



Rangitikei District Council

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Rangitikei
UNspoilt...

Finance/Performance Committee Meeting

Order Paper

**Thursday, 27 April 2017,
9.30 am**

**Council Chamber, Rangitikei District Council
46 High Street, Marton**

Website: www.rangitikei.govt.nz

Email: info@rangitikei.govt.nz

Chair

Cr Nigel Belsham

Deputy Chair

Cr Lynne Sheridan

Membership

Councillors Cath Ash, Dean McManaway, Soraya Peke-Mason, Graeme Platt, Ruth Rainey
and Dave Wilson

His Worship the Mayor, Andy Watson (ex-officio)

Please Note: Items in this agenda may be subject to amendments or withdrawal at the meeting. It is recommended therefore that items not be reported upon until after adoption by the Council. Reporters who do not attend the meeting are requested to seek confirmation of the agenda material or proceedings of the meeting from the Chief Executive prior to any media reports being filed.



Rangitikei District Council

Finance and Performance Committee Meeting

Agenda – Thursday 27 April 2017 – 9:30 AM

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1 Welcome

2 Council Prayer

3 Apologies/Leave of Absence

4 Members' conflict of interest

Members are reminded of their obligation to declare any conflicts of interest they might have in respect of items on this agenda.

5 Confirmation of order of business

That, taking into account the explanation provided why the item is not on the meeting agenda and why the discussion of the item cannot be delayed until a subsequent meeting, be dealt with as a late item at this meeting.

6 Confirmation of minutes

Recommendation

That the Minutes of the Finance/Performance Committee meeting held on 30 March 2017 be taken as read and verified as an accurate and correct record of the meeting.

7 Chair's Report

A report will be tabled at the meeting.

File ref: 3-CT-14-1

Recommendation

That the Chair's Report to the Finance/Performance Committee meeting on 27 April 2017 be received.

8 Progress with strategic issues

A discussion document on developing policy for incentives for new home construction and new residents is provided later in the agenda

9 Monthly Financial Report – March 2017

The monthly financial report for March 2017 is attached.

File ref: 5-FR-4-1

Recommendation

That the monthly financial report for March 2017 be received.

10 Incentives for new home construction and new residents

A memorandum is provided.

Recommendations

That the memorandum 'Incentives for new home construction and new residents' is attached.

That...

11 Late Items

12 Future Items for the Agenda

13 Next Meeting

Thursday 25 May 2017, 9.30am

14 Meeting Closed

Attachment 1

Rangitikei District Council

Finance and Performance Committee Meeting

Minutes – Thursday 30 March 2017 – 9:30 a.m.

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Present:

Cr Nigel Belsham (Chair)
 Cr Lynne Sheridan
 Cr Angus Gordon
 Cr Dean McManaway
 Cr Graeme Platt
 Cr Ruth Rainey
 Cr David Wilson
 His Worship the Mayor, Andy Watson

Also present:

Cr Angus Gordon

In attendance:

Mr Ross McNeil, Chief Executive
 Mr Michael Hodder, Community & Regulatory Services Group Manager
 Mr George McIrvine, Finance & Business Support Group Manager
 Ms Samantha Kett, Governance Administrator

Tabled documents:

Item 7

Chair's Report – Chair's Report

1 Welcome

The Chair welcomed everyone to the meeting.

2 Council Prayer

Cr Platt read the Council Prayer.

3 Apologies/Leave of Absence

That the apologies for absence from Cr Ash and Cr Peke-Mason be received.

His Worship the Mayor / Cr Rainey. Carried

4 Members' conflict of interest

Members were reminded of their obligation to declare any conflicts of interest they might have in respect of items on this agenda.

5 Confirmation of order of business

The Chair informed the Committee that there would be no change to the order of business from that set out in the agenda.

6 Confirmation of minutes

Resolved minute number **17/FPE/004** File Ref

That the Minutes of the Finance/Performance Committee meeting held on 23 February 2017 be taken as read and verified as an accurate and correct record of the meeting.

Cr Rainey / Cr Sheridan. Carried

7 Chair's Report

The Chair spoke briefly to the tabled report, thanking Mr McIrvine and the Finance Team for the work that goes into preparing the monthly financial reports that are provided to the Committee.

The Chief Executive made brief comment on the recent visit by assessors for the Local Government Excellence Programme, stating that he felt that the visit was overall a positive one.

Resolved minute number **17/FPE/005** **File Ref** **3-CT-14-1**

That the Chair's Report to the Finance/Performance Committee meeting on 30 March 2017 be received.

Cr Belsham / Cr Sheridan. Carried

8 Adopted Strategic Intentions for the 2016-19 Triennium – work plan implications

Mr Hodder spoke briefly to the item.

The Committee were happy with the format of the document provided and agreed that it be used for the key priority issues for Council's other two Committees, with one amendment around the use of the word 'No' in the Progress column, suggesting the use of 'Not Yet' instead.

9 Monthly Financial Report – February 2017

Mr McIrvine spoke briefly to the Monthly Financial Report highlighting the changes to the format of the report from previous months.

The Committee requested the following information:

- Commentary around how the Roding Activity is tracking towards year-end, given the less-than ideal weather conditions.
- What the \$325,000 in the budget for the Marton is for.
- Why the \$6M budget for flood damage reinstatement shows no spend and a breakdown of what this \$6M covers.

The Committee considered that a workshop session should be held around what roading projects are approved under the three-year contract (currently assigned to Higgins) and what projects are approved under a normal tender process.

Mr McIrvine confirmed that it was feasible to show the true budget – i.e. deducting approved carry-forwards and adding approved increases. However, Council had a legal obligation to show Annual/Long-Term Plan budget figures in the Annual Report.

Resolved minute number **17/FPE/006** **File Ref** **5-FR-4-1**

That the monthly financial report for February 2017 be received.

Cr Wilson / Cr Rainey. Carried

10 Local Authority Protection Programme (LAPP)

Mr McIrvine narrated a presentation on the Local Authority Protection Programme, providing background to the establishment of the Programme and Council's involvement. He

also outlined the potential issues facing Council if it stayed in the Programme vs. looking at 100% insurance.

The Chief Executive highlighted that this issue also forms part of the order paper to the Council meeting later in the day.

The Committee agreed more information was needed before making a final decision about withdrawing from LAPP.

11 Late Items

Nil

12 Future Items for the Agenda

Policy for referral of rates arrears to Debt Management Central

13 Next Meeting

Thursday 27 April 2017, 9.30am

14 Meeting Closed – 10.50am

Confirmed/Chair: _____

Date: _____

Attachment 2



MEMORANDUM

TO: Ross McNeil

COPIES: Council

FROM: George McIrvine

DATE: 23/03/2017

SUBJECT: **Financial Highlights and Commentary**

FILE:

Attachments: Statement of Financial Position and Financial Performance, Strategic Perspective Operating Results, Group Activities accounts.

Overall picture

Council rates revenues are running above budget by \$241K. Interestingly the Rates Officer is reporting that district property sales are currently running at 42 for March, with April currently sitting at 38 (still a week to go to month end at time of writing). At least one of the properties sold has been on the overdue debtors list for many years and the new owner intends to build on the property. Overdue rates amounts have to be settled by the parties prior to the sale of the property going through and the lawyers as part of their property transfer have to settle these to Council.

We are endeavouring to work with Quotable Value (QV) to provide Council with their statistics reports on sales in the district.

Total other revenue are behind budget by \$(1.291M). With Roothing back on track with the March NZTA claim of approximately \$1.4M, the fund raising targets within Community and Leisure Assets \$(1.281M) are likely to remain as a permanent budget difference for the 2017 year.

Overall Council expenditure for the nine months to 31 March 2017 is running at \$2.598M under budget, with the major exceptions being Water and Waste Water, Roothing and Community and Leisure Assets. Roothing expenses are reduced by the capitalisation of the current portion of the capital spend \$2.408M which is now shown the project reporting. This has been done as an accrual as these assets have normally been capitalised at the end of the year.

Overall, this translates to a net surplus for the nine months of \$6.266M against a budget for the full year of \$6.49M. With the \$1.281M variance for Community and Leisure Assets noted above, the net result for the full year will see revenue down by close to the \$1.467M budget.

Balance Sheet:

Council Continues to maintain a strong cash or near cash position (other financial assets). Note in the Treasury report the current call rate of 1.5% is shown, this applies to all balances that are not on term deposit.

Capital and Renewal Spend:

As Council is aware from the Carry Forwards already approved, the capital programme continues to lag behind budget with currently 34% completed at the end of March. Note this increase from February is largely around Roding as we have adjusted the capital amounts for the Roding team to better reflect their likely capitalisation of roading assets (this is normally done as a year-end process).

Other items:

Systems Upgrade; As noted last month, the update to our Magiq system went live on 27th of March. The Finance and IT teams have been heavily involved in this, including training on the changes and testing and also rectifying the issues that have surfaced since then. Some of these issues relate to the lack of documentation and the information from the supplier on how specific functions now work, so have led to work load increases for the team.

Rates Debtors; Attached rate debtors reports with a trend graph on the last three months showing how each month in the last quarter had gone and what rate recovery action is occurring.

Local Government Funding Agency (LGFA) membership for RDC: The formal legal documents to ratify this are in the process of being drafted by Simpson Greirson, who have done this work for a number of similar councils. When completed these will require sign off by Council and the CE as noted last month. It is intended to complete this process by the end of the year so that for a new LTP in 2018 we have the funding line in place to match any forecast debt even if it is not used. This funding also provides short-term borrowing and currently 18 Councils have \$247M of short-term borrowing with LGFA to manage project funding efficiently and also potentially councils that have had Civil Defence emergency funding requirements.

Flood Event

There are some small costs associated with the recent flood response there are largely staff related. Roding estimate that we will have about \$10,000 of clean-up work funded from the maintenance budgets but we are tracking these costs so that with the new NZTA regime we can understand how much these events cost for any potential NZTA support.

