

## Financial Report

### For the period ending 30 November 2008

| <b>Catchment Division<br/>Funding Impact Statement<br/>5 Months Ended 30 November 2008</b> | <b>YTD<br/>Actual<br/>\$000</b> | <b>YTD<br/>Budget<br/>\$000</b> | <b>YTD<br/>Var<br/>\$000</b> | <b>FY<br/>Forecast<br/>\$000</b> | <b>FY<br/>Budget<br/>\$000</b> | <b>FY<br/>Var<br/>\$000</b> |
|--|---------------------------------|---------------------------------|------------------------------|----------------------------------|--------------------------------|-----------------------------|
| Rates & levies   | 6,958                           | 6,958                           | 0 U                          | 16,699                           | 16,699                         | 0 U                         |
| Government grants & subsidies  | 0                               | 0                               | 0 U                          | 0                                | 0                              | 0 U                         |
| External revenue   | 2,145                           | 2,154                           | -9 U                         | 5,324                            | 4,718                          | 606 F                       |
| Investment revenue   | 241                             | 239                             | 2 F                          | 563                              | 573                            | -10 U                       |
| Internal revenue   | 1,148                           | 974                             | 174 F                        | 2,017                            | 2,074                          | -57 U                       |
| <b>TOTAL REVENUE</b>   | <b>10,492</b>                   | <b>10,325</b>                   | <b>167 F</b>                 | <b>24,603</b>                    | <b>24,064</b>                  | <b>539 F</b>                |
| Personnel costs  | 2,818                           | 2,816                           | -2 U                         | 6,817                            | 6,758                          | -59 U                       |
| Materials, supplies & services   | 1,156                           | 1,045                           | -111 U                       | 2,252                            | 2,258                          | 6 F                         |
| Travel & transport costs   | 200                             | 161                             | -39 U                        | 410                              | 387                            | -23 U                       |
| Contractors  | 1,093                           | 1,354                           | 261 F                        | 3,714                            | 2,935                          | -779 U                      |
| Consultants  | 486                             | 270                             | -216 U                       | 865                              | 799                            | -66 U                       |
| Grants and subsidies   | 262                             | 254                             | -8 U                         | 609                              | 609                            | 0 U                         |
| Internal charges   | 1,370                           | 1,075                           | -295 U                       | 2,430                            | 2,339                          | -91 U                       |
| <b>TOTAL DIRECT EXPENDITURE</b>  | <b>7,385</b>                    | <b>6,975</b>                    | <b>-410 U</b>                | <b>17,097</b>                    | <b>16,085</b>                  | <b>-1,012 U</b>             |
| <b>TOTAL INDIRECT EXPENDITURE</b>  | <b>2,042</b>                    | <b>2,125</b>                    | <b>83 F</b>                  | <b>4,917</b>                     | <b>4,972</b>                   | <b>55 F</b>                 |
| <b>TOTAL EXPENDITURE</b>   | <b>9,427</b>                    | <b>9,100</b>                    | <b>-327 U</b>                | <b>22,014</b>                    | <b>21,057</b>                  | <b>-957 U</b>               |
| <b>OPERATING SURPLUS/(DEFICIT)</b>   | <b>1,065</b>                    | <b>1,225</b>                    | <b>-160 U</b>                | <b>2,589</b>                     | <b>3,007</b>                   | <b>-418 U</b>               |
| Add back non cash items  | 475                             | 475                             | 0 U                          | 1,012                            | 1,012                          | 0 U                         |
| Less capital expenditure   | -1,018                          | -993                            | -25 U                        | -5,977                           | -6,942                         | 965 F                       |
| Less investments movements   | -103                            | -109                            | 6 F                          | -392                             | -402                           | 10 F                        |
| Less debt repayments   | -861                            | -909                            | 48 F                         | -2,140                           | -2,182                         | 42 F                        |
| Plus debt additions  | 1,009                           | 987                             | 22 F                         | 5,585                            | 6,440                          | -855 U                      |
| Plus reserve movements   | -394                            | -428                            | 34 F                         | -676                             | -901                           | 225 F                       |
| <b>FUNDING SURPLUS/(DEFICIT)</b>   | <b>173</b>                      | <b>248</b>                      | <b>-75 U</b>                 | <b>1</b>                         | <b>32</b>                      | <b>-31 U</b>                |

The Division's funding position at the end of November was \$75,000 below budget due to the timing of external revenue from the Ministry for the Environment for the Waiwhetu clean up project.

Most of the Catchment annual programmes were tracking close to budget. Western Flood Protection maintenance work was \$268,000 behind budget but is expected to track closer to plan by the end of the 3<sup>rd</sup> quarter.

Capital expenditure was \$25,000 below budget at the close of November. The full year CAPEX position is expected to be \$1.0 million under budget due to contract price savings on the Strand Park stopbank upgrade.

The year end forecast funding surplus for the Catchment Management Division is expected to be close to budget. The forecast incorporates additional revenue and expenditure of \$500,000 for the Waiwhetu Stream clean-up project and additional maintenance expenditure of \$300,000 for Wairarapa river schemes to repair October flood damages.