

## 6.4 QUARTERLY FINANCIAL REPORTING FOR SEPTEMBER 2018

**File Number:** COU1-1410

**Author:** Bronda Smith, Group Manager, Corporate Support and Services

**Authoriser:** Monique Davidson, Chief Executive

**Attachments:** 1. 2018/19 Quarterly Financial Report September 2018

### PURPOSE

Provide Council with a summary of Council's first quarter financial performance for the 2018/19 financial year.

### RECOMMENDATION

**That, having considered all matters raised in the report, the report on Council's first quarter financial performance for the 2018/19 financial year be noted.**

### SIGNIFICANCE AND ENGAGEMENT

This report is provided for information purposes only and has been assessed as being of some importance.

### DISCUSSION

This report is to supply Council with a summary of the financial performance of Council and highlights the key financials for the first quarter for the year ended 30 June 2019.

The report contains a Financial Overview for Whole of Council and the Groups of Activities, Treasury Report and Rates Debt Information.

This Financial Report is for the 3 months to 30 September 2018. Overall the Surplus for Operational Funding is ahead of operating budget by \$277k which includes a revenue increase in Subsidies and Grants of \$88K and Payment to Staff and Suppliers being below budget by \$74k. Employment Costs are \$34k below budget due to vacant positions which are currently being advertised and other expenses are below budget by \$47K.

### FINANCIAL AND RESOURCING IMPLICATIONS

Officers will continue to monitor and management the finances of Council.

### IMPLICATIONS ASSESSMENT

This report confirms that the matter concerned has no particular implications and has been dealt with in accordance with the Local Government Act 2002. Specifically:

- Council staff have delegated authority for any decisions made;
- Council staff have identified and assessed all reasonably practicable options for addressing the matter and considered the views and preferences of any interested or affected persons (including Māori), in proportion to the significance of the matter;
- Any decisions made will help meet the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions in a way that is most cost-effective for households and businesses;
- Unless stated above, any decisions made can be addressed through current funding under the Long-Term Plan and Annual Plan;
- Any decisions made are consistent with the Council's plans and policies; and
- No decisions have been made that would alter significantly the intended level of service provision for any significant activity undertaken by or on behalf of the Council, or would transfer the ownership or control of a strategic asset to or from the Council.

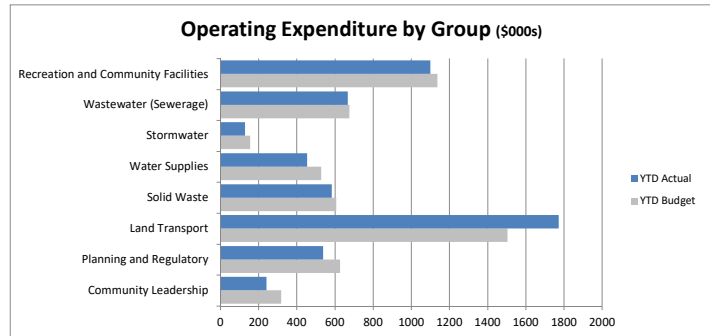
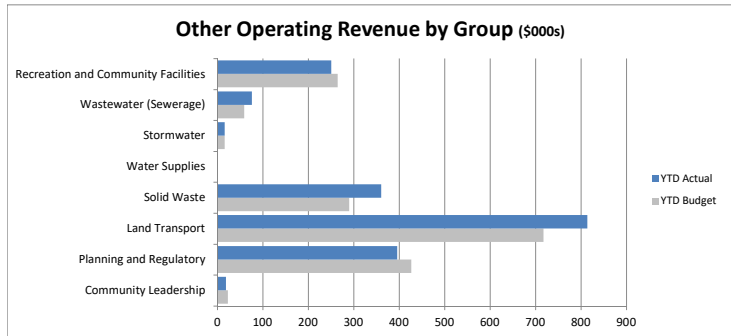
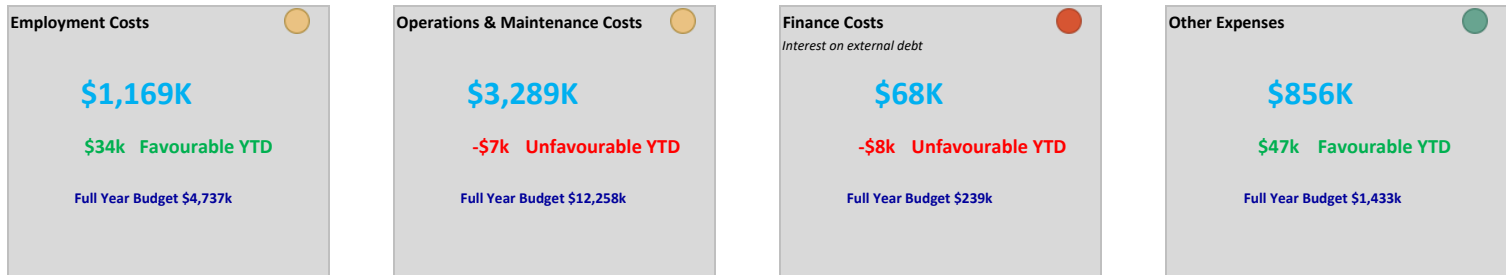
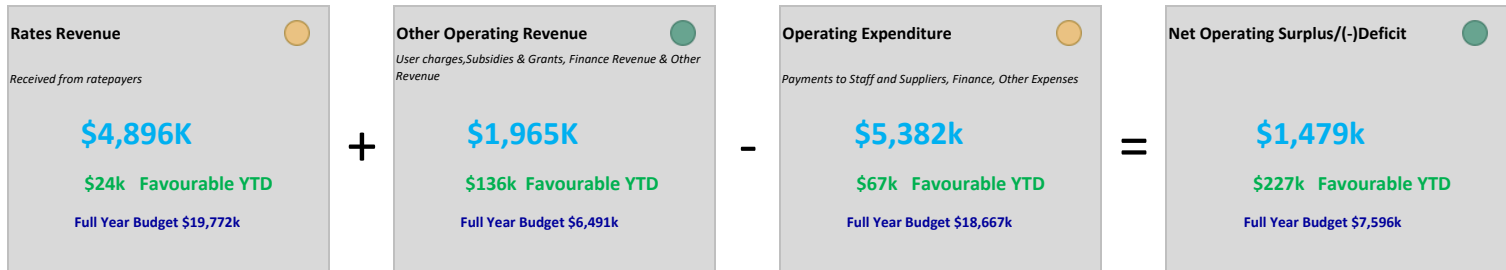
**NEXT STEPS**

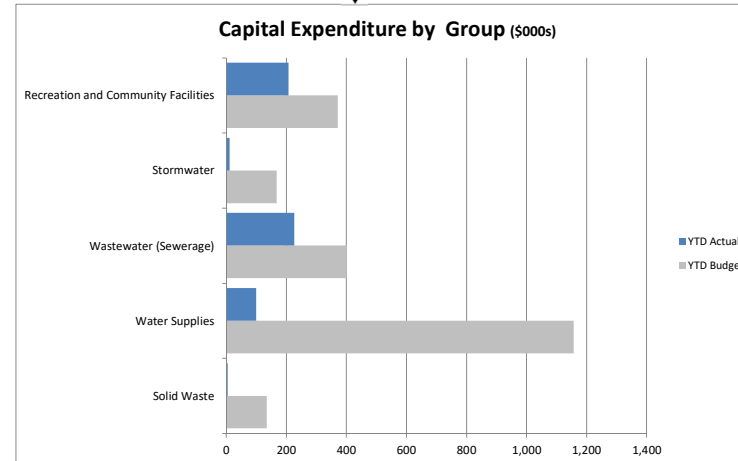
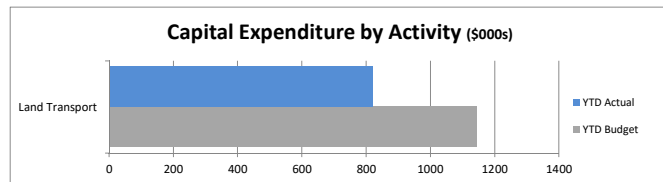
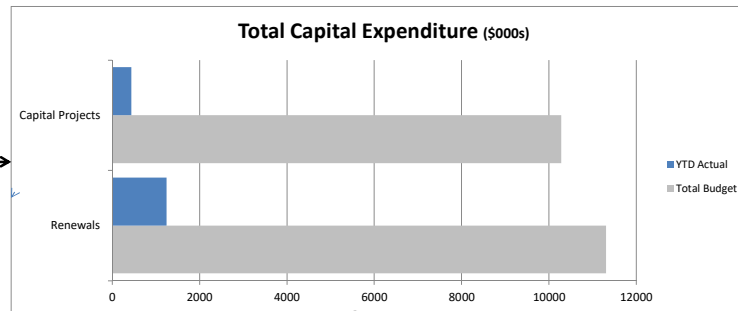
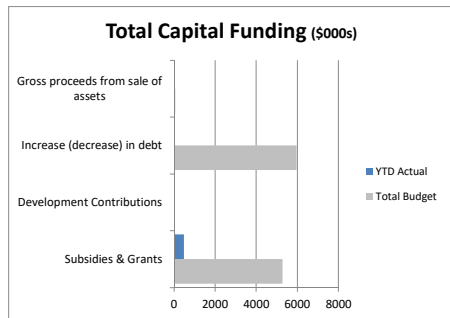
Officers will continue to monitor and management the finances of Council.