Variances

Of note are the following.

1. Expenses underspend against year to date budget of \$2.598M with Roding, Waters and Community and Leisure assets the main contributors but most activities are under.
2. Most other Cost Centres are within their expenses budget, with District Planning and Dog Control over due to increased activity in Dogs and District Plan work.
3. As noted last month Investment is mainly due to remissions and other clearing items.
4. Waste Management is over due to increases in the collection of paint and scrap metal and other waste items at \$(49,824) over budget YTD.

5. Roading is showing under budget with the capitalisation but all indications are that this area will be largely on budget for year-end but this is dependent on the weather over the next three months.
6. Water and Waste Water - overall these activities are under budget by \$0.843M with a remaining budget of \$2.4M to reach their full year budget. Further work needs to be done to analyse this but it seems unlikely that their full year expense budget will be reached.
7. Business units currently overall \$0.290M under budget overall with some pluses and minuses.

QV property revaluations

The timetable for the upcoming Revaluation (by QV) has been ratified and Council will receive formal detail from the Valuer General in due course. Note that a postal questionnaire has been sent from QV to Business and rural property owners to continually update property details. This revaluation process is effective 01 July 2017 runs through till December 2017 and ratepayers will have the opportunity to object to the property values noted.

George McIrvine
Group Manager Finance & Business Support

Rangitikei District Council
Statement of Financial Performance
For the 9 Months ended 31st March 2017

	2017 Actual YTD	2017 Budget YTD	2017 Variance YTD	2017 Budget FY	2017 FY Bgt Remaining	2016 Actual YTD	2016 Actual FY
Community Leadership	37,447	34,193	3,254	34,193	-3,254	3,376	4,366
Community Wellbeing	97,068	198,797	-101,729	256,746	159,678	198,951	282,702
Community & Leisure Assets	367,513	1,648,451	-1,280,938	2,187,441	1,819,928	645,277	1,073,410
Environmental and Regulatory	840,739	730,040	110,699	906,980	66,241	1,446,628	1,698,781
Investment	175,060	135,063	39,997	180,074	5,014	315,587	402,276
Public Refuse Collection - Litter	360,672	321,729	38,943	428,974	68,302	540,290	645,215
Water and Wastewater	259,242	376,525	-117,283	502,036	242,794	938,171	1,010,481
Roading & Footpath	9,545,530	9,535,113	10,417	12,713,491	3,167,961	13,034,268	15,389,288
Business Units	28,101	23,130	4,971	30,835	2,734	61,149	85,599
Total Revenue	11,711,372	13,003,041	-1,291,669	17,240,770	5,529,398	17,183,696	20,592,118
Community Leadership	922,111	922,817	-706	1,230,424	308,313	1,453,253	1,732,629
Community Wellbeing	1,015,668	1,015,057	611	1,353,408	337,740	1,618,660	1,932,509
Community & Leisure Assets	2,519,722	2,519,916	-194	3,359,888	840,166	4,222,771	5,070,569
Environmental and Regulatory	684,290	683,865	425	911,815	227,526	1,094,205	1,306,875
Investment	56,876	-66,057	122,933	-88,073	-144,949	-61,461	-110,586
Public Refuse Collection - Litter	433,317	400,740	32,577	534,317	101,000	688,404	821,621
Water and Wastewater	5,470,216	5,433,111	37,105	7,387,386	1,917,170	9,149,508	11,254,102
Roading & Footpath	4,652,613	4,610,874	41,739	6,147,831	1,495,218	7,712,256	9,249,996
Business Units	45,449	38,014	7,435	50,686	5,237	82,234	99,545
Total Rates Revenue	15,800,261	15,558,337	241,924	20,887,682	5,087,421	25,959,827	31,357,260
Total Internal Recoveries	4,839,881	6,402,483	-1,562,602	8,536,604	3,696,723	9,571,222	11,570,330
Total Internal Charges	4,839,881	6,399,261	-1,559,380	8,532,239	3,692,358	9,571,199	11,570,330
Community Leadership	530,246	653,257	-123,011	844,752	314,506	948,938	1,116,280
Community Wellbeing	613,679	802,215	-188,536	1,069,563	455,884	1,031,645	1,249,873
Community & Leisure Assets	1,943,096	2,534,784	-591,688	3,379,664	1,436,568	3,698,700	4,452,649
Environmental and Regulatory	138,769	158,271	-19,502	207,695	68,926	203,512	322,421
Investment	460,101	79,778	380,323	92,042	-368,059	736,027	149,424
Public Refuse Collection - Litter	741,619	691,794	49,824	896,279	154,661	1,192,328	1,396,381
Water and Wastewater	3,814,478	4,658,103	-843,625	6,214,002	2,399,524	6,490,193	8,815,369
Roading & Footpath	8,896,384	9,868,086	-971,702	13,157,449	4,261,065	20,861,935	24,858,292
Business Units	4,106,372	4,396,689	-290,317	5,862,116	1,755,744	6,815,132	8,147,596
Total Expenses	21,244,743	23,842,977	-2,598,234	31,723,562	10,478,819	41,978,410	50,508,284
NET SURPLUS	6,266,890	4,721,623	1,545,267	6,409,255	142,365	1,165,136	1,441,093

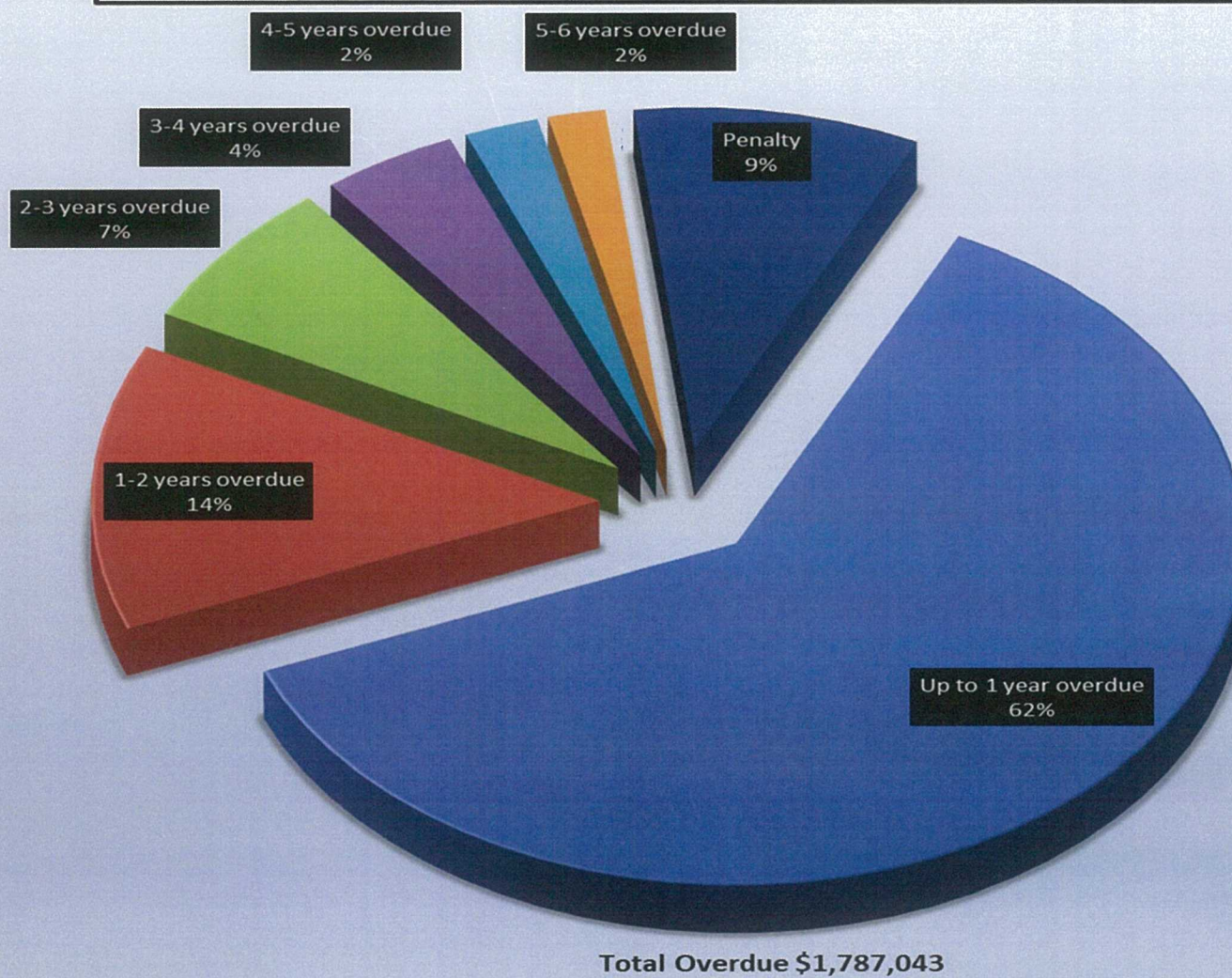
Rangitikei District Council
Statement of Financial Position
For the 9 Months ended 31st March 2017

