



Date: Tuesday, 29 September 2020
Time: 1.30pm
Location: Council Chamber, Wairoa District Council,
Coronation Square, Wairoa

AGENDA

Late Reports

Finance, Audit & Risk Committee Meeting

29 September 2020

The agenda and associated papers are also available on our website: www.wairoadc.govt.nz

For further information please contact us 06 838 7309 or by email info@wairoadc.govt.nz

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1 GENERAL ITEMS

1.1 FINANCIAL PERFORMANCE TO 31 AUGUST 2020

Author: Gary Borg, Pouwhakarae – Pūtea / Tautāwhi Rangapū Group Manager
Finance and Corporate Support

Authoriser: Steven May, Tumu Whakarae Chief Executive Officer

Appendices: 1. August Monthly Report 2020 [↓](#)

1. PURPOSE

- 1.1 This summary report provides information on Council's operating financial performance for the 2 months to 31 August 2020. No decisions are required by Committee at this stage.
- 1.2 This is an information report-only report because it provides an update on Council's progress against objectives established and decisions previously made in the Annual Plan 2019-20 and Long-term Plan 2018-28.

RECOMMENDATION

The Pouwhakarae – Pūtea / Tautāwhi Rangapū Group Manager Finance and Corporate Support RECOMMENDS that Committee receive the report.

2. BACKGROUND

- 2.1 Council's minimum statutory obligations regarding reporting, public accountability and financial management are contained in Part 6 of the Local Government Act 2002. Monitoring financial performance on Council's behalf is included in the Committee's Terms of Reference.
- 2.2 Beyond this, regular performance reporting is good practice, keeping Council and the community informed of its financial performance and position.
- 2.3 In addition, reporting during the year provides an indication of full year outcomes and informs the decision-making process for each subsequent Annual Plan and Long-term Plan.
- 2.4 The financial performance report, attached as **Appendix 1**, sets out the financial results against estimated phased budgets for each Group of Activities and the whole of council.

References (to or from other Committees)

Council - 11 January 2020 – Half Year Performance 2019-20

Finance Audit and Risk Committee – 3 March 2020 – Financial Performance to 31 January 2020

Finance Audit and Risk Committee – 14 April 2020 – Financial Performance to 29 February 2020

Council – 5 May 2020 – Council Performance for the 9 months to 31 March 2020

Finance Audit and Risk Committee – 7 July 2020 – Financial Performance to 31 May 2020

Finance Audit and Risk Committee – 18 August 2020 – Financial Performance to 30 June 2020

Signatories

	
Author Gary Borg	Approved by Steven May

MONTHLY REPORT

TO 30 AUGUST 2020



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WAIROA DISTRICT

FINANCIAL COMMENTARY

At the end of August 2020, Wairoa District Council had a draft net surplus on operations of \$2,244K against the annual plan budget of \$2,356K. Most variances to budget (refer page 11) relate to phasing of project expenditure and unbudgeted items such as the receipt (and expenses) relating to, for example, the Mayors Taskforce for Jobs Community Recovery Programme.

FUNDING IMPACT STATEMENT - WATER SUPPLY

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	-	-	-
Targeted rates (other than a targeted rate for water supply)	1,289	238	238
Subsidies and grants for operating purposes	-	-	-
Fees and charges	307	51	21
Internal charges and overheads recovered	535	73	77
Internal interest income	-	21	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	2,131	383	336
applications of operating funding			
Payments to staff and suppliers	1,315	131	188
Finance costs	-	-	-
Internal charges and overheads applied	893	139	142
Internal interest charged	186	14	6
Other operating funding applications	-	-	-
Total applications of operating funding (B)	2,394	284	336
Surplus (deficit) of operating funding (A - B)	(263)	99	-
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	274	3	-
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	274	3	-
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	50	8	3
- to replace existing assets	239	188	66
Increase (decrease) in reserves	(278)	(94)	(69)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	11	102	-
Surplus (deficit) of capital funding (C-D)	263	(99)	-
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(108)

