

Report No:	RFN11-08-14
File No:	
Date:	8 August 2011
<i>Information Only – no decision required</i>	

REPORT SUMMARY

Report to: Corporate Services Committee
Meeting Date: 18 August 2011
Report Author: Russell Holden, Accounting Manager
Subject: **June 2011 Interim Financial Statements – RFN11-08-14**

EXECUTIVE SUMMARY

The June Financial report provides committee members with an update on Council's interim finances and debtors.

RECOMMENDATION/S

That the report be received.

DRAFT RESOLUTION

THAT the Corporate Services Committee receives the June 2011 Interim Financial Statements Report (RFN11-08-14).

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1. June 2011 Interim Financials

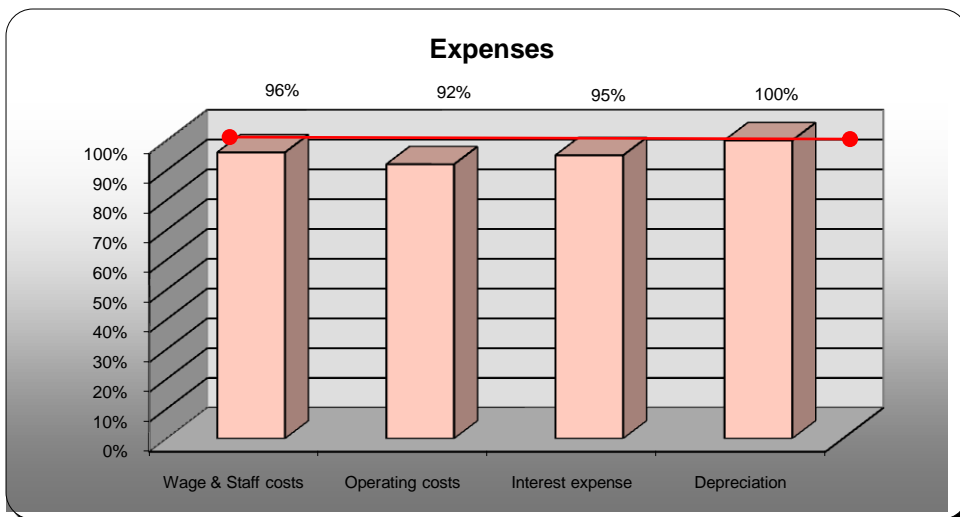
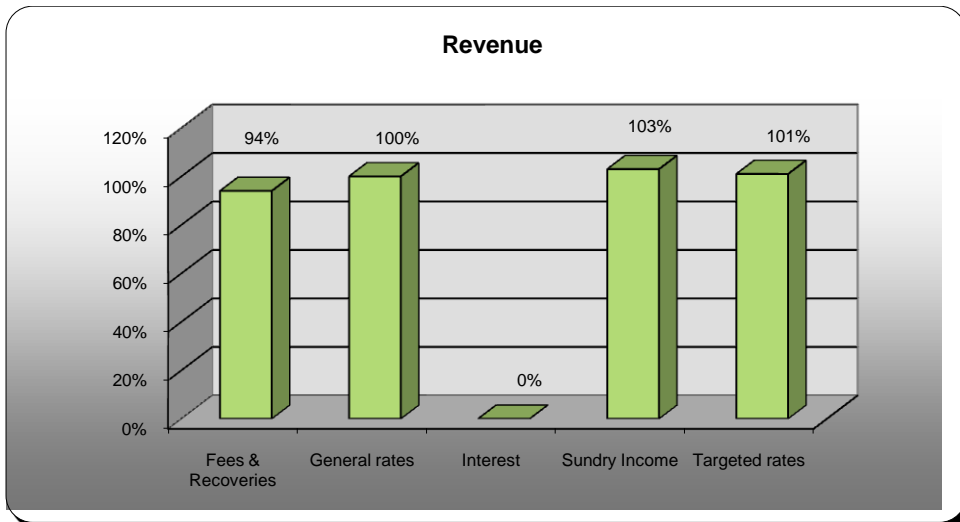
Actual: Full Year June 2010 (\$000's)		Actual: June 2011 (\$000's)	Budget: Full Year June 2011 (\$000's)
87,441	Operating revenue	96,703	88,409
85,819	Operating expenses	89,932	86,017
1,622	Operating surplus	6,771	2,392
Actual: Full Year June 2010 (\$000's)		Actual: June 2011 (\$000's)	Budget: Full Year June 2011 (\$000's)
16,608	Current assets	25,349	17,075
83,980	Current liabilities	67,925	24,948
(67,372)	Working capital	(42,576)	(7,873)
1,192,360	Non current assets	1,213,816	1,266,670
49,598	Non current liabilities	89,079	133,701
1,075,390	Total net assets	1,082,161	1,125,096

