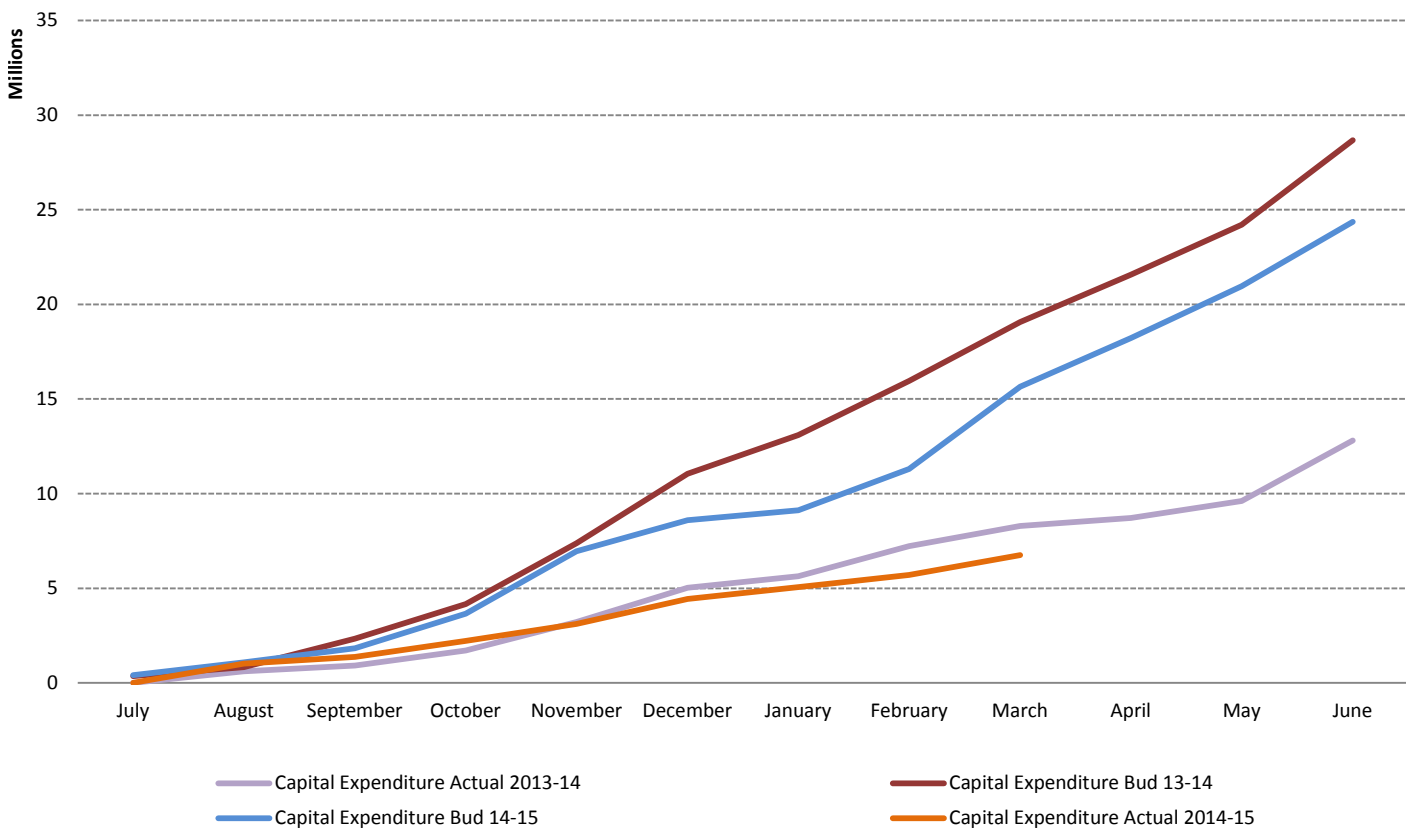
### Activity Revenue - Activity Units

Comparison to the Annual Plan 2014/15

		2014/15					
Last YTD		Annual	YTD	YTD	YTD	October	Forecast
Actual		Plan	Estimate	Actual	Variance	Revision	Variance
\$000's		\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
1	Community Leadership	0	0	0	0	0	0
0	Planning for the Future	8	0	0	0	0	(8)
2,784	Healthy and Safe Communities	3,357	2,635	2,865	230	3,054	(303)
391	Roads and Footpaths	717	450	364	(86)	667	(50)
941	Community Spaces	1,601	977	1,244	267	1,955	354
272	Community Development	356	267	270	3	381	25
758	Landuse	1,174	870	779	(91)	1,186	12
10	Water	0	0	0	0	0	0
0	Wastewater	60	60	144	84	144	84
1,857	Solid waste	2,337	1,871	1,909	38	1,954	(383)
<b>7,014</b>	<b>Total Activity Revenue</b>	<b>9,610</b>	<b>7,130</b>	<b>7,575</b>	<b>445</b>	<b>9,341</b>	<b>(269)</b>
1,803	District Leadership	2,713	2,008	1,944	64	2,981	(268)
913	Local Advocacy	1,286	968	978	(10)	1,292	(6)
849	Strategic Planning	1,247	997	1,029	(32)	1,324	(77)
833	Landuse Planning	1,859	1,415	990	425	1,897	(38)
216	Hazard Management	330	244	242	2	342	(12)
556	Emergency Management	572	470	483	(13)	593	(21)
1,328	Community Health and Safety	1,908	1,443	1,391	52	1,883	25
3,002	Building Control	3,711	2,727	2,112	615	3,761	(50)
8,832	District Transportation	13,918	8,924	9,264	(340)	13,047	871
1,115	Local Transportation	1,566	1,181	1,066	115	1,559	7
359	Cemeteries	564	430	394	36	563	1
122	Airfields	201	171	118	53	203	(2)
606	Halls	879	677	623	54	877	2
396	Swimming Pools	528	392	417	(25)	541	(13)
1,036	Libraries	1,449	1,096	1,070	26	1,411	38