	2017 Actuals YTD	2016 Actuals LY	2017 Movements
Equity			
Equity	477,027,498	481,109,982	-4,082,484
TOTAL Equity	477,027,498	481,109,982	-4,082,484
Current Assets			
Cash and Cash Equivalents	3,856,207	3,966,992	-110,786
Accounts Receivable and Accruals	3,012,343	2,629,443	382,901
Doubtfull Debts Provision	321,498	321,498	0
Other	0	0	0
TOTAL Current Assets	7,190,048	6,917,933	272,115
Current Liabilities			
Accounts Payable and Accruals	3,710,617	4,133,038	-422,420
Employee Related Accruals	506,439	273,375	233,064
GST Payable	-542,833	-332,493	-210,340
Other	534,762	461,311	73,452
TOTAL Current Liabilities	4,208,986	4,535,230	-326,244
Working Capital	2,981,062	2,382,703	598,360
Non-Current Assets			
Fixed Assets	457,765,446	475,846,283	-18,080,837
Capital - New	713,004	0	713,004
Capital - Renewals	10,123,540	0	10,123,540
Other Financial Assets	5,620,679	3,073,251	2,547,427
Other	0	0	0
TOTAL Non-Current Assets	474,222,669	478,919,534	-4,696,865
Non-Current Liabilities			
External Loans	176,233	192,254	-16,021
Other	0	0	0
TOTAL Non-Current Liabilities	176,233	192,254	-16,021
Net Assets	477,027,498	481,109,982	-4,082,484

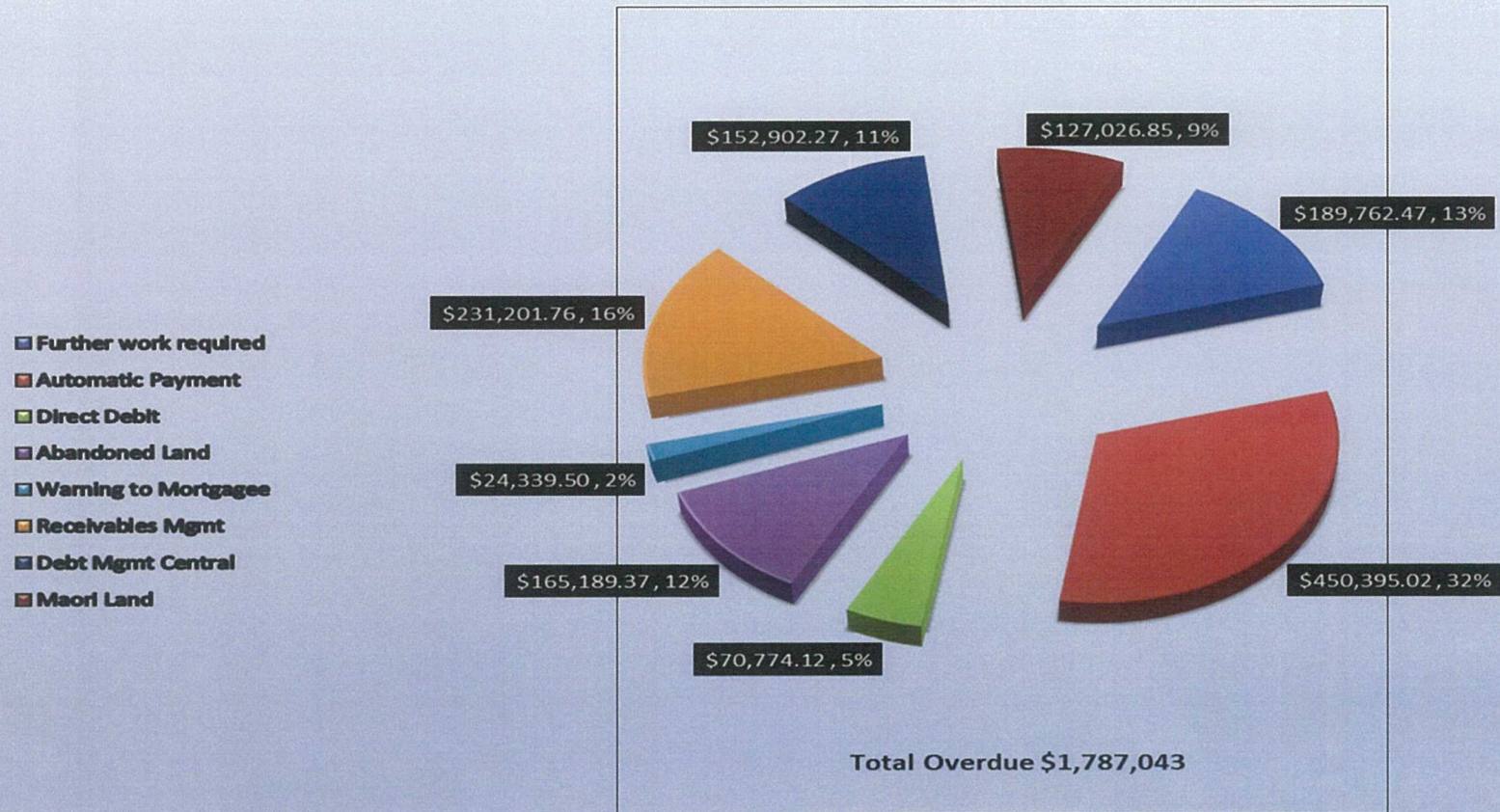
Rangitikei District Council
Strategic Perspective by Activity by Operating Results
For the 9 Months ended 31st March 2017

	2017 Actual YTD	2017 Budget YTD	2017 Budget FY
Business Units			
Assets Business Unit	-58,891	-45,421	-60,598
CEO Business Unit	-199	18	0
Customer Services Business Unit	-0	9	0
Finance Business Unit	-1,297	27	0
Regulatory Business Unit	-568	0	0
Business Units Total	-60,955	-45,367	-60,598
Community & Leisure Assets			
Cemetaries	-52,429	-30,301	-40,390
Community Housing	-4,543	177,018	236,014
Domains	87,857	-15,522	-20,678
Forestry Investments	3,639	7,191	9,592
Halls	-180,572	-1,063,014	-1,417,341
Libraries	-51,026	-7,837	2
Public Toilets	-11,539	27,929	37,218
Real Estate	-62,420	-27,800	-37,093
Swim Centres	66,949	60,369	80,486
Community & Leisure Assets Total	-204,083	-871,967	-1,152,190
Community Leadership			
Council	-75,396	23,196	30,896
Council Committees	457	9,320	12,419
Elections	9,946	16,360	7,001
Ratana Community Board	-271	1,485	1,972
Taihape Community Board	-1,752	2,943	3,942
Community Leadership Total	-67,015	53,304	56,230
Community Wellbeing			
Civil Defence	-20,915	4,230	5,632
Community Awards	-15,439	-6,245	-2
District Promotions	497	10	0
Information Centres	-41,849	-4,770	-6,406
Rural Fire	-17,049	8,398	11,183
Community Wellbeing Total	-94,754	1,623	10,407
Environmental and Regulatory			
Building	-65,026	-44,333	-62,429
District Planning	-48,629	-75,059	-100,096
Dog Control	-104,210	-26,132	31,533
Health	26,754	13,536	18,048
Resource Consents	-19,963	-3	0
Stock Control	-13,315	3,418	4,566
Environmental and Regulatory Total	-224,388	-128,573	-108,378
Investment			
Investment	228,160	10,772	41
Investment Total	228,160	10,772	41
Public Refuse Collection - Litter			
Landfills and Waste Transfer S	7,111	31,440	15,833
Public Refuse Collection	4,531	9,822	13,082
Waste Minimisation	6,309	2,574	3,410
Public Refuse Collection - Litter Total	17,952	43,836	32,325
st Rooding & Footpath			
Non Subsidised Rooding	-269,259	-75,462	-100,589
Subsidised Rooding	-4,560,679	-3,638,949	-4,851,967
Rooding & Footpath Total	-4,829,938	-3,714,411	-4,952,556
Water and Wastewater			
Rural Water	122,644	39,045	-88,003
Stormwater	-165,214	-37,157	-49,550
Wastewater	-317,180	-868	-1,158
Water	-672,123	-71,860	-95,825
Water and Wastewater Total	-1,031,872	-70,840	-234,536
Grand Total	-6,266,895	-4,721,623	-6,409,255

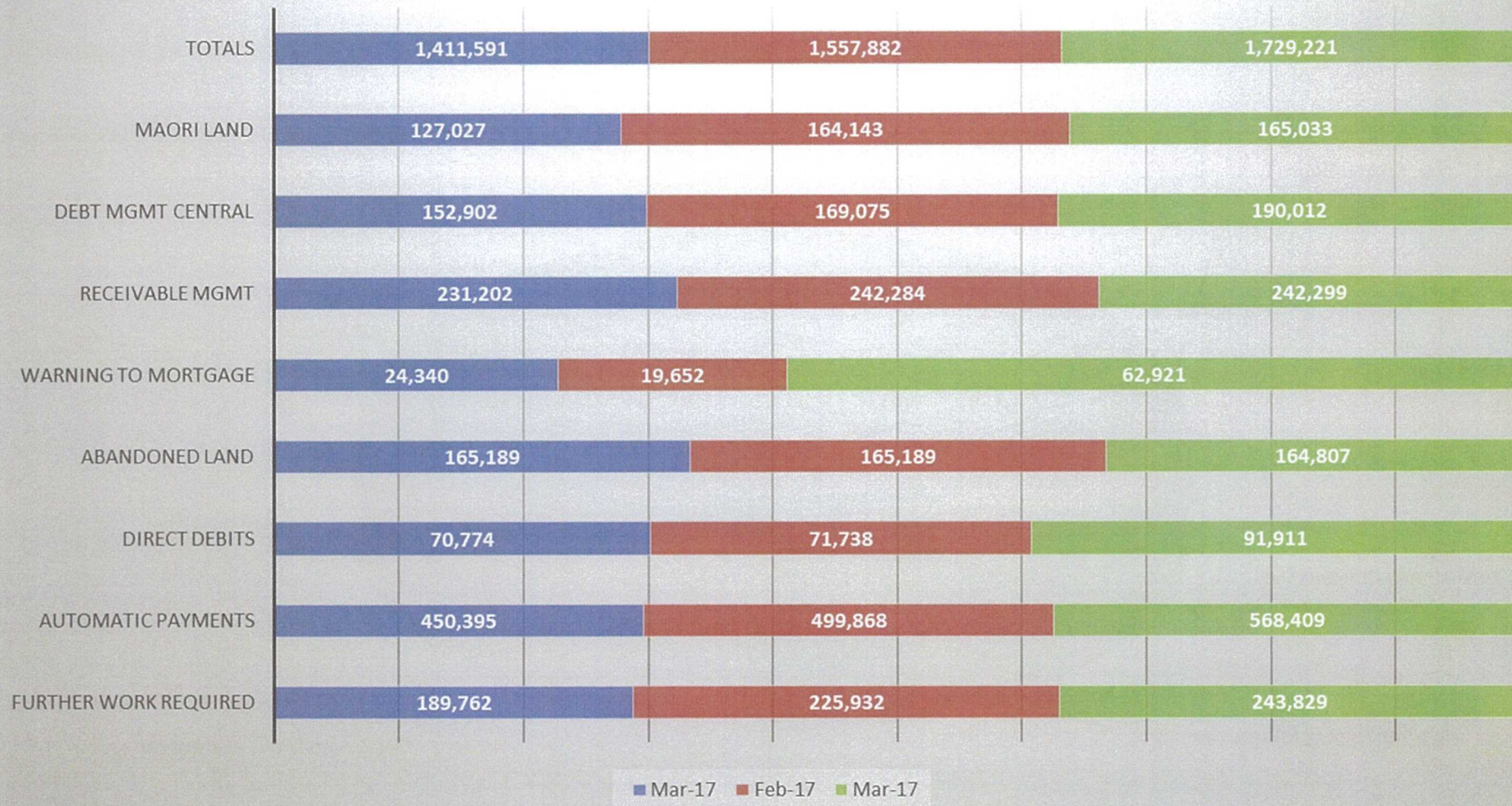
Rangitikei District Council Analysis of Overdue Rates @ 31/03/2017