Key points of interest are;

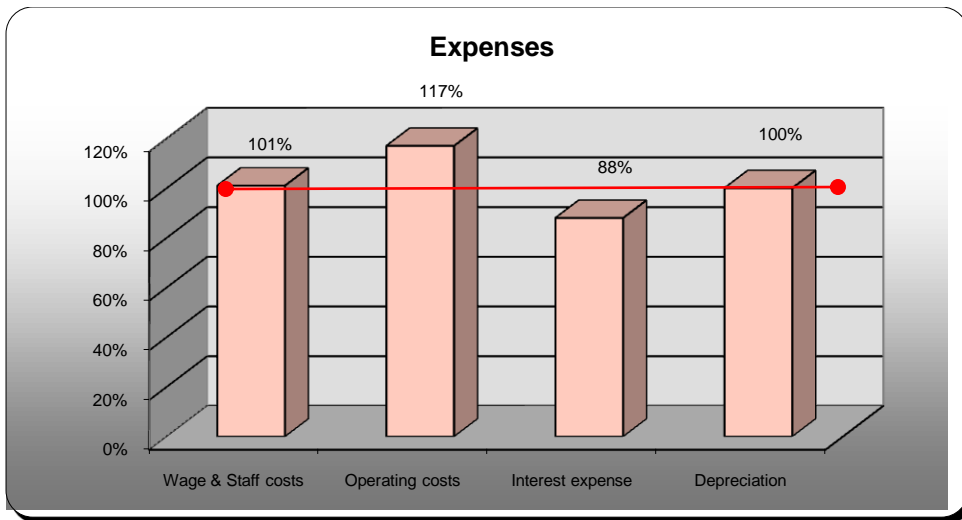
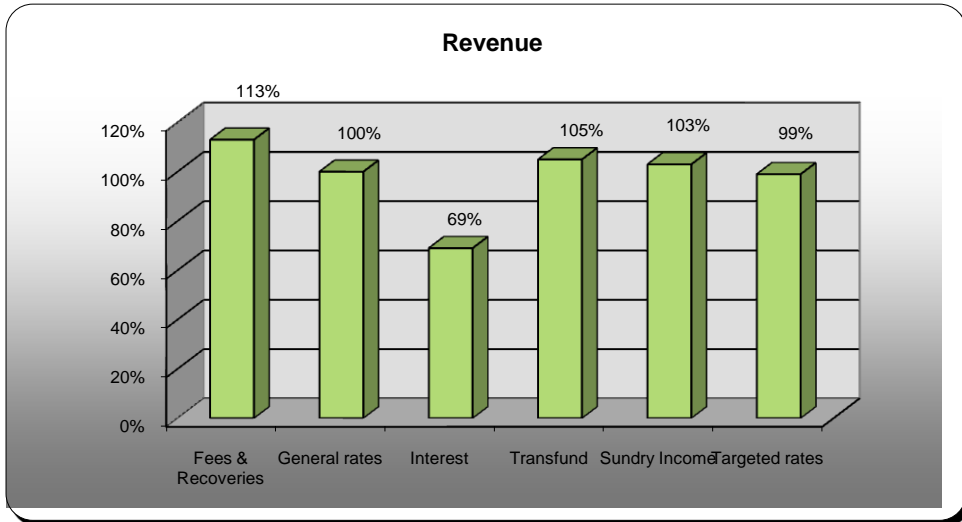
- Assets vested to Council total \$7.8 million.
- Gains of revenue in some areas have been offset in others, however the main cause for the jump in both Income and Expenditure has been the flood event in late December 2010.
- Despite this event, expenditure has generally been below budget, outside of Rivers and Transportation budgets.
- Expenditure items ahead of budget include; General Maintenance, Consultants, Legal Fees, Valuation Fees, Audit Fees, and Building Maintenance.
- Revenue items ahead of budget include; Transfund subsidy, Financial Contributions, some refuse fees, Community Grants from central Government.
- The maturing of a funding facility with Westpac Bank during the coming 12 months forces the recording of this debt as current rather than term debt.
- Council's total equity now sits at \$1.082 billion.

The following graphs provide a pictorial representation of the financial position for each department. The costs and revenues for each department are inclusive of salaries, wages, and overheads, as well as their respective proportion of corporate overhead costs spread over all departments.

