

Financial Report

For the period ending 31 January 2008

Catchment Division Funding Impact Statement 7 Months Ended 31 January 2008	YTD Actual \$000	YTD Budget \$000	YTD Var \$000	FY Forecast \$000	FY Budget \$000	FY Var \$000
Rates & levies	9,218	9,218	0 U	15,803	15,803	0 U
Government grants & subsidies	0	0	0 U	0	0	0 U
External revenue	3,073	3,974	-901 U	6,432	7,647	-1,215 U
Investment revenue	284	323	-39 U	545	553	-8 U
Internal revenue	2,196	2,343	-147 U	4,018	4,890	-872 U
TOTAL REVENUE	14,771	15,858	-1,087 U	26,798	28,893	-2,095 U
Personnel costs	3,596	4,234	638 F	6,336	7,248	912 F
Materials, supplies & services	1,189	1,552	363 F	2,283	2,556	273 F
Travel & transport costs	197	222	25 F	365	383	18 F
Contractors	2,008	2,789	781 F	4,333	4,407	74 F
Consultants	788	541	-247 U	1,284	1,258	-26 U
Grants and subsidies	38	53	15 F	76	103	27 F
Internal charges	2,368	2,467	99 F	4,555	5,096	541 F
TOTAL DIRECT EXPENDITURE	10,184	11,858	1,674 F	19,232	21,051	1,819 F
TOTAL INDIRECT EXPENDITURE	2,813	2,741	-72 U	4,723	4,781	58 F
TOTAL EXPENDITURE	12,997	14,599	1,602 F	23,955	25,832	1,877 F
OPERATING SURPLUS/(DEFICIT)	1,774	1,259	515 F	2,843	3,061	-218 U
Add back non cash items	710	575	135 F	1,060	1,068	-8 U
Less capital expenditure	-3,695	-3,555	-140 U	-6,531	-7,689	1,158 F
Less investments movements	-192	-189	-3 U	-378	-378	0 U
Less debt repayments	-1,128	-1,168	40 F	-1,992	-2,002	10 F
Plus debt additions	3,384	3,159	225 F	5,712	6,777	-1,065 U
Plus reserve movements	-398	-536	138 F	-812	-786	-26 U
FUNDING SURPLUS/(DEFICIT)	455	-455	910 F	-98	51	-149 U

The Division's funding position at the end of January was \$910,000 under budget due to the timing of flood protection programmes, the letting of bovine Tb contracts, and the replacement of vehicles. Total revenue was \$1,087,000 below budget and total operating expenditure \$1,602,000 below budget.

Flood protection maintenance work is expected to track closer to budget during the third and fourth quarters. The bovine Tb programme is not expected to be completed by year end due to the time taken to complete the preferred supply tender process.

Capital expenditure was \$140,000 above budget due to the land purchase for the Hutt / Boulcott stopbank project, and the very good progress being achieved for the Ava Rail bridge and the Chrystalls extended stopbank projects.

The year end forecast for the Catchment Division incorporates a small funding deficit due to cost increases/revenue reductions within several areas. All departments will closely review expenditure to year end with the aim of reducing the forecast Divisional deficit.