**RECOMMENDATION**

**That, having considered all matters raised in the report, the report on Council's first quarter financial performance for the 2018/19 financial year be noted.**

# Central Hawke's Bay District Council - Whole of Council





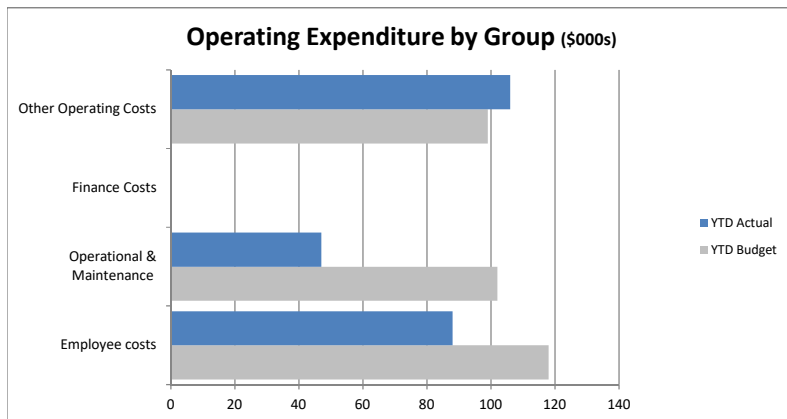
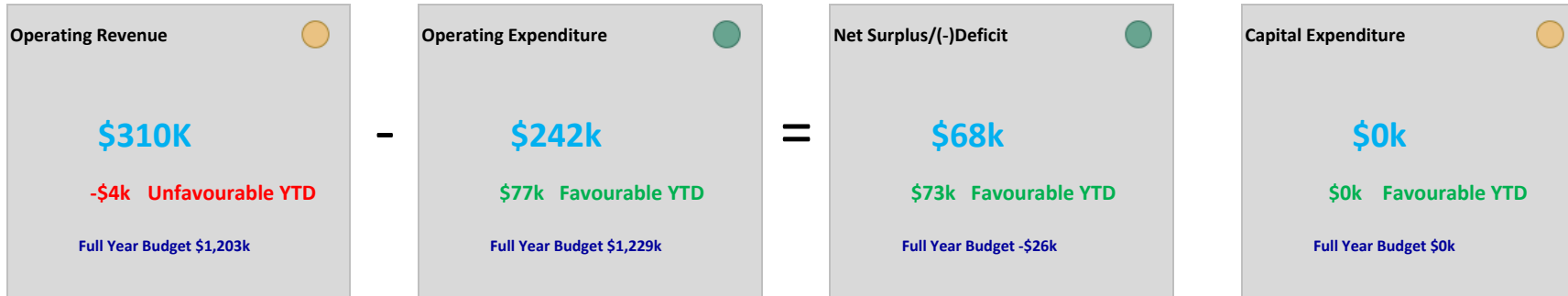
## Central Hawke's Bay District Council: Funding impact statement 2018/19

### Whole of Council

As at 30 September 2018

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	12,609	12,884	12,884	3,207	3,198	(8)	0%
Targeted rates	6,526	6,888	6,888	1,666	1,698	32	2%
Subsidies and grants for operating purposes	3,905	2,598	2,727	713	801	88	12%
Fees, charges	2,946	2,950	2,950	900	950	50	6%
Interest and dividends from investments	170	125	125	31	31	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	430	306	689	185	183	(2)	-1%
<b>Total operating funding</b>	<b>26,586</b>	<b>25,751</b>	<b>26,263</b>	<b>6,702</b>	<b>6,861</b>	<b>160</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	19,675	17,972	18,428	5,389	5,315	74	1%
Finance costs	120	239	239	60	68	(8)	-13%
Other operating funding applications	0	(183)	0	0	(1)	1	0%
<b>Total applications of operating funding</b>	<b>19,795</b>	<b>18,028</b>	<b>18,667</b>	<b>5,449</b>	<b>5,382</b>	<b>67</b>	
<b>Surplus (deficit) of operating funding</b>	<b>6,791</b>	<b>7,723</b>	<b>7,596</b>	<b>1,253</b>	<b>1,479</b>	<b>227</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	4,771	4,387	5,279	657	482	(175)	-27%
Development and financial contributions	95	22	22	5	11	5	100%
Increase (decrease) in debt	0	4,798	5,971	125	0	(125)	-100%
Gross proceeds from sale of assets	103	67	67	17	0	(17)	-100%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>4,969</b>	<b>9,274</b>	<b>11,339</b>	<b>804</b>	<b>493</b>	<b>(312)</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	1,054	7,977	10,285	1,693	439	1,254	74%
to replace existing assets	9,033	9,134	11,309	1,857	1,245	611	33%
Increase (decrease) in reserves	1,466	0	(2,543)	(922)	(2,711)	1,789	-194%
Increase (decrease) of investments	207	(115)	(115)	(29)	7	(35)	121%
<b>Total application of capital funding</b>	<b>11,760</b>	<b>16,996</b>	<b>18,936</b>	<b>2,599</b>	<b>(1,020)</b>	<b>3,619</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(6,791)</b>	<b>(7,722)</b>	<b>(7,597)</b>	<b>(1,795)</b>	<b>1,513</b>	<b>3,307</b>	
<b>Funding balance</b>	<b>0</b>	<b>1</b>	<b>(1)</b>	<b>(542)</b>	<b>2,992</b>	<b>3,534</b>	

**Community Leadership  
As at 30 September 2018**



**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Community Leadership**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	896	1,157	1,157	289	291	1	0%
Targeted rates	27	0	0	0	0	0	0%
Subsidies and grants for operating purposes	40	46	46	23	19	(5)	-22%
Fees, charges	0	0	0	0	0	0	0%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0	0	0	0	0%
<b>Total operating funding</b>	<b>963</b>	<b>1,203</b>	<b>1,203</b>	<b>312</b>	<b>310</b>	<b>(4)</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	798	938	948	249	167	82	33%
Finance costs	0	0	0	0	0	0	0%
Other operating funding applications	275	281	281	70	75	(5)	-7%
<b>Total applications of operating funding</b>	<b>1,073</b>	<b>1,219</b>	<b>1,229</b>	<b>319</b>	<b>242</b>	<b>77</b>	
<b>Surplus (deficit) of operating funding</b>	<b>(110)</b>	<b>(16)</b>	<b>(26)</b>	<b>(7)</b>	<b>68</b>	<b>73</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	0	0	0	0	0	0	0%
Increase (decrease) in debt	0	0	0	0	0	0	0%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	0	0	0	0	0	0	0%
to replace existing assets	0	0	0	0	0	0	0%
Increase (decrease) in reserves	(110)	(15)	(25)	(10)	(10)	0	0%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>(110)</b>	<b>(15)</b>	<b>(25)</b>	<b>(10)</b>	<b>(10)</b>	<b>0</b>	
<b>Surplus (deficit) of capital funding</b>	<b>110</b>	<b>15</b>	<b>25</b>	<b>10</b>	<b>10</b>	<b>0</b>	
<b>Funding balance</b>	<b>0</b>	<b>(1)</b>	<b>(1)</b>	<b>3</b>	<b>78</b>	<b>73</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

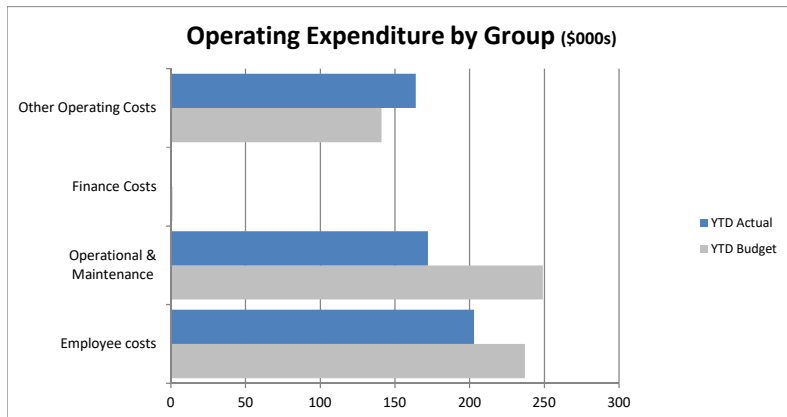
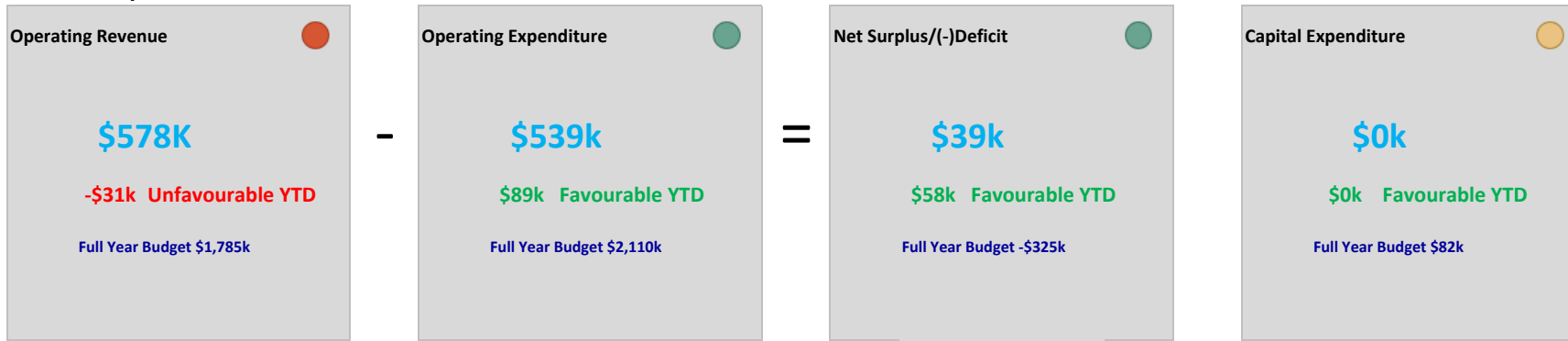
**Payment to Staff and Suppliers**

Addition of grant for Hawke's Bay Biodiversity Trust approved by Council from Reerves

**Explanation of Variance to YTD Budget**

Variances are based on timing of phasing of budgets and invoices for the first quarter yet to be received. Expected to be within budgets.

