



**Date:** Tuesday, 6 August 2019  
**Time:** 1.30pm  
**Location:** Council Chamber, Wairoa District Council,  
Coronation Square, Wairoa

# **AGENDA**

## **Late Reports**

### **Finance, Audit & Risk Committee Meeting**

**6 August 2019**

The agenda and associated papers are also available on our website: [www.wairoadc.govt.nz](http://www.wairoadc.govt.nz)

For further information please contact us 06 838 7309 or by email [info@wairoadc.govt.nz](mailto:info@wairoadc.govt.nz)

**Order Of Business**

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## 8 GENERAL ITEMS

### 8.5 FINANCIAL PERFORMANCE TO 31 MAY 2019

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

**Authoriser:** Steven May, Tumu Whakarae Chief Executive Officer

**Appendices:** 1. Financial Report May 2019 [↓](#)

#### 1. PURPOSE

- 1.1 This report provides information for the Committee on Council's financial performance for the 11 months ended 31 May 2019. No decisions are required by Committee at this stage.
- 1.2 The subject matter of this report is contained within the Committee's terms of reference.

#### RECOMMENDATION

*The Group Manager: Finance and Corporate Support RECOMMENDS that Committee receive the report.*



#### 2. BACKGROUND

- 2.1 The format of the financial performance report has been developed in conjunction with the Committee to provide a holistic view of operating performance plus total expenditure against budget and how this has been funded.

#### 3. CURRENT SITUATION

- 3.1 The financial performance to 31 May 2019 is attached as **Appendix 1**.

#### Signatories

	
Author Gary Borg	Approved by Steven May

# FINANCIAL PERFORMANCE

TO 31 May 2019



**TE WAIROA**  
**WAIROA DISTRICT**

## Summary

Operating Statement						
Whole of Council	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
For Period Ending 2018/19	May-19	May-19	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	11,597,892	11,691,856	(93,964)	12,683,379	12,754,751	(71,372)
Subsidies	7,252,950	5,448,509	1,804,441	7,866,186	4,864,639	3,001,547
Capital Subsidy	4,863,717	3,320,548	1,543,169	6,324,838	4,701,620	1,623,218
Petrol Tax	62,961	77,913	(14,952)	81,021	85,000	(3,979)
Fees and Charges	1,605,892	1,602,843	3,049	1,605,027	1,748,574	(143,547)
Investment Income	691,104	800,415	(109,311)	557,159	873,166	(316,007)
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>26,074,516</b>	<b>22,942,084</b>	<b>3,132,432</b>	<b>29,117,610</b>	<b>25,027,750</b>	<b>4,089,861</b>
<b>EXPENDITURE</b>						
Staff Costs	5,170,345	5,016,110	154,235	5,469,866	5,472,049	(2,182)
Depreciation and Amortisation	4,796,000	4,801,170	(5,170)	5,237,615	5,237,615	0
Finance Costs	685,625	648,505	37,120	791,226	707,449	83,776
Other Operating Expense	14,634,346	12,000,395	2,633,951	16,513,197	13,081,303	3,431,894
<b>TOTAL EXPENDITURE</b>	<b>25,286,316</b>	<b>22,466,180</b>	<b>2,820,136</b>	<b>28,011,903</b>	<b>24,498,416</b>	<b>3,513,488</b>
<b>NET SURPLUS/(DEFICIT)</b>	<b>788,200</b>	<b>475,904</b>	<b>312,296</b>	<b>1,105,707</b>	<b>529,334</b>	<b>576,373</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(4,796,000)</b>	<b>(4,801,170)</b>	<b>5,170</b>	<b>(5,237,615)</b>	<b>(5,237,615)</b>	<b>(0)</b>
			-			-
<b>Surplus available</b>	<b>5,584,200</b>	<b>5,277,074</b>	<b>307,126</b>	<b>6,343,322</b>	<b>5,766,949</b>	<b>576,373</b>
			-			-
Capital expenditure			-			-
Renewals capital	9,245,637	8,856,709	388,928	10,374,641	9,661,864	712,777
New capital	1,119,630	2,210,615	(1,090,985)	2,795,110	2,411,580	383,530
			-			-
Loans raised	6,500,000	1,615,973	4,884,027	6,500,000	1,762,880	4,737,120
Debt repayments	(6,500,000)	(208,346)	(6,291,655)	(6,500,000)	(227,286)	(6,272,714)
<b>Transfer to (from) Reserves</b>	<b>(4,781,067)</b>	<b>(4,382,622)</b>	<b>(398,445)</b>	<b>(6,826,429)</b>	<b>(4,770,901)</b>	<b>(2,055,528)</b>

As at 31 May 2019 Council reports a surplus of \$0.8 million, with a full year outlook of \$1.1 million, a favourable variance of \$0.6 million against budget.

This is the result of increased capital subsidy revenue received and expected in respect of reinstatement works on the roading network in response to emergency events in the winter of 2018. Much of the expenditure qualifies for the enhanced NZTA Funding Assistance Rate of 95% of expenditure.

Setting this additional revenue aside, Council would be reporting a year to date deficit of \$0.75 million, \$1.2m adverse to budget.

The most material elements of this variance relate to escalating contractor and maintenance costs, particularly in water services, waste management and property.

These are explored in further detail below.

For the purposes of this report depreciation charges have been estimated at budget. They are not expected to be materially different.

Rates are currently accounted for at the whole of Council level only. In the group operating and funding statements this revenue has been allocated in the same proportions as the Annual Plan. However, remissions and penalties are not currently distributed in this way.

Some phasing differences persist but have been addressed for material items revenue and expense items.

## STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL POSITION						
	COUNCIL	COUNCIL				
	30th June 18	31st May 19	30th June 19	30th June 19		
	ACTUAL	ACTUAL	FORECAST	LTP		Variance
	(\$ 000)	(\$ 000)	(\$ 000)	(\$ 000)		
<b>CURRENT ASSETS</b>						
Cash and cash equivalents	3,432	3,289	3,395	2,286		1,109
Inventories	49	51	50	58		-8
Trade & other receivables from non-exchange transactions	2,609	2,635	2,952	3,138		-186
Financial assets at fair value	3,068	2,000	2,048	2,997		-949
<b>Total Current Assets</b>	<b>9,158</b>	<b>7,975</b>	<b>8,445</b>	<b>8,479</b>		<b>-34</b>
<b>LESS CURRENT LIABILITIES</b>						
Trade & other payables	4,060	3,241	4,148	7,908		-3,760
Term Liabilities - Current Portion	5,012	1,444	1,352	8,297		-6,945
<b>Total Current Liabilities</b>	<b>9,072</b>	<b>4,686</b>	<b>5,500</b>	<b>16,205</b>		<b>-10,705</b>
Working Capital	86	3,289	2,945	-7,726		10,671
<b>NON CURRENT ASSETS</b>						
Property, Plant & Equipment	260,474	264,423	268,334	273,090		-4,756
Loans & other receivables	33	0	0	0		0
Investments in Subsidiary	1,250	1,250	1,250	1,250		0
Biological asset - forestry	260	260	260	260		0
Available for sale financial assets	23	23	23	23		0
Intangible Assets	129	128	116	188		-72
Financial assets at fair value	7,267	4,569	2,000	7,125		-5,125
	269,436	270,653	271,983	281,936		-9,953
<b>NON CURRENT LIABILITIES</b>						
Employee Entitlements	115	124	115	115		0
Landfill Aftercare	750	769	769	730		39
Borrowings	0	3,500	3,500	0		3,500
	865	4,393	4,384	845		3,539
<b>Net Assets</b>	<b>268,657</b>	<b>269,549</b>	<b>270,544</b>	<b>273,365</b>		<b>-2,821</b>
<b>Represented by</b>						
Equity	268,657	269,549	270,544	273,365		-2,821