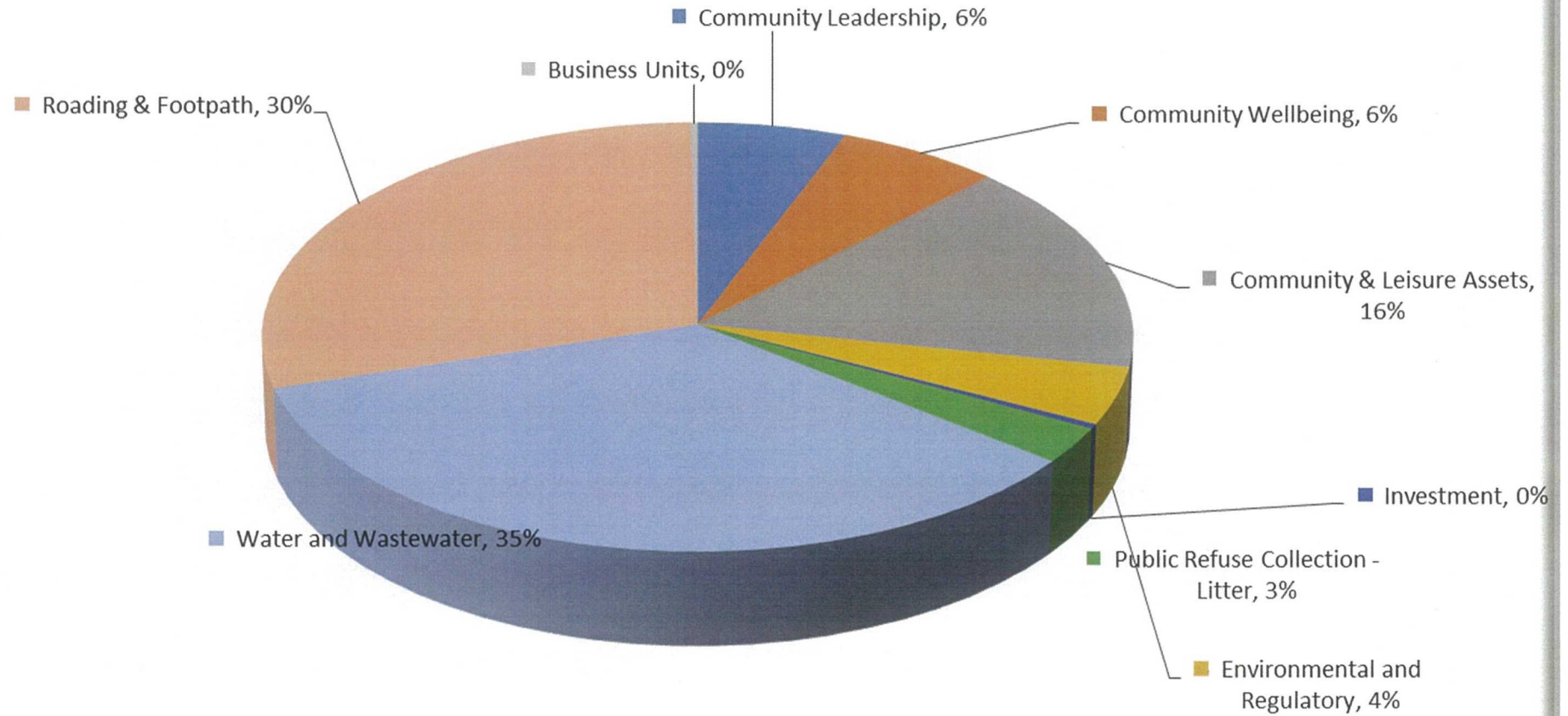
Rangitikei District Council Actions to Collect Overdue Rates @ 31/03/2017



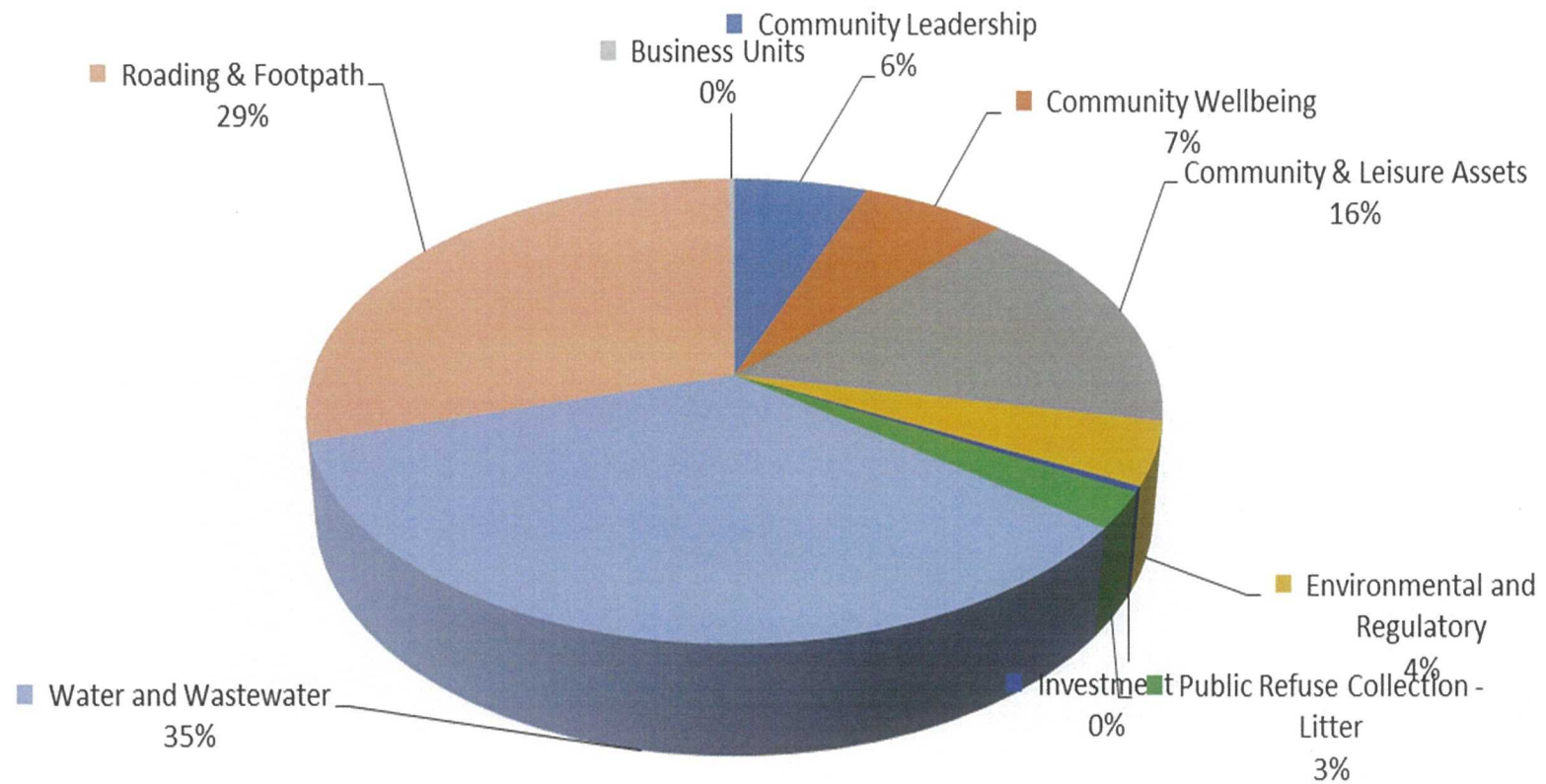
March 2017 - Overdue Trend for Last 3 months