FUNDING IMPACT STATEMENT - STORMWATER

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	-	-	-
Targeted rates (other than a targeted rate for water supply)	415	77	77
Subsidies and grants for operating purposes	-	-	-
Fees and charges	2	-	-
Internal charges and overheads recovered	-	-	-
Internal interest income	-	16	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	417	93	77
applications of operating funding			
Payments to staff and suppliers	105	19	18
Finance costs	-	-	-
Internal charges and overheads applied	133	26	6
Internal interest charged	141	18	26
Other operating funding applications	-	-	-
Total applications of operating funding (B)	379	63	50
Surplus (deficit) of operating funding (A - B)	38	30	27
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	43	(13)	(27)
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	43	(13)	(27)
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	81	-	5
- to replace existing assets	58	17	-
Increase (decrease) in reserves	(58)	-	(5)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	81	17	-
Surplus (deficit) of capital funding (C-D)	(38)	(30)	(27)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(42)

FUNDING IMPACT STATEMENT - WASTEWATER

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	-	-	-
Targeted rates (other than a targeted rate for water supply)	1,163	215	215
Subsidies and grants for operating purposes	-	-	-
Fees and charges	25	17	12
Internal charges and overheads recovered	-	-	1
Internal interest income	-	11	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	1,188	243	228
applications of operating funding			
Payments to staff and suppliers	3,630	166	218
Finance costs	-	-	-
Internal charges and overheads applied	134	50	16
Internal interest charged	268	30	48
Other operating funding applications	-	-	-
Total applications of operating funding (B)	4,032	246	282
Surplus (deficit) of operating funding (A - B)	(2,844)	(2)	(54)
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	3,053	295	75
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	3,053	295	75
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	217	237	6
- to replace existing assets	222	212	27
Increase (decrease) in reserves	(230)	(156)	(13)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	209	293	20
Surplus (deficit) of capital funding (C-D)	2,844	2	54
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(73)

FUNDING IMPACT STATEMENT – WASTE MANAGEMENT

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	-	-	-
Targeted rates (other than a targeted rate for water supply)	984	182	182
Subsidies and grants for operating purposes	-	-	-
Fees and charges	635	106	57
Internal charges and overheads recovered	-	-	-
Internal interest income	-	-	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	1,620	288	238
applications of operating funding			
Payments to staff and suppliers	1,511	252	197
Finance costs	21	-	-
Internal charges and overheads applied	52	37	4
Internal interest charged	197	10	35
Other operating funding applications	-	-	-
Total applications of operating funding (B)	1,781	299	236
Surplus (deficit) of operating funding (A - B)	(161)	(11)	2
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	473	11	87
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	473	11	87
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	312	-	214
- to replace existing assets	-	-	-
Increase (decrease) in reserves	-	-	(126)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	312	-	89
Surplus (deficit) of capital funding (C-D)	161	11	(2)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(15)

FUNDING IMPACT STATEMENT – TRANSPORT

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	62	12	12
Targeted rates (other than a targeted rate for water supply)	3,449	638	638
Subsidies and grants for operating purposes	6,429	1,178	1,171
Fees and charges	54	9	22
Internal charges and overheads recovered	-	-	-
Internal interest income	-	-	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	9,994	1,837	1,843
applications of operating funding			
Payments to staff and suppliers	8,254	1,243	1,600
Finance costs	-	-	-
Internal charges and overheads applied	89	266	-
Internal interest charged	1,412	6	250
Other operating funding applications	-	-	-
Total applications of operating funding (B)	9,755	1,515	1,850
Surplus (deficit) of operating funding (A - B)	239	322	(7)
Sources of capital funding			
Subsidies and grants for capital expenditure	11,694	2,804	2,933
Development and financial contributions	-	-	-
Increase (decrease) in debt	(182)	(322)	7
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	11,512	2,482	2,940
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	5,248	1,731	1,786
- to replace existing assets	8,456	1,339	1,298
Increase (decrease) in reserves	(1,953)	(266)	(151)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	11,751	2,804	2,933
Surplus (deficit) of capital funding (C-D)	(239)	(322)	7
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(607)