Operating and Funding Statement						
Community Facilities						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	1,935,649	1,935,649	-	2,111,617	2,111,617	-
Subsidies & Grants	170,150	55,055	115,095	123,252	60,068	63,184
Capital Subsidy	-	-	-	-	-	-
Petrol Tax	-	-	-	-	-	-
Fees and Charges	60,705	59,675	1,030	63,627	65,110	(1,483)
Investment Income	300	-	300	360	-	360
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>2,166,804</b>	<b>2,050,379</b>	<b>116,425</b>	<b>2,298,856</b>	<b>2,236,795</b>	<b>62,061</b>
<b>EXPENDITURE</b>						
Staff Costs	270,359	260,964	9,395	284,111	284,679	(568)
Depreciation and Amortisation	246,993	246,994	(1)	269,447	269,447	-
Finance Costs	102,645	24,134	78,511	26,327	26,327	-
Other Operating Expense	1,564,260	1,563,518	742	1,722,458	1,695,623	26,835
<b>TOTAL EXPENDITURE</b>	<b>2,184,257</b>	<b>2,095,610</b>	<b>88,647</b>	<b>2,302,343</b>	<b>2,276,076</b>	<b>26,267</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(17,453)</b>	<b>(45,231)</b>	<b>27,778</b>	<b>(3,487)</b>	<b>(39,281)</b>	<b>35,794</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(246,993)</b>	<b>(246,994)</b>	<b>1</b>	<b>(269,447)</b>	<b>(269,447)</b>	<b>-</b>
<b>Surplus available</b>	<b>229,540</b>	<b>201,763</b>	<b>27,777</b>	<b>265,960</b>	<b>230,166</b>	<b>35,794</b>
Capital expenditure	-	-	-	-	-	-
Renewals capital	71,798	179,167	(107,369)	110,247	215,000	(104,753)
New capital	285,353	209,167	76,186	480,897	251,000	229,897
Loans raised	-	196,667	(196,667)	-	236,000	(236,000)
Debt repayments	-	(18,181)	18,181	-	(21,817)	21,817
<b>Transfer to (from) Reserves</b>	<b>(127,611)</b>	<b>10,096</b>	<b>(137,707)</b>	<b>-</b>	<b>(325,184)</b>	<b>166</b>
						<b>(325,350)</b>

Additional grants and donations were received to support various community initiatives. Some revenue that was received last year but not expended has been brought forward.

Finance costs represent internal borrowings for the community centre. These have been estimated in the report and are finalised at year end.



	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Community Facilities</b>				
<b>Parks and Reserves</b>				
<b>Capital expenditure - to improve the level of service</b>				
PR4001. DEMOLISH ORMOND RES TOILETS	-	-	-	-
PR4003. NEW PUBLIC TOILETS : TUAI	-	-	-	-
PR4004. RIVERBANK PLANTING	3,461	-	1,966	1,966
PR4006. TOILETS MAHANGA	-	-	-	-
PR40121. Wairoa CBD Upgrade	1,107	-	1,107	1,107
PR40122. Marine Parade Christmas Decorations	-	-	-	-
PR40123. Tourism Infrastructure	19,070	-	166,070	166,070
PR4016. NEW TOILET - NTH CLYDE	-	-	-	-
PR4018. PUBLIC SPACE ENHANCEMENT	7,504	-	7,504	7,504
PR4026. PICNIC TABLES	2,458	10,000	2,458	7,542
PR4028. KOPU RD BANK PROTECTION SK DDF	-	-	-	-
PR4030. ORAKA TOILETS SAFETY BOLLARDS	-	-	-	-
PR4039. NUHAKA DOMAIN TREE REMOVAL	-	-	-	-
PR4045. PLAYGROUND FENCE	-	-	-	-
PR4046. SKATE PARK UPGRADE	-	10,000	-	10,000
PR4047. IMPLEMENT OPOUTAMA RMP	-	20,000	-	20,000
PR4048. New Picnic Tables	680	16,000	680	15,320
PR40551. Mahia Beach Toilet Improvement	-	-	-	-
PR40552. Whangawehi Toilets	7,404	15,000	7,404	7,596
PR4058. Whakamahi Beach Project	-	-	-	-
PR4059. Main Street Toilets Project	176,517	100,000	175,948	75,948
PR4062. New Playground Equipment	-	-	-	-
PR4063. CCTV Camera Installation	26,977	25,000	31,758	6,758
PR4064. Implement Rangihoua RMP	7,462	-	7,462	7,462
PR40652. Permanent Norfolk Pine Installations	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>252,639</b>	<b>196,000</b>	<b>402,357</b>	<b>206,357</b>
<b>Capital expenditure - to replace existing assets</b>				
PR40021. Upgrade Nuhaka Toilets	-	-	-	-
PR4010. RESEALING NETBALL COURTS	-	-	-	-
PR40161. Toilet Renewals	5,820	50,000	43,104	6,896
PR4025. PLAYGROUND RENEWALS	3,868	10,000	-	10,000
PR40301. Oraka Toilet Renewals	-	-	-	-
PR4040. LIGHTHOUSE WINDOWS UPGRADE	10,694	25,000	12,584	12,416
PR4049. Improve Boat Ramp	-	10,000	-	10,000
PR4053. Lampton Square Upgrade	-	10,000	-	10,000
PR4054. Clyde Domain Football Pavilion	4,986	10,000	-	10,000
PR4055. Mokotahi Toilets	-	-	-	-
PR4057. Wilding Pine Clearance	-	-	-	-
PR4061. Playground Equipment	-	30,000	-	30,000
PR40621. Playground resiting	-	20,000	-	20,000
PR4067. Coronation Sqre Pavement & Kerb Renewals	-	25,000	25,000	-
PR4068. Mountain Bike Park	22,887	10,000	22,887	12,887
MH205021	16,871	-	-	-
PR40421. Raupunga Toilet Water System Connection	3,785	-	3,785	3,785
PR4070. Replace Marines at Mahia Sign	2,887	-	2,887	2,887
PR4069. Basketball Court Community Centre	-	15,000	-	15,000
<b>Total Capital expenditure - to replace existing assets</b>	<b>71,798</b>	<b>215,000</b>	<b>110,247</b>	<b>(104,753)</b>
<b>Total Parks and Reserves</b>	<b>324,437</b>	<b>411,000</b>	<b>512,605</b>	<b>101,605</b>

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Library</b>				
<b>Capital expenditure - to improve the level of service</b>				
LM4000. Book Purchases	32,714	35,000	29,991	- 5,010
LM4015. Library Shelves	2,215			-
<b>Total Capital expenditure - to improve the level of service</b>	<b>34,929</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Library</b>	<b>34,929</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cemeteries</b>				
<b>Capital expenditure - to improve the level of service</b>				
CE4007. CapEx - Stormwater	-	5,000	5,000	-
CE4009. New Beams	-	15,000	15,000	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>-</b>	<b>20,000</b>	<b>20,000</b>	<b>-</b>
<b>Total Cemeteries</b>	<b>-</b>	<b>20,000</b>	<b>20,000</b>	<b>-</b>
<b>Total Community Facilities</b>	<b>429,225</b>	<b>466,000</b>	<b>562,595</b>	<b>96,595</b>

Operating and Funding Statement						
Leadership & Governance						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	2,342,745	2,342,745	-	2,555,722	2,555,722	-
Subsidies & Grants	275,000	-	275,000	300,000	-	300,000
Capital Subsidy	-	-	-	-	-	-
Petrol Tax	-	-	-	-	-	-
Fees and Charges	122,392	32,384	90,008	107,459	35,334	72,125
Investment Income	523,346	593,010	(69,664)	330,550	646,917	(316,367)
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>3,263,483</b>	<b>2,968,139</b>	<b>295,344</b>	<b>3,293,731</b>	<b>3,237,973</b>	<b>55,758</b>
<b>EXPENDITURE</b>						
Staff Costs	777,229	764,126	13,103	775,761	821,541	(45,780)
Depreciation and Amortisation	23,455	23,452	3	25,587	25,587	-
Finance Costs	46,971	357,841	(310,870)	334,742	390,361	(55,619)
Other Operating Expense	2,693,667	2,253,757	439,910	2,222,218	1,757,501	464,717
<b>TOTAL EXPENDITURE</b>	<b>3,541,322</b>	<b>3,399,176</b>	<b>142,146</b>	<b>3,358,308</b>	<b>2,994,990</b>	<b>363,318</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(277,839)</b>	<b>(431,037)</b>	<b>153,198</b>	<b>(64,576)</b>	<b>242,983</b>	<b>(307,560)</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(23,455)</b>	<b>(23,452)</b>	<b>(3)</b>	<b>(25,587)</b>	<b>(25,587)</b>	<b>-</b>
<b>Surplus available</b>	<b>(254,384)</b>	<b>(407,585)</b>	<b>153,201</b>	<b>(38,989)</b>	<b>268,570</b>	<b>(307,560)</b>
Capital expenditure	-	-	-	-	-	-
Renewals capital	-	-	-	425	-	425
New capital	14,077	-	14,077	14,078	-	14,078
Loans raised	-	-	-	-	-	-
Debt repayments	-	(8,650)	8,650	-	(9,436)	9,436
<b>Transfer to (from) Reserves</b>	<b>(268,461)</b>	<b>(407,585)</b>	<b>139,124</b>	<b>(53,492)</b>	<b>268,570</b>	<b>(322,063)</b>

Subsidy revenue is the receipt of funds from MBIE for the Wairoa Capability Support Project. There is a corresponding variance within operating expenses, where the funding was utilised for a feasibility study supporting Council's economic development strategy.

