



**Far North
District Council**
Te Kaunihera o Tai Tokerau Ki Te Raki

Far North District Council

Council Financial Report

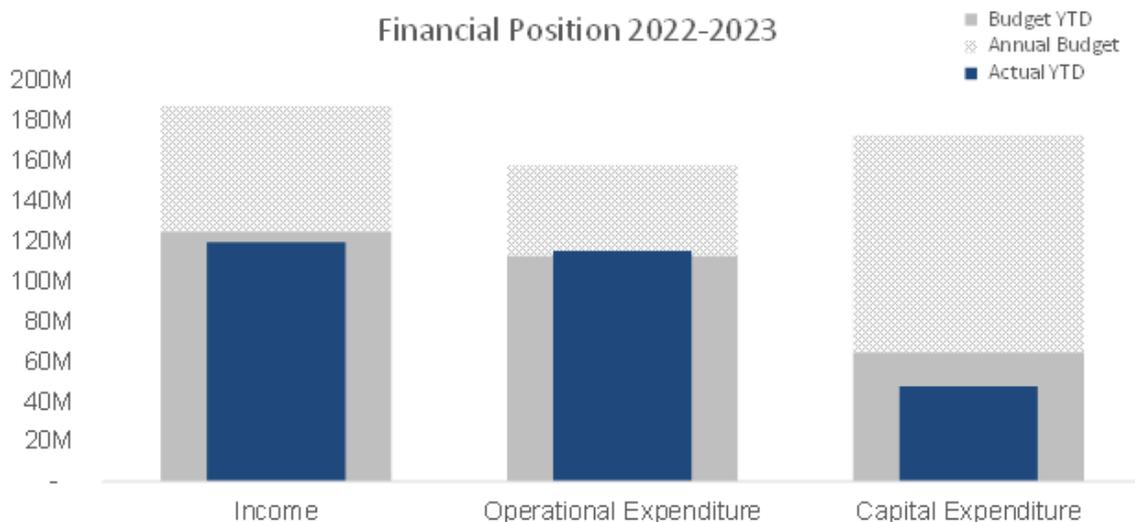
for the period ending **31-March-2023**

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Financial Overview

Key financial metrics from the Statement of Financial Performance for the Far North District Council as at 31-March-2023.



Year to Date

Actual Position as at 31-March-2023

	Actual YTD	Budget YTD	Variance to Budget YTD	% Variance Actual to Budget YTD
Total Income	119.5M	125.0M	- 5.5M	● -4%
Operational Expenditure	115.2M	112.8M	2.4M	● 2%
Net Operating Position	4.3M	12.2M	- 7.9M	● -64%
Capital Expenditure	47.6M	64.7M	- 17.1M	● -26%

Year End

Forecast Position as at 30-June-2023

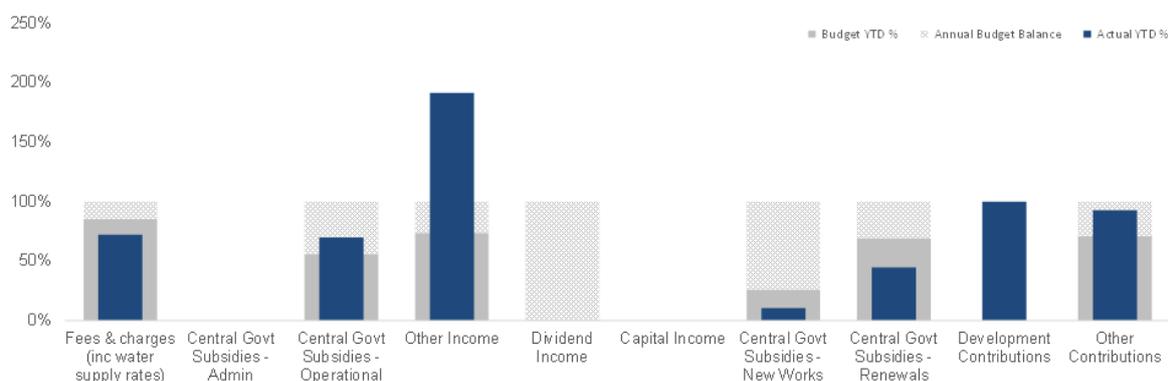
	Annual Forecast	Annual Budget	Forecast Variance to Budget	% Variance Forecast to Budget YTD
Total Income	181.8M	187.4M	- 5.6M	● -3%
Operational Expenditure	159.9M	157.8M	2.0M	● 1%
Net Operating Position	21.9M	29.5M	- 7.6M	● -26%
Capital Expenditure	131.5M	172.8M	- 41.2M	● -24%

**In the tables above and throughout this report, variances +/- 5% from budget are indicated as on track / green, anything outside this is red.*

Council Financial Performance – Income

Please note these figures relate to the Statement of Financial Performance controllable costs only, which excludes general rates and rates penalties.

Actual YTD	Budget YTD	Variance to Budget YTD	% Variance to Budget YTD	Annual Budget	Annual Forecast	Forecast Variance to Budget	% Forecast Variance to Budget
45.4M	50.1M	- 4.7M	● -9%	87.5M	81.9M	- 5.6M	● -7%



Highlights:

Fees & Charges

- Resource Consents is behind budget by \$279k but this is largely due to the \$633K paid back to customers for not meeting statutory timeframes and the requirement to use a high number of consultants for processing.
- Building Consents is behind budget by \$127k, applications received has been slowly declining, most likely due to inflation and rising interest rates.
- Water by Meter is under budget for Kaitaia, Kawakawa, Kerikeri, Opononi and Rawene \$2.6m. This is mainly due to lower volumes of water being used during the summer months.
- Income received from transfer stations and landfill are higher due to an increase in volumes over the summer period by \$207k. The additional income helps to offset the increase in contractor fees.

Central Govt Subsidies – Operational

- Income has been received from Waka Kotahi (NZTA) for initial response repairs undertaken for damage caused by the July and August 2022 storm. Waka Kotahi (NZTA) have approved funding of \$2.2m to undertake investigations and design on the major repair works caused by the August 2022 storm and anticipate additional funding to be considered once these have been completed.

Other Income

- Income in advance has been moved into the current financial year as it was unspent as at the end of 2021-22 for:
 1. Kawakawa Sewer Treatment Creek Repairs \$111k

2. Paihia Wastewater Feasibility Study \$119k
 3. Moerewa Stormwater Improvements \$100k
 4. Paihia Water Treatment Plant \$141k
 5. PGF funding for Lake Omapere drought emergency works \$110k
 6. Mayor's Taskforce for jobs \$37k (to support the displacement of employees due to Covid-19)
 7. DIA funding for mobile van for libraries lease and APNK fees \$30k, and
 8. Ministry of Development Youth Council grant funding of \$20k.
- Further operational grant funding has been received for Tranche 1 of the Mayor's Taskforce for Jobs of \$215k.
 - DIA Better Off funding of \$443k has been received for the 3-Waters transition support and \$80k has been received for Entity A's asset management working group.
 - Insurance claim received last financial year 2021-22 of \$355k for damage caused by a vessel at the Omapere wharf during a storm in November 2020; the repairs did not take place until 2022-23.
 - Operational grant funding has been received from the Ministry of Business, Innovation & Employment (MBIE) under the Provincial Growth Fund (PGF) to support capital works for the Ruapekapeka and Ngapipito road sealing projects of \$246k.
 - There is \$24k in recoveries income for the Daroux Drive upgrade and the Okako Road widening.
 - There is \$94k of recovery income received from the NTA professional services unit.
 - Grant funding of \$337k has been received from Ministry of Business, Innovation & Employment (MBIE) under the freedom camping initiatives to assist with the transition from the existing freedom camping system to new rules and regulations / bylaws over the 2022-23 summer period across the district.
 - There is \$130k of recoveries income available for the relocation of the Kerikeri Squash Club.
 - TIF funding of \$20k has been received for Smart Bins.
 - Mayoral relief funding has been received from MBIE for the August 2022 Flood \$145k.
 - Interest has been received \$270k.
 - Insurance and legal recoveries received \$158k.