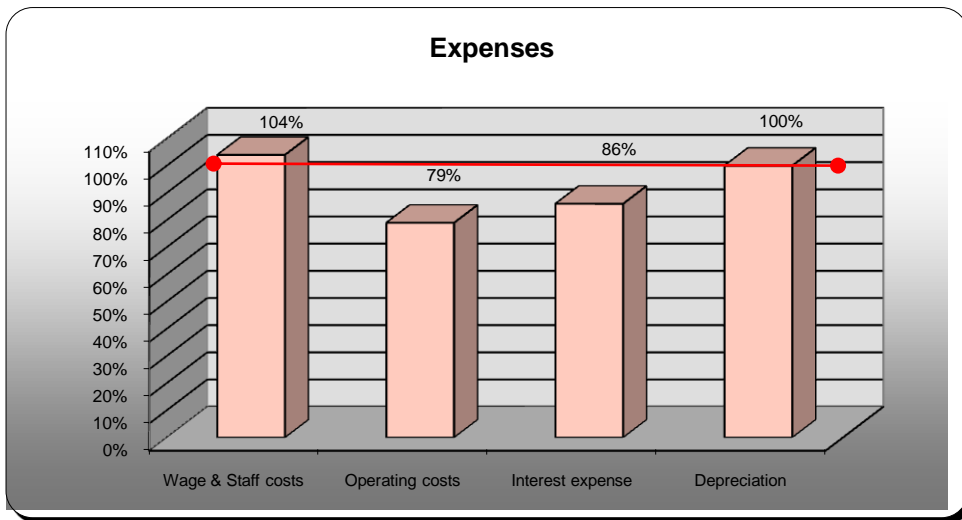
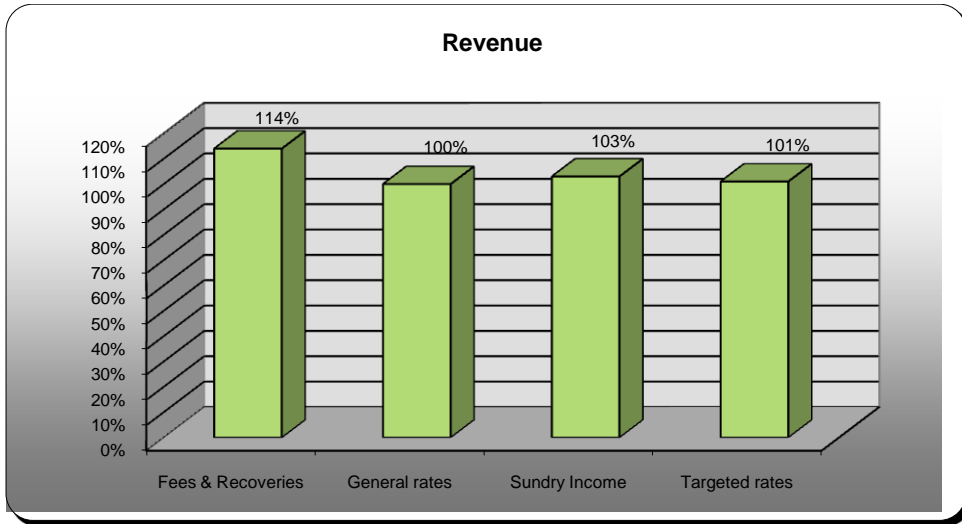
Environment and Planning