Most of the remaining adverse variance under operating expenses is offset by the favourable variance in revenue from fees and charges resulting from Council assuming the operation of the Gaiety Theatre. To date the theatre is achieving its financial objective of breaking even.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Leadership and Governance</b>				
<b>Council</b>				
<b>Capital expenditure - to improve the level of service</b>				
CC4003. Council Chambers Display Staging	-	-	-	-
CC4005. Councillor's Tablets	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	-	-	-	-
<b>Total Council</b>	-	-	-	-
<b>Maori Liasion</b>				
<b>Capital expenditure - to improve the level of service</b>				
ML4001. Purchase MSC Apple iPads	5,454	-	5,454	5,454
ML4000. Toyota Corrolla Hatchback	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	5,454	-	5,454	5,454
<b>Total Maori Liasion</b>	5,454	-	5,454	5,454
<b>Economic Development</b>				
<b>Capital expenditure - to improve the level of service</b>				
ED4005. Purchase Tourisim Managers Vehicle	-	-	-	-
ED4009. Purchase Equipment	2,472	-	2,472	2,472
ED4006. Enhancement River Use	6,151	-	6,151	6,151
<b>Total Capital expenditure - to improve the level of service</b>	8,623	-	8,623	8,623
<b>Total Economic Development</b>	8,623	-	8,623	8,623
<b>Total Leadership and Governance</b>	<b>14,078</b>	<b>-</b>	<b>14,078</b>	<b>14,078</b>

Operating and Funding Statement						
Planning & Regulatory						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	1,119,489	1,119,489	-	1,221,261	1,221,261	-
Subsidies & Grants			-			-
Capital Subsidy			-			-
Petrol Tax	-	-	-	-	-	-
Fees and Charges	377,396	271,821	105,575	367,008	296,530	70,478
Investment Income	-	-	-	-	-	-
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>1,496,885</b>	<b>1,391,310</b>	<b>105,575</b>	<b>1,588,269</b>	<b>1,517,791</b>	<b>70,478</b>
<b>EXPENDITURE</b>						
Staff Costs	664,535	747,758	(83,223)	704,611	815,717	(111,106)
Depreciation and Amortisation	97,924	97,933	(9)	106,826	106,826	-
Finance Costs	20,103	20,625	(522)	25,573	22,496	3,077
Other Operating Expense	615,064	1,140,601	(525,537)	695,562	1,244,264	(548,702)
<b>TOTAL EXPENDITURE</b>	<b>1,397,626</b>	<b>2,006,917</b>	<b>(609,291)</b>	<b>1,532,572</b>	<b>2,189,303</b>	<b>(656,731)</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>99,259</b>	<b>(615,607)</b>	<b>714,866</b>	<b>55,697</b>	<b>(671,512)</b>	<b>727,209</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(97,924)</b>	<b>(97,933)</b>	<b>9</b>	<b>(106,826)</b>	<b>(106,826)</b>	<b>-</b>
<b>Surplus available</b>	<b>197,183</b>	<b>(517,674)</b>	<b>714,857</b>	<b>162,523</b>	<b>(564,686)</b>	<b>727,209</b>
Capital expenditure			-			-
Renewals capital	77,342	77,917	(575)	77,342	85,000	(7,658)
New capital	19,441	129,250	(109,809)	15,101	141,000	(125,899)
			-			-
Loans raised		5,500	(5,500)		6,000	(6,000)
Debt repayments		(2,299)	2,299		(2,508)	2,508
<b>Transfer to (from) Reserves</b>	<b>100,400</b>	<b>(719,340)</b>	<b>819,741</b>	<b>-</b>	<b>70,080</b>	<b>(784,686)</b>
<b>854,766</b>						

#### Fees and Charges

Nearly half of the favourable variance is from dog registrations. There are now over 3,000 dogs registered in the district. Most of the remainder relates to dog and freedom camping infringements.

#### Staff Costs

This is the net effect of the 2018 restructure and a vacant position that was filled in May 2019.

#### Other Operating Expenses

This variance relates to the district plan review. Most of the work to date has been completed in house, with the initial focus on the production of the ePlan. This was budgeted to be funded from reserves.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Planning and Regulatory</b>				
<b>Environmental Health</b>				
Capital expenditure - to improve the level of service				
HI4001. SOUND LEVEL METER	-	-	-	-
HI4002. PURCHASE NEW VEHICLE	-	30,000	-	30,000
HI4006. Badl	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	-	30,000	-	(30,000)
<b>Total Environmental Health</b>	-	30,000	-	(30,000)
<b>Building Inspection</b>				
Capital expenditure - to improve the level of service				
BI4002. PURCHASE NEW VEHICLE	-	45,000	-	45,000
BI4003. Mobile Data Devices	6,401	6,000	2,061	3,939
<b>Total Capital expenditure - to improve the level of service</b>	6,401	51,000	2,061	(48,939)
Capital expenditure - to replace existing assets				
BI4007. New Vehicle 4x4 Ute	-	45,000	-	45,000
<b>Total Capital expenditure - to replace existing assets</b>	-	45,000	-	(45,000)
<b>Total Building Inspection</b>	6,401	96,000	2,061	(93,939)
<b>ByLaw Control</b>				
Capital expenditure - to improve the level of service				
IB4000. POUND RENEWAL	13,040	60,000	13,040	46,960
<b>Total Capital expenditure - to improve the level of service</b>	13,040	60,000	13,040	(46,960)
Capital expenditure - to replace existing assets				
IB4002. Purchase Vehicles	59,631	40,000	59,631	19,631
IB4001. MOBILE DOGS EQUIPMENT	17,711	-	17,711	17,711
<b>Total Capital expenditure - to replace existing assets</b>	77,342	40,000	77,342	37,342
<b>Total ByLaw Control</b>	90,382	100,000	90,382	(9,618)
<b>Total Planning and Regulatory</b>	96,783	226,000	92,443	(133,557)

Operating and Funding Statement						
Corporate Functions						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	(64,676)	29,288	(93,964)	-39,422	31,950	(71,372)
Subsidies & Grants			-			-
Capital Subsidy			-			-
Petrol Tax	62,961	77,913	(14,952)	81,021	85,000	(3,979)
Fees and Charges	216,032	207,273	8,759	228,732	226,100	2,632
Investment Income	36,453	43,648	(7,195)	47,607	47,607	-
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>250,770</b>	<b>358,122</b>	<b>(107,352)</b>	<b>317,938</b>	<b>390,657</b>	<b>(72,719)</b>
<b>EXPENDITURE</b>						
Staff Costs	2,860,034	2,616,581	243,453	3,085,594	2,866,466	219,128
Depreciation and Amortisation	662,129	662,134	(5)	722,323	722,323	-
Finance Costs	81,007	87,054	(6,047)	94,983	94,983	-
Other Operating Expense & Recoveries	(3,270,865)	(2,531,199)	(739,666)	(2,279,705)	(2,060,122)	(219,583)
<b>TOTAL EXPENDITURE</b>	<b>332,305</b>	<b>834,570</b>	<b>(502,265)</b>	<b>1,623,195</b>	<b>1,623,650</b>	<b>(455)</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(81,535)</b>	<b>(476,448)</b>	<b>394,913</b>	<b>(1,305,257)</b>	<b>(1,232,993)</b>	<b>(72,264)</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(662,129)</b>	<b>(662,134)</b>	<b>5</b>	<b>(722,323)</b>	<b>(722,323)</b>	<b>-</b>
<b>Surplus available</b>	<b>580,594</b>	<b>185,686</b>	<b>394,908</b>	<b>(582,934)</b>	<b>(510,670)</b>	<b>(72,264)</b>
Capital expenditure			-			-
Renewals capital	112,528	378,569	(266,041)	244,163	412,984	(168,821)
New capital	183,799	309,100	(125,301)	305,723	337,200	(31,477)
Loans raised		110,000	(110,000)		120,000	(120,000)
Debt repayments		(76,442)	76,442		(83,391)	83,391
<b>Transfer to (from) Reserves</b>	<b>284,267</b>	<b>(391,983)</b>	<b>676,250</b>	<b>-</b>	<b>(1,132,820)</b>	<b>8,034</b>