Central Govt Subsidies – New Works

- Income has not been claimed for both Waipapa Sports Hub and Te Hiku o te Ika (revitalisation) projects funded by the Provincial Growth Fund (PGF) as the milestones have not been met – the last milestone to be claimed for Te Hiku project is for Kaitaia Town Square, the deadline of which has been extended to 31 May 2023. We will be able to claim \$500k upon its completion. Waipapa Sports Hub has received \$1.9m of \$2.0m from MBIE with a \$100k funding milestone remaining.
- The budget for the PGF income was expected to be received as Rooding Subsidy through TIO, however, the actual income received, which is \$2.5m, is reported in other contributions below.

- Additional income has been received in this financial year of \$1,190k from Waka Kotahi (NZTA) for road-to-zero projects across the district and Aucks Road, Manawaora Road and Gills Road resilience slip projects.
- Income received in the previous financial year of \$273k from Ministry of Business, Innovation & Employment (MBIE) for public toilet upgrade and enhancements at Waipapa, Waitangi Boat Ramp, Lake Manuwai, Te Paki Stream, and temporary portable toilets across the district has been brought into this financial year 2022-23.
- The Rangitane Boat Ramp project has not begun, there is \$476k of subsidy in the budget.

Central Govt Subsidies – Renewals

- Unsealed road metalling, sealed road resurfacing, drainage renewals and bridges & structures renewals program of works are behind schedule by \$1.9m with resources prioritised to attend the July and August 2022 storm damage repairs.

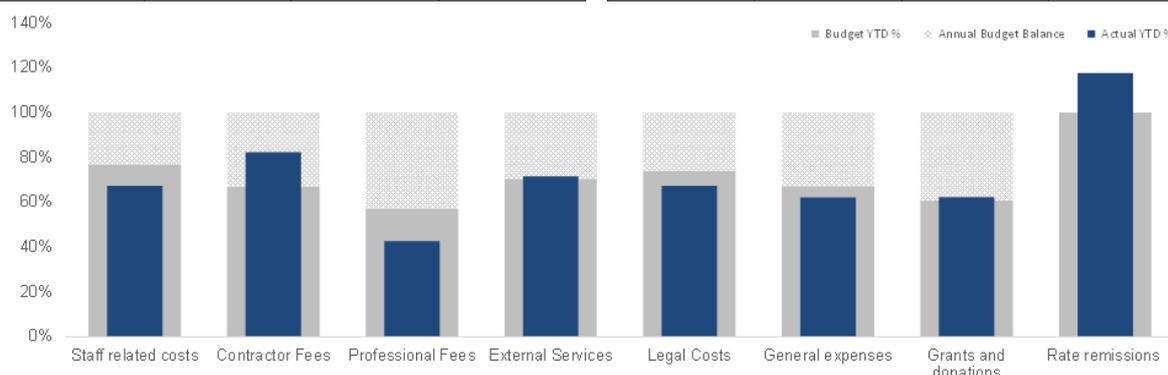
Other Contributions

- As mentioned in Central Govt Subsidies – New Works above, the budget for the income for planned road sealing projects at Ruapekapeka, Ngapipito and Peria Roads is held above of \$2.1m but the actual income received is reported here of \$2.5m.
- \$227k has been received for the round 6 Tourism Infrastructure Fund (TIF) from MBIE for Kaikohe Freedom Camping enhancement project.
- The balance of grant funding of \$263k for the Southern Animal Welfare Shelter has been moved into this financial year and MBIE funding of \$500k has been received in January.
- 3-Waters Reform projects are ahead of budget, as the final DIA claim has been received. \$241k has been applied to the Kerikeri Water Treatment Plant Clarifiers and \$330k applied to Monument Hill Drought Impact project.

Council Financial Performance – Operational Expenditure

Please note these figures relate to the Statement of Financial Performance controllable costs only, which excludes allocations, interest costs, depreciation and other asset costs and gain/loss on disposal.

Actual YTD	Budget YTD	Variance to Budget YTD	% Variance to Budget YTD	Annual Budget	Annual Forecast	Forecast Variance to Budget	% Forecast Variance to Budget
80.1M	80.0M	0.2M	0%	114.1M	116.2M	2.0M	2%



Highlights:

Staff related costs

- Overall staff related costs are under budget by \$3,416k at the end of March. This is due to vacancies in several areas with the largest impact being seen in Resource Consents, Building Consents, Planning & Policy and Corporate Services.
- The re-alignment of teams is underway, and these vacancies will be part of the process to re-align functions across the organisation as required to achieve better outcomes.

Contractor Fees

- Resource Consents contract professional fees is over budget by \$1.8m. The team is using a number of external planners to support workload. This is due to vacancies and increased application numbers. This is offset by an income recovery account mentioned in the income section of this report.
- Wastewater contractor fees of \$5.4m are higher than expected by \$2.0m, this is largely driven by multiple extreme weather events during July, August and February.
- Solid Waste contractor fees are over budget due to an increase in Waste levy charges implemented by central government, by \$10 per tonne. However, this is offset by an increase in waste levy income, seen in Fees & charges in Income above.
- The roading network contract management fees is over budget by \$2.5m, however, there is operational subsidy budgeted to cover this. Offsetting this is contract work annual which is under budget by \$1.6m.
- Maintenance works of \$11.6m are ongoing across the roading network mainly for the initial response repairs work caused by the July and August 2022 storm damage. Delivery of bike skill program under the community programme category is also underway across the district.

Professional Fees

- Stormwater Asset Condition Assessments are under budget \$717k, the contract was awarded in July and work has commenced in August, the budget is fully committed.
- Professional fees are behind budget in Wastewater by \$507k, however, \$349k in commitments has been raised.
- Water Schemes professional fees are under budget by \$346k but the budget is fully committed.
- Professional fees are under budget \$526k. Spending is especially low due to staffing changes in 2022, but commitments have now been raised for \$500k.
- There is a favourable budget variance recorded with consultants yet to be engaged for the Corporate group. A significant part of the favourable budget variance for professional fees (\$263k) relates to work in the IT space. Due to the fast pace of change in this area, staff are working with suppliers to consider how cloud services affects core service. Some of this work has been done within existing budgets resulting in an underspend at this point in time.
- The Strategic Relationships Elections and Administration budgets have not been utilised \$255k.