FUNDING IMPACT STATEMENT – COMMUNITY FACILITIES

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	767	500	500
Targeted rates (other than a targeted rate for water supply)	1,452	121	121
Subsidies and grants for operating purposes	29	19	(79)
Fees and charges	66	50	276
Internal charges and overheads recovered	-	-	-
Internal interest income	-	-	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	2,314	690	818
applications of operating funding			
Payments to staff and suppliers	1,837	333	462
Finance costs	-	-	-
Internal charges and overheads applied	142	280	-
Internal interest charged	268	5	298
Other operating funding applications	-	-	-
Total applications of operating funding (B)	2,247	618	760
Surplus (deficit) of operating funding (A - B)	67	72	58
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	56
Development and financial contributions	-	-	-
Increase (decrease) in debt	51	(72)	(58)
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	51	(72)	(2)
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	153	-	56
- to replace existing assets	58	-	-
Increase (decrease) in reserves	(93)	-	-
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	118	-	56
Surplus (deficit) of capital funding (C-D)	(67)	(72)	(58)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(13)

FUNDING IMPACT STATEMENT – LEADERSHIP & GOVERNANCE

(VISITOR INFORMATION, MĀORI WHANAUNGATANGA, COUNCIL, ECONOMIC DEVELOPMENT, GAIETY THEATRE)

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	2,705	500	500
Targeted rates (other than a targeted rate for water supply)	655	121	121
Subsidies and grants for operating purposes	496	19	(79)
Fees and charges	219	50	276
Internal charges and overheads recovered	-	-	-
Internal interest income	-	-	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	4,075	690	818
applications of operating funding			
Payments to staff and suppliers	1,849	333	462
Finance costs	-	-	-
Internal charges and overheads applied	12	280	-
Internal interest charged	1,551	5	298
Other operating funding applications	-	-	-
Total applications of operating funding (B)	3,412	618	760
Surplus (deficit) of operating funding (A - B)	663	72	58
Sources of capital funding			
Subsidies and grants for capital expenditure	51	-	56
Development and financial contributions	-	-	-
Increase (decrease) in debt	(95)	(72)	(58)
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	(44)	(72)	(2)
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	629	-	56
- to replace existing assets	36	-	-
Increase (decrease) in reserves	(46)	-	-
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	619	-	56
Surplus (deficit) of capital funding (C-D)	(663)	(72)	(58)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(13)

FUNDING IMPACT STATEMENT – PLANNING AND REGULATORY

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	112	21	21
Targeted rates (other than a targeted rate for water supply)	1,084	200	200
Subsidies and grants for operating purposes	12	-	28
Fees and charges	589	244	346
Internal charges and overheads recovered	-	-	-
Internal interest income	-	-	-
Interest and dividends from investments	-	-	-
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding (A)	1,797	465	595
applications of operating funding			
Payments to staff and suppliers	1,532	342	241
Finance costs	22	-	-
Internal charges and overheads applied	10	102	1
Internal interest charged	369	1	85
Other operating funding applications	-	-	-
Total applications of operating funding (B)	1,933	446	327
Surplus (deficit) of operating funding (A - B)	(136)	19	268
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	136	(19)	(268)
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	136	(19)	(268)
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	73	-	-
- to replace existing assets	38	-	-
Increase (decrease) in reserves	(111)	-	-
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	-	-	-
Surplus (deficit) of capital funding (C-D)	136	(19)	(268)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(13)