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Property</b>				
<b>Property Corporate</b>				
<b>Capital expenditure - to improve the level of service</b>				
PC4008. Security Cameras Main Office	6,360	-	6,360	6,360
PC40112. Development Office Space	7,707	102,200	105,280	3,080
PC4012. Exchange Building Fitout Costs	27,684	25,000	27,392	2,392
<b>Total Capital expenditure - to improve the level of service</b>	<b>41,752</b>	<b>127,200</b>	<b>139,032</b>	<b>11,832</b>
<b>Capital expenditure - to replace existing assets</b>				
PC4006. REPAINT EXTERIOR LUCKNOW STREET	-	50,000	-	50,000
PC4009. Renex Roof	-	-	-	-
PC4010. Renex Toilets	-	-	-	-
PC4019. Council Entry Surfacing (Hotmi)	-	35,000	35,000	-
PC4020. Council flower Boxes	-	-	-	-
PC4017. Mayoral Office Renewal	448	-	448	448
PC4021. Repaint Council Building	-	-	-	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>448</b>	<b>85,000</b>	<b>35,448</b>	<b>(49,552)</b>
<b>Total Property Corporate</b>	<b>42,199</b>	<b>212,200</b>	<b>174,480</b>	<b>(37,720)</b>
<b>Information Centre Building</b>				
<b>Capital expenditure - to improve the level of service</b>				
EP4013. Yroa Ynot Area Upgrade	3,638	-	3,638	3,638
<b>Total Capital expenditure - to improve the level of service</b>	<b>3,638</b>	<b>-</b>	<b>3,638</b>	<b>3,638</b>
<b>Total Information Centre Building</b>	<b>3,638</b>	<b>-</b>	<b>3,638</b>	<b>3,638</b>
<b>Library Building</b>				
<b>Capital expenditure - to improve the level of service</b>				
LM4021. Review Library Building Future Requirements	28,550	-	28,550	28,550
<b>Total Capital expenditure - to improve the level of service</b>	<b>28,550</b>	<b>-</b>	<b>28,550</b>	<b>28,550</b>
<b>Total Library Building</b>	<b>28,550</b>	<b>-</b>	<b>28,550</b>	<b>28,550</b>
<b>Community Centre</b>				
<b>Capital expenditure - to improve the level of service</b>				
CB4001. Learners Pool	-	-	-	-
CB4005. Comm Complex Upgrade	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital expenditure - to replace existing assets</b>				
CB4000. Centre Remedial Works	37,696	232,984	31,822	201,162
CB4006. Relocate Gym Upstairs	-	20,000	-	20,000
CB4007. Renewals Pool	-	-	-	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>37,696</b>	<b>252,984</b>	<b>31,822</b>	<b>(221,162)</b>
<b>Total Community Centre</b>	<b>37,696</b>	<b>252,984</b>	<b>31,822</b>	<b>(221,162)</b>
<b>Staff Housing</b>				
<b>Capital expenditure - to replace existing assets</b>				
HS4007. Repaint Tuai House	-	15,000	15,000	-
HS4008. Repaint Raupunga House	-	15,000	15,000	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>-</b>	<b>30,000</b>	<b>30,000</b>	<b>-</b>
<b>Total Staff Housing</b>	<b>-</b>	<b>30,000</b>	<b>30,000</b>	<b>-</b>



	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Pensioner Housing</b>				
Capital expenditure - to improve the level of service				
HP4018. Install of Insulation	2,882	95,000	17,882	- 77,118
<b>Total Capital expenditure - to improve the level of service</b>	<b>2,882</b>	<b>95,000</b>	<b>17,882</b>	<b>(77,118)</b>
Capital expenditure - to replace existing assets				
HP4008. RENEWAL PROJECTS - STOVE	2,571	-	1,086	1,086
HP4009. REPAINTING LIVINGSTON FLATS	-	-	-	-
HP4014. Paint Exterior Lambert Flats	-	-	-	-
HP4015. Livingston Flat Roof	-	-	-	-
HP4017. Painting Exterior Outram Flats	-	-	-	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>2,571</b>	<b>-</b>	<b>1,086</b>	<b>1,086</b>
<b>Total Pensioner Housing</b>	<b>5,453</b>	<b>95,000</b>	<b>18,968</b>	<b>(76,032)</b>
<b>Camping Grounds</b>				
Capital expenditure - to replace existing assets				
CG4007. RENEWAL PROJECTS	-	5,000	5,000	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>-</b>	<b>5,000</b>	<b>5,000</b>	<b>-</b>
<b>Total Camping Grounds</b>	<b>-</b>	<b>5,000</b>	<b>5,000</b>	<b>-</b>
<b>Total Property</b>	<b>117,536</b>	<b>595,184</b>	<b>292,458</b>	<b>(302,726)</b>

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Support Services</b>				
Chief Executive Officer				
Capital expenditure - to improve the level of service				
DM4001. Purchase New Vehicle	32,751	-	32,751	32,751
Total Capital expenditure - to improve the level of service	32,751	-	32,751	32,751
Total Chief Executive Officer	32,751	-	32,751	32,751
<b>Administration Services</b>				
Capital expenditure - to improve the level of service				
AD4003. SOFTWARE - FILE MANAGEMENT	-	-	-	-
AD4016. Future Office Accomodation	27,221	-	26,531	26,531
Total Capital expenditure - to improve the level of service	27,221	-	26,531	26,531
Capital expenditure - to replace existing assets				
AD4011. Purchase Office Equipment	1,187	10,000	1,187	- 8,813
AD4007. PURCHASE NEW ADMIN VEHICLE	29,012	-	29,012	29,012
AD4026. Archives Building	11,574	-	11,574	11,574
Total Capital expenditure - to replace existing assets	41,773	10,000	41,773	31,773
Total Administration Services	68,993	10,000	68,303	58,303
<b>Information Services</b>				
Capital expenditure - to improve the level of service				
CS4003. Purchase Computer Hardware	-	10,000	10,000	-
CS4003452. DJI 4 Drone	-	-	-	-
CS40038. HP P2000 SAN	20,990	60,000	37,014	- 22,986
CS40052. 5 Adobe Acobat Pro Licences	-	-	-	-
CS4007. Purchase NCS BR Repoting Software	-	-	-	-
CS40022. WI-Fi WAN NOW Ltd	14,790	-	14,790	14,790
CS403954. Replacement Virtual WDCLinux Server	11,225	45,000	27,114	- 17,886
Total Capital expenditure - to improve the level of service	47,005	115,000	88,918	(26,082)
Capital expenditure - to replace existing assets				
CS400111. HP G7 Backup Server	-	-	-	-
CS400345. Replacement Laptops	-	24,000	-	- 24,000
CS400382. Tape Drive Replacement	-	-	425	425
CS400322. 18 HP Std 27" Monitor Maori Relation	310	-	310	310
CS4003435. Surface Pro Tablet CEO	3,440	-	3,440	3,440
CS4003459. HP ELiteBook G5 840 Laptop Gary	10,680	-	10,680	10,680
CS400393. HP ProDesk SFF 600 Reg Admin Officer	1,392	-	1,392	1,392
CS400398. HP EliteBook x360 Laptop Info Manager	2,655	-	2,655	2,655
CS4004. Purchase Computer Software	2,898	-	2,898	2,898
CS403952. Virtual AssetFinda Server	250	-	250	250
CS40397. Business Skype & Dropbox	8,415	-	8,415	8,415
CS400395. WDC Office Foyer Display Equipment	-	6,000	-	- 6,000
Total Capital expenditure - to replace existing assets	30,040	30,000	30,465	465
Total Information Services	77,045	145,000	119,384	(25,616)
<b>Engineering Services</b>				
Capital expenditure - to replace existing assets				
EW4003. Vehicle Replacement	-	-	65,965	65,965
EW4004. Purchase iPad AssetFinda	-	-	-	-
Total Capital expenditure - to replace existing assets	-	-	65,965	65,965
Total Engineering Services	-	-	65,965	65,965
Total Support Services	178,790	155,000	286,403	131,403