External Services

- There is a favourable budget variance recorded for the District Facilities reactive dayworks for public toilets \$205k and parks and reserves \$244k. The unpredictable nature of this activity makes it difficult to set and time budgets accurately.
- Wastewater Sludge Management spend is currently under budget. Works were planned to commence over the spring period in 2022, however, it has been delayed while we await consents from the NRC.
- Urban Stormwater is under budget by \$198k. Costs are mainly reactive/unplanned and therefore budget timing is a factor for reporting purposes.
- Roading is over budget in relation to enabling work for the Initial response repairs to be undertaken, caused by the July and August 2022 storm damage for which \$2.9m funding has been approved by Waka Kotahi (NZTA).
- There is a favourable budget variance in relation to the annual storage and retrieval costs associated with offsite storage or records information. Files are periodically scanned and sent to storage rather than monthly.

Legal Costs

- There is an unfavourable variance due to payment of a legal settlement for \$291k in relation to a claim against Council. This type of expenditure cannot be foreseen so is not included in the budget.
- The Resource Consents Appeals budget has not been utilised \$64k.
- The District Plan legal fees is under budget \$189k but fully committed in support of the team during summary of submissions, further submissions, s42 report writing and hearing phases.

Grant and Donations

- The community board grants are over budget \$366k. These are released as per the resolutions and last year's unspent commitments have been brought into the current financial year. The unpredictable nature of this activity makes it difficult to set and time budgets accurately.
- Swimming pools grants and donations is behind budget, a commitment has been raised for Sport Northland for \$307k.

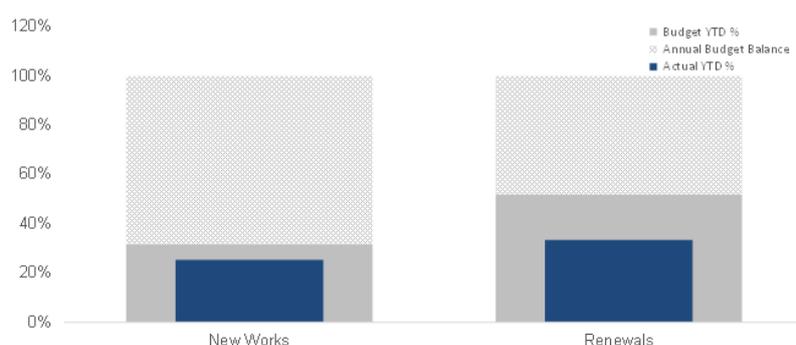
General expenses

- Doubtful debts is under budget across the Delivery and Operations Environmental group \$365k.
- The Te Ahu Lease budget has not been utilised \$116k.
- The Planning and Policy public notices, subscriptions, event promotions and commissioners fees has not been fully utilised \$176k.
- Audit fees are under budget \$124k but are fully committed and Corporate Services Doubtful Debts is behind budget by \$248k.

Council Financial Performance – Capital Expenditure

These figures are direct from the Statement of Capital Performance.

Actual YTD	Budget YTD	Variance to Budget YTD	% Variance to Budget YTD	Annual Budget	Annual Forecast	Forecast Variance to Budget	% Forecast Variance to Budget
47.6M	64.7M	- 17.1M	● -26%	172.8M	131.5M	- 41.2M	● -31%



Highlights:

New Works

- Amenity lighting is under budget \$129k, a scope of works is being investigated.
- Kerikeri Domain revitalisation, Waipapa Sports Hub and Te Hiku o te Ika (revitalisation) projects are ongoing from last financial year 2021-22. Waipapa Sports Hub Phase 1A physical works completion date is estimated at 15th May 2023 with Phase 1B going out to tender in April 2023 for \$8m. Te Hiku o te Ika (revitalisation) project is due to be completed in May this year \$7m. The Kerikeri Domain project is now complete \$600k.
- The Kaikohe Memorial Hall carpark sealing has completed ahead of schedule.
- The Kerikeri Squash Relocation project is behind budget \$295k. 50% of stage 1 – shell construction is completed and funding is now in place for stage 2 and 3 via Foundation North. The scope of the project has changed and a variation to the builder's contract is required to complete the project, this is being presented to Council for approval.
- Cable Bay carpark enhancement and sealing is complete now and \$112k will be carried forward to next financial year to fund a 2nd coat of chip seal to prolong the surface life.
- The Centennial Park project is behind budget \$139k, Council is waiting on design drawings from Circle D Construction to evaluate the complexity of the skate park upgrade, to complete statement of works based on detailed design information.
- The Cherry Park House project is behind budget \$101k due to cyclone Gabrielle and availability of Top Energy staff for power line supervision.
- The Waitangi Boat Ramp TIF funded toilets are behind budget \$146k. Toilet services to the site have been completed and the factory build of the toilet is underway, delivery to site is expected to be end of June 2023.
- The Ward Wide Town Beautification (western) project is under budget \$152k but is 85% complete. The remaining paths are underway and new gardens will follow. The Pou and Waaharoa install will take place to complete the project.

- The Kaikohe Streetscape project is behind budget \$105k, Council is waiting on direction from the Community Board.
- The Te Hiku Sports Hub netball courts are behind budget \$368k but is fully committed. Initial issues with the water main and sewer rising main relating to the swimming pool project and the sub-base for the netball courts have been corrected.
- There is a favourable budget variance of \$1.9m reported with roading works progressing ahead of schedule for planned Provincial Growth Funds (PGF). Road sealing project at Ruapekapeka Road which is now complete \$238k and Resilience slip projects at Hupara, Gills, Pawarenga and Kohukohu Roads \$215k.
- \$607k has been spent on unsubsidised roading for Pawarenga Road and Unahi Road.
- Strategic properties were acquired as they came to market for the Kerikeri Central Business District Bypass project and this is unbudgeted \$905k.
- The Southern Animal Welfare Centre is ahead of budget and ahead of the original completion date. Left to complete is the concrete driveway, final electrical fit off and dog beds. All works are estimated to be completed by the end of April. Project deliverables have been met and MBIE funding of \$500k has been received in January, this is unbudgeted and will cover the remaining works.
- Monument Hill Drought Impact project is under budget. Covid lockdown and approval from Iwi has delayed the project delivery stage along with finalising landowner agreements. Far North Waters are ready to migrate the existing process gear over to the new shed with UV setup. Completion of physical works is estimated to be mid-May 2023.
- Kaitaia New Source (Sweetwater) is almost complete, with both bores due to be fully commissioned and tested by the end of April 2023. Works outstanding is valued at \$320k.
- The additional MN10 Matawii Dam shares of \$800k has not been paid but an invoice has been received for payment in April.
- Various Water projects have not yet started, these include: Kaitaia Te Maire Reservoir Rising Main, Kaitaia Water - Awanui Improvements, Kaikohe Zonal Monitoring, Kaitaia WTP Backwash Tank Rebuild, Stream Intake Structure Upgrade/Weir, Kerikeri WTP Sand Filter Renewal, Paihia WTP Sand Filter Renewal, Kerikeri WTP Upgrade at Kerikeri \$1.7m. Commitments have been raised for \$784k.
- Kaikohe Discharge Consent is under budget. Internal work is underway, external work less than expected to date but will pick up later in the financial year \$50k.
- A number of wastewater projects are behind budget \$955k. All works are ready to be priced and significant commitments have been raised \$595k for works to commence. Some funds will be reforecast out to next financial year \$848k.
- The following stormwater projects are behind budget but are fully committed for this financial year. Stormwater Minor Capital Works, Kaitaia Commerce Street Stormwater Line, Stormwater Improvements Moerewa, East Coast Adamson Street Stormwater, Kaitaia Urban Stormwater Resource Consents, 348a SH12 Omapere - stream culverting & pipe renewal, Marreine Place, Whatuwhiwhi flood alleviation works and 323 State Highway 10 - Cable Bay \$908k.
- Kaitaia Resource Recovery Centre project for the extension of the transfer station building has experienced initial delay in resourcing. However, the contract has been awarded and funds are committed for completion in Autumn.
- Various maritime projects are behind schedule:

- Rangitane boat ramp project is on hold pending further communication with stakeholders, \$700k will be carried forward at the end of the financial year.
- The New Maritime Recreation project is behind budget \$530k. This budget is used for various works and is dependent on consents, consultants and capacity which are all difficult to time.
- Mangonui boardwalk extension project is in tender process now with construction expected to commence in May 2023, awaiting Council approval at the 4th of May meeting.
- Additional land purchase at Opononi for public car and boat trailer park has been completed there is a balance of \$1.2m in the budget for carry forward.
- Public Toilets - Kaikohe Memorial Park toilets, Kaitaia North park toilets, Rangitane Reserve (awaiting an archaeological report) and Marino Place Kaikohe toilet projects are behind schedule, however, funds are committed.
- The Kaikohe Library project is ahead of budget, Geotechnical Site Suitability reports have been carried out at 69 Broadway, Kaikohe. The site is ready to be demolished now and the job is ready to go out to tender.
- A vehicle has been purchased for mobile libraries, which is unbudgeted.

Renewals

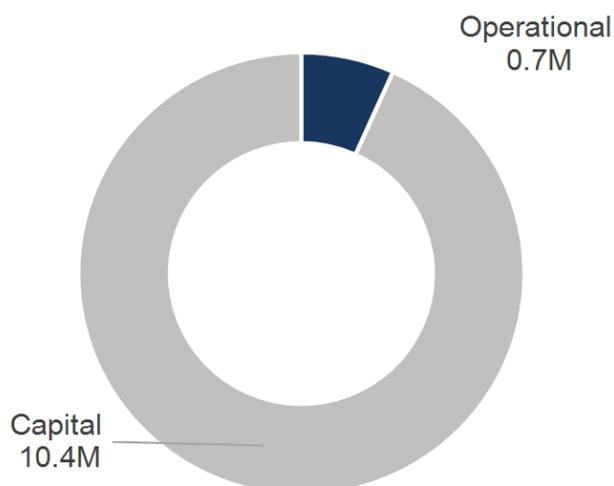
- Mill Bay jetty project is out to tender and construction expected to start in May 2023, awaiting Council approval at the 4th of May meeting \$134k.
- Maritime renewals are under budget \$563k for Whangaroa, Kerikeri and Mangonui. Whangaroa is waiting on an update from Far North Holdings Limited and is associated with Marlin wharf and Clansman wharf. Kerikeri is dependent on reactive renewals which are difficult to time and Mangonui works are associated with the Boardwalk which will be under contract in May, following approval for expenditure from Council at the May 4th meeting.
- Housing for the Elderly renewals are under budget \$90k, this is largely due to the reactive nature of the spend on repairs and maintenance.
- Sealed road surfacing and resurfacing, unsealed road metalling, drainage renewals, bridges & structures renewals work and structural component replacement work is behind schedule \$2.2m with resources prioritised to attend the storm damage repairs.
- Pavement rehabilitation work is behind budget 713k.
- The Puhata Road Bridge replacement, Kaitaia-Awaroa Road Culvert Replacement and Fairburn Road Slip projects are all behind budget \$818k.
- Wastewater Telemetry is under budget \$178k, the spend has been coded to New Works.
- The Rawene Resource Consent is under budget by \$155k. This is going out to closed tender for the work and a purchase order will be raised in May.
- The Hihi Wastewater Treatment Plant Construction project is under budget \$390. The project is being priced and will go to Council for award on the 1st of June, construction will begin after that.
- The Russell Wastewater Treatment Plant Pond Liner is under budget \$132k but fully committed.
- Remediation Costs 22 Karamea Road, Mangonui project is under budget - \$660k has been approved by Council resolution 2022-72 and this is now fully committed.

- 348a SH12 Omapere stream culverting and pipe renewal works have not yet started \$298k. No works will be started until detailed design has been finalised and costed accurately.
- Kaitaia WTP Backwash Tank Rebuild and the Paihia WTP Sand Filter Renewal projects are behind budget \$201k but are fully committed.
- The GIS upgrade project hasn't started \$267k but commitments of \$87k have been made.
- The video conference renewals project is currently being scoped \$73k.
- Office equipment is purchased as and when required and cannot be accurately timed \$164k.

Unbudgeted Expenditure

These are additional works not included in the original budget for the current year.

Unbudgeted work greater than \$100,000 must be approved by Council, anything less than that can be approved by a General Manager with appropriate financial delegation.



Unbudgeted Expenditure as at 31-March-2023

**Expenditure over \$100K approved by Council (in grey)*

Unbudgeted Operational		Amount
Water - IAF Kainga Ora Infrastructure	3 Waters Reform - Project Concept Design & Feasibility Costs	550,000
Building Consents (BCA)	Contract Professional Fees	500,000
Water - IAF Kainga Ora Infrastructure	3 Waters Reform - Project Concept Design & Feasibility Costs	84,000
Public Toilets	Repairs & Maintenance Buildings	27,600
Building Consents (BCA)	External Services	27,000
Halls	External Services	14,099
Animal Control	Expenses	11,188
Parks & Reserves	External Services	10,000
Building Consents (BCA)	Consultant Cost Recovery	-475,000
		748,887

Unbudgeted Capital Works		Amount
MN10 Matawii Dam Kaikohe	CAPEX New Works Contract Services	800,000
Remediation Costs 22 Karamea Road,	CAPEX Renewal Works Contract	660,000
Kerikeri Squash Relocation	CAPEX New Works Contract Services	400,000
Turner Centre Flood Risk Mitigation	Professional Fees	200,000