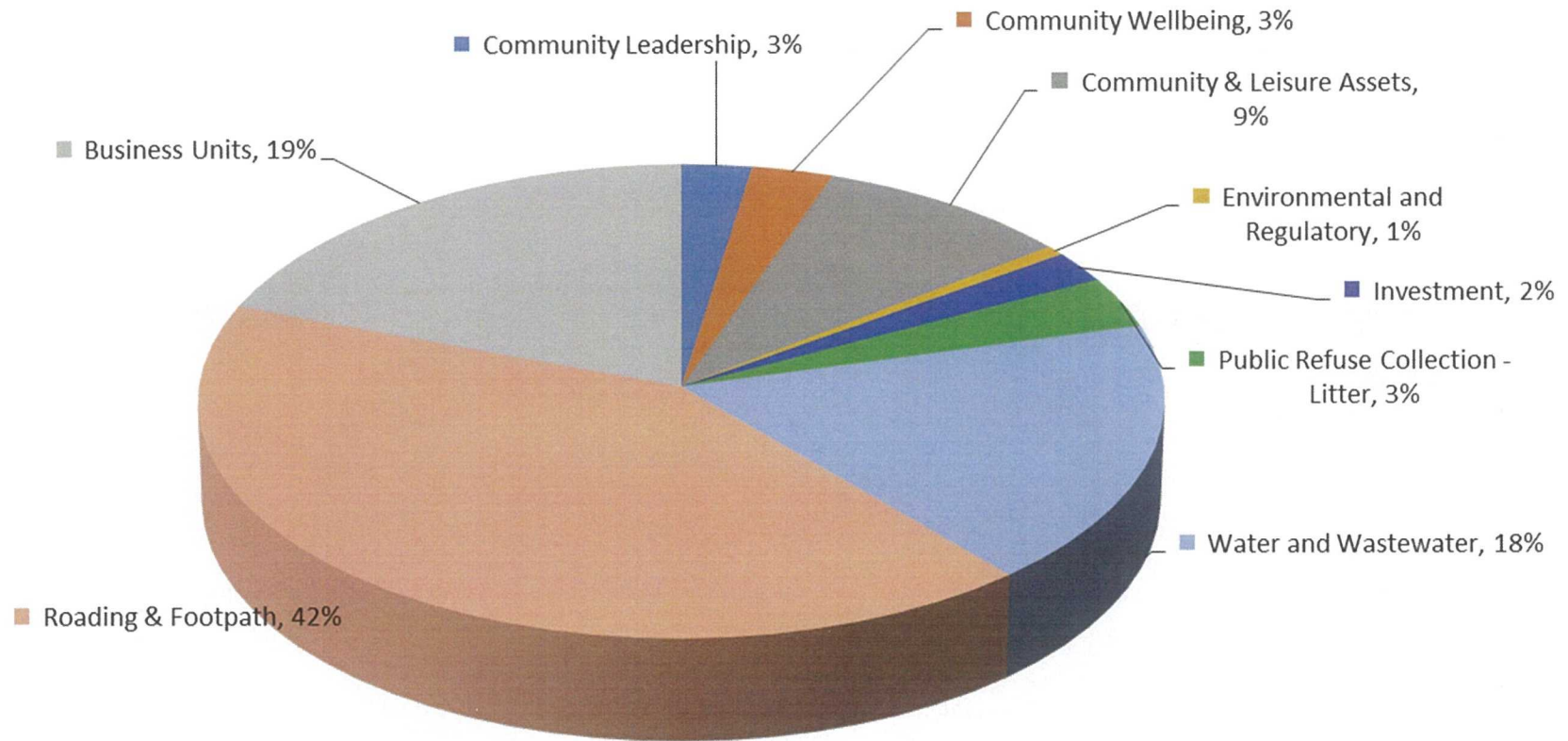
2017 Actual YTD Rates by Activity 2016/17



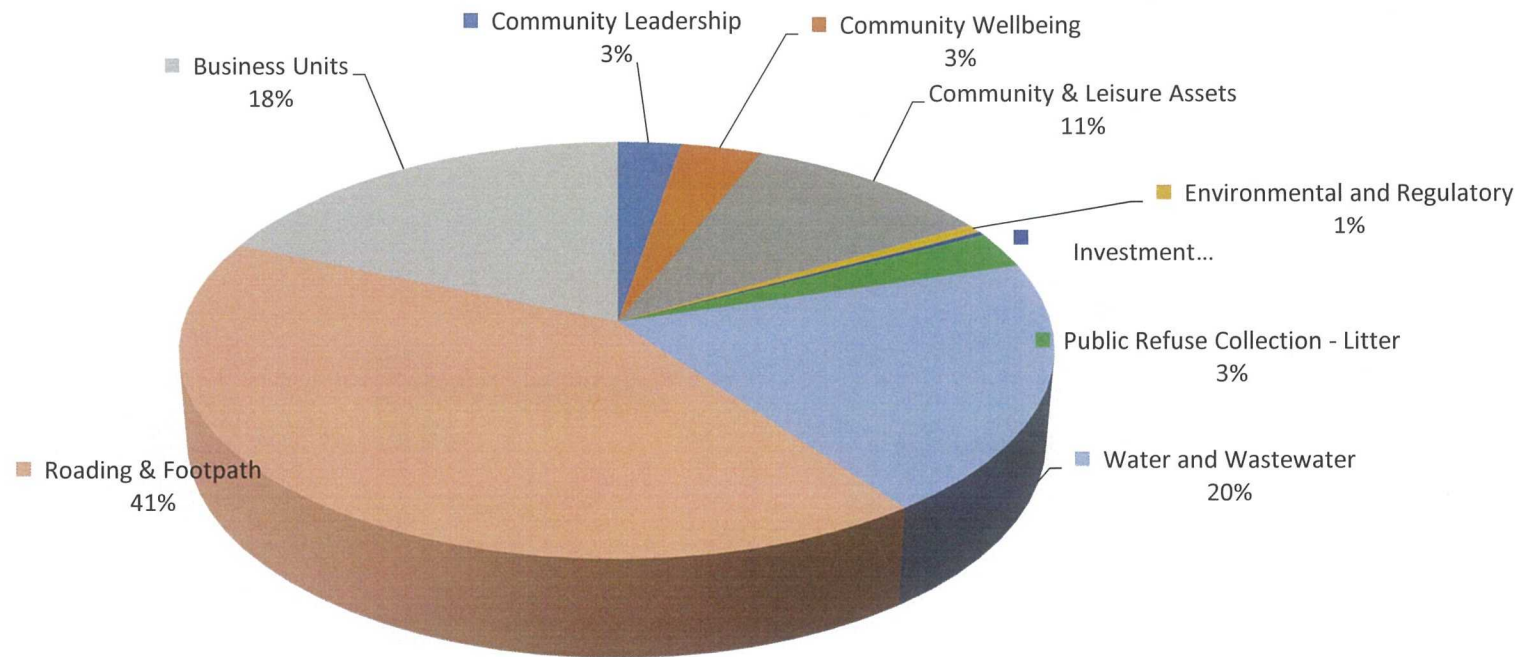
2017 Budget FY Rates by Activity 2016/17



2017 Actual YTD Operating Expenditure by Activity 2016/17



2017 Budget FY Operating Expenditure by Activity 2016/17

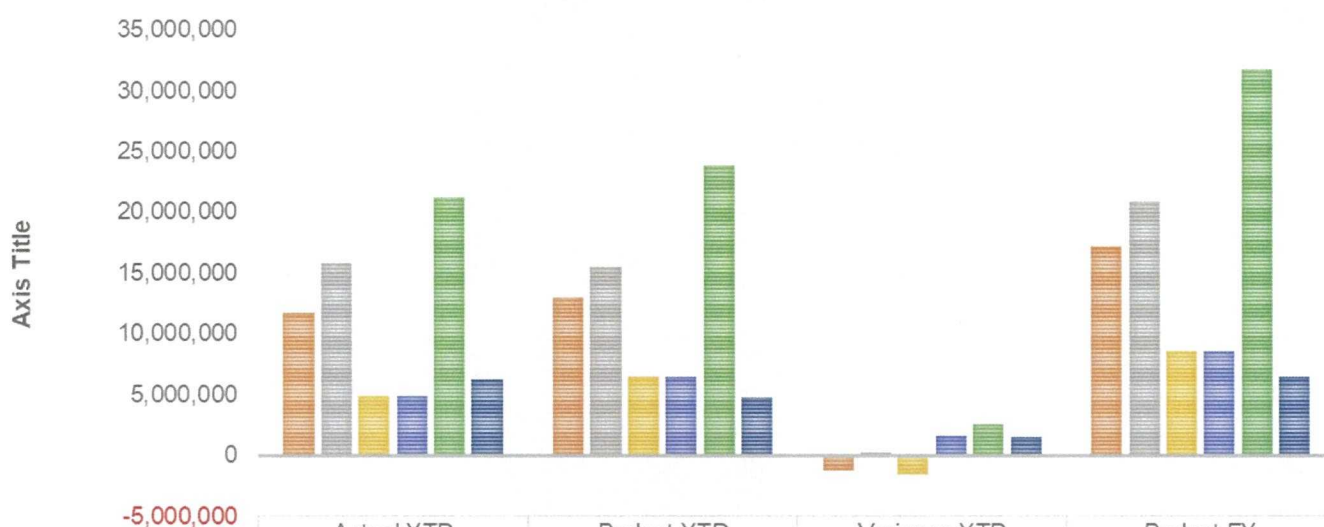


Rangitikei District Council
Activity Performance Report
For the 9 Months ended 31st March 2017

2017	2017	2017	2017
Actual YTD	Budget YTD	Variance YTD	Budget FY

Whole of Council	Revenue	11,711,372	13,003,041	-1,291,669	17,240,770
	Rates Revenue	15,800,261	15,558,337	241,924	20,887,682
	Internal Recoveries	4,839,881	6,402,483	-1,562,602	8,536,604
	Internal Charges	4,839,881	6,399,261	1,559,380	8,532,239
	Expenses	21,244,743	23,842,977	2,598,234	31,723,562
	Net Surplus	6,266,890	4,721,623	1,545,267	6,409,255