Operating and Funding Statement							
Stormwater							
For Period Ending 2018/19							
	2018/19	2018/19	2018/19		2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date		Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance		Forecast	Annual Plan	Variance
<b>INCOME</b>							
Rates	361,052	361,052	-		393,875	393,875	-
Subsidies & Grants			-				-
Capital Subsidy			-				-
Petrol Tax			-				-
Fees and Charges			-				-
Investment Income	25,092	31,284	(6,192)		34,125	34,125	-
Reserves	-	-	-		-	-	-
Other Income	-	-	-		-	-	-
<b>TOTAL INCOME</b>	<b>386,144</b>	<b>392,336</b>	<b>(6,192)</b>		<b>428,000</b>	<b>428,000</b>	<b>-</b>
<b>EXPENDITURE</b>							
Staff Costs			-				-
Depreciation and Amortisation	166,018	166,012	6		181,110	181,110	-
Finance Costs	74,830	51,865	22,965		56,581	56,581	-
Other Operating Expense	279,439	182,369	97,070		276,230	198,959	77,272
<b>TOTAL EXPENDITURE</b>	<b>520,287</b>	<b>400,246</b>	<b>120,041</b>		<b>513,921</b>	<b>436,650</b>	<b>77,272</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(134,143)</b>	<b>(7,910)</b>	<b>(126,233)</b>		<b>(85,921)</b>	<b>(8,650)</b>	<b>(77,272)</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(166,018)</b>	<b>(166,012)</b>	<b>(6)</b>		<b>(181,110)</b>	<b>(181,110)</b>	<b>-</b>
<b>Surplus available</b>	<b>31,875</b>	<b>158,102</b>	<b>(126,227)</b>		<b>95,189</b>	<b>172,460</b>	<b>(77,272)</b>
			-				-
Capital expenditure			-				-
Renewals capital	24,774	100,833	(76,059)		29,568	110,000	(80,432)
New capital	10,491	252,083	(241,592)		199,965	275,000	(75,035)
			-				-
Loans raised		252,083	(252,083)			275,000	(275,000)
Debt repayments		(23,951)	23,951			(26,128)	26,128
<b>Transfer to (from) Reserves</b>	<b>(3,390)</b>	<b>57,269</b>	<b>(60,659)</b>	<b>-</b>	<b>(134,344)</b>	<b>62,460</b>	<b>(196,805)</b>

Other operating costs include internal recharges of staff time that were not anticipated in the budget, and there is a corresponding credit in the transport activity. \$52,000 of the variance however, relates to contract management costs in the renewed 3 water maintenance contract that had not been considered in the budget.

Finance costs relate to internal borrowings for renewals in previous years.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Stormwater Drainage</b>				
<b>Capital expenditure - to improve the level of service</b>				
SD4008. CONSULTANCY MAHIA STORMWATER	-	50,000	-	50,000
SD4600. PIPING OPEN DRAINS - WAIROA	10,491	225,000	199,965	25,035
<b>Total Capital expenditure - to improve the level of service</b>	<b>10,491</b>	<b>275,000</b>	<b>199,965</b>	<b>(75,035)</b>
				0
<b>Capital expenditure - to replace existing assets</b>				0
SD4000. CRARER - CARROLL ST PIPELINE RENEWAL	24,774	75,000	29,568	45,432
SD4051. Deterioation Modelling	-	5,000	-	5,000
SD4052. CCTV	-	-	-	-
SD4084. Conditioning Report	-	-	-	-
SD4200. MAHIA BCH PIPELINES RENEWALS	-	30,000	-	30,000
<b>Total Capital expenditure - to replace existing assets</b>	<b>24,774</b>	<b>110,000</b>	<b>29,568</b>	<b>(80,432)</b>
<b>Total Stormwater Drainage</b>	<b>35,265</b>	<b>385,000</b>	<b>229,533</b>	<b>(155,467)</b>

Operating and Funding Statement						
Transport						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	2,919,526	2,919,526	-	3,184,937	3,184,937	-
Subsidies & Grants	6,809,009	5,393,454	1,415,555	7,442,935	4,804,571	3,238,364
Capital Subsidy	4,862,510	3,320,548	1,541,962	6,324,838	4,701,620	2,823,218
Petrol Tax	-	-	-	-	-	-
Fees and Charges	53,515	36,663	16,852	52,530	40,000	12,530
Investment Income	-	-	-	-	-	-
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>14,644,560</b>	<b>11,670,191</b>	<b>2,974,369</b>	<b>17,005,240</b>	<b>12,731,128</b>	<b>6,074,112</b>
<b>EXPENDITURE</b>						
Staff Costs	433,863	383,823	50,040	447,457	418,713	28,744
Depreciation and Amortisation	2,535,735	2,540,890	(5,155)	2,771,871	2,771,871	-
Finance Costs	13,539	3,377	10,162	3,679	3,679	-
Other Operating Expense	8,904,317	6,390,384	2,513,933	9,836,222	6,971,312	2,864,910
<b>TOTAL EXPENDITURE</b>	<b>11,887,454</b>	<b>9,318,474</b>	<b>2,568,980</b>	<b>13,059,230</b>	<b>10,165,576</b>	<b>2,893,654</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>2,757,106</b>	<b>2,351,717</b>	<b>405,389</b>	<b>3,946,010</b>	<b>2,565,552</b>	<b>3,180,457</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(2,535,735)</b>	<b>(2,540,890)</b>	<b>5,155</b>	<b>(2,771,871)</b>	<b>(2,771,871)</b>	<b>-</b>
<b>Surplus available</b>	<b>5,292,841</b>	<b>4,892,607</b>	<b>400,234</b>	<b>6,717,881</b>	<b>5,337,423</b>	<b>1,380,457</b>
Capital expenditure	-	-	-	-	-	-
Renewals capital	6,003,487	5,718,625	284,862	7,401,688	6,238,500	1,163,188
New capital	205,337	735,167	(529,830)	1,134,523	802,000	332,523
Loans raised	-	212,667	(212,667)	-	232,000	(232,000)
Debt repayments	-	-	-	-	-	-
<b>Transfer to (from) Reserves</b>	<b>(915,983)</b>	<b>(1,348,518)</b>	<b>432,535</b>	<b>(1,818,330)</b>	<b>(1,471,077)</b>	<b>(347,254)</b>

As discussed in the summary this activity is forecast to report a surplus resulting from a higher than expected level of capital subsidy, and a higher average FAR due to the proportion of emergency reinstatement and response works to be completed.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Transport</b>				
<b>Wairoa Airport</b>				
<b>Capital expenditure - to improve the level of service</b>				
WA4001. RUNWAY LIGHTS/CABLING REPAIRS	-	150,000	-	150,000
WA4002. RUNWAY SAFETY MARGINS	-	-	-	-
WA4007. Certification	52,270	20,000	52,270	32,270
WA4009. Runway Extension	24,205	-	24,205	24,205
WA4010. Airport Facilities Security Improvement	-	-	-	-
WA40101. Security Installation (Gate & Fence)	-	-	-	-
WA4011. Fuel Farm Development	-	-	-	-
WA4012. Airport Kitchen Upgrade	33,757	-	33,757	33,757
WA4999. Future Capital Requirements	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>110,233</b>	<b>170,000</b>	<b>110,233</b>	<b>(59,767)</b>
<b>Capital expenditure - to replace existing assets</b>				
WA4003. PAINT BUILDING	-	-	-	-
WA4006. Building Renewals	23,290	10,000	19,667	9,667
WA4008. Resurfacing Runway	-	-	-	-
WA40081. Re surfacing Aprons	-	-	-	-
WA40082. Re surfacing Taxiways (Area A&D)	-	-	-	-
WA40083. Re surfacing Taxiways (Area E)	-	-	-	-
WA40084. Re surfacing Runway Edges	-	-	-	-
WA4013. Airport Interior Mens Toilets	21,573	-	21,573	21,573
<b>Total Capital expenditure - to replace existing assets</b>	<b>44,863</b>	<b>10,000</b>	<b>41,240</b>	<b>31,240</b>
<b>Total Wairoa Airport</b>	<b>155,096</b>	<b>180,000</b>	<b>151,473</b>	<b>(28,527)</b>