**Planning and Regulatory  
As at 30 September 2018**





**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Planning and Regulatory**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	1,177	721	721	180	181	0	0%
Targeted rates	0	0	0	0	0	0	0%
Subsidies and grants for operating purposes	0	0	0	0	0	0	0%
Fees, charges	951	1,048	1,048	425	397	(29)	-7%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	9	16	16	1	0	(2)	-200%
<b>Total operating funding</b>	<b>2,137</b>	<b>1,785</b>	<b>1,785</b>	<b>606</b>	<b>578</b>	<b>(31)</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	1,781	1,298	1,627	507	392	115	23%
Finance costs	0	2	2	1	0	1	100%
Other operating funding applications	413	481	481	120	147	(27)	-23%
<b>Total applications of operating funding</b>	<b>2,194</b>	<b>1,781</b>	<b>2,110</b>	<b>628</b>	<b>539</b>	<b>89</b>	
<b>Surplus (deficit) of operating funding</b>	<b>(57)</b>	<b>4</b>	<b>(325)</b>	<b>(22)</b>	<b>39</b>	<b>58</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	0	0	0	0	0	0	0%
Increase (decrease) in debt	0	78	78	(1)	0	1	-100%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>0</b>	<b>78</b>	<b>78</b>	<b>(1)</b>	<b>0</b>	<b>1</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	0	82	82	0	0	0	0%
to replace existing assets	0	0	0	0	0	0	0%
Increase (decrease) in reserves	(56)	0	(329)	(163)	(375)	212	-130%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>(56)</b>	<b>82</b>	<b>(247)</b>	<b>(163)</b>	<b>(375)</b>	<b>212</b>	
<b>Surplus (deficit) of capital funding</b>	<b>56</b>	<b>(4)</b>	<b>325</b>	<b>162</b>	<b>375</b>	<b>213</b>	
<b>Funding balance</b>	<b>(1)</b>	<b>0</b>	<b>0</b>	<b>140</b>	<b>414</b>	<b>271</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

**Payment to Staff and Suppliers**

Addition of Carry Forward for District Plan Review \$339k from Reserves

**Explanation of Variance to YTD Budget**

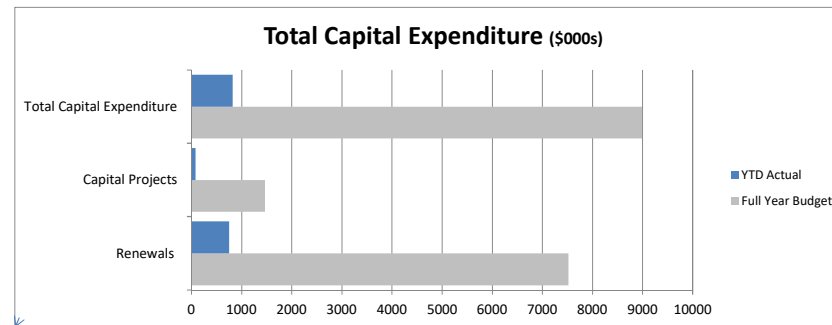
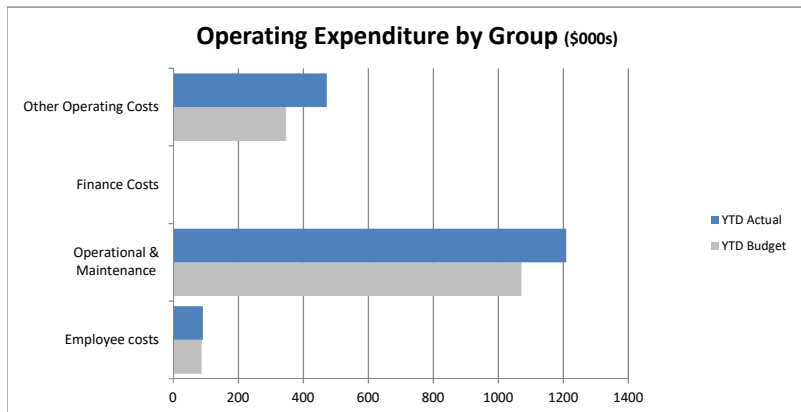
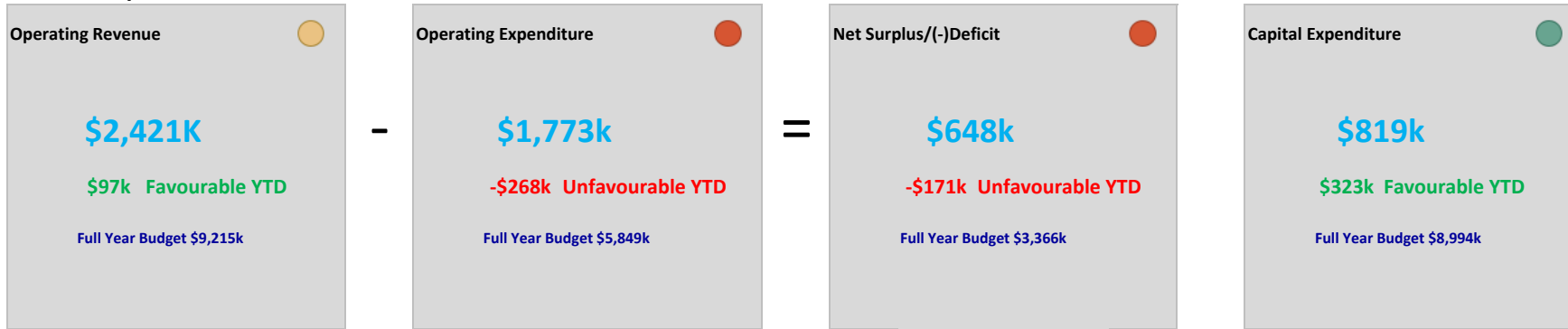
**Operating Expenditure**

The Payment to Staff and Suppliers is lower than budgeted and includes:

Under budget

District Planning - \$48k - Budget for planning being finalised with an update to Council to come in November  
Compliance - \$43K - Review of Compliance being conducted and Territorial Authority Officer yet to be appointed

**Land Transport**  
As at 30 September 2018



**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Land Transport**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	6,243	6,426	6,426	1,606	1,608	1	0%
Targeted rates	50	0	0	0	0	0	0%
Subsidies and grants for operating purposes	3,798	2,483	2,613	674	764	90	13%
Fees, charges	28	18	18	5	9	5	100%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	213	158	158	40	40	1	3%
<b>Total operating funding</b>	<b>10,332</b>	<b>9,085</b>	<b>9,215</b>	<b>2,325</b>	<b>2,421</b>	<b>97</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	6,578	4,488	4,503	1,167	1,307	(139)	-12%
Finance costs	3	0	0	0	1	(1)	0%
Other operating funding applications	1,062	1,163	1,346	337	465	(128)	-38%
<b>Total applications of operating funding</b>	<b>7,643</b>	<b>5,651</b>	<b>5,849</b>	<b>1,504</b>	<b>1,773</b>	<b>(268)</b>	
<b>Surplus (deficit) of operating funding</b>	<b>2,689</b>	<b>3,434</b>	<b>3,366</b>	<b>821</b>	<b>648</b>	<b>(171)</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	4,771	4,387	5,279	657	482	(175)	-27%
Development and financial contributions	1	3	3	1	0	(1)	-100%
Increase (decrease) in debt	(47)	0	0	0	(12)	(12)	0%
Gross proceeds from sale of assets	80	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>4,805</b>	<b>4,390</b>	<b>5,282</b>	<b>658</b>	<b>470</b>	<b>(188)</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	341	1,000	1,471	52	74	(23)	-44%
to replace existing assets	7,347	6,809	7,523	1,092	745	346	32%
Increase (decrease) in reserves	(195)	16	(346)	(190)	(362)	172	-91%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>7,493</b>	<b>7,825</b>	<b>8,648</b>	<b>954</b>	<b>457</b>	<b>495</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(2,688)</b>	<b>(3,435)</b>	<b>(3,366)</b>	<b>(296)</b>	<b>13</b>	<b>307</b>	
<b>Funding balance</b>	<b>1</b>	<b>(1)</b>	<b>0</b>	<b>525</b>	<b>661</b>	<b>136</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

**Operating Subsidies and Grants - \$118k**

- Movement of Subsidy Overhead included in Annual Plan Capital budgets based on NZTA requirements

**Other Operating Funding Applications - \$183K**

- Movement of Overhead included in Annual Plan Capital budgets based on NZTA requirements

**Capital Subsidies and Grants - \$892k**

- Subsidy for footpaths renewal and new now being funded - \$471K  
- Funding for June Flood Event - \$543K  
- Less movement of subsidy Overhead included in Annual Plan Capital budgets based on NZTA requirements - \$118k

**Capital Expenditure - \$1,185k**

- Increase in Footpath budget based on NZTA funding - \$471k  
- Remaining June flooding event expenditure - \$905k  
- Less movement of Overhead included in Annual Plan Capital budgets based on NZTA requirements - (\$183K)

**Increase (decrease) in reserves**

- Remaining June flooding event funding carried forward from 2017/18 - \$362K

**Explanation of Variance to YTD Budget**

**Operating Expenditure**

The Payment to Staff and Suppliers is lower than budgeted and includes:

Under budget  
Sealed Pavement Maintenance - \$120k - spent in October

Over budget  
Emergency Management funding - \$314k - yet to be approved by NZTA

**Capital Expenditure**

The Replacement of Existing Assets is lower than budgeted and includes:  
Emergency Minor Events - \$73K - funding not required at year to date  
Emergency Reinstatement - \$193K - timing of expenditure based on phasing - will be spent this year.