WHOLE OF COUNCIL PERFORMANCE



	Actual YTD 2017	Budget YTD 2017	Variance YTD 2017	Budget FY 2017
Revenue	11,711,372	13,003,041	-1,291,669	17,240,770
Rates Revenue	15,800,261	15,558,337	241,924	20,887,682
Internal Recoveries	4,839,881	6,402,483	-1,562,602	8,536,604
Internal Charges	4,839,881	6,399,261	1,559,380	8,532,239
Expenses	21,244,743	23,842,977	2,598,234	31,723,562
Net Surplus	6,266,890	4,721,623	1,545,267	6,409,255

Rangitikei District Council
Activity Performance Report
TOTAL Current Assets

		2017 Actual YTD	2017 Budget YTD	2017 Variance YTD	2017 Budget FY
Community & Leisure Assets	Revenue	367,513	1,648,451	-1,280,938	2,187,441
	Rates Revenue	2,519,722	2,519,916	-194	3,359,888
	Internal Recoveries	222,380	321,840	-99,460	429,116
	Internal Charges	962,436	1,083,456	121,020	1,444,591
	Expenses	1,943,096	2,534,784	591,688	3,379,664
	Net Surplus	204,083	871,967	-667,884	1,152,190
Cemetaries	Revenue	63,512	42,588	20,924	56,773
	Rates Revenue	98,710	98,710	-0	131,613
	Internal Charges	-64,245	-65,106	861	-86,821
	Internal Recoveries	8,054	0	-8,054	0
	Expenses	37,495	45,891	8,396	61,175
	Net Surplus	52,429	30,301	22,128	40,390
Domains	Revenue	18,381	162,648	-144,267	216,870
	Rates Revenue	725,489	725,487	2	967,316
	Internal Charges	-366,728	-430,452	63,724	-573,935
	Internal Recoveries	-287,728	-321,840	-34,112	-429,116
	Expenses	752,728	764,001	11,274	1,018,689
	Net Surplus	-87,857	15,522	-103,379	20,678
Forestry Investments	Revenue	0	0	0	0
	Rates Revenue	0	0	0	0
	Internal Charges	-2,445	-2,655	210	-3,552
	Internal Recoveries	285	0	-285	0
	Expenses	909	4,536	3,627	6,040
	Net Surplus	-3,639	-7,191	3,552	-9,592
Halls	Revenue	6,669	1,100,637	-1,093,968	1,467,511
	Rates Revenue	323,169	323,169	0	430,892
	Internal Charges	-31,830	-36,729	4,899	-48,962
	Internal Recoveries	3,859	0	-3,859	0
	Expenses	113,577	324,063	210,486	432,100
	Net Surplus	180,572	1,063,014	-882,442	1,417,341
Libraries	Revenue	8,705	37,352	-28,647	39,321
	Rates Revenue	573,820	574,016	-196	765,354
	Internal Charges	-368,828	-404,730	35,902	-539,632
	Internal Recoveries	37,914	0	-37,914	0
	Expenses	124,757	198,801	74,044	265,045
	Net Surplus	51,026	7,837	43,189	-2
Public Toilets	Revenue	0	0	0	0
	Rates Revenue	156,544	156,544	-0	208,726
	Internal Charges	-23,505	-25,848	2,343	-34,465
	Internal Recoveries	2,716	0	-2,716	0
	Expenses	118,784	158,625	39,841	211,479
	Net Surplus	11,539	-27,929	39,468	-37,218
Real Estate	Revenue	17,792	25,452	-7,660	33,932
	Rates Revenue	80,270	80,270	-1	107,026
	Internal Charges	-12,738	-14,418	1,680	-19,207
	Internal Recoveries	1,473	0	-1,473	0
	Expenses	21,431	63,504	42,073	84,658
	Net Surplus	62,420	27,800	34,620	37,093
Swim Centres	Revenue	0	86,787	-86,787	115,717
	Rates Revenue	561,721	561,720	1	748,961
	Internal Charges	-45,530	-52,398	6,868	-69,861
	Internal Recoveries	5,584	0	-5,584	0
	Expenses	577,556	656,478	78,922	875,303
	Net Surplus	-66,949	-60,369	-6,580	-80,486

Activity Performance Report continued

		2017	2017	2017	2017
		Actual YTD	Budget YTD	Variance YTD	Budget FY
Community Leadership	Revenue	37,447	34,193	3,254	34,193
	Rates Revenue	922,111	922,817	-706	1,230,424
	Internal Recoveries	-35,355	0	-35,355	0
	Internal Charges	326,942	357,057	30,115	476,095
	Expenses	530,246	653,257	123,011	844,752
	Net Surplus	67,015	-53,304	120,319	-56,230
Council	Revenue	0	0	0	0
	Rates Revenue	737,097	737,097	0	982,796
	Internal Charges	-235,470	-257,976	22,506	-343,970
	Internal Recoveries	24,763	0	-24,763	0
	Expenses	401,468	502,317	100,849	669,722
	Net Surplus	75,396	-23,196	98,592	-30,896
Council Committees	Revenue	0	0	0	0
	Rates Revenue	107,141	107,140	1	142,854
	Internal Charges	-72,569	-78,246	5,677	-104,326
	Internal Recoveries	8,458	0	-8,458	0
	Expenses	26,570	38,214	11,644	50,947
	Net Surplus	-457	-9,320	8,863	-12,419
Elections	Revenue	37,447	34,193	3,254	34,193
	Rates Revenue	33,104	33,103	1	44,138
	Internal Charges	-2,328	-2,511	183	-3,355
	Internal Recoveries	265	0	-265	0
	Expenses	77,904	81,145	3,241	81,977
	Net Surplus	-9,946	-16,360	6,414	-7,001
Ratana Community Board	Revenue	0	0	0	0
	Rates Revenue	12,527	12,627	-100	16,836
	Internal Charges	-3,831	-4,284	453	-5,710
	Internal Recoveries	454	0	-454	0
	Expenses	7,971	9,828	1,857	13,098
	Net Surplus	271	-1,485	1,756	-1,972
Taihape Community Board	Revenue	0	0	0	0
	Rates Revenue	32,244	32,850	-606	43,800
	Internal Charges	-12,744	-14,040	1,296	-18,734
	Internal Recoveries	1,414	0	-1,414	0
	Expenses	16,333	21,753	5,420	29,008
	Net Surplus	1,752	-2,943	4,695	-3,942

Activity Performance Report continued

		2017 Actual YTD	2017 Budget YTD	2017 Variance YTD	2017 Budget FY
Community Wellbeing	Revenue	97,068	198,797	-101,729	256,746
	Rates Revenue	1,015,668	1,015,057	611	1,353,408
	Internal Recoveries	-37,996	0	-37,996	0
	Internal Charges	366,307	413,262	46,955	550,998
	Expenses	613,679	802,215	188,536	1,069,563
	Net Surplus	94,754	-1,623	96,377	-10,407
Civil Defence	Revenue	14,500	0	14,500	0
	Rates Revenue	78,318	77,706	612	103,606
	Internal Charges	-12,018	-13,221	1,203	-17,630
	Internal Recoveries	1,400	0	-1,400	0
	Expenses	58,485	68,715	10,230	91,608
	Net Surplus	20,915	-4,230	25,145	-5,632
Community Awards	Revenue	25,802	29,048	-3,246	30,408
	Rates Revenue	2,063	2,064	-2	2,752
	Internal Charges	-3,965	-4,419	454	-5,896
	Internal Recoveries	476	0	-476	0
	Expenses	7,985	20,448	12,463	27,262
	Net Surplus	15,439	6,245	9,194	2
District Promotions	Revenue	40,094	152,001	-111,907	202,671
	Rates Revenue	513,107	513,107	-1	684,142
	Internal Charges	-120,126	-130,680	10,554	-174,242
	Internal Recoveries	14,040	0	-14,040	0
	Expenses	419,531	534,438	114,907	712,571
	Net Surplus	-497	-10	-487	0
Information Centres	Revenue	16,673	17,748	-1,075	23,667
	Rates Revenue	290,738	290,736	2	387,650
	Internal Charges	-208,242	-228,627	20,385	-304,818
	Internal Recoveries	21,442	0	-21,442	0
	Expenses	35,878	75,087	39,209	100,093
	Net Surplus	41,849	4,770	37,079	6,406
Rural Fire	Revenue	0	0	0	0
	Rates Revenue	131,444	131,444	-1	175,258
	Internal Charges	-21,957	-36,315	14,358	-48,412
	Internal Recoveries	638	0	-638	0
	Expenses	91,800	103,527	11,727	138,029
	Net Surplus	17,049	-8,398	25,447	-11,183