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Roading Subsidised</b>				
<b>Capital expenditure - to improve the level of service</b>				0
RS4500. ASSOCIATED IMPROVEMENTS	8,500	-	8,500	8,500
RS4550. COASTAL PROTECTION RESOURCE CONSENT	-	-	-	-
RS5200. 2013-14 Emergency New Flood Damage	-	520,000	-	520,000
RS9100. ROAD 38 EMERGENCY REINST - NEW	-	-	-	-
RS9300. DSH38 Sealed Pavement Maintenance	8,226	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>16,726</b>	<b>520,000</b>	<b>8,500</b>	<b>(511,500)</b>
<b>Capital expenditure - to replace existing assets</b>				
RS4000. PAVEMENT REHABILITATION	1,194,693	310,000	1,194,693	884,693
RS4048. Blacks Beach Erosion Protect Stage 2	-	-	-	-
RS4100. SEALED ROAD RESURFACING	371	884,000	371	883,629
RS4200. DRAINAGE RENEWALS	356,256	375,000	321,993	53,007
RS4300. STRUCTURES COMPONENT REPLACE	591,432	499,000	537,340	38,340
RS4400. TRAFFIC SERVICES RENEWALS	92,845	69,000	82,445	13,445
RS4600. MINOR IMPROVEMENTS RENEWALS	70,097	2,965,000	420,097	2,544,903
RS5100. 2013-14 Emergency Renewal Flood Damage	-	1,000,000	-	1,000,000
RS8000. ROAD 38 UNSEALED RD METALLING	-	-	-	-
RS8100. ROAD 38 DRAINAGE RENEWALS	285	-	285	285
RS8200. ROAD 38-TRAFFIC SVCES RENEWAL	5,460	-	5,460	5,460
RS8300. ROAD 38 - RENEWAL STRUCTURES	-	-	-	-
RS8400. ROAD 38 STRUCTURES COPONENTS RENEWALS	9,193	-	9,193	9,193
RS8500. ROAD 38 MINOR IMPROVEMENTS	-	-	-	-
RS8600. ROAD 38 ASSOCIATED IMPROVEMENTS	-	-	-	-
RS2100. CONSULTANCY - RENEWALS	488	-	488	488
RS4049. Blacks Beach Blowhole Realignment	55,381	-	55,381	55,381
RS4604. Bridge Strengthening	218,120	-	211,234	211,234
RS4607. Safety Improvements Kitchener Street	55,868	-	555,868	555,868
RS4608. LED Street Light Conversion	38,441	-	168,551	168,551
RS5604. Emergency Work 2016-17 Event 2 Apr Renew	493,039	-	473,042	473,042
RS5605. Emergency Work 2016-17 Event 2 Apr Capital New	118,462	-	92,204	92,204
RS5607. Emergency Work 2017-18 Event 1 July Renew	77,684	-	77,684	77,684
RS5608. Emergency Work 2017-18 Event 1 July Capital New	1,903,577	-	1,481,149	1,481,149
RS5613. Emerg Wk 2018-19 Event 01.09.18 - Renew	585,806	-	2,521,623	2,521,623
RS5614. Emerg Wk 2018-19 Event 1.9.18 - Capital	33,389	-	31,274	31,274
<b>Total Capital expenditure - to replace existing assets</b>	<b>5,900,886</b>	<b>6,102,000</b>	<b>8,240,372</b>	<b>2,138,372</b>
<b>Total Rooding Subsidised</b>	<b>5,917,612</b>	<b>6,622,000</b>	<b>8,248,872</b>	<b>1,626,872</b>

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Roading Non Subsidised</b>				
<b>Capital expenditure - to improve the level of service</b>				
RN4012. NEW FOOTPATH	-	-	-	-
RN40121. MARINE PARADE UPGRADE	-	-	-	-
RN4013. NEWCASTLE ST WALKWAY/CYCLE	-	-	-	-
RN40705. Urewera Rainforest Route Upgrade Feasibility	-	21,000	-	21,000
RN40706. Walkway Loop Design - feasibility	-	-	-	-
RN40708. Mahia Beach Drainage Pipi Cres Tamure Cres	-	-	-	-
RN40710. Mahanga Beach Drainage Happy Jack Rd	-	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	-	<b>21,000</b>	-	<b>(21,000)</b>
<b>Capital expenditure - to replace existing assets</b>				
RN4031. UPGRADE PRAM/MOBILITY CROSSINGS	1,928	5,000	1,928	- 3,072
RN4041. UPGRADE ROAD STORMWATER RUNOFF OUTLETS	-	-	-	-
RN40502. C/WAY LIGHTING - REPLACE/NEW	6,617	10,000	6,617	- 3,383
RN40702. FOOTPATH UPGRADE	37,557	100,000	37,557	- 62,443
RN40703. TUAI FOOTPATH UPGRADE (DDF)	6,026	8,000	6,026	- 1,974
RN40707. Walkway James Carroll Expenses	3,600	3,500	3,600	100
RN40801. Blucks Pit Road - Space Launch Viewing Centre	2,010	-	2,010	2,010
<b>Total Capital expenditure - to replace existing assets</b>	<b>57,738</b>	<b>126,500</b>	<b>57,738</b>	<b>(68,762)</b>
<b>Total Rooding Non Subsidised</b>	<b>57,738</b>	<b>147,500</b>	<b>57,738</b>	<b>(89,762)</b>
<b>Infrastructural Business Unit</b>				
<b>Capital expenditure - to improve the level of service</b>				
BU4000. PURCHASE OF SURVEYING EQUIPMENT	30,488	30,000	30,488	488
BU4001. PURCHASE OF VEHICLES	42,365	30,000	42,365	12,365
BU4002. PURCHASE OFFICE FURNITURE	-	1,000	-	- 1,000
BU4003. PURCHASE COMPUTER EQUIPMENT	5,526	5,000	5,276	276
BU4011. PURCHASE CONDITION RATING EQUIPMENT	711	-	-	-
<b>Total Capital expenditure - to improve the level of service</b>	<b>79,090</b>	<b>66,000</b>	<b>78,128</b>	<b>12,128</b>
<b>Total Infrastructural Business Unit</b>	<b>79,090</b>	<b>66,000</b>	<b>78,128</b>	<b>12,128</b>
<b>Parking</b>				
<b>Capital expenditure - to improve the level of service</b>				
PA4013. Whakamahi Devel Project Car Parks	-	25,000	-	- 25,000
<b>Total Capital expenditure - to improve the level of service</b>	-	<b>25,000</b>	-	<b>(25,000)</b>
<b>Capital expenditure - to replace existing assets</b>				
PA4006. RENEWAL MAINTENANCE	-	-	-	-
PA4012. REMARK CARPARKS	-	-	-	-
<b>Total Capital expenditure - to replace existing assets</b>	-	-	-	-
<b>Total Parking</b>	-	<b>25,000</b>	-	<b>(25,000)</b>
<b>Total Transport</b>	<b>6,209,535</b>	<b>7,040,500</b>	<b>8,536,211</b>	<b>1,495,711</b>



Operating and Funding Statement							
Waste Management							
For Period Ending 2018/19							
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance	Variance
<b>INCOME</b>							
Rates	767,177	767,177	-	836,920	836,920	-	-
Subsidies & Grants			-		-	-	-
Capital Subsidy			-			-	-
Petrol Tax	-	-	-	-	-	-	-
Fees and Charges	418,627	444,576	(25,949)	404,490	485,000	(80,510)	-
Investment Income	-	-	-	-	-	-	-
Reserves	-	-	-	-	-	-	-
Other Income	-	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>1,185,804</b>	<b>1,211,753</b>	<b>(25,949)</b>	<b>1,241,410</b>	<b>1,321,920</b>	<b>(80,510)</b>	
<b>EXPENDITURE</b>							
Staff Costs		41,514	(41,514)	-	45,285	(45,285)	-
Depreciation and Amortisation	94,524	94,523	1	103,117	103,117	-	-
Finance Costs	50,709	46,651	4,058	50,892	50,892	-	-
Other Operating Expense	1,535,724	1,078,825	456,899	1,685,568	1,176,917	508,651	-
<b>TOTAL EXPENDITURE</b>	<b>1,680,957</b>	<b>1,261,513</b>	<b>419,444</b>	<b>1,839,577</b>	<b>1,376,211</b>	<b>463,366</b>	
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(495,153)</b>	<b>(49,760)</b>	<b>(445,393)</b>	<b>(598,167)</b>	<b>(54,291)</b>	<b>(543,876)</b>	
<b>Less non cash adjustments (Depreciation)</b>	<b>(94,524)</b>	<b>(94,523)</b>	<b>(1)</b>	<b>(103,117)</b>	<b>(103,117)</b>	<b>-</b>	<b>-</b>
<b>Surplus available</b>	<b>(400,629)</b>	<b>44,763</b>	<b>(445,392)</b>	<b>(495,050)</b>	<b>48,826</b>	<b>(543,876)</b>	<b>-</b>
Capital expenditure			-			-	-
Renewals capital		-	-			-	-
New capital	103,533	137,500	(33,967)	54,683	150,000	(95,317)	-
Loans raised		137,500	(137,500)		150,000	(150,000)	-
Debt repayments		(31,426)	31,426		(34,283)	34,283	-
<b>Transfer to (from) Reserves</b>	<b>(504,162)</b>	<b>44,763</b>	<b>(548,925)</b>	<b>-</b>	<b>(549,733)</b>	<b>48,826</b>	<b>(598,559)</b>

The waste management activity operated for several months out of contract on a day works basis. Furthermore, despite the level of service and charging regime being a key consultation item in the LTP, the contract tender process was prolonged by escalating costs in the market and a second public consultation was undertaken in December 2018.