551	Harbour Facilities	880	645	642	3	952	(72)
3,532	Parks and Reserves	5,459	4,104	3,934	170	5,241	218
617	Public Conveniences	877	665	630	35	878	(1)
1,639	Economic Development	3,435	2,692	1,651	1,041	2,175	1,260
1,152	Social Development	1,514	1,276	1,197	79	1,487	27
126	Natural and Cultural Heritage	191	143	133	10	194	(3)
1,835	Landuse Management	2,346	1,717	1,735	(18)	2,285	61
132	Land Information Memoranda	323	231	245	(14)	324	(1)
6,291	Water Services	8,604	6,217	6,337	(120)	8,570	34
9,600	Wastewater	14,077	10,093	10,058	35	14,557	(480)
2,028	Stormwater	3,004	2,188	2,194	(6)	3,022	(18)
13	Land Drainage	35	27	12	15	35	0
4,493	Solidwaste	6,058	4,641	4,418	223	5,764	294
<b>53,975</b>	<b>Total Activity Expenditure</b>	<b>79,534</b>	<b>57,782</b>	<b>55,307</b>	<b>2,475</b>	<b>77,758</b>	<b>1,776</b>

## CAPITAL EXPENDITURE SPEND YTD COMPARED TO 2014/2015 ANNUAL BUDGET AND PRIOR YEAR ACTUALS

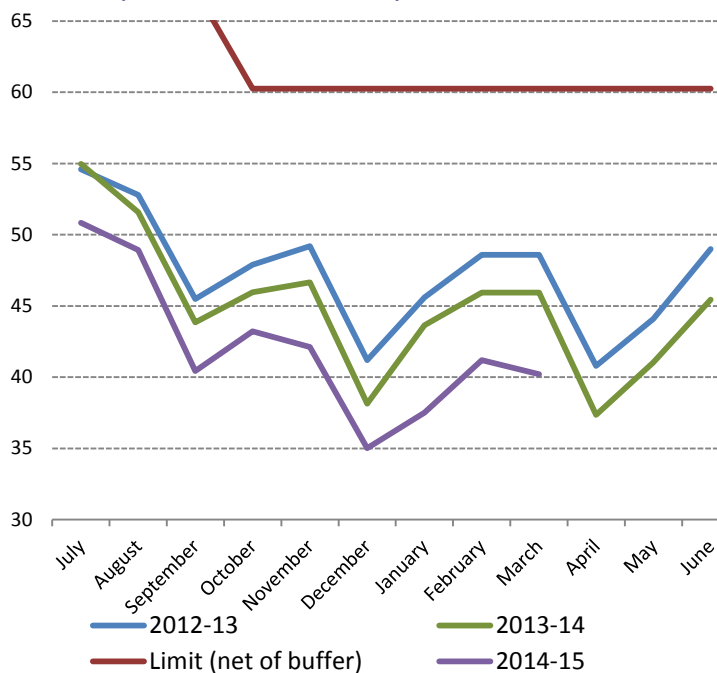
For the ninth month period ending 31 March 2015



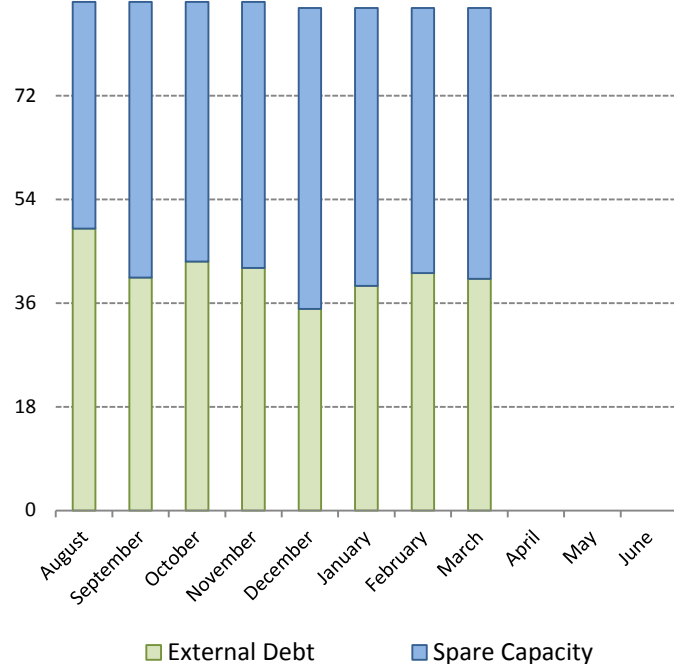
## TREASURY

For the ninth month period ending 31 March 2015

### Total external debt drawn down and borrowing facilities available (net of \$15 million buffer)



### Net external debt and spare capacity available (based on external debt not exceeding 150% of annual rates income)



#### External Borrowings (\$ millions)

As at 31 March 2015

Drawn Down	\$40.200
Borrowing facilities	\$60.000
Available Borrowing	\$19.800

#### Interest Rates

As at 31 March 2015

Hedged % of 30 June 2015 debt forecast 12 months

- Fixed	81.00%
- Floating	19.00%