Activity Performance Report continued

		2017	2017	2017	2017
		Actual YTD	Budget YTD	Variance YTD	Budget FY
Environmental and Regulatory	Revenue	840,739	730,040	110,699	906,980
	Rates Revenue	684,290	683,865	425	911,815
	Internal Recoveries	-118,697	0	-118,697	0
	Internal Charges	1,043,175	1,127,061	83,886	1,502,722
	Expenses	138,769	158,271	19,502	207,695
	Net Surplus	224,388	128,573	95,815	108,378
Building	Revenue	227,228	209,979	17,249	279,970
	Rates Revenue	262,040	262,040	0	349,386
	Internal Charges	-321,227	-346,734	25,507	-462,301
	Internal Recoveries	36,562	0	-36,562	0
	Expenses	66,452	80,952	14,500	104,626
	Net Surplus	65,026	44,333	20,693	62,429
District Planning	Revenue	0	0	0	0
	Rates Revenue	159,218	159,218	-1	212,290
	Internal Charges	-67,936	-74,178	6,242	-98,892
	Internal Recoveries	7,871	0	-7,871	0
	Expenses	34,781	9,981	-24,800	13,302
	Net Surplus	48,629	75,059	-26,430	100,096
Dog Control	Revenue	519,712	418,640	101,072	491,782
	Rates Revenue	158,904	159,606	-702	212,805
	Internal Charges	-501,768	-539,586	37,818	-719,438
	Internal Recoveries	56,942	0	-56,942	0
	Expenses	15,696	12,528	-3,168	16,682
	Net Surplus	104,210	26,132	78,078	-31,533
Health	Revenue	32,415	58,194	-25,779	77,594
	Rates Revenue	37,703	37,701	2	50,268
	Internal Charges	-79,990	-88,083	8,093	-117,455
	Internal Recoveries	8,975	0	-8,975	0
	Expenses	7,907	21,348	13,441	28,455
	Net Surplus	-26,754	-13,536	-13,218	-18,048
Resource Consents	Revenue	47,581	41,679	5,902	55,576
	Rates Revenue	34,212	34,212	0	45,616
	Internal Charges	-42,895	-46,854	3,959	-62,470
	Internal Recoveries	5,002	0	-5,002	0
	Expenses	13,933	29,034	15,101	38,722
	Net Surplus	19,963	3	19,960	0
Stock Control	Revenue	13,804	1,548	12,256	2,058
	Rates Revenue	32,213	31,088	1,125	41,450
	Internal Charges	-29,358	-31,626	2,268	-42,166
	Internal Recoveries	3,344	0	-3,344	0
	Expenses	0	4,428	4,428	5,908
	Net Surplus	13,315	-3,418	16,733	-4,566

Activity Performance Report continued

		2017	2017	2017	2017
		Actual YTD	Budget YTD	Variance YTD	Budget FY
Investment	Revenue	175,060	135,063	39,997	180,074
	Rates Revenue	56,876	-66,057	122,933	-88,073
	Internal Recoveries	0	0	0	0
	Internal Charges	0	0	0	0
	Expenses	460,101	79,778	-380,323	92,042
	Net Surplus	-228,165	-10,772	-217,393	-41
Public Refuse Collection - Little	Revenue	360,672	321,729	38,943	428,974
	Rates Revenue	433,317	400,740	32,577	534,317
	Internal Recoveries	-7,843	0	-7,843	0
	Internal Charges	62,479	74,511	12,032	99,337
	Expenses	741,619	691,794	-49,824	896,279
	Net Surplus	-17,952	-43,836	25,884	-32,325
Landfills and Waste Transfer S	Revenue	318,769	277,830	40,939	370,440
	Rates Revenue	365,348	332,772	32,576	443,692
	Internal Charges	-46,167	-54,936	8,769	-73,249
	Internal Recoveries	5,847	0	-5,847	0
	Expenses	639,215	587,106	-52,109	756,716
	Net Surplus	-7,111	-31,440	24,329	-15,833
Public Refuse Collection	Revenue	0	0	0	0
	Rates Revenue	67,786	67,785	1	90,381
	Internal Charges	-9,333	-10,962	1,629	-14,614
	Internal Recoveries	1,144	0	-1,144	0
	Expenses	61,840	66,645	4,805	88,849
	Net Surplus	-4,531	-9,822	5,291	-13,082
Waste Minimisation	Revenue	41,903	43,899	-1,996	58,534
	Rates Revenue	183	183	0	244
	Internal Charges	-6,979	-8,613	1,634	-11,474
	Internal Recoveries	853	0	-853	0
	Expenses	40,563	38,043	-2,520	50,714
	Net Surplus	-6,309	-2,574	-3,735	-3,410
Roading & Footpath	Revenue	9,545,530	9,535,113	10,417	12,713,491
	Rates Revenue	4,652,613	4,610,874	41,739	6,147,831
	Internal Recoveries	-50,887	0	-50,887	0
	Internal Charges	420,934	563,490	142,556	751,317
	Expenses	8,896,384	9,868,086	971,702	13,157,449
	Net Surplus	4,829,938	3,714,411	1,115,527	4,952,556
Non Subsidised Roding	Revenue	2,366	21,762	-19,396	29,018
	Rates Revenue	752,623	752,622	1	1,003,496
	Internal Charges	-54,544	-67,374	12,830	-89,843
	Internal Recoveries	6,640	0	-6,640	0
	Expenses	424,545	631,548	207,003	842,082
	Net Surplus	269,259	75,462	193,797	100,589
Subsidised Roding	Revenue	9,543,164	9,513,351	29,813	12,684,473
	Rates Revenue	3,899,990	3,858,252	41,738	5,144,335
	Internal Charges	-366,390	-496,116	129,726	-661,474
	Internal Recoveries	44,246	0	-44,246	0
	Expenses	8,471,839	9,236,538	764,699	12,315,367
	Net Surplus	4,560,679	3,638,949	921,730	4,851,967

Activity Performance Report continued

		2017	2017	2017	2017
		Actual YTD	Budget YTD	Variance YTD	Budget FY
Water and Wastewater	Revenue	259,242	376,525	-117,283	502,036
	Rates Revenue	5,470,216	5,433,111	37,105	7,387,386
	Internal Recoveries	-95,207	0	-95,207	0
	Internal Charges	787,900	1,080,693	292,793	1,440,884
	Expenses	3,814,478	4,658,103	843,625	6,214,002
	Net Surplus	1,031,872	70,840	961,032	234,536
Rural Water	Revenue	435	7,443	-7,008	9,929
	Rates Revenue	374,798	450,474	-75,676	743,877
	Internal Charges	-63,443	-80,163	16,720	-106,856
	Internal Recoveries	7,624	0	-7,624	0
	Expenses	426,809	416,799	-10,010	558,947
	Net Surplus	-122,644	-39,045	-83,599	88,003
Stormwater	Revenue	2,609	1,719	890	2,293
	Rates Revenue	477,547	477,383	164	636,510
	Internal Charges	-60,868	-78,174	17,306	-104,232
	Internal Recoveries	7,389	0	-7,389	0
	Expenses	246,684	363,771	117,087	485,021
	Net Surplus	165,214	37,157	128,057	49,550
Wastewater	Revenue	212,570	226,738	-14,168	302,314
	Rates Revenue	1,651,066	1,505,415	145,651	2,007,220
	Internal Charges	-199,631	-266,769	67,138	-355,684
	Internal Recoveries	23,986	0	-23,986	0
	Expenses	1,322,840	1,464,516	141,676	1,952,692
	Net Surplus	317,180	868	316,312	1,158
Water	Revenue	43,628	140,625	-96,997	187,500
	Rates Revenue	2,966,805	2,999,839	-33,034	3,999,779
	Internal Charges	-463,958	-655,587	191,629	-874,112
	Internal Recoveries	56,208	0	-56,208	0
	Expenses	1,818,145	2,413,017	594,872	3,217,342
	Net Surplus	672,123	71,860	600,263	95,825

Activity Performance Report continued

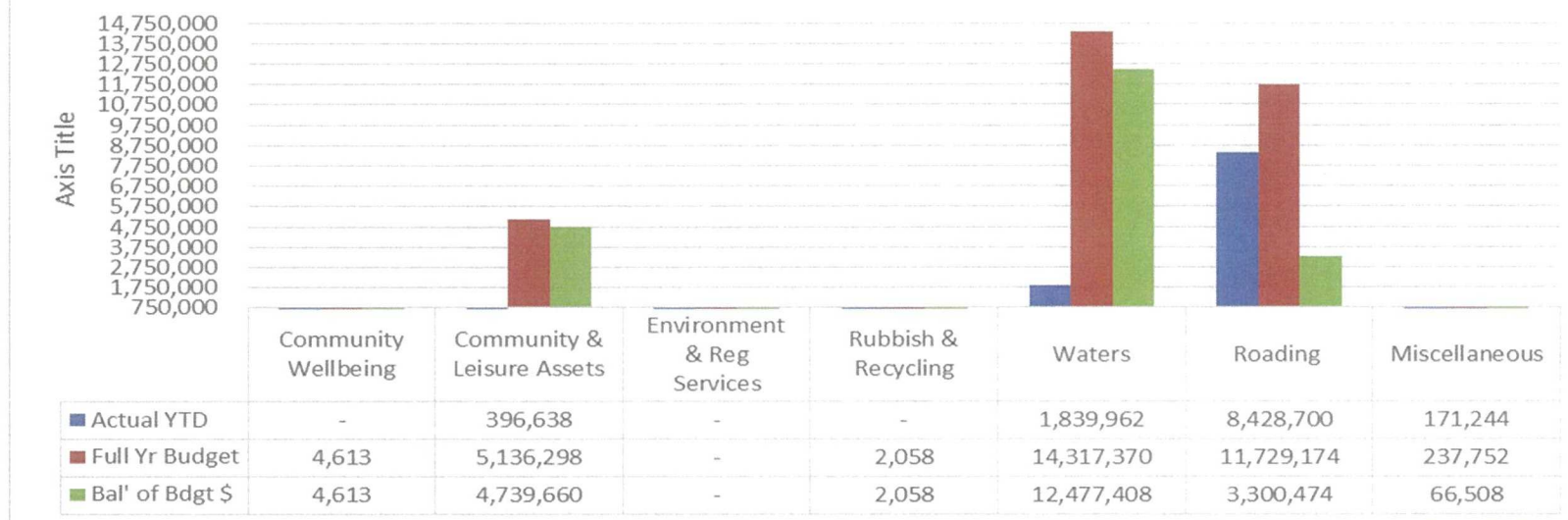
		2017	2017	2017	2017
		Actual YTD	Budget YTD	Variance YTD	Budget FY
Business Units	Revenue	28,101	23,130	4,971	30,835
	Rates Revenue	45,449	38,014	7,435	50,686
	Internal Recoveries	4,963,486	6,080,643	-1,117,157	8,107,488
	Internal Charges	869,708	1,699,731	830,023	2,266,295
	Expenses	4,106,372	4,396,689	290,317	5,862,116
	Net Surplus	60,955	45,367	15,588	60,598
Assets Business Unit	Revenue	20,249	11,727	8,522	15,631
	Rates Revenue	45,449	38,014	7,435	50,686
	Internal Charges	-285,796	-544,797	259,001	-726,396
	Internal Recoveries	-910,961	-1,530,315	-619,354	-2,040,413
	Expenses	631,972	989,838	357,866	1,319,736
	Net Surplus	58,891	45,421	13,470	60,598
CEO Business Unit	Revenue	5,720	0	5,720	0
	Rates Revenue	0	0	0	0
	Internal Charges	-69,524	-197,361	127,837	-263,143
	Internal Recoveries	-895,674	-949,365	-53,691	-1,265,809
	Expenses	831,671	752,022	-79,649	1,002,666
	Net Surplus	199	-18	217	0
Customer Services Business Unit	Revenue	678	783	-105	1,049
	Rates Revenue	0	0	0	0
	Internal Charges	-132,969	-220,248	87,279	-293,657
	Internal Recoveries	-588,708	-644,148	-55,440	-858,858
	Expenses	456,417	424,692	-31,725	566,250
	Net Surplus	-0	-9	9	0
Finance Business Unit	Revenue	1,453	10,620	-9,167	14,155
	Rates Revenue	0	0	0	0
	Internal Charges	-240,100	-464,076	223,976	-618,768
	Internal Recoveries	-1,789,817	-2,125,458	-335,641	-2,833,936
	Expenses	1,549,872	1,672,029	122,157	2,229,323
	Net Surplus	1,297	-27	1,324	0
Regulatory Business Unit	Revenue	0	0	0	0
	Rates Revenue	0	0	0	0
	Internal Charges	-141,319	-273,249	131,930	-364,331
	Internal Recoveries	-778,325	-831,357	-53,032	-1,108,472
	Expenses	636,439	558,108	-78,331	744,141
	Net Surplus	568	0	568	0