The cost baseline has been reset for the Annual Plan 2019-20 and Council is currently reviewing a proposal to introduce a supplementary revenue stream that will also help avoid future compliance costs.

There is a favourable variance in staff costs because the budget contemplated some Council involvement in the weighbridge operation.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Waste Management</b>				
<b>Waste Management</b>				
<b>Capital expenditure - to improve the level of service</b>				
WM4001. LANDFILL ROAD SEALING	28,994	30,000	28,994 -	1,006
WM4002. RTS LANDSCAPING/TREES	-	-	-	-
WM4012. RECYCLING CENTRE UPGRADE	53,758	20,000	4,908 -	15,092
WM4015. LANDFILL DIVERSION INFRASTRUCTURE	20,782	-	20,782	20,782
WM4022. Effluent System	-	-	-	-
WM4024. Recycling Centre Mahia	-	100,000	- -	100,000
<b>Total Capital expenditure - to improve the level of service</b>	<b>103,533</b>	<b>150,000</b>	<b>54,683</b>	<b>(95,317)</b>
<b>Total Waste Management</b>	<b>103,533</b>	<b>150,000</b>	<b>54,683</b>	<b>(95,317)</b>

Operating and Funding Statement						
Waste Water						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
	Year to Date	Year to Date	Year to Date	Full year	Full Year	Full Year
	Actuals	Annual Plan	Variance	Forecast	Annual Plan	Variance
<b>INCOME</b>						
Rates	822,877	822,877	-	897,684	897,684	-
Subsidies & Grants		-	-		-	-
Capital Subsidy			-			-
Petrol Tax	-	-	-	-	-	-
Fees and Charges	72,849	183,326	(110,477)	85,854	200,000	(114,146)
Investment Income	58,538	73,172	(14,634)	79,831	79,831	-
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>954,264</b>	<b>1,079,375</b>	<b>(125,111)</b>	<b>1,063,369</b>	<b>1,177,515</b>	<b>(114,146)</b>
<b>EXPENDITURE</b>						
Staff Costs			-			-
Depreciation and Amortisation	431,063	431,068	(5)	470,251	470,251	-
Finance Costs	211,918	55,869	156,049	197,266	60,947	136,319
Other Operating Expense	1,111,646	793,804	317,842	1,109,557	865,995	243,562
<b>TOTAL EXPENDITURE</b>	<b>1,754,627</b>	<b>1,280,741</b>	<b>473,886</b>	<b>1,777,074</b>	<b>1,397,193</b>	<b>379,881</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(800,363)</b>	<b>(201,366)</b>	<b>(598,997)</b>	<b>(713,705)</b>	<b>(219,678)</b>	<b>(494,027)</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(431,063)</b>	<b>(431,068)</b>	<b>5</b>	<b>(470,251)</b>	<b>(470,251)</b>	<b>-</b>
<b>Surplus available</b>	<b>(369,300)</b>	<b>229,702</b>	<b>(599,002)</b>	<b>(243,454)</b>	<b>250,573</b>	<b>(494,027)</b>
Capital expenditure			-			-
Renewals capital	2,153,360	1,420,833	732,527	1,906,696	1,705,000	201,696
New capital	202,857	116,983	85,874	333,776	140,380	193,396
			-			-
Loans raised		283,650	(283,650)		340,380	(340,380)
Debt repayments		(23,126)	23,126		(27,751)	27,751
<b>Transfer to (from) Reserves</b>	<b>(2,725,517)</b>	<b>(1,024,465)</b>	<b>(1,701,052)</b>	<b>-</b>	<b>(2,483,926)</b>	<b>(1,229,499)</b>

The revenue budget for wastewater was predicated on several new connections to the network, particularly in Mahia, Opoutama and Blue Bay. There has been some activity, but the volume is lower than predicted.

Council's external borrowing was refinanced in July 2018. Since this activity was main reason for these borrowings, also for the largest single capital project in the LTP, the debt has been allocated to wastewater. A review of this, against the allocations in the internal loan model and the capital repayments received for the Mahia and Opoutama scheme will be completed as part of the Annual Report 2019. This will validate the adverse variance in finance costs.

The adverse variance in operating expenses is due to the inclusion of contract management costs in the renewed 3 waters maintenance contract that had not been anticipated in the budget.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Stormwater Drainage</b>				
<b>Capital expenditure - to improve the level of service</b>				
SD4008. CONSULTANCY MAHIA STORMWATER	-	50,000	-	50,000
SD4600. PIPING OPEN DRAINS - WAIROA	10,491	225,000	199,965	25,035
<b>Total Capital expenditure - to improve the level of service</b>	<b>10,491</b>	<b>275,000</b>	<b>199,965</b>	<b>(75,035)</b>
				0
<b>Capital expenditure - to replace existing assets</b>				0
SD4000. CRARER - CARROLL ST PIPELINE RENEWAL	24,774	75,000	29,568	45,432
SD4051. Deterioation Modelling	-	5,000	-	5,000
SD4052. CCTV	-	-	-	-
SD4084. Conditioning Report	-	-	-	-
SD4200. MAHIA BCH PIPELINES RENEWALS	-	30,000	-	30,000
<b>Total Capital expenditure - to replace existing assets</b>	<b>24,774</b>	<b>110,000</b>	<b>29,568</b>	<b>(80,432)</b>
<b>Total Stormwater Drainage</b>	<b>35,265</b>	<b>385,000</b>	<b>229,533</b>	<b>(155,467)</b>
<b>Sewerage</b>				
<b>Capital expenditure - to improve the level of service</b>				
SG4007. DESLUDGE OXIDATION PONDS	-	60,000	-	60,000
SG4014. TELEMETRY BASE SETS WAIROA	4,500	20,000	4,500	15,500
SG4025. Infiltration - resulting from Study	-	50,000	-	50,000
SG4036. Construction Of Plant for new Wairoa Consent	-	-	-	-
SG4105. Purchase Flow Meters	-	10,380	-	10,380
SG4106. Fitzroy Plant Repl Dischge Valves	187,866	-	177,622	177,622
<b>Total Capital expenditure - to improve the level of service</b>	<b>192,366</b>	<b>140,380</b>	<b>182,122</b>	<b>41,742</b>
<b>Capital expenditure - to replace existing assets</b>				
SG4028. Magnaflux Transducers	-	5,000	-	5,000
SG4029. Larger Pumps North Clyde	-	-	-	-
SG4030. Replace Kopu Road Line	151,791	-	151,791	151,791
SG4031. CCTV Infiltration Investigation	65,288	120,000	69,308	50,692
SG4033. Infiltration Tests	238,458	50,000	235,724	185,724
SG4034. Data verification/condition reporting	29,944	25,000	29,944	4,944
SG4035. Consultancy for Wairoa WW Consent	273,717	750,000	243,003	506,997
SG4038. Wairoa Consent Application Consultation Legal Costs	2,229	100,000	2,229	97,771
SG4039. Step Filter	4,422	10,000	4,422	5,578
SG4040. Renewal Pump Stations	-	25,000	-	25,000
SG4102. Tuai Sand Filters	6,551	20,000	6,551	13,449
SG4351. Dedicated Generators each Pump Stations	-	-	-	-
SG4352. Rising Mains North Clyde & Alexander Park	80,178	200,000	75,151	124,849
SG4353. Rising Main Kopu Road to Pilot Hill	-	-	-	-
SG7000. WAIROA RETICULATION - RENEWALS	269,231	300,000	269,231	30,769
SG4008. RENEWAL MAINTENANCE WAIROA	102,955	-	8,228	8,228
SG4009. RENEWAL MAINTENANCE TUAI	8,102	-	9,029	9,029
SG4011. FITZROY PUMP STN-ACCESS REPAIR	7,602	-	7,602	7,602
Wairoa Treatment Facility Reconsenting Programme	748,989.68	100,000.00	791,828.93	691,828.93
SG4200. MAHIA BEACH SEWERAGE SYSTEM	63,939	-	79,121	79,121
SG42001. HP EliteBook x360 Laptop Utilities Engineer	2,655	-	2,655	2,655
SG42013. Blue Bay Expansion Phase 2 and 3	72,534	-	72,534	72,534
<b>Total Capital expenditure - to replace existing assets</b>	<b>2,128,586</b>	<b>1,705,000</b>	<b>2,058,350</b>	<b>353,350</b>
<b>Total Sewerage</b>	<b>2,320,952</b>	<b>1,845,380</b>	<b>2,240,472</b>	<b>395,092</b>