FUNDING IMPACT STATEMENT – CORPORATE FUNCTIONS

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	(56)	(10)	(10)
Targeted rates (other than a targeted rate for water supply)	(866)	(271)	(271)
Subsidies and grants for operating purposes	-	-	-
Fees and charges	168	29	29
Internal charges and overheads recovered	4,685	904	882
Internal interest income	796	216	-
Interest and dividends from investments	750	127	2
Local authorities fuel tax, fines, infringement fees, and other receipts	75	15	(5)
Total operating funding (A)	5,552	1,010	627
applications of operating funding			
Payments to staff and suppliers	4,786	915	967
Finance costs	416	34	(69)
Internal charges and overheads applied	39	28	(45)
Internal interest charged	120	168	28
Other operating funding applications	-	-	-
Total applications of operating funding (B)	5,361	1,145	881
Surplus (deficit) of operating funding (A - B)	191	(135)	(254)
Sources of capital funding			
Subsidies and grants for capital expenditure	-	-	-
Development and financial contributions	-	-	-
Increase (decrease) in debt	28	353	282
Gross proceeds from sale of assets	-	3	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	28	356	282
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	340	58	96
- to replace existing assets	240	186	39
Increase (decrease) in reserves	(361)	(23)	(107)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	219	221	28
Surplus (deficit) of capital funding (C-D)	(191)	135	254
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge			(71)

FINANCIAL STATEMENTS

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE

For the year ended 30 August 2020

	30 Aug 2020 \$000	Annual Plan			30 June 2020 \$000
		30 Aug 2020 \$000	Variance		
			\$000	%	
Revenue					
Rates	2,330	2,332	(2)	0%	13,215
Subsidies and grants	4,199	4,010	189	5%	18,712
Petrol tax	(5)	15	(20)	-133%	75
Fees and charges	832	563	269	48%	1,954
Investment revenue	48	155	(107)	-69%	750
Miscellaneous revenue	-	-	-	0%	768
Total revenue	7,404	7,075			35,474
Expense					
Water supply	445	381	64	17%	2,457
Stormwater	92	95	(3)	-3%	600
Wastewater	353	295	58	20%	4,441
Solid waste	253	318	(65)	-20%	1,912
Transport	2,457	2,045	412	20%	13,939
Community facilities	352	425	(73)	-17%	2,515
Planning and regulatory	339	454	(115)	-25%	1,982
Leadership and governance	756	598	158	26%	3,352
Corporate	113	108	5	5%	682
Total expense	5,160	4,719			31,880
Net surplus (deficit) on operations	2,244	2,356			3,594
Taxation	-	-			-
Net surplus / (deficit) for the year	2,244	2,356			3,594
Other comprehensive revenue and expense					
Fair value movement PP&E	-	-			6,039
Fair value movement in equity investments	-	-			(2)
Total comprehensive revenue and expense for the year	2,244	2,356			9,631

Variance explanations (31 August 20 actual compared to YTD annual plan)

- A** Fees and charges revenue is 48% (\$269k) higher than budgeted. This is mainly due to \$250k received for the Mayors Taskforce for Jobs. Other key components of this favourable variance include unbudgeted Emergency Event cost recovery (\$57k), higher than budgeted dog registration fees (\$25k), unbudgeted sundry revenue at the Gaiety Theatre (\$15k).
- B** Investment income is 69% (\$107k) lower than budgeted. This is mostly due to timing of dividend budget phasing and actual cash receipt (although this year we expect to receive a subvention payment in lieu of dividend).
- C** Transport costs are 20% (\$412k) higher than budgeted. This is mainly due sealed and unsealed pavement maintenance which are \$250k higher than budgeted, reflecting the timing of works. Further, costs have been incurred for Alternative Route Nuhaka-Opoutama Rd Investigation, which was not budgeted for \$84k) and traffic services, RAMM and environmental management and maintenance are all higher than budgeted (\$42k, \$25k and \$17k respectively).
- D** Planning and regulatory costs are 25% (\$115k) lower than budgeted, which is mostly due to unspent budget for the district plan (\$83k) and lower than budgeted external consultancy costs (\$17k).
- E** Leadership and governance costs are 26% (\$158k) higher than budgeted. This is mostly due to unbudgeted expenditure on MBIE projects (\$174k).