Kerikeri Domain - PGF	CAPEX New Works Contract Services	192,810
Karikari and Doubtless Bay Rangers	External Services	100,000
Awanui Township Stormwater -	CAPEX New Works Contract Services	100,000
Marreine Place, Whatuwhiwhi flood	CAPEX New Works Contract Services	100,000
Opononi Resource Consent	CAPEX Renewal Works Licenses and	100,000
Kohukohu Resource Consent	CAPEX Renewal Works Licenses and	100,000
Ahipara Wastewater Analysis	Professional Fees	100,000
Kaikohe Wastewater Analysis	Professional Fees	100,000
Waitangi Boat Ramp Toilets (TIF)	CAPEX New Works Contract Services	80,000
Kawakawa Domain Public Toilets	External Services	50,000
13 Homestead Road Remedial Works,	CAPEX New Works Contract Services	49,453
Kerikeri Walkways	CAPEX Renewal Works Contract Services	41,500
Tree Management Eastern Ward	External Services	37,000
Bledisloe Domain	CAPEX Renewal Works Contract Services	30,954
Russell Ranger Toilets	External Services	26,000
Hokianga Rangers Program	External Services	26,000
CCTV Procter Library Kerikeri	CAPEX New Works Contract Services	24,572
Marino Place Kaikohe Toilet Renewals	CAPEX New Works Contract Services	24,000
Awanui Sportsground	CAPEX New Works Contract Services	23,824
Ahipara Toilet	External Services	20,000
Kaitaia Airport Security	CAPEX New Works Contract Services	20,000
25 Homestead Road Remedial Works,	CAPEX New Works Contract Services	18,933
HFTE Kaikohe, Planned	CAPEX New Works Contract Services	16,000
Dog Pound Northern	CAPEX New Works Contract Services	14,990
Korora Park Trees	External Services	12,650
Mangonui Parks and Reserves	CAPEX New Works Contract Services	12,000
CCTV Paihia Library	CAPEX New Works Contract Services	11,915
Kaitaia Cemetery	CAPEX New Works Contract Services	10,701
Kaikohe Office Carpark upgrade	CAPEX New Works Contract Services	8,920
CCTV Hokianga i-SITE	CAPEX New Works Contract Services	5,840
New Driveway 195 Puketona Road	CAPEX Renewal Works Contract Services	5,405
Kaingaroa Hall	CAPEX Renewal Works Contract Services	4,919
Moerewa Parks & Reserves	CAPEX New Works Contract Services	4,573
Kaikohe Aerodrome Safety Improvements	CAPEX New Works Contract Services	3,950
CCTV Rawene Service Centre	CAPEX New Works Contract Services	2,840
Hokianga i-Site Intruder Alarm System	CAPEX New Works Contract Services	2,107
Cobham Rd Public Toilets	CAPEX Renewal Works Contract Services	1,998
Kerikeri Walkways	Compensation	558
Kerikeri Walkways	Retained Earnings Generated (Opex)	-558
Ahipara Toilet	Grants Operational	-20,000
Russell Ranger Toilets	Grants Operational	-26,000
Hokianga Rangers Program	Grants Operational	-26,000
Kawakawa Domain Public Toilets	Grants Operational	-50,000
Karikari and Doubtless Bay Rangers	Grants Operational	-100,000
Awanui Township Stormwater -	General Separate Fund Withdrawals	-100,000

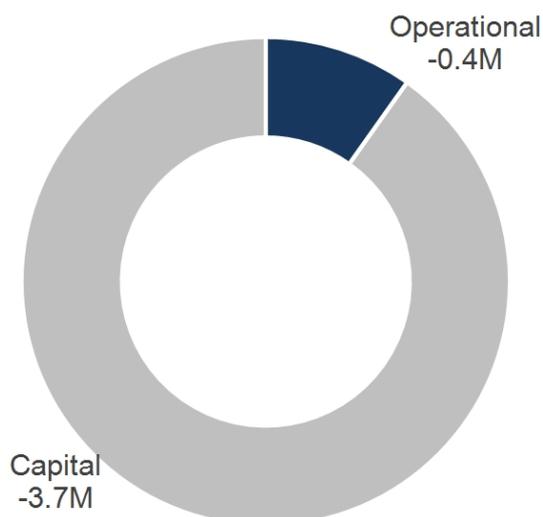
Kerikeri Squash Relocation	Recoveries	-150,000
Turner Centre Flood Risk Mitigation	General Separate Fund	-200,000
Kerikeri Squash Relocation	Grants Capital	-250,000
Remediation Costs 22 Karamea Road,	General Separate Fund Withdrawals	-660,000
		1,961,853

Unbudgeted Roding		Amount
Kerikeri Ring Road Development	CAPEX New Works Contract Services	2,000,000
Phase2 - August EW (North)	CAPEX Renewal Works Contract	1,707,000
Emergency Event – August 2022	External Services	1,459,741
Emergency Event – July 2022	External Services	1,146,355
Emergency Event – August 2022	CAPEX Renewal Works Contract	1,063,000
Emergency Event Sep/Oct 2021	External Services	645,187
Phase2 - August EW (South)	CAPEX Renewal Works Contract	230,000
EW November 2022 FNDC Storm Event	External Services	177,160
Hall Road Streetlights - Arvida	CAPEX New Works Contract Services	60,000
Daroux Drive Unsealed Upgrade, Waipapa	CAPEX New Works Contract Services	37,900
Peninsula Parade Unsubsidised	CAPEX New Works Contract Services	26,165
Peninsula Parade Unsubsidised	External Services	12,202
Daroux Drive Unsealed Upgrade, Waipapa	External Services	8,000
Emergency Event - Cyclone Dovi Feb 2022	External Services	-39,519
Emergency Event March 2022	External Services	-132,163
		8,401,028
		<u>11,111,768</u>

Budget Movements

These are budgets timed in future years, brought forward into the current year (positive values) OR budgets timed in the current year to be moved out to future years (negative values).

The figures that follow exclude the \$5M Roothing budget adjustment moved out to future years to reflect the lower of FNDC or NZTA budget.



Budget Movements as at 31-March-2023

General Ledger	Comment	Amount
Landfills	Miscellaneous Reforecast	100,000
Parks & Reserves	Tfr to PR Tree Management	-1,000
Parks & Reserves	Tfr to PR Tree Management	-5,000
Parks & Reserves	Tfr to PR Tree Management	-34,000
Parks & Reserves	Tfr to PR Tree Management	-50,000
District Facilities Administraton	Reforecast savings for Te Hiku Netball Project code 141729	-50,000
Infrastructure Project Delivery - Admin	Reforecast savings for Te Hiku Netball Project code 141729	-51,250
Parks & Reserves	Tfr to PR Tree Management	-60,000
Corporate Services Balance Sheet	Miscellaneous Reforecast	-100,000
Parks & Reserves	Tfr to PR Tree Management	-150,000
		-401,250

Project Ledger	Comment	Amount
Opua-Paihia Walkway Boardwalk	Opua-Paihia Walkway Boardwalk budget transfer from FY 24/25 into FY21/22	600,000