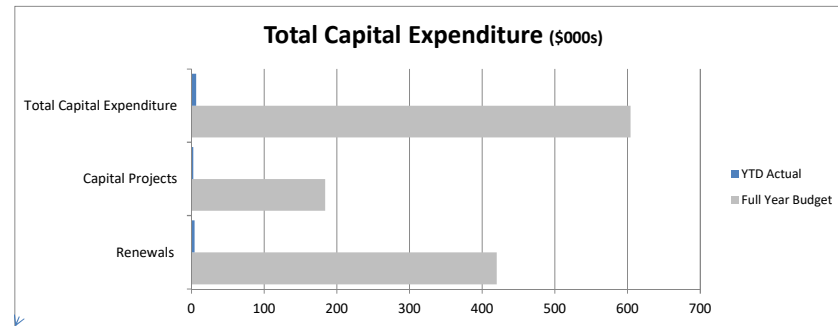
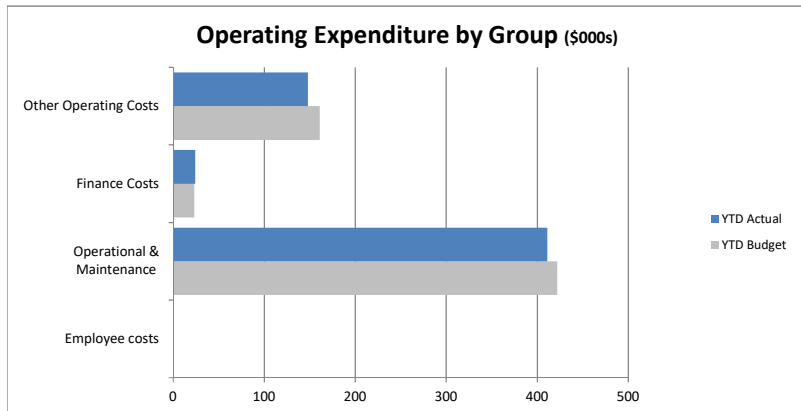
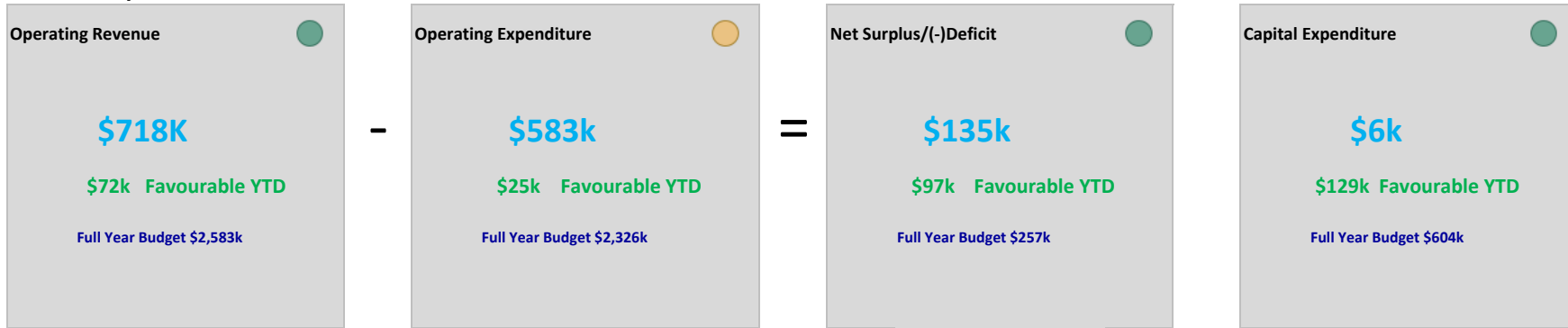
Central Hawke's Bay District Council: Renewal Update 2018/19

Land Transport

At 30 SEPTEMBER 2018

	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	Forecast to June 30th	Under/ (Over) By Year End	Comments
	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	
<b>Account Name</b>	<b>Adopted Annual Plan Budget 2018/19</b>	<b>Operating Budget Total 2018/19</b>	<b>YTD Operating Budget 2018/19</b>	<b>YTD Actuals</b>	<b>YTD Variance</b>	<b>Forecast to June 30th</b>	<b>Under/ (Over) By Year End</b>	
Subsidised MINOR EVENTS	300	293	73	0	73	293	0	No minor events this financial year
Subsidised EMERGENCY REINSTATEMENT	0	905	485	292	193	905	0	Waiting on approval of funding and planning of work programme
Subsidised UNSEALED ROAD METALLING	475	454	167	199	-32	454	0	
Subsidised SEALED ROAD RESURFACING	1,364	1,304	11	21	-10	1,304	0	
Subsidised DRAINAGE RENEWAL	1,207	1,179	88	51	37	1,179	0	
Subsidised SEALED ROAD REHAB	1,890	1,339	130	122	8	1,339	0	
Subsidised STRUCTURES RENEWAL	900	1,383	64	31	33	1,383	0	
Subsidised ENVIRONMENTAL RENEWAL	0	0	0	0	0	0	0	
Subsidised TRAFFIC SERVICES RNWLS	177	170	23	18	6	170	0	
Subsidised FOOTPATH RENEWALS	0	300	0	0	0	300	0	
Subsidised PREVENTATIVE MAINTENANCE	0	0	0	0	0	0	0	
Subsidised REPLACE BRIDGES AND STRUCTURES	50	50	0	0	0	50	0	To investigate the bridge network to determine the remaining life of our most vulnerable bridges. Work to be programmed
Subsidised PAVEMENT & TRAFFIC FACILITIES	540	540	0	0	0	540	0	This is to be programmed later in the year
Subsidised FOOTPATH NEW	0	478	0	0	0	478	0	This is to be programmed later in the year
Subsidised MINOR CAP IMPVTS	300	293	1	24	-23	293	0	This is to be programmed later in the year. Spend includes safety work at Porangahu School
Subsidised VEGETATION RESILIENCE IMPROVEMENTS	110	110	51	51	0	110	0	Phasing to later in the year, waiting on quotes
Subsidised CAPITAL RENEWAL	0	0	0	0	0	0	0	
Unsubsidised ROAD LEGALISATION COSTS	0	0	0	0	0	0	0	
Unsubsidised ANNUAL EMERGENCY REINST RNWL	145	145	36	0	36	145	0	Used for September event
Unsubsidised CAPITAL RENEWAL	0	0	0	0	0	0	0	
Unsubsidised FOOTPATH RENEWALS	301	0	0	10	-10	0	0	
Unsubsidised BRIDGE REPLACEMENTS	51	51	13	0	13	51	0	This is budgeted to be added to reserves for future work.
Unsubsidised WALKING & CYCLING	0	0	0	0	0	0	0	
Unsubsidised CARPARK RNWL	0	0	0	0	0	0	0	
<b>Total</b>	<b>7,809</b>	<b>8,994</b>	<b>1,143</b>	<b>820</b>	<b>324</b>	<b>8,994</b>		

**Solid Waste**  
As at 30 September 2018



**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Solid Waste**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	1,318	1,193	1,193	298	299	1	0%
Targeted rates	240	231	231	58	58	0	0%
Subsidies and grants for operating purposes	52	52	52	13	13	0	0%
Fees, charges	1,143	1,107	1,107	277	348	71	26%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0	0	0	0	0%
<b>Total operating funding</b>	<b>2,753</b>	<b>2,583</b>	<b>2,583</b>	<b>646</b>	<b>718</b>	<b>72</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	1,863	1,835	1,835	484	462	22	5%
Finance costs	95	94	94	23	24	0	0%
Other operating funding applications	316	397	397	99	97	3	3%
<b>Total applications of operating funding</b>	<b>2,274</b>	<b>2,326</b>	<b>2,326</b>	<b>606</b>	<b>583</b>	<b>25</b>	
<b>Surplus (deficit) of operating funding</b>	<b>479</b>	<b>257</b>	<b>257</b>	<b>40</b>	<b>135</b>	<b>97</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	0	0	0	0	0	0	0%
Increase (decrease) in debt	(97)	78	78	(27)	(24)	2	-7%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>(97)</b>	<b>78</b>	<b>78</b>	<b>(27)</b>	<b>(24)</b>	<b>2</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	0	184	184	46	2	44	96%
to replace existing assets	78	93	420	89	4	85	96%
Increase (decrease) in reserves	304	59	(267)	(327)	(327)	0	0%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>382</b>	<b>336</b>	<b>337</b>	<b>(192)</b>	<b>(321)</b>	<b>129</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(479)</b>	<b>(258)</b>	<b>(259)</b>	<b>165</b>	<b>297</b>	<b>131</b>	
<b>Funding balance</b>	<b>0</b>	<b>(1)</b>	<b>(2)</b>	<b>205</b>	<b>432</b>	<b>228</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

Replace Existing Assets - Inclusion of Carry Forward of \$327K from Reserves

**Explanation of Variance to YTD Budget**

**Operating Income**

Income for Solid Waste is over budget in Fees and Charges by Extra Out of District Income - \$51K  
Carbon Credit Income - \$22k

**Capital Expenditure**

This is currently underspent by \$129k

As shown in the project breakdown, this includes money to be spent on landfill capping and transfer station and closed dump minor renewals. Design work has started for the Leachate Irrigation.

# Central Hawke's Bay District Council: Project Update 2018/19

## Solid Waste

At 30 September 2018

Project	LTP Project Budget	Reforecast Budget	Total Cost to Date	This Year Actual	Forecast for June 30 2019	Under/ (Over) By Year End	Status	Comments or Risks
	\$000	\$000	2019 \$000	2019 \$000				
SW 18 Landfill Leachate Disposal	180	184	2	2	184	0	●	Work has begun on the planning stages of the project and relies on the capping to be completed prior to commensment of the build of the project.
SW 19 Landfill Cell Capping		80	0	0	80	0	●	Expected to be completed by March 2019
SW 19 Closed Dump Minor Renewals	32	31	0	0	31	0	●	
SW 19 Landfill Minor Renewals	25	25	0	0	25	0	●	
SW 19 Litter Bins Minor Renewals	5	5	0	0	5	0	●	
SW 19 Recycling Minor Renewals	6	6	4	4	6	0	●	
SW 19 Transfer Station Minor Renewals	26	26	1	1	26	0	●	
<b>Total</b>	<b>274</b>	<b>357</b>	<b>7</b>	<b>7</b>	<b>357</b>	<b>0</b>		

