

Report No:	RFN11-11-08
File No:	
Date:	1 November 2011
Information Only – no decision required	

REPORT

Report to: Corporate Services Committee
Meeting Date: 10 November 2011
Subject: September 2011 Financials – RFN11-11-08
Report Author: R Holden, Accounting Manager

1. SUMMARISED INCOME EXPENDITURE STATEMENT AND FINANCIAL POSITION

<i>Actual: Full Year June 2011 (\$000's)</i>		<i>Actual: September 2011 (\$000's)</i>	<i>Budget: Full Year June 2012 (\$000's)</i>
101,011	Operating revenue	21,783	99,868
91,643	Operating expenses	24,256	96,172
9,368	Operating surplus (Deficit)	(2,473)	3,696

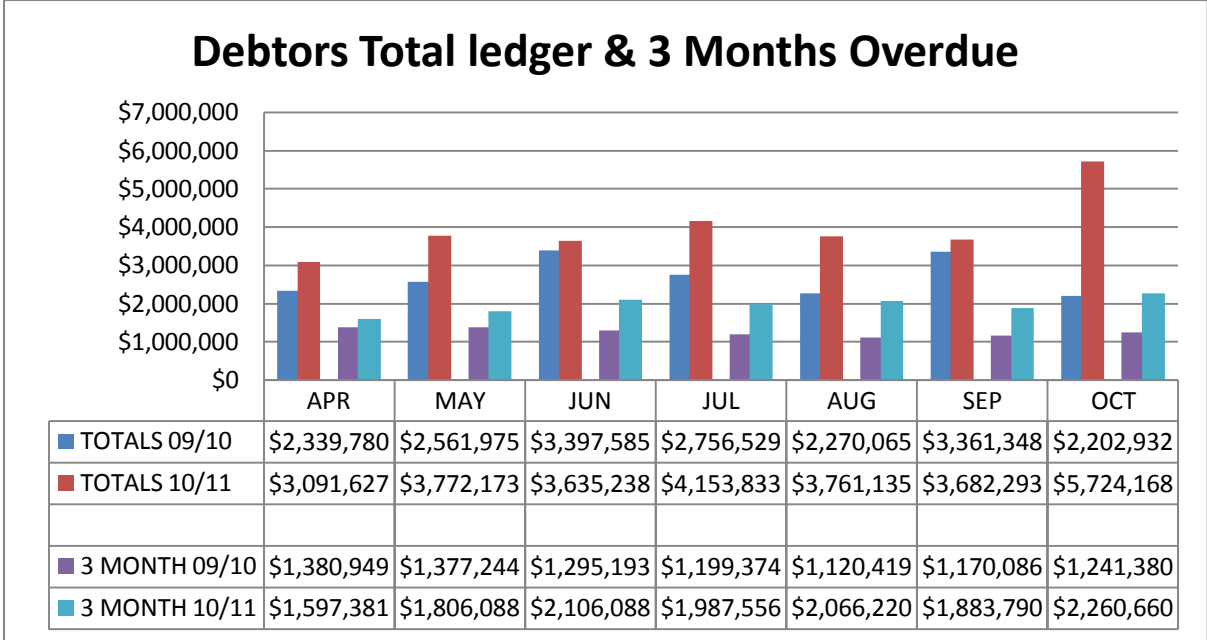
<i>Actual: Full Year June 2011 (\$000's)</i>		<i>Actual: September 2011 (\$000's)</i>	<i>Budget: Full Year June 2012 (\$000's)</i>
24,858	Current assets	21,313	16,755
69,239	Current liabilities	24,502	23,222
(44,381)	Working capital	(3,189)	(6,467)
1,221,970	Non current assets	1,227,111	1,290,808
91,127	Non current liabilities	139,515	146,021
1,086,462	Total net assets	1,084,308	1,138,320

At the first quarter mark of the year no significant trends are apparent, income is slightly down at 21.8% of budget, and expenditure is 25.2%. Given the nature of Council's transactions there is a mixture of timing variances as at 30 September 2011. A number of grants and subsidies are paid in advance, some for the entire year, before all rates monies are received. Vested Assets are accounted for quarterly, and have yet to be quantified for the first quarter. Other expenditure lines, such as by-election costs for Golden Bay Ward, and consultant costs associated with the Lee Valley dam, which are ahead of budget. As with all monthly reports there are items requiring further analysis, and this is progressing as normal.

Work within the section is continuing at a very high level. There was genuine celebration within the team on Council's adoption of the June 2011 Annual Report on 27 October 2011. This is a huge undertaking, made even larger this year with key staff also being committed to the Long Term Plan. The focus of the report now moves to arranging its publication and distribution, and completing the Summary Annual Report, all to be concluded by the end of November 2011.

The 2012-2022 Long Term Plan (LTP), remains the primary focus of the team, with substantial levels of work being carried out by several members. The nature of the work at this stage of the LTP is a process of continual change and updates, as managers and budget holders adjust budgets. This leads to ongoing recalculations as these adjustments are fed through. For those not directly involved it appears a seamless process, however behind the scenes there is an extremely busy team carrying out many computations, ongoing analysis, and reviewing of all data.

An update of the Rates Rebates Scheme processing reports for the year ended 30 June 2011; 1,510 applications were processed resulting in ratepayers receiving a total of \$821,076. For the year to date; 1,108 applications have been processed by Council which has resulted in \$621,408 being rebated. Certainly a significant undertaking for the ratepayers of Tasman’s communities.



The increase in total ledger balance is mainly due to the NZTA claim of just over \$2million being invoiced in October – the claim is usually paid very quickly and does not normally show on the end of month reports.

2 Recommendation

That the September 2011 Financials Report (RFN11-11-08) be received by the Corporate Services Committee.