Kaikohe Streetscape UpGrade	Forecast LOS budget transferred from FY23/24 Kaikohe Streetscape	535,000
Water treatment plant relocation of plant and new source, Pa	Capex Planned Reforecast 096PR23BM	400,000
Wastewater Telemetry	Capex Planned Reforecast 096PR23BM	200,000
East Coast Adamson St Stormwater	Tfr from Future Budget GM Approved	175,000
Opononi Hall renewals	Capex Planned Reforecast 096PR23BM	167,892
Tree Management Eastern Ward	Tfr from Opex Approved by Nina Gobie	150,000
Russell Landfill Upgrade	Reforecast jrn to decline russell landfill weighbridge grant	132,000
Te Hiku Sports Hub - Netball Courts	Forecast budget from Opex savings for Te Hiku Netball Court project	101,250
Cherry Park House	Capex Planned Reforecast 096PR23BM	100,000
Kororipo Basin Building	Forecast Renewals Budget from FY45/46 Kororipo Basin - Plough & Feather	81,074
HFTE Kaikohe, Planned	Capex Planned Reforecast 096PR23BM	80,000
348a SH12 Omapere - stream culverting & pipe renewal	Reforecast SH12 Omapere Stream Culvert & Pipe Renewal	79,303
Tree Management Northern Ward	Tfr from Opex Approved by Nina Gobie	60,000
Tree Management Eastern Ward	Tfr from Opex Approved by Nina Gobie	50,000
Council Staff Transitional Housing	Forecast Budget movement from roading to purchase furnitures staff transitional	44,000
Tree Management WesternWard	Tfr from Opex Approved by Nina Gobie	34,000
Paihia halls renewals	Forecast budget for Paihia Hall Window Replacements from FY 25/26 into 22/23	30,000
Bledisloe Domain	Forecast Renewals Budget not carried forward Bledisloe Domain Lighting	23,661
Kerikeri Walkways	Reforecast journal for Charlies Rock walkway reinstatement	16,555
HFTE Omapere, House Renovations	Reforecast jrn to reduce PR budget in 22/23 by overspent in 21/22	15,673
Kaero Hall Renewals	Miscellaneous Reforecasting	12,000
Marino Place Kaikohe Toilet Renewals (DFP0572)	Forecast Renewals budget transferred from FY24/25 for Marino Place toilets	12,000
Kerikeri Mainstreet Development	Forecast Renewals Budget from FY23/24 Kerikeri Irrigation	11,931
CCTV Procter Library Kerikeri	Reforecast CCTV Libraries & Service Centres	10,348
Parks & Reserves Eastern	Reforecast jrn for tfer renewals budget Lily Pond Lane works	10,000
CCTV Paihia Library	Reforecast CCTV Libraries & Service Centres	9,700
Cobham Rd Public Toilets	Reforecast jrn for Kerikeri Cobham Rd Toilet	8,122
Tree Management Northern Ward	Tfr from Opex Approved by Nina Gobie	5,000
Pirates Reserve Carpark Kaitaia	Capex Planned Reforecast 096PR23BM	5,000
New Driveway 195 Puketona Road	Unbudgeted expenditure 195 Puketona Rd Driveway Repair	4,500
Kaingaroa Hall	Unbudgeted expenditure Kaingaroa Hall replacement of water tank	3,840
Kaikohe Airfield Accessway	Capex Planned Reforecast 096PR23BM	1,500
Tree Management WesternWard	Tfr from Opex Approved by Nina Gobie	1,000

Hihi Discharge Consent	Remove Budget for Last Years Overspend	-3,162
Kohukohu Hall	Reforecast jrnل to reduce PR budget in 22/23 by overspent in 21/22	-13,385
Hihi Discharge Consent	Remove Budget for Last Years Overspend	-19,918
Opito Bay Toilets	Capex Planned Reforecast 096PR23BM	-27,000
Homestead Road Carpark Renewals	Capex Planned Reforecast 096PR23BM	-38,485
Te Hiku Sports Hub - Clubroom Development	Reforecast jrnل to reduce PR budget in 22/23 by overspent in 21/22	-57,529
Contact Centre Improvement	Capex Planned Reforecast 096PR23BM	-100,000
Landfill Consents	Miscellaneous Reforecasting	-100,000
Hihi WWTP Construction	Capex Planned Reforecast 096PR23BM	-100,000
Kawakawa WWTP Stream Diversion	Capex Planned Reforecast 096PR23BM	-100,500
Land Information Memorandum Collation (CSP1053)	Capex Planned Reforecast 096PR23BM	-103,000
Paihia Mains Baffin Street Stage 1	Capex Planned Reforecast 096PR23BM	-106,200
Reservoir Safety Fall Protection Upgrade	Capex Planned Reforecast 096PR23BM	-128,000
Paihia / Opuā Water Mains Capacity Increase(WAP0335)	Capex Planned Reforecast 096PR23BM	-134,563
Kaikohe Wastewater Scheme Improvements(WWP0376)	Capex Planned Reforecast 096PR23BM	-136,806
Hihi WWTP Construction	Capex Planned Reforecast 096PR23BM	-148,678
Whangāe Road Carpark Renewals	Capex Planned Reforecast 096PR23BM	-152,455
Kohukohu Treatment Plant Improvement(WWP1073)	Capex Planned Reforecast 096PR23BM	-189,520
Kaitia Reduction of Wastewater	Capex Planned Reforecast 096PR23BM	-190,000
Okaihau Hall	Capex Planned Reforecast 096PR23BM	-200,000
Russell Landfill Upgrade	Reforecast jrnل to decline russell landfill weighbridge grant	-200,000
PRG Wastewater Network Reactive Renewals Triggered by Roadin	Capex Planned Reforecast 096PR23BM	-206,000
PRG Water Supply Network Renewals Triggered by Roadin	Capex Planned Reforecast 096PR23BM	-206,000
Commercial Street Car Park Renewals	Capex Planned Reforecast 096PR23BM	-276,645
Kaitia Discharge Consent	Capex Planned Reforecast 096PR23BM	-277,129
Lake Ohia Hall Renewals	Capex Planned Reforecast 096PR23BM	-295,457
Awanui Weir Land Restabilisation	Capex Planned Reforecast 096PR23BM	-300,000
Lindvart Park PGF Gymnasium	Reforecast jrnل to reduce PR budget in 22/23 by overspent in 21/22	-350,000
Kaikohe Discharge Consent	Capex Planned Reforecast 096PR23BM	-414,466
IT Servers & Storage	Capex Planned Reforecast 096PR23BM	-1,025,611
Paihia Maritime - CANCELLED	Capex Planned Reforecast 096PR23BM	-1,250,000

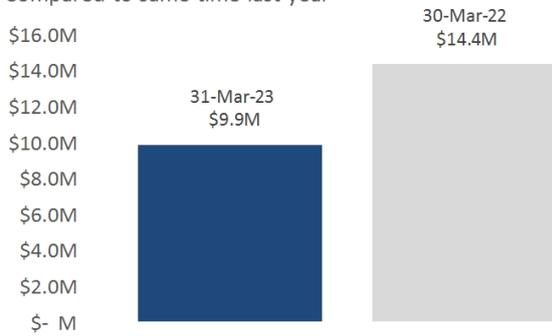
-3,680,160

-4,081,410

Treasury Report

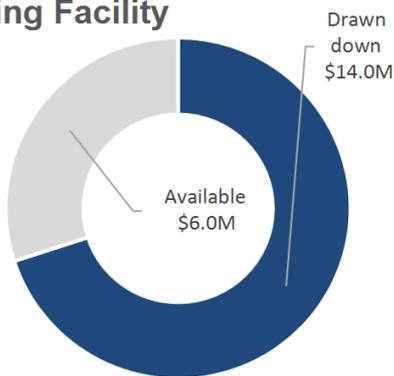
Cash Position

Compared to same time last year



	31-Mar-23	30-Mar-22
ASB General Fund	\$ 2.6M	\$ 7.3M
ASB Special Funds	\$ 5.2M	\$ 5.1M
Investments	\$ 2.1M	\$ 2.0M
Total Cash	\$ 9.9M	\$ 14.4M