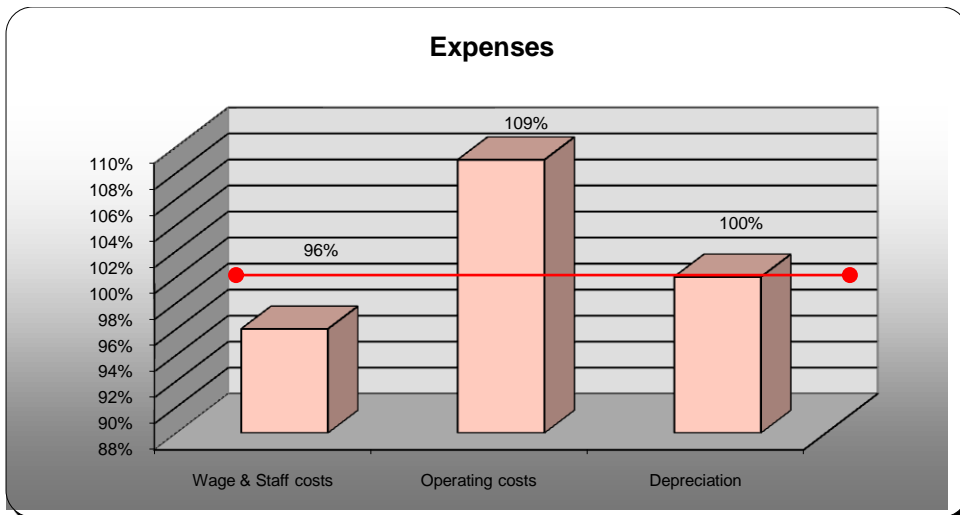
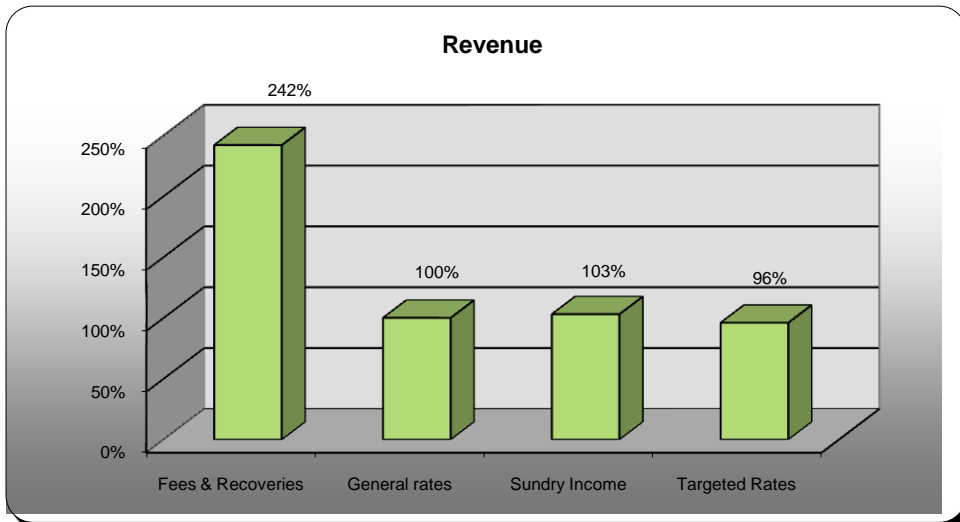
Engineering



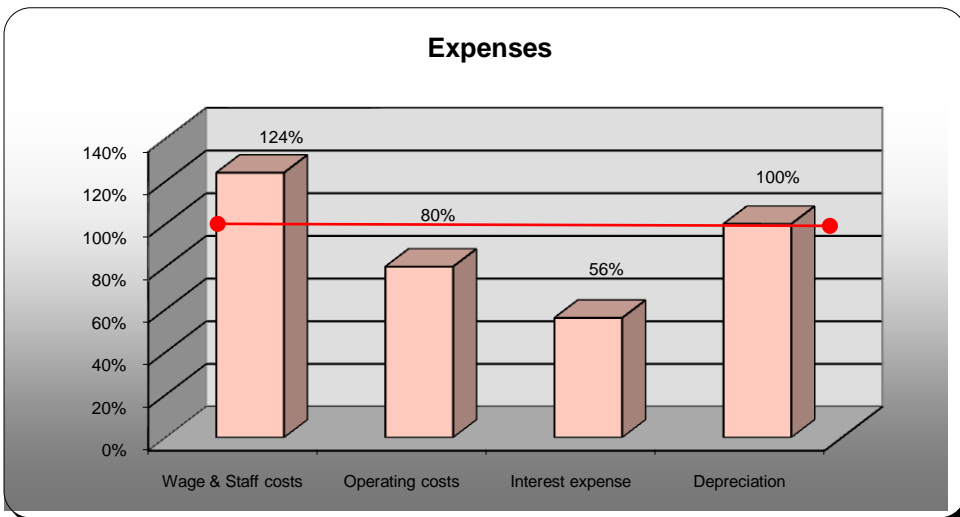
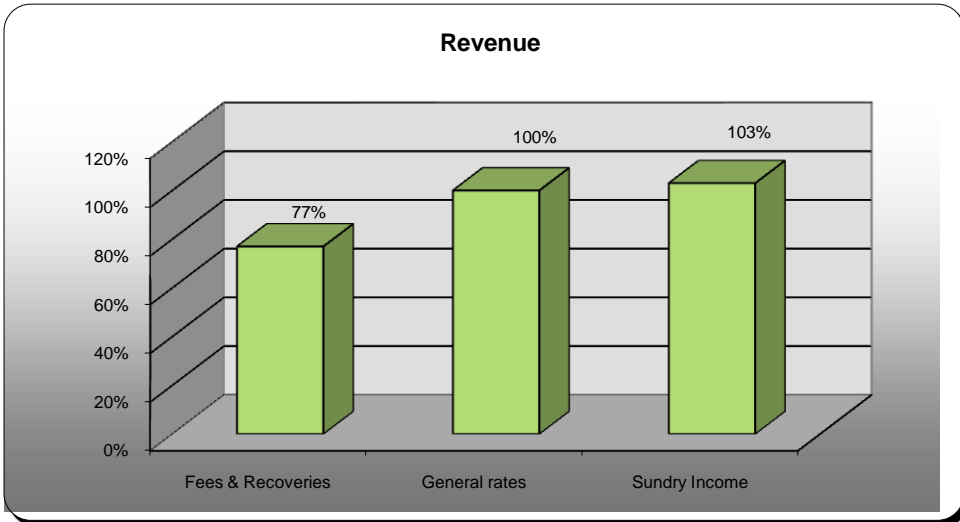
Community Services