Unallocated carry forwards

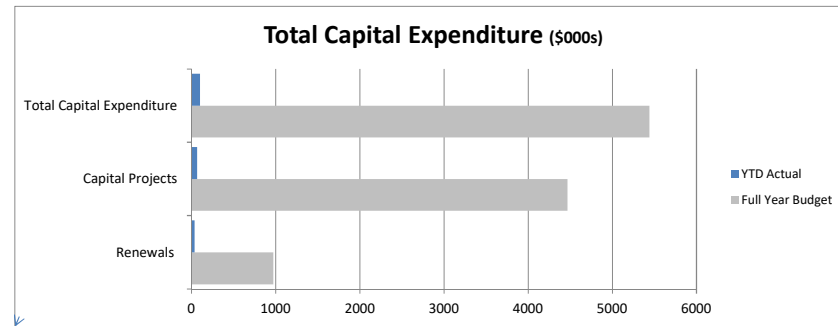
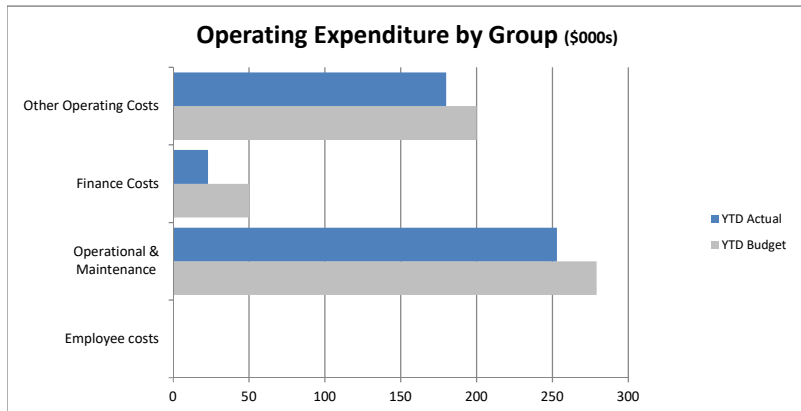
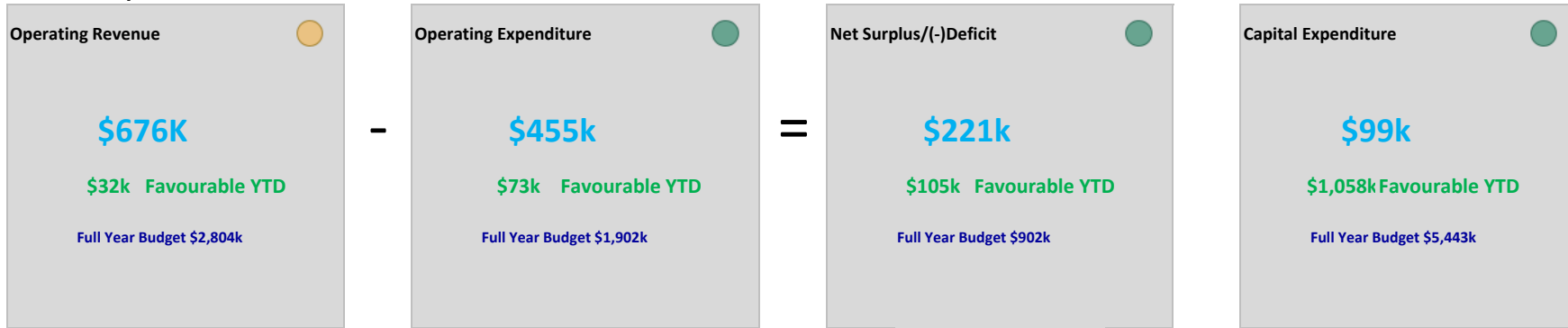
246

Agreed to Total Operating Budget 2019

603

- Achieved
- On track
- May not be met
- Deferred

**Water Supplies**  
**As at 30 September 2018**





**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Water Supplies**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	0	0	0	0	0	0	0%
Targeted rates	2,766	2,804	2,804	645	675	31	5%
Subsidies and grants for operating purposes	0	0	0	0	0	0	0%
Fees, charges	3	0	0	0	1	1	0%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0	0	0	0	0%
<b>Total operating funding</b>	<b>2,769</b>	<b>2,804</b>	<b>2,804</b>	<b>645</b>	<b>676</b>	<b>32</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	1,124	1,195	1,195	352	317	34	10%
Finance costs	92	199	199	50	23	27	54%
Other operating funding applications	644	508	508	127	115	12	9%
<b>Total applications of operating funding</b>	<b>1,860</b>	<b>1,902</b>	<b>1,902</b>	<b>529</b>	<b>455</b>	<b>73</b>	
<b>Surplus (deficit) of operating funding</b>	<b>909</b>	<b>902</b>	<b>902</b>	<b>116</b>	<b>221</b>	<b>105</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	48	5	5	1	1	0	0%
Increase (decrease) in debt	46	3,836	4,120	(28)	(56)	(27)	96%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>94</b>	<b>3,841</b>	<b>4,125</b>	<b>(27)</b>	<b>(55)</b>	<b>(27)</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	355	3,990	4,469	1,007	63	944	94%
to replace existing assets	312	603	974	151	36	114	75%
Increase (decrease) in reserves	339	150	(418)	0	(568)	568	0%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>1,006</b>	<b>4,743</b>	<b>5,025</b>	<b>1,158</b>	<b>(469)</b>	<b>1,626</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(912)</b>	<b>(902)</b>	<b>(900)</b>	<b>(1,185)</b>	<b>414</b>	<b>1,599</b>	
<b>Funding balance</b>	<b>(3)</b>	<b>0</b>	<b>2</b>	<b>(1,069)</b>	<b>635</b>	<b>1,704</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

Capital Expenditure - \$850k - Inclusion of \$568K from Carry Forward from Reserves and Loans Carried Forward of \$284k

**Explanation of Variance to YTD Budget**

**Capital Expenditure**

The Spend in Capital Expenditure is below budget by \$1,058K.

Details of the capital projects is on the Project sheet.

# Central Hawke's Bay District Council: Project Update 2018/19

## Water Supply

At 30 September 2018

Project	LTP Project Budget	Reforecast Budget	Total Cost to Date	This Year Actual	Forecast for June 30 2019	Under/ (Over) By Year End	Status	Comments or Risks
	\$000	\$000	2019 \$000	2019 \$000				
WS 17 Waipukurau SH2 Pump Station Upgrade	308	608	34	0	800	(192)	●	Design work completed. Land purchase has been done. Identified budget required approx 800k, paper to be taken to council on 31st October 2018, to discuss and talk funding.
WS 16 Waipukurau UV Treatment SH2	0	530	527	59	530	0	●	Finalisation of the project includes the purchase of the generators for resilience.
WS 18 Waipukurau Peel St Water Main Replacement	0	91	91	3	91	0	●	Work has been completed
WS 17 Porangahau Treatment Plant Upgrade	0	220	5	0	220	0	●	Work to start this year, and continue into 2020, 2021 with additional funding in BWS if required, will package works with Takapau
WS 18 Waipukurau Second Supply	2,046	2052	6	0	2,052	0	●	Design, testing underway, likely not all budget required in 2018/19, likely required additional budget set aside in 2019/20 budget - as mostly design and procurement this financial year - working with landowners to gain consent to drill test bores.
WS 17 Waipukurau Porritt Upgrade	0	57	0	0	57	0	●	Looking at starting in Dec 2018, 2 week project, confirmed rates still stand with Higgins, waiting for Otane Land development to finish.
WS 19 Takapau Treatment Improvement	767	767	0	0	767	0	●	Planned for this year, improve water quality, reduce manganese and iron, package with Porangahau
WS 18 Otane Land Development	155	155	28	4	155	0	●	Expected to be on budget, planned to be completed by end of Nov 2018
WS 19 Otane Alternative Water Supply	1,023	1023	1	1	1,023	0	●	Finalising scope, once confirmed, will confirm design and tender out request for proposal
WS 19 Waipukurau Shortfalls Fire Fight Improve Modelling		30	0	0	30	0	●	Phase 1 of low pressure resilience from Hunter Reservoir down to Waipukurau planned to be tendered shortly, also looking at packaging in 3 year programmes
District renewals as required	603	475	33	33	475	0	●	
<b>Total</b>	<b>4,902</b>	<b>6,008</b>	<b>725</b>	<b>100</b>	<b>6,200</b>	<b>-192</b>		

Capital Expenditure In Work In Progress For Previous Years

-626

Carry Forward for Porangahau not added to Total

Operating Budget

-215

Budget yet to be allocated to projects

277

Agreed to Total Operating Budget 2019

5,444

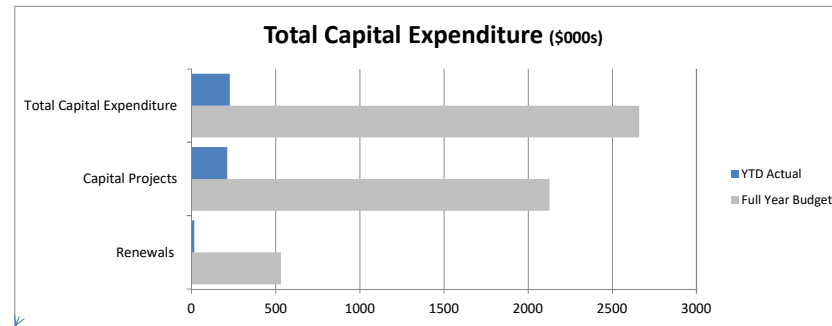
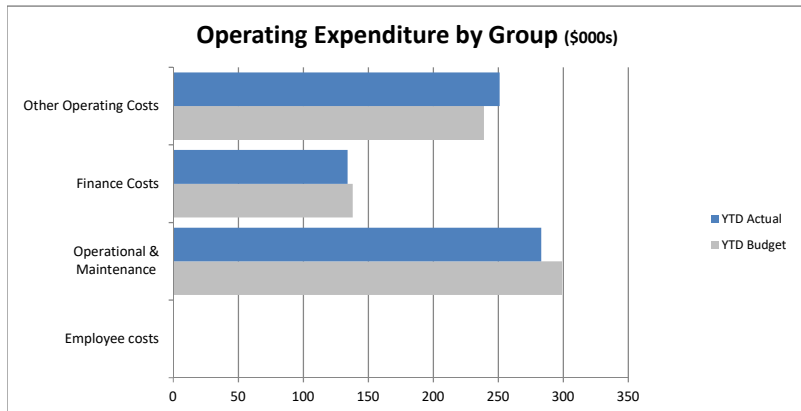
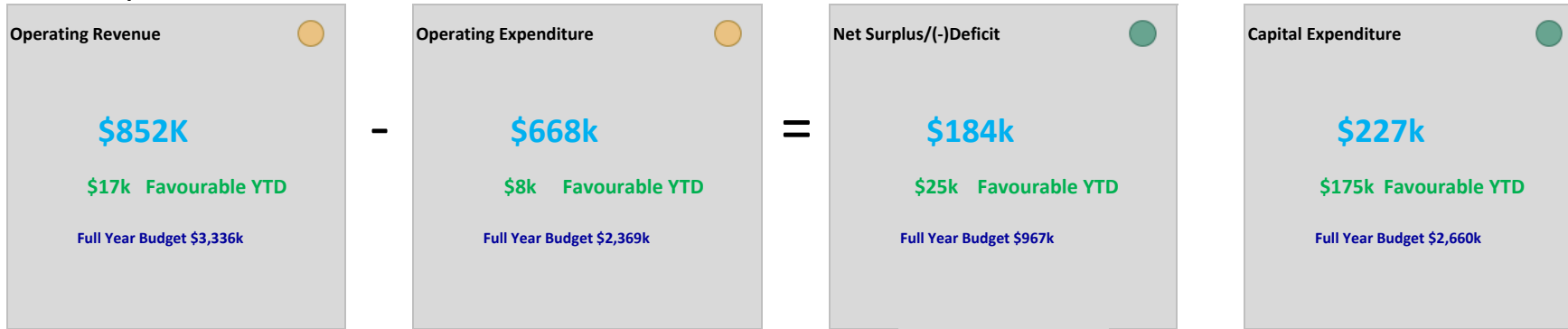
● Achieved