STATEMENT OF FINANCIAL POSITION

As at 30 August 2020

	As at	Annual Plan	As at	Variance		
	30 Aug 2020	As at 30 Aug 2020	30 June 2020	\$000	%	
	\$000	\$000	\$000	\$000	%	
Current Assets						
Cash and cash equivalents	2,208	2,627	2,795	(419)	-16%	A
Inventories	76	-	78	76	100%	
Trade and other receivables	4,814	2,207	6,906	2,607	118%	B
Financial assets at fair value	-	-	2,072	-	0%	
Total current assets	7,098	4,834	11,851			
Current liabilities						
Trade and other payables	6,409	6,839	6,008	(430)	-7%	
Advance funding - PGF	(1,132)	-	1,508	(1,132)	100%	C
Borrowings	-	-	1,000	-	0%	
Total current liabilities	5,277	6,839	8,516			
Working Capital	1,821	(2,005)	3,335			
Non-current assets						
Property, plant and equipment	273,982	284,135	274,975	(5,268)	-2%	
Work in progress	8,880	3,995	5,252			
Investment in subsidiary	1,250	1,250	1,250	-	0%	
Investment property	405	405	383	-	0%	
Biological asset - forestry	115	260	115	(145)	-56%	D
Available for sale financial assets	21	37	21	(16)	-43%	
Intangible assets	32	37	37	(5)	-14%	
Financial assets held to maturity	144	-	148	10	0%	
Financial assets at fair value	5,992	6,126	3,882	550	10%	
Total non-current assets	290,821	296,245	286,063			
Non-current liabilities						
Employee entitlements	66	75	66	(9)	-12%	
Landfill aftercare	1,197	1,054	1,197	143	14%	
Borrowings	9,000	7,000	8,000	2,000	29%	E
Total non-current liabilities	10,263	8,129	9,263			
Net assets	282,379	286,111	280,135			
Represented by						
Equity	282,379	286,111	280,135			

Variance explanations (31 August 20 actual compared to YTD annual plan)

- A Cash is lower than budgeted, which is consistent with the higher receivables and lower payables balances than budgeted.
- B Trade and other receivables are 118% (\$2,607k) higher than budgeted. This is due to timing of billing and collections compared to budget. As at 31 August 80% of debtors balances were current, with only 8% 3 periods overdue.
- C The variance in advance funding - PGF relates to timing of funding receipts and payments and expenditure.
- D The valuation received for the Council's forestry asset as at 30 June 2020 was lower than budgeted. The forest is revalued every 3 years and this valuation took a more comprehensive approach resulting in a more accurate however lower than expected value.
- E Borrowings are \$2m higher than budgeted. Borrowings are used to fund capital projects to ensure intergenerational equity in costs.

STATEMENT OF CHANGES IN EQUITY

As at 30 August 2020

	As at 30 Aug 2020 \$000	Annual Plan As at 30 Aug 2020 \$000	As at 30 June 2020 \$000
Total equity - opening balance	280,135	283,755	270,504
Net surplus (deficit) for period	2,244	2,356	3,594
Other comprehensive income	-	-	6,037
Total comprehensive income	2,244	2,356	9,631
Total equity - closing balance	282,379	286,111	280,135
Components of equity			
Ratepayers equity	140,213	143,178	135,156
Ratepayers equity - opening balance	2,244	2,356	3,594
Net surplus/(deficit) for period	783	-	6,547
Transfers from restricted reserves	(8)	-	(5,846)
Transfers to restricted reserves	(2,534)	-	762
Transfer from revaluation reserve on disposal	140,698	145,534	140,213
Ratepayers equity - closing balance	21,375	20,003	22,076
Special funds	8	-	5,846
Special funds - opening balance	(783)	-	(6,547)
Transfer from ratepayers equity	20,600	20,003	21,375
Transfer to ratepayers equity			
Special funds - closing balance	118,547	120,574	113,272
	2,534	-	(762)
Revaluation reserves	-	-	6,037
Revaluation reserves - opening balance	121,081	120,574	118,547
Net transfer from revaluation reserve on disposal			
Transfer to revaluation	282,379	286,111	280,135
Revaluation reserves - closing balance	280,135	283,755	270,504
Total equity - closing balance	2,244	2,356	3,594