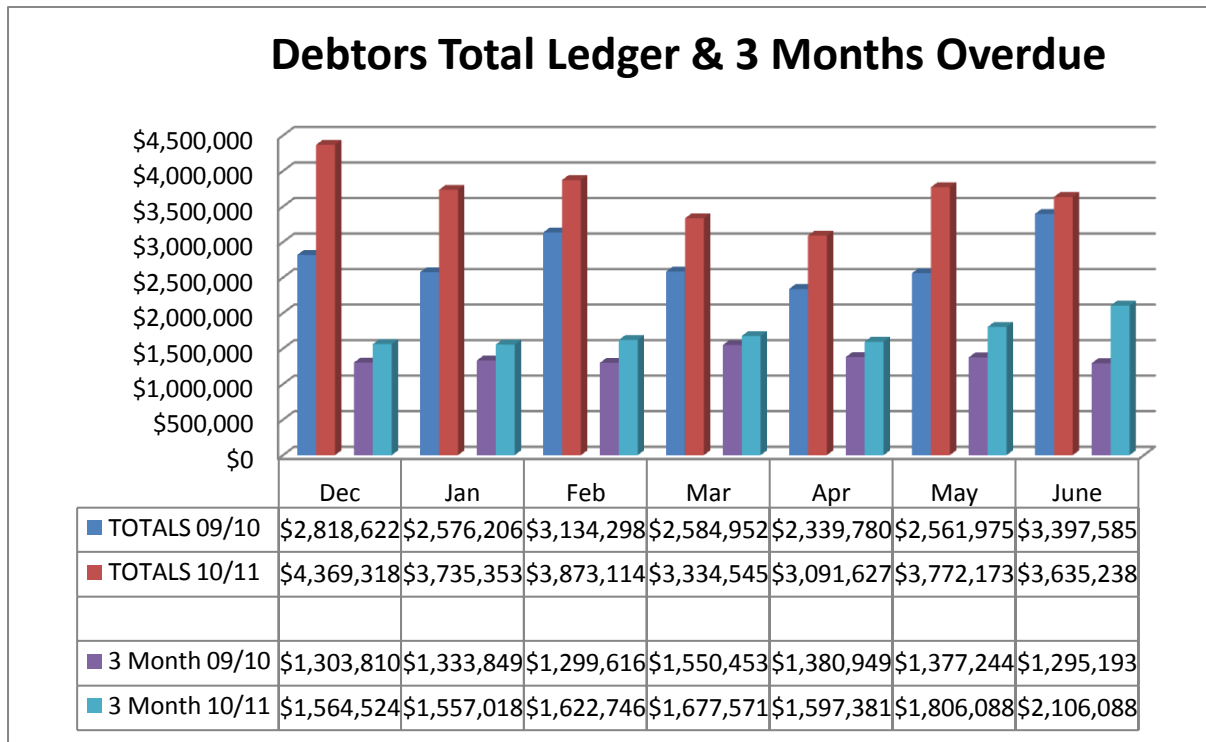
Governance



Council Enterprises



2 Debtors



The jump in three months overdue between May and June 2011 is mostly due to two accounts that were three months overdue for June, the largest of which, \$171,244.30, has now been paid. It is pleasing to see that Total Debt has decreased from last month, and is only marginally ahead of the June 2010 position. As a general observation, the level of outstanding Development Contributions has risen during the year.

5. RECOMMENDATION/S

That the report be received

6. DRAFT RESOLUTION

THAT the Corporate Services Committee receives the June 2011 Interim Financial Statements Report (RFN11-08-14).