● On track

● May not be met

● Deferred

**Wastewater**  
As at 30 September 2018



## Central Hawke's Bay District Council: Funding impact statement 2018/19

### Wastewater

As at 30 September 2018

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	0	0	0	0	0	0	0%
Targeted rates	2,952	3,101	3,101	775	776	0	0%
Subsidies and grants for operating purposes	0	0	0	0	0	0	0%
Fees, charges	353	235	235	59	76	17	29%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	200	0	0	0	0	0	0%
<b>Total operating funding</b>	<b>3,505</b>	<b>3,336</b>	<b>3,336</b>	<b>834</b>	<b>852</b>	<b>17</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	1,502	1,309	1,309	411	380	31	8%
Finance costs	535	552	552	138	134	4	3%
Other operating funding applications	533	508	508	127	154	(27)	-21%
<b>Total applications of operating funding</b>	<b>2,570</b>	<b>2,369</b>	<b>2,369</b>	<b>676</b>	<b>668</b>	<b>8</b>	
<b>Surplus (deficit) of operating funding</b>	<b>935</b>	<b>967</b>	<b>967</b>	<b>158</b>	<b>184</b>	<b>25</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	45	10	10	2	9	6	300%
Increase (decrease) in debt	(19)	661	1,488	(103)	(94)	9	-9%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>26</b>	<b>671</b>	<b>1,498</b>	<b>(101)</b>	<b>(85)</b>	<b>15</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	292	1,074	2,127	269	211	58	22%
to replace existing assets	367	533	533	133	16	117	88%
Increase (decrease) in reserves	304	31	(195)	0	(225)	225	0%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>963</b>	<b>1,638</b>	<b>2,465</b>	<b>402</b>	<b>2</b>	<b>400</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(937)</b>	<b>(967)</b>	<b>(967)</b>	<b>(503)</b>	<b>(87)</b>	<b>415</b>	
<b>Funding balance</b>	<b>(2)</b>	<b>0</b>	<b>0</b>	<b>(345)</b>	<b>97</b>	<b>440</b>	

#### Explanation of changes between Annual Plan and Total Operating Budget

Capital Expenditure - increase of \$1,053k - Inclusion of \$225K from Carry Forward from Reserves and Loans Carried Forward of \$828k

#### Explanation of Variance to YTD Budget

#### **Capital Expenditure**

The Spend in Capital Expenditure is below budget by \$175K.

Details of the capital projects is on the Project sheet

# Central Hawke's Bay District Council: Project Update 2018/19

## Wastewater

At 30 September 2018

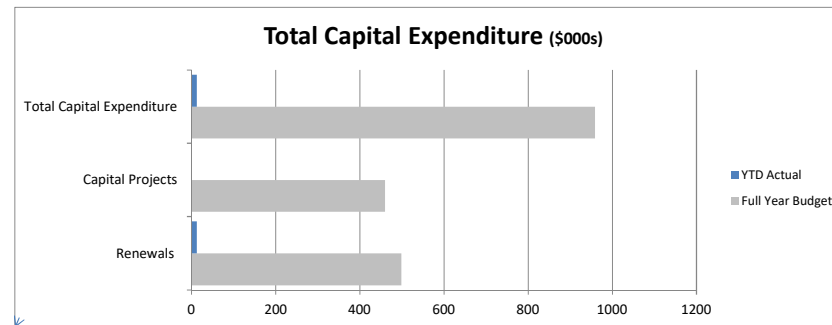
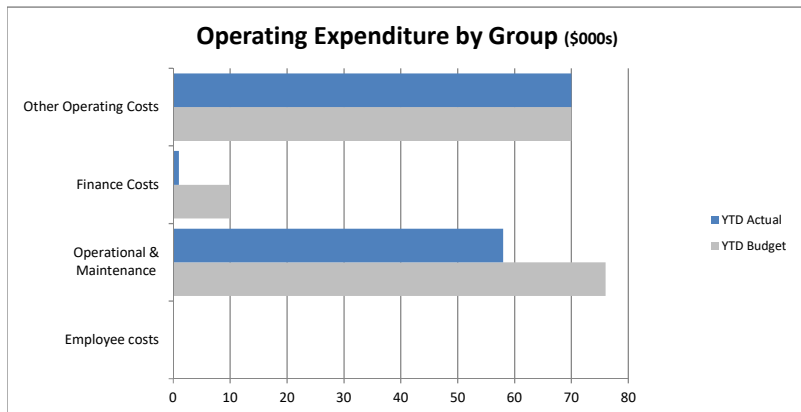
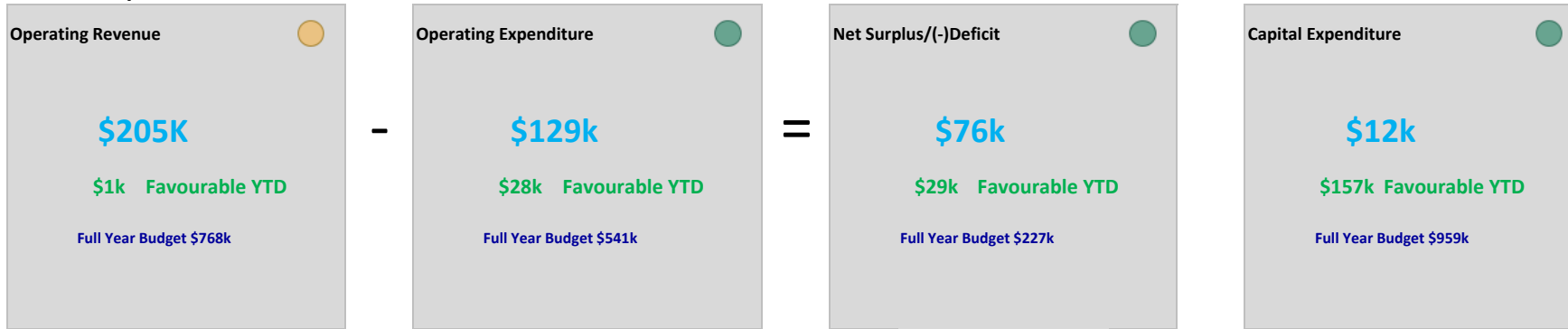
Project	LTP Project Budget	Reforecast Budget	Total Cost to Date	This Year Actual	Forecast for June 30 2019	Under/ (Over) By Year End	Status	Comments or Risks
	\$000	\$000	2019 \$000	2019 \$000				
WW 18 Otane Treatment Plant Upgrade	1,353	1353	132	59	132	1,221	●	On hold pending the outcome of the resource consent extension application
WW 19 Otane Resource Consent Extension		40	0	0	40	0	●	Currently working with the consent submitters and neighbours to gain an extension
WW 19 Otane WWTP I&I Study		80	0	0	80	0	●	Currently identifying contractors to undertake I&I works, likely to start in Feb 2019
WW 17 Waipawa Great North Road Stage 2	272	120	0	0	120	0	●	Plan to do this works this year (tender shortly) - new main between abbotsford and Tamumu Rd, along SH2 \$60k to be found
WW 18 Takapau Resource Consent	105	105	24	0	105	0	●	Currently working with the community to gain consent extensions, remainder of the money to be used for when consent is required
WW 19 Takapau treatment upgrade	831	831	0	0	831	0	●	To be used late in 2019, once consent has been granted
WW 18 Otane Land Development	0	200	161	126	200	0	●	Site works complete, pump commissioning required, budget on track
WW 18 Waipukurau Mt Herbert Landscaping	0	122	110	6	122	0	●	This is the final planting and fencing plus minor improvements for the completion of the Mt Herbert Pump Station completed last year. Will be completed this year
WW 19 Waipukurau Waipawa Treatment Investigation	0	300	20	20	300	0	●	Currently working with community and technical experts to come up with a preferred option.
WW 19 Waipawa Main Trunk Renewal	1,770	1770	0	0	1,770	0	●	Working on design, with a view to tender work out in early 2019
District Wide renewals	338	120	16	16	120	0	●	This includes some equipment purchases for the review (\$27k), Te Paerahi pump and other work as required
<b>Total</b>	<b>4,669</b>	<b>5,041</b>	<b>463</b>	<b>227</b>	<b>3,820</b>	<b>1,221</b>		

Previous Year Capital Expenditure in WIP -238  
 Funding from future years included in Projects -2083  
 Funding yet to be identified for Great North Road -60

- Achieved
- On track
- May not be met
- Deferred

Agreed to Total Operating Budget 2019 2,660

**Stormwater**  
As at 30 September 2018



**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Stormwater**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties	0	0	0	0	0	0	0%
Targeted rates	491	752	752	188	189	1	1%
Subsidies and grants for operating purposes	0	0	0	0	0	0	0%
Fees, charges	0	0	0	0	0	0	0%
Interest and dividends from investments	0	0	0	0	0	0	0%
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	16	16	16	0	0%
<b>Total operating funding</b>	<b>491</b>	<b>752</b>	<b>768</b>	<b>204</b>	<b>205</b>	<b>1</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	243	335	335	105	79	26	25%
Finance costs	3	41	41	10	1	10	100%
Other operating funding applications	114	165	165	41	49	(8)	-20%
<b>Total applications of operating funding</b>	<b>360</b>	<b>541</b>	<b>541</b>	<b>156</b>	<b>129</b>	<b>28</b>	
<b>Surplus (deficit) of operating funding</b>	<b>131</b>	<b>211</b>	<b>227</b>	<b>48</b>	<b>76</b>	<b>29</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	0	0	0	0	0	0	0%
Increase (decrease) in debt	(8)	450	450	112	(2)	(114)	-102%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>(8)</b>	<b>450</b>	<b>450</b>	<b>112</b>	<b>(2)</b>	<b>(114)</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	0	460	460	115	0	115	100%
to replace existing assets	64	215	499	54	12	42	78%
Increase (decrease) in reserves	60	(15)	(283)	16	(261)	277	1731%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>124</b>	<b>660</b>	<b>676</b>	<b>185</b>	<b>(249)</b>	<b>434</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(132)</b>	<b>(210)</b>	<b>(226)</b>	<b>(73)</b>	<b>247</b>	<b>320</b>	
<b>Funding balance</b>	<b>(1)</b>	<b>1</b>	<b>1</b>	<b>(25)</b>	<b>323</b>	<b>349</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

Capital Expenditure - increase of \$1,053k - Inclusion of \$284K from Carry Forward from Reserves

**Explanation of Variance to YTD Budget**

**Capital Expenditure**

Capital Expenditure is under budget by \$157K

Details of the projects is included on the Project Sheet.