Operating and Funding Statement						
Water Supply						
For Period Ending 2018/19						
	2018/19	2018/19	2018/19		2018/19	2018/19
	Year to Date	Year to Date	Year to Date		Full year	Full Year
	Actuals	Annual Plan	Variance		Forecast	Annual Plan
						Full Year
						Variance
<b>INCOME</b>						
Rates	1,394,053	1,394,053	-	1520785	1520785	-
Subsidies & Grants		-	-		-	-
Capital Subsidy			-			-
Petrol Tax	-	-	-	-	-	-
Fees and Charges	284,310	367,125	(82,815)	295,327	400,500	(105,173)
Investment Income	47,441	59,301	(11,860)	64,686	64,686	-
Reserves	-	-	-	-	-	-
Other Income	-	-	-	-	-	-
<b>TOTAL INCOME</b>	<b>1,725,804</b>	<b>1,820,479</b>	<b>(94,675)</b>	<b>1,880,798</b>	<b>1,985,971</b>	<b>(105,173)</b>
<b>EXPENDITURE</b>						
Staff Costs	164,325	201,344	(37,019)	172,332	219,648	(47,316)
Depreciation and Amortisation	538,159	538,164	(5)	587,083	587,083	-
Finance Costs	83,904	1,089	82,815	1,183	1,183	-
Other Operating Expense	1,201,094	1,128,336	72,758	1,245,087	1,230,853	14,234
<b>TOTAL EXPENDITURE</b>	<b>1,987,482</b>	<b>1,868,933</b>	<b>118,549</b>	<b>2,005,685</b>	<b>2,038,767</b>	<b>(33,082)</b>
<b>NET SURPLUS/(DEFICIT) BEFORE RATES</b>	<b>(261,678)</b>	<b>(48,454)</b>	<b>(213,224)</b>	<b>(124,887)</b>	<b>(52,796)</b>	<b>(72,091)</b>
<b>Less non cash adjustments (Depreciation)</b>	<b>(538,159)</b>	<b>(538,164)</b>	<b>5</b>	<b>(587,083)</b>	<b>(587,083)</b>	<b>-</b>
<b>Surplus available</b>	<b>276,481</b>	<b>489,710</b>	<b>(213,229)</b>	<b>462,196</b>	<b>534,287</b>	<b>(72,091)</b>
Capital expenditure			-			-
Renewals capital	802,348	737,817	64,531	604,511	885,380	(280,869)
New capital	94,742	262,500	(167,758)	256,364	315,000	(58,636)
			-			-
Loans raised		336,250	(336,250)		403,500	(403,500)
Debt repayments		(18,310)	18,310		(21,972)	21,972
<b>Transfer to (from) Reserves</b>	<b>(620,609)</b>	<b>(174,357)</b>	<b>(446,252)</b>	<b>-</b>	<b>(398,679)</b>	<b>(136,086)</b>

Metered water revenue is significantly below budget. Following recent revelations concerning water loss in the network it is possible that the budget was based on production volumes rather than consumption.

There is a favourable variance in staff costs because the budget assumed a higher FTE allocation to this activity.

	Curr YTD Actual	2018-28 LTP Budget 2018/19	Full Yr Forecast	Forecast v Budget
<b>CAPITAL PROJECTS</b>				
<b>Water Services</b>				
<b>Water Reticulation System</b>				
<b>Capital expenditure - to improve the level of service</b>				
WR40193. New Tawhara Reservoir	1,925	-	1,925	1,925
WR4082. Asset Management Modelling Design	3,435	25,000	3,030	21,970
WR42013. New Water Bore Blue Bay & Supply Line	-	35,000	-	35,000
<b>Total Capital expenditure - to improve the level of service</b>	<b>5,360</b>	<b>60,000</b>	<b>4,955</b>	<b>(55,045)</b>
<b>Capital expenditure - to replace existing assets</b>				
WR4000. WAIROA PIPELINES RENEWALS	75,408	200,000	70,058	129,942
WR4017. TELEMETRY BASE SETS WAIROA	1,239	-	1,239	1,239
WR40191. VALVE REPLACEMENTS	-	-	-	-
WR4030. WAIROA RESERVOIRS - RENEWALS	-	20,000	-	20,000
WR4083. Renewals Modelling	51,831	25,000	50,626	25,626
WR4084. Conditioning Report	26,039	20,000	26,039	6,039
WR4085. Replacemet Reservoir Professional Services	3,293	-	3,293	3,293
WR4086. Replacement Reservoir Construction	-	10,000	-	10,000
WR4087. Mahanga Reticulation	-	25,000	-	25,000
WR4088. Tuai Reticulation	-	20,000	-	20,000
WR4230. TUAI RESERVOIRS - RENEWALS	-	-	-	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>157,810</b>	<b>320,000</b>	<b>151,255</b>	<b>(168,745)</b>
<b>Total Water Reticulation System</b>	<b>163,170</b>	<b>380,000</b>	<b>156,210</b>	<b>(223,790)</b>
<b>Water Treatment Plant</b>				
<b>Capital expenditure - to improve the level of service</b>				
WT40022. Install Intake WAN	-	8,000	-	8,000
WT4052. HP ProBook Laptop	1,850	5,000	1,850	3,150
WT4061. Purchase Vehicle	-	-	-	-
WT4075. Investigate Alternative Water Supply	-	-	-	-
WT4078. Resilience Earthquake Valves & Bore Investign	16,419	25,000	16,419	8,581
WT4098. Blue Bay Bore Rehabilitation	71,113	50,000	71,113	21,113
WT4100. Chlorine Analyser	-	8,500	-	8,500
WT4103. Install Chlorine Gas Leak Wind Socks WTP Tawhara	-	3,500	-	3,500
WT4104. Blue Bay Telemetry SCADA Upgrade	-	30,000	-	30,000
WT4105. Blue Bay WT Upgrade include WSP & Consent	-	100,000	-	100,000
WT4106. Install Chlorination & Monitoring Tuai Water Supply	-	25,000	-	25,000
<b>Total Capital expenditure - to improve the level of service</b>	<b>89,382</b>	<b>255,000</b>	<b>89,382</b>	<b>(165,618)</b>
<b>Capital expenditure - to replace existing assets</b>				
WT4022. RENEWAL EXPENDITURE	21,347	25,000	16,365	8,635
WT4047. RENEW BACKWASH VALVES & CONTROL	-	25,000	-	25,000
WT40522. Purchase Apple iPad Air Wi-Fi	-	-	-	-
WT4067. Boundary Valves Pump Station	-	10,000	10,000	-
WT4069. Safety Improvement	501	10,000	3,614	6,386
WT4070. Cleaning Inspection Reservoir	-	15,000	10,000	5,000
WT4071. Tuai Intake	1,066	-	1,066	1,066
WT4084. Mahanga Tank and Pump Repairs	253	-	253	253
WT4099. Blue Bay Water Treatment Upgrade	158,735	-	158,735	158,735
WT4086. Conditioning Sampling	-	10,380	-	10,380
WT4088. Paint Building	-	5,000	5,000	-
WT4089. Mahanga Water Chlorine Equipment	45,712	-	45,712	45,712
WT40891. Install Mahanga Telemetry	-	235,000	-	235,000
WT4095. Sheetpile Protection of Intake	399,924	100,000	342,540	242,540
WT4096. Replacement Switchboard	17,000	100,000	17,000	83,000
WT4101. Replace Vinyl Flooring WTP	-	25,000	-	25,000
WT4102. Re Roof Boundary Generator Room	-	5,000	5,000	-
<b>Total Capital expenditure - to replace existing assets</b>	<b>644,538</b>	<b>565,380</b>	<b>615,284</b>	<b>49,904</b>
<b>Total Water Treatment Plant</b>	<b>733,920</b>	<b>820,380</b>	<b>704,666</b>	<b>(115,714)</b>