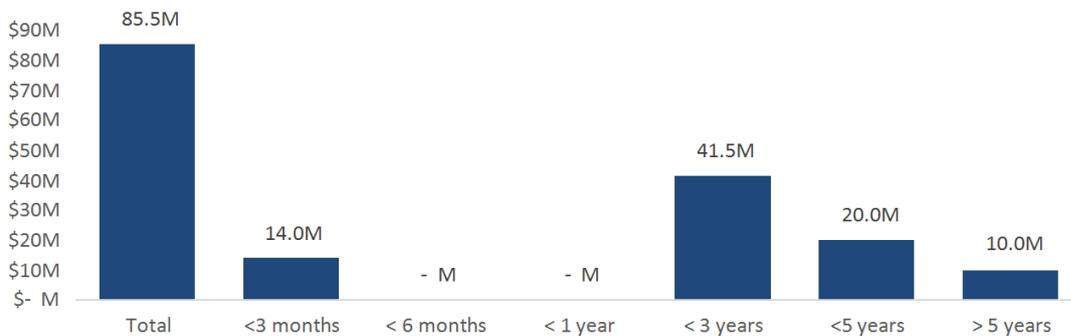
Banking Facility



Banking Facility	\$ 20.0M
Drawn down	\$ 14.0M
Available	\$ 6.0M

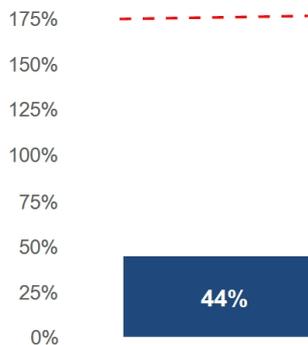
Public Debt

Loans by Maturity Date



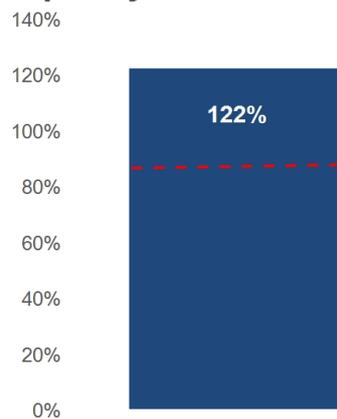
Treasury Compliance

Net Debt as a % of Revenue must be less than 175%



Net Debt	\$ 75.6M
Budgeted Total income	\$ 171.8M
Debt Ceiling	\$ 300.7M
Net debt as % total revenue	44%
Policy Maximum	131%

Liquidity - Access to funds must be greater than 110%



External Debt	\$ 85.5M
ASB Banking Facility	\$ 20.0M
ASB Banking Facility used	-\$ 14.0M
Total Committed Public Debt	\$ 91.5M
Liquid Investments Cash at Bank	\$ 9.9M
Liquid Investments ASB Overdraft Facility	\$ 3.0M
	\$ 104.4M
Access to Funds	122%
Policy Minimum	110%

Note: Total revenue is based on 2022/23 total forecast income excluding non government capital contributions (eg. developer contributions and vested assets).

Liquidity is defined as external debt + committed loan facilities + liquid investments, including bank overdraft facility, divided by existing external debt.

Statement of Financial Performance

for the period ending Mar 2023 (Pd9)

	Year To Date (\$000's)			Full Year (\$000's)						
	YTD Actual	Total Budget YTD	Variance	LTP Budget	Budget Brought Forward	Total Annual Budget	Actual vs Budget Variance	Actual vs Budget %	Total Annual Forecast	Forecast vs Budget Variance
Operational Income										
Rates - general (excl water supply rates)	73,238	73,379	141	97,839	-	97,839	24,600	75%	97,839	-
Rates - penalties	886	1,548	662	2,063	-	2,063	1,178	43%	2,063	-
Fees & charges (inc water supply rates)	14,350	17,065	2,715	19,907	-	19,907	5,557	72%	19,595	312
Central Govt Subsidies - Admin	-	-	-	-	-	-	-	0%	-	-
Central Govt Subsidies - Operational	11,182	8,972	2,209	15,800	212	16,012	4,830	70%	15,809	203
Other Income	4,224	1,630	2,594	1,978	230	2,208	2,016	191%	2,836	628
Dividend Income	0	-	0	1,300	-	1,300	1,300	0%	1,300	-
Capital Income										
Central Govt Subsidies - New Works	2,760	6,748	3,988	22,080	3,601	25,681	22,921	11%	13,800	11,881
Central Govt Subsidies - Renewals	7,380	11,448	4,068	12,974	3,509	16,483	9,103	45%	17,866	1,383
Development Contributions	9	-	9	-	-	-	9	100%	-	-
Other Contributions	5,466	4,192	1,274	-	5,884	5,884	418	93%	10,695	4,812
Total Operating Income	119,495	124,982	5,487	173,941	13,436	187,376	67,882	64%	181,804	5,572
Operational Expenditure										
Staff related costs	25,769	29,376	3,607	38,285	-	38,285	12,516	67%	38,298	13
Contractor Fees	30,251	24,519	5,731	36,691	-	36,691	6,440	82%	35,339	1,352
Professional Fees	5,046	6,770	1,725	11,728	101	11,829	6,783	43%	12,026	197
External Services	6,443	6,337	106	7,861	1,129	8,989	2,547	72%	12,480	3,491
Legal Costs	566	623	57	841	-	841	275	67%	791	50
General expenses	8,320	8,996	676	13,354	24	13,378	5,058	62%	13,087	290
Grants and donations	1,237	1,208	28	1,972	15	1,987	750	62%	1,996	9
Rate remissions	2,518	2,139	379	2,139	-	2,139	379	118%	2,139	-
Allocations (direct and indirect)	-	0	0	0	-	0	0	0%	0	-
Interest costs	1,692	2,016	324	2,688	-	2,688	996	63%	2,688	-
Sub total	81,840	81,985	145	115,559	1,268	116,827	34,987	70%	118,846	2,019
Depreciation and other asset costs	31,267	30,763	504	41,017	-	41,017	9,751	76%	41,017	-
Gain/Loss on Disposal	2,043	4	2,040	5	-	5	2,038	40866%	5	-
Total Operational Expenditure	115,150	112,752	2,398	156,581	1,268	157,849	42,699	73%	159,868	2,019
Net Operating Surplus	4,344	12,230	7,885	17,360	12,167	29,527	25,182		21,936	7,591

Statement of Capital Performance

for the period ending Mar 2023 (Pd9)

	Year To Date (\$000's)			Full Year (\$000's)						
	YTD Actual	Total Budget	Variance	LTP Budget	Budget Brought Forward	Total Annual Budget	Actual vs Budget Variance	Actual vs Budget %	Total Annual Forecast	Forecast vs Budget Variance
District Facilities	15,618	19,754	4,136	54,508	13,527	68,034	52,416	23%	41,758	26,277
Environmental Management	1,910	921 -	990	1,100	464	1,564 -	347	122%	1,579	15
Roading and Footpaths	21,433	25,142	3,709	37,905	16,846	54,751	33,318	39%	58,209	3,458
Wastewater	1,826	5,074	3,247	14,381	2,086	16,467	14,640	11%	6,720	9,746
Stormwater	1,114	2,486	1,372	5,179	1,032	6,211	5,097	18%	3,878	2,333
Solid Waste Management	124	1,014	890	1,133	622	1,755	1,631	7%	1,082	673
Water Supply	3,342	7,528	4,186	8,080	5,599	13,679	10,337	24%	9,233	4,446
Governance & Strategic Administration	1,755	2,308	553	4,668	2,393	7,061	5,306	25%	5,915	1,146
Customer Services	429	392 -	37	2,877	180	3,057	2,628	14%	3,135	79
Strategic Planning & Policy	33	63	30	124	63	186	153	18%	33	153
Total Capital Expenditure	47,584	64,681	17,097	129,953	42,812	172,765	125,182	28%	131,543	41,222