# Central Hawke's Bay District Council: Project Update 2018/19

## Stormwater

At 30 September 2018

Project	LTP Project Budget	Reforecast Budget	Total Cost to Date	This Year Actual	Forecast for June 30 2019	Under/ (Over) By Year End	Status	Comments or Risks
	\$000	\$000	2019 \$000	2019 \$000				
Waipurukau Helicoil Pipe work		281			281	0	●	There are now 4 areas in Waipurukau requiring work, once CCTV work has been completed: Ruataniwha, Nelson, Francis Drake and Jellicoe Streets. All work is on hold until enough information has been collected and the project costs and priorities have been determined.
ST 18 District Minor Renewals	62	75	23	11	75	0	●	
<b>Total</b>		75	23	11	75	0		

Capital Expenditure In Work In Progress For Previous Years

Waipurukau CBD improvements unallocated budgets

-11

614

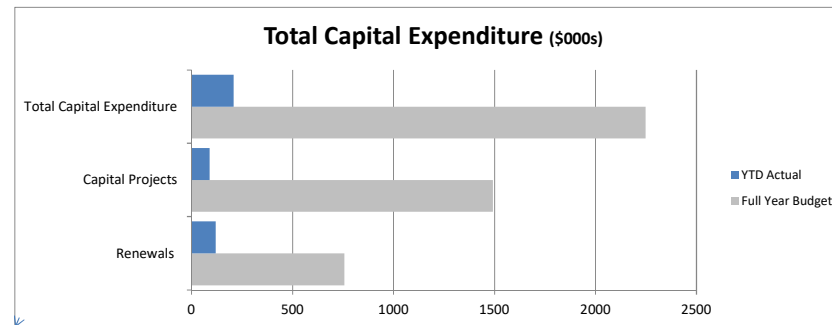
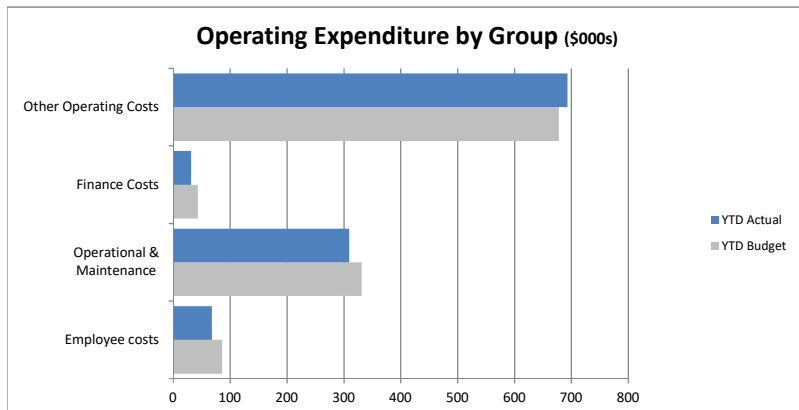
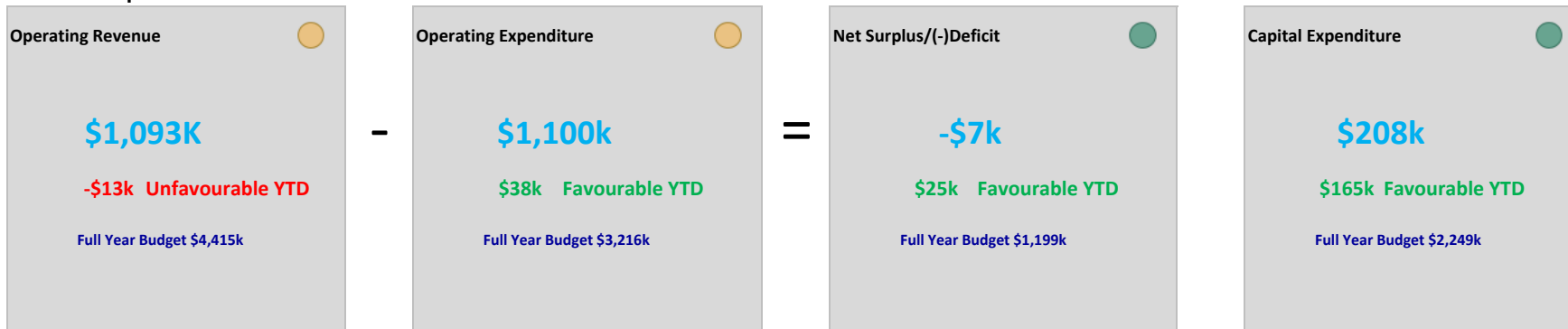
Agreed to Total Operating Budget 2019

678

- Achieved
- On track
- May not be met
- Deferred



## Recreation and Community Facilities As at 30 September 2018



**Central Hawke's Bay District Council: Funding impact statement 2018/19**  
**Recreation and Community Facilities**  
**As at 30 September 2018**

	Full Year Actuals	Annual Plan	Total Operating Budget	YTD Operating Budget	YTD Actuals	YTD Variance	YTD Variance %
	2018 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000	2019 \$000
<b>Sources of operating funding</b>							
General rates, uniform annual general charges and rates penalties Targeted rates	2,945	3,359	3,359	840	842	2	0%
Subsidies and grants for operating purposes	0	0	0	0	0	0	0%
Fees, charges	14	16	16	4	5	2	50%
Interest and dividends from investments	466	542	542	134	119	(16)	-12%
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0	0	0	0	0%
	6	131	498	127	127	(1)	-1%
<b>Total operating funding</b>	<b>3,431</b>	<b>4,048</b>	<b>4,415</b>	<b>1,105</b>	<b>1,093</b>	<b>(13)</b>	
<b>Applications of operating funding</b>							
Payments to staff and suppliers	2,116	2,253	2,272	902	841	61	7%
Finance costs	126	173	173	43	31	12	28%
Other operating funding applications	496	771	771	193	228	(35)	-18%
<b>Total applications of operating funding</b>	<b>2,738</b>	<b>3,197</b>	<b>3,216</b>	<b>1,138</b>	<b>1,100</b>	<b>38</b>	
<b>Surplus (deficit) of operating funding</b>	<b>693</b>	<b>851</b>	<b>1,199</b>	<b>(33)</b>	<b>(7)</b>	<b>25</b>	
<b>Sources of capital funding</b>							
Subsidies and grants for capital expenditure	0	0	0	0	0	0	0%
Development and financial contributions	1	4	4	1	0	(1)	-100%
Increase (decrease) in debt	56	740	802	(34)	(30)	4	-12%
Gross proceeds from sale of assets	0	0	0	0	0	0	0%
Lump sum contributions	0	0	0	0	0	0	0%
<b>Total sources of capital funding</b>	<b>57</b>	<b>744</b>	<b>806</b>	<b>(33)</b>	<b>(30)</b>	<b>3</b>	
<b>Applications of capital funding</b>							
Capital expenditure							
to meet additional demand	0	0	0	0	0	0	0%
to improve the level of service	66	1,187	1,492	204	89	116	57%
to replace existing assets	637	541	757	168	119	49	29%
Increase (decrease) in reserves	47	(134)	(244)	(81)	(235)	154	-190%
Increase (decrease) of investments	0	0	0	0	0	0	0%
<b>Total application of capital funding</b>	<b>750</b>	<b>1,594</b>	<b>2,005</b>	<b>291</b>	<b>(27)</b>	<b>319</b>	
<b>Surplus (deficit) of capital funding</b>	<b>(693)</b>	<b>(850)</b>	<b>(1,199)</b>	<b>(324)</b>	<b>(3)</b>	<b>322</b>	
<b>Funding balance</b>	<b>0</b>	<b>1</b>	<b>0</b>	<b>(357)</b>	<b>(10)</b>	<b>347</b>	

**Explanation of changes between Annual Plan and Total Operating Budget**

Local authorities fuel tax, fines, infringement fees and other receipts - \$367K Increase in donations to cover increase in costs and expectation of timing of receipt

Payment to Staff and Suppliers - \$19k - Addition of Carry Forward for Libraries from Reserves

Capital Expenditure - increase of \$521k - Inclusion of \$217K from Carry Forward from Reserves, Loan Funding carried forward of \$101k and increase in Pool costs of \$204k covered by donations.

**Explanation of Variance to YTD Budget**

**Operating Expenditure**

The Payment to Staff and Suppliers is lower than budgeted based in timing of expenditure across the group

**Capital Expenditure**

Capital Expenditure is under budget by \$164K

Details of the projects is included on the Project Sheet.