STATEMENT OF CASHFLOWS

For the year ended 30 August 2020

		30 Aug 2020	30 June 2020
		\$000	\$000
Cash flows from operating activities			
<i>Cash was provided from:</i>	Rates received	12,866	12,552
	Other revenue	22,605	14,630
	Dividends received	369	110
	Finance income	318	500
<i>Cash was applied to:</i>	Payments to staff and suppliers and employees	(24,964)	(21,883)
	Taxation	-	-
	Interest paid	(200)	(189)
Net cash flows from operating activities		13,563	10,994
Cash flows from investing activities			
<i>Cash was provided from:</i>	Sale of property, plant and equipment	-	285
	Repayment of advances	-	-
	Insurance proceeds	199	-
	Sale of financial assets	509	4,438
<i>Cash was applied to:</i>	Purchase of intangibles	-	-
	Purchase of financial assets	(638)	-
	Purchase of property, plant and equipment	(14,742)	(11,390)
Net cash flows from investing activities		(14,528)	(14,672)
Cash flows from financing activities			
<i>Cash was provided from:</i>	Loans raised	5,500	6,500
<i>Cash was applied to:</i>	Borrowings repaid	(1,500)	(6,512)
Net cash flows from financing activities		4,000	4,000
Net increase/(decrease) in cash and cash equivalents		3,035	322
Cash and cash equivalents at beginning of year		2,473	2,473
Cash and cash equivalents at end of year		5,508	2,795
Made up of:			
Cash		6	22
Short Term Deposits		2,789	2,451
Bank Overdraft		-	-
Cash and cash equivalents at end of year		5,508	2,795

FUNDING IMPACT STATEMENT - WHOLE OF COUNCIL

For the period ended 30 August 2020

	Actual 30 June 2020 \$000	AP 30 Aug 2020 \$000	Actual 30 Aug 2020 \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	3,590	663	663
Targeted rates (other than a targeted rate for water supply)	9,626	1,668	1,668
Subsidies and grants for operating purposes	6,965	1,205	1,207
Fees and charges	2,066	518	772
Interest and dividends from investments	750	127	3
Local authorities fuel tax, fines, infringement fees, and other receipts	75	15	(5)
Total operating funding (A)	23,072	4,196	4,307
applications of operating funding			
Payments to staff and suppliers	24,820	3,724	4,148
Finance costs	459	34	(68)
Internal charges and overheads applied	-	-	-
Other operating funding applications	-	-	-
Total applications of operating funding (B)	25,279	3,758	4,080
Surplus (deficit) of operating funding (A - B)	(2,207)	438	227
Sources of capital funding			
Subsidies and grants for capital expenditure	11,745	2,804	2,992
Development and financial contributions	-	-	-
Increase (decrease) in debt	3,781	(87)	(87)
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding (C)	15,526	3,002	2,905
Application of capital funding			
Capital expenditure			
- to meet additional demand	-	-	-
- to improve the level of service	7,103	2,044	2,191
- to replace existing assets	9,347	1,945	1,432
Increase (decrease) in reserves	(3,131)	(549)	(489)
Increase (decrease) of investments	-	-	-
Total applications of capital funding (D)	13,319	3,440	3,133
Surplus (deficit) of capital funding (C-D)	2,207	(438)	(227)
Funding balance ((A-B) + (C-D))	-	-	-
Expenses for this activity grouping include the following depreciation/amortisation charge		(886)	(977)