Analysis of Controllable Income and Expenditure by LTP Group

Income	Year To Date (\$000's)			Full Year (\$000's)						
	YTD Actual	Total Budget	Variance	LTP Budget	Budget Brought Forward	Total Annual Budget	Actual vs Budget Variance	Actual vs Budget %	Total Annual Forecast	Forecast vs Budget Variance
District Facilities	4,564	6,185	1,621	12,780	2,981	15,760	11,196	-29%	9,578	6,182
Environmental Management	5,422	5,266 -	156	7,020	-	7,020	1,598	-77%	6,875	145
Roading and Footpaths	24,120	27,070	2,951	40,814	10,165	50,978	26,859	-47%	51,989	1,011
Wastewater	441	259 -	181	255	68	323 -	117	-136%	323	-
Stormwater	100	- -	100	-	-	- -	100	-100%	-	-
Solid Waste Management	1,440	1,532	92	2,175	-	2,175	735	-66%	2,059	116
Water Supply	7,086	8,504	1,418	7,994	222	8,216	1,130	-86%	8,216	-
Governance & Strategic Administration	1,339	835 -	504	1,199	-	1,199 -	140	-112%	1,136	63
Customer Services	584	328 -	255	427	-	427 -	157	-137%	350	77
Strategic Planning & Policy	275	75 -	200	75	-	75 -	200	-366%	75	-
Total Operating Income	45,371	50,055	4,685	72,738	13,436	86,174	40,803	53%	80,602	5,572

Operational Expenditure	Year To Date (\$000's)			Full Year (\$000's)						
	YTD Actual	Total Budget	Variance	LTP Budget	Budget Brought Forward	Total Annual Budget	Actual vs Budget Variance	Actual vs Budget %	Total Annual Forecast	Forecast vs Budget Variance
District Facilities	6,882	7,702	820	10,284	254	10,538	3,655	65%	10,522	16
Environmental Management	8,635	8,441 -	194	11,059	-	11,059	2,424	78%	11,471	413
Roading and Footpaths	21,386	16,483 -	4,903	28,946	194	29,139	7,754	73%	29,636	497
Wastewater	6,718	7,083	365	9,200	797	9,997	3,280	67%	10,188	191
Stormwater	1,331	2,422	1,091	3,247	-	3,247	1,916	41%	3,447	200
Solid Waste Management	4,531	3,791 -	740	5,083	-	5,083	552	89%	5,178	95
Water Supply	4,362	4,729	367	6,821	24	6,844	2,482	64%	7,480	636
Governance & Strategic Administration	18,390	19,238	848	24,898	-	24,898	6,508	74%	24,929	32
Customer Services	3,764	4,184	420	5,563	-	5,563	1,798	68%	5,536	26
Strategic Planning & Policy	4,149	5,895	1,747	7,771	-	7,771	3,622	53%	7,770	1
Total Direct Costs	80,148	79,969 -	179	112,870	1,268	114,139	33,991	70%	116,158	2,019

Capital Spend Analysis

Capital Spend Analysis

as at 31-Mar-2023

LTP Group	YTD (\$'000's)				Full Year (\$'000's)					
	YTD Actual	Commitments	LTP Budget	Carry Forward Budget	Total Annual Budget	Actual vs Budget %	Total Annual Forecast	Actual vs Forecast %	Forecast vs Budget %	Forecast vs Budget Variance
District Facilities	7,992	5,319	27,122	8,632	35,754	22.4%	24,180	33.1%	68%	(11,574)
Wastewater	1,826	2,379	14,381	2,086	16,467	11.1%	6,720	27.2%	41%	(9,746)
Water Supply	1,694	2,092	8,080	1,895	9,974	17.0%	5,529	30.6%	55%	(4,446)
Stormwater	1,114	1,994	5,179	1,032	6,211	17.9%	3,878	28.7%	62%	(2,333)
Solid Waste	124	485	1,133	622	1,755	7.1%	1,082	11.4%	62%	(673)
Project Delivery Team Subtotal	12,751	12,269	55,895	14,267	70,162	18.2%	41,389	30.8%	59%	(28,773)
Roading & Footpaths	17,340	15,754	35,754	13,147	48,901	35.5%	52,348	33.1%	107%	3,446
IAM Total	30,091	28,023	91,649	27,414	119,063	25.3%	93,737	32.1%	79%	(25,326)
Environmental Management	16	2	0	0	0	0.0%	15	107.4%	0%	15
Governance & Strategic Administration	1,755	887	4,668	2,393	7,061	24.8%	5,915	29.7%	84%	(1,146)
Customer Services	429	140	2,877	180	3,057	14.0%	3,135	13.7%	103%	79
Strategic Planning	33	0	124	63	186	17.8%	33	100.0%	18%	(153)
Other Total	2,233	1,029	7,669	2,636	10,304	21.7%	9,098	24.5%	88%	(1,206)
Sub Total	32,324	29,052	99,317	30,050	129,367	25.0%	102,835	31.4%	79%	(26,532)
DIA Projects										
Water Supply	1,647	1,273	0	3,705	3,705	44.5%	3,705	44.5%	100%	0
Wastewater	0	0	0	0	0	0.0%	0	0.0%	0%	0
Stormwater	0	0	0	0	0	0.0%	0	0.0%	0%	0
Total DIA Projects	1,647	1,273	0	3,705	3,705	44.5%	3,705	44.5%	100%	0
ESEO Projects										
District Facilities	7,637	3,975	27,385	4,895	32,280	23.7%	17,590	43.4%	54%	(14,690)
Environmental Management	1,894	694	1,100	464	1,564	121.1%	1,564	121.1%	100%	0
Roading & Footpaths	4,082	474	2,151	3,699	5,850	69.8%	5,850	69.8%	100%	0
Total ESEO Projects	13,614	5,143	30,636	9,057	39,694	34.3%	25,003	54.4%	63%	(14,690)
Total	47,585	35,468	129,953	42,812	172,765	27.5%	131,543	36.2%	76%	(41,222)

Comments:

The 'Total Annual Forecast' is what is expected to be spent by 30 June 2023.

The above completion % are based solely on the actual spend to 31-Mar-2023.

Capital spend Analysis by %

The picture below indicates the position if the commitments that are still to be completed are included in the calculations

Capital Spend Analysis

as at 31-Mar-2023

Actual +
commitments
against total
forecast
budget

LTP Group	YTD Actual (%)
District Facilities	55.1%
Wastewater	62.6%
Water Supply	68.5%
Stormwater	80.1%
Solid Waste	56.3%
Project Delivery Team Subtotal	60.4%
Roading & Footpaths	63.2%
IAM Total	62.0%
Environmental Management	118.9%
Governance & Strategic Administration	44.7%
Customer Services	18.1%
Strategic Planning	100.0%
Other Total	35.8%
Sub Total	59.7%
DIA Projects	
Water Supply	78.8%
Wastewater	0.0%
Stormwater	0.0%
Total DIA Projects	78.8%
E\$EO Projects	
District Facilities	66.0%
Environmental Management	165.5%
Roading & Footpaths	77.9%
Total E\$EO Projects	75.0%
Total	63.1%