# Central Hawke's Bay District Council: Project Update 2018/19

## Recreation and Community Facilities

At 30 September 2018

Activity	Project	LTP	Reforecast	Total	This	Forecast	Under/	Status	Comments or Risks
		Project	Budget	Cost to	Year	for June	(Over) By		
		Budget	\$000	Date	Actual	30 2019	Year End		
		\$000	\$000	2019	2019				
		\$000	\$000	\$000	\$000				
Parks Reserves and Swimming Pools	Russell Park Projects	82	174	4	88	174	0	●	Work is complete on the construction of an unsealed carpark, work on the Scout Hall is yet to be scoped
	PR 19 Camping Grounds Waipukurau Toilets	61	61	0	0	61	0	●	Project is unlikely to commence this calendar year. Insufficient budget for scope of works. Full scope in light of future lease sale needs to be completed first.
	Waipawa Pool	900	1185	94	13	1185	0	●	Works underway. Full details available in the 6 weekly Organisational Report
	Waipawa Pool Sewer Upgrade		33	0	0	33	0	●	
	Minor renewals	165	156	5	5	156	0	●	Will be spent as required
	<b>Total</b>		<b>1208</b>	<b>1609</b>	<b>103</b>	<b>106</b>	<b>1609</b>	<b>0</b>	
Public Toilets	New Te Paerahi Toilet	60	60	0	0	60	0		Dependent on receiving funding from Tourism Infrastructure Fund. Next funding round not expected until March 2019.
	Minor Renewals	36	36	0	0	36	0	●	Will be spent as required
	<b>Total</b>	<b>96</b>	<b>96</b>	<b>0</b>	<b>0</b>	<b>96</b>	<b>0</b>		
Retirement Housing	Minor Renewals	36	36	0	0	36	0	●	Depends on refurbishments required when tenants vacate. Funded from Retirement Housing Reserves.
Libraries	Books Renewals	88	88	18	18	88	0	●	Expected to be on Budget
	Minor Renewals	11	11	0	0	11	0	●	Expected to be on Budget
	Kotui Software	51	51	0	0	51	0	●	Project underway. Expect to be fully invoiced by November.
	<b>Total</b>	<b>150</b>	<b>150</b>	<b>18</b>	<b>18</b>	<b>150</b>	<b>0</b>		
Theatres and Halls	CHB Municipal Theatre		74	13	10	74	0	●	Quotes currently being recieved. Works expected to commence December 2018,
	Minor Renewals	132	193	4	4	193	0	●	Planning work for this still underway.
	Settlers Museum Painting	11	25	0	0	25	0	●	Works programmed and planned for implementation in early 2019.

Activity	Project	LTP Project Budget	Reforecast Budget	Total Cost to Date	This Year Actual	Forecast for June 30 2019	Under/ (Over) By Year End	Status	Comments or Risks
		\$000	\$000	2019 \$000	2019 \$000				
	<b>Total</b>	<b>134</b>	<b>292</b>	<b>17</b>	<b>14</b>	<b>292</b>	<b>0</b>		
<b>Cemeteries</b>	<b>Minor Renewals</b>	<b>29</b>	<b>41</b>	<b>0</b>	<b>0</b>	<b>41</b>	<b>0</b>	●	Planning underway for works in the new year.
<b>Properties and Buildings</b>	Council Chamber upgrade		61	61	51	61	0	●	Works complete.
	Minor renewals	77	93	17	17	93	0	●	To be spent thorough year as required.
	<b>Total</b>	<b>77</b>	<b>154</b>	<b>78</b>	<b>68</b>	<b>154</b>	<b>0</b>		
<b>Total</b>		<b>1730</b>	<b>2378</b>	<b>216</b>	<b>206</b>	<b>2378</b>	<b>0</b>		

Capital Expenditure From Previous Years in WIP -109  
Makaretu Hall from Reserves not added to operating budget -20

- Achieved
- On track
- May not be met
- Deferred

Agreed to Total Operating Budget 2019 2249

# Central Hawke's Bay District Council

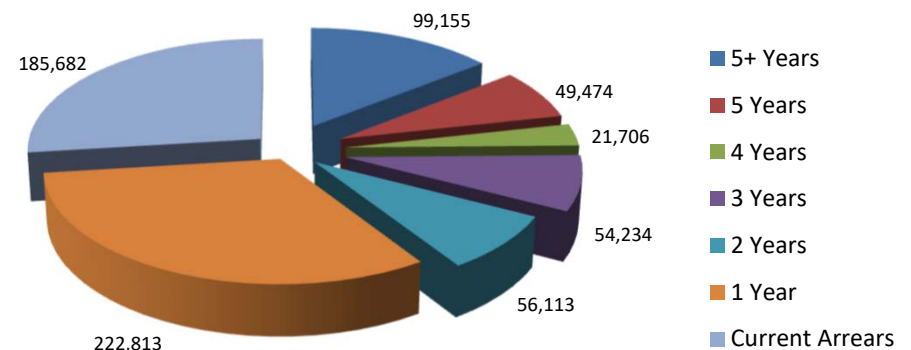
## Rates Debt Information

### At 30 September 2018

	Jun-18	Sep-18	Movement
5+ Years	111,145	99,155	-11,990
5 Years	55,569	49,474	-6,095
4 Years	28,348	21,706	-6,642
3 Years	63,218	54,234	-8,984
2 Years	71,578	56,113	-15,465
1 Year	367,637	222,813	-144,824
Current Arrears	0	185,682	185,682
<b>Total</b>	<b>697,494</b>	<b>689,177</b>	<b>-8,317</b>

There are total rates arrears outstanding of \$689,177. The rates department consistently manage ratepayer debt by ensuring new debt is brought to the attention of the ratepayer quickly. The Rates officers have found that direct phone calls are a very efficient and personable way to contact our ratepayers and this is proving to be well received with more arrangements being accepted and newer debt reducing at a steady rate. All debt is actively managed by the rates department and a break down of how this is achieved is in the next table.

### Rates Balances as at 30 September 2018



	Jun-18	Sep-18	Count	Movement
<b>With Bank</b>	6,775	43,448	23	36,673
<b>With Baycorp</b>	81,045	56,382	12	-24,663
<b>Under Arrangement</b>	142,988	108,736	776	-34,252
<b>Remaining Arrears</b>	215,932	46,569	230	-169,363
<b>Maori Land</b>	250,754	248,359	13	-2,395
<b>Total</b>	<b>697,494</b>	<b>503,494</b>	<b>1,054</b>	<b>-194,000</b>

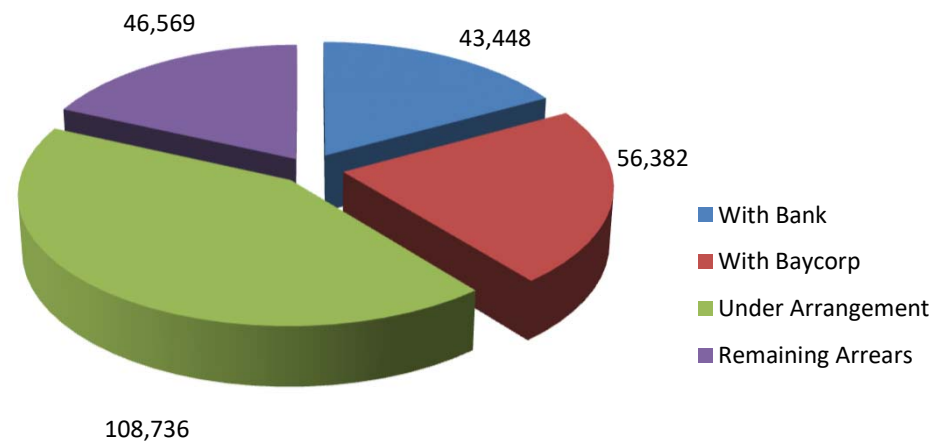
Our diligent Rates Officers have actively engaged with ratepayers to help minimise their debt before it becomes a bigger problem and possibly unmanageable.

#### Other Rates Information

Rates emailed to ratepayers 15% (14% Jun 18)

Ratepayers on direct debit 39% (39% Jun 18)

### What are we doing about it? As at 30 September 2018



# Interim Treasury Report

As at 30 September 2018

## Cash and Cash Investment Balance

	Full Year Actuals 2017/18 \$000	Total Annual Plan Budget 2018/19 \$000	YTD Actual \$000	YTD Variance \$000
Cash and Cash Equivalents	3,956	2,453	5,989	3,536
Bonds and Stock	2,362	3,135	2,367	(768)
<b>Total</b>	<b>6,318</b>	<b>5,587</b>	<b>8,355</b>	<b>2,768</b>

We are retaining liquid cash to meet operational and capital spending requirements until we are more certain of timing for the 3 waters projects. Once we have a better picture of the timing of these projects we will review our level of bonds and stock.

## Debt Position

	Full Year Actuals 2017/18 \$000	Total Annual Plan Budget 2018/19 \$000	YTD Actual \$000	YTD Variance \$000
Secured Loans - Less than 12 months	710	727	792	64
Secured Loans - Greater than 12 months	2,027	6,980	1,965	(5,015)
<b>Total</b>	<b>2,737</b>	<b>7,707</b>	<b>2,757</b>	<b>(4,950)</b>





Borrowing is kept to a minimum while we manage our short and long term cash facilities.

## Finance Costs

	Full Year Actuals 2017/18 \$000	Total Annual Plan Budget 2018/19 \$000	YTD Actual \$000	YTD Variance \$000
Finance Costs	120	239	58	(181)

Below budget due to low borrowings based on timing of capital expenditure.

## Compliance with Liability Management Policy

Item	Limit	Actual	Policy
External term debt + committed bank facilities + unencumbered cash/cash equivalents to existing external debt	>130%	457%	
Net Interest on External Debt / Total Revenue	<10%	0.58%	
Net Interest on External Debt / Annual Rates Income	<20%	0.76%	
Total debt per head of population	\$2,000	\$207	

Council is within policy in all areas.

## Reserve Funds

Special Funds	Full Year Actuals 2017/18 \$000	YTD Actual \$000	Movement YTD \$000
Reserves held for Emergency Purposes	3,490	3,490	0
Reserves held for Future Asset Purchases	2,463	2,453	(10)
Reserves held for Future Operational Purposes	839	839	0
Reserves held for Other Funds	43	59	16
<b>Total</b>	<b>6,835</b>	<b>6,841</b>	<b>6</b>

### Reserves held for Future Asset Purchases

Biodiversity Funding \$10k has been transferred from Rural Fire.

### Reserves held for Other Funds

Funding of \$16k from tree felling in the Te Aute Drainage Scheme has been credited to their reserve.

Subject to change based on the finalisation of the Annual Report 2018/19