Rangitikei District Council

Strategic Activities - Capital Expenditure and Renewals Summary For the 9 Months ended 31st March 2017

	Actual YTD	Full Yr Budget	Bal' of Bdgt \$	% of Bdgt Completed
Community Wellbeing	-	4,613	4,613	
Community & Leisure Assets	396,638	5,136,298	4,739,660	8%
Environment & Reg Services	-	-	-	
Rubbish & Recycling	-	2,058	2,058	
Waters	1,839,962	14,317,370	12,477,408	13%
Roading	8,428,700	11,729,174	3,300,474	72%
Miscellaneous	171,244	237,752	66,508	72%
TOTAL CAPITAL EXPENDITURE & RENEWALS	10,836,544	31,427,265	20,590,721	34%

Capital & Renewals Summary
for the 9 months to March 2017



Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017				Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Community & Leisure Assets						
Libraries						
	Computer Equipment	40801703		0	2,050	2,050
	Furniture and Fittings	40801705		5,661	51,250	45,589
	Buildings	40801706		7,028	25,625	18,597
	Library Books	40801708		59,907	102,500	42,593
	New Town Hall / Library	40801707		0	220,000	220,000
Swimming Pools						
	Renewals					
	Marton - Plant	40001702		0	325,000	325,000
	Plant & Equipment	40001705		209	0	-209
	Repairs & Maintenance	4000170201		0	0	0
	Marton	4000170601		3,685	48,063	44,378
	Taihape Pool Resurface	4000170602		0	20,878	20,878
	Taihape Fans	4000170603		0	28,812	28,812
Community Housing						
	Taihape & Hunterville Bldg Alterations	4040170604		85,609	175,000	89,391
Property						
	Real Estate Renewals	2090170601		0	26,650	26,650
	Building Alterations	95301706		18,501	0	-18,501
Parks & Reserves						
	District - Renewals	4410170601		37,888	68,000	30,112
	Bulls Court House	4410170608		987	0	-987
	Plant & Machinery	44101702		7,673	0	-7,673
	Campground Toilet and Wastewater Treatment	4410170609		9,449	95,000	85,551
	Park Upgrades	4410170610		2,149	102,500	100,351
	Memorial Park Toilet and Changing Rm	4410170611		0	600,000	600,000
Public Toilets						
	Renewals					
	Building Alterations	4060170601		0	0	0
				0		0
Halls						
	Renewals					
		4090170601		140,240	103,420	-36,820
	Disposals	4090170606		0	-565,000	-565,000
	Capital					
	Buildings - Bulls Town Hall	40901706		0	3,610,575	3,610,575
Cemeteries						
	Renewals					
	District-External Contractors	40701708		4,838	59,575	54,737
	New Capital					
	District - External Contractor Berms	40701709		12,814	16,400	3,586
	Land Ratana	4070170901		0	20,000	20,000
Total Community & Leisure Assets				396,638	5,136,298	4,739,660
Community & Leisure Assets				396,638	5,136,298	4,739,660

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Community Wellbeing				
Info Centres	£40101703	0	0	
Rural Fire	£40500705	0	4,613	4,613 0
Total Community Wellbeing	Community Wellbeing	0	4,613	4,613
Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Total Environmental & Reg Services			0	0
	Environment & Reg Services	0	0	0
Rubbish and Recycling				
Renewals				
Marton	£5020070601	0	2,058	2,058
New Capital				
Marton				
Total Rubbish and Recycling	Rubbish & Recycling	0	2,058	2,058
Waste Transfer Stations				
Renewals				
Marton - Ground Mtc & Fencing	£5060170601	0	0	0
New Capital				
Marton - Pit Access	£5060177303	0	0	0
Total Waste Transfer Stations	Rubbish & Recycling	0	0	0

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Stormwater				
Renewals				
Marton - Reticulation Staff	6050176103	18,080	0	-18,080
Marton - Reticulation Contractor	6050176101	124,801	358,332	233,531
Taihape - Reticulation Staff	6050176113	155	0	-155
Taihape - Reticulation Contractor	6050176111	0	22,348	22,348
Rural				
Bulls Reticulation - Contractor	6050176131	1,914	0	-1,914
Bulls - Reticulation Staff time	6050176133	6,736	0	-6,736
Mangaweka				0
Hunternville - Contractor	6050176151	0	0	0
Hunternville - Reticulation Staff Time	6050176152	0	0	0
Ratana				0
Taihape	6050176114	0	0	
Renewals District Wide		151,686	380,680	228,994
Capital				
Marton - Reticulation Contractor	6050177301	571	500,000	499,429
Marton - Reticulation Staff Time	6050177303	568	0	-568
Taihape - Reticulation Contractor	6050177311	0	119,370	119,370
Bulls - Reticulation Contractor	6050177331	0	67,470	67,470
Mangaweka Reticulation	6050177341	0	15,570	15,570
Hunternville - Reticulation Contractor	6050177351	0	67,470	67,470
Hunternville - Reticulation Staff Time	6050177353	0	0	0
Ratana		0	0	0
New Capital District Wide		1,139	769,880	768,741
Total Stormwater		152,825	1,150,560	997,735

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Water	Urban 606			
	Renewals			
	Marton - Reticulation Contractor 6060176101	167,682	502,976	335,294
	Marton - Treatment Contractor 6060176103	39,758	0	-39,758
	Marton - Treatment Staff Time 6060176111	135,204	400,000	264,796
	Marton - Treatment Contractor 6060176113	0	0	0
	Taihape - Reticulation Staff Time 6060176123	11,281	0	-11,281
	Taihape - Reticulation Contractor 6060176121	59,446	1,849,162	1,789,716
	Taihape - Treatment Contractor 6060176131	41,368	227,203	185,835
	Taihape - Treatment Staff Time 6060176133	5,376	0	-5,376
	Taihape - Falling Main Contractor 6060176136	884	0	-884
	Bulls - Reticulation Contractor 6060176141	4,764	167,556	162,792
	Bulls - Reticulation Staff Time 6060176143	11,850	0	-11,850
	Bulls - Treatment Contractor 6060176151	81,943	1,275,615	1,193,672
	Bulls Treatment - Staff Time 6060176153	6,650	0	-6,650
	Mangaweka - Reticulation Contractor 6060176161	5,234	293,756	288,522
	Mangaweka - Staff Time 6060176163	5,413	0	-5,413
	Mangaweka - Treatment Contractor 6060176171	9,097	640,040	630,943
	Ratana Reticulation - Contractor 6060176181	0	12,272	12,272
	Ratana - Reticulation Staff Time 6060176183	0	0	0
	Ratana - Reticulation Staff Time 6060176193	8,246	0	-8,246
	Renewals District Wide	594,194	5,368,580	4,774,386
Water	Capital			
	Marton - Reticulation Contractor 6060177301	0	145,320	145,320
	Taihape - Reticulation Contractor 6060177228	183,876	176,460	-7,416
	Staff T Ops 6060177102	0	0	0
	Staff Time - Operations Retic 6060177302	0	0	0
	Marton Treatment - Staff Time 6060177313	0	0	0
	Taihape - New Plant 6060177330	98,337	0	-98,337
	Taihape - Treatment Contractor 6060177331	3,011	70,000	66,989
	Taihape Treatment - Staff Time 6060177332	1,953	0	-1,953
	Marton - Reticulation Contractor 6060177311	2,943	0	-2,943
	Mangaweka - Reticulation Contractor 6060177341	549	0	-549
	Bulls - Treatment Contractor 6060177351	1,430	0	-1,430
	Bulls Treatment - Staff Time 6060177352	2,635	0	-2,635
	Bulls - Reticulation Contractor 6060177361	0	0	0
	Mangaweka - Treatment Contractor 6060177371	3,912	0	-3,912
	Ratana - Treatment Contractor 6060177391	177,375	375,000	197,625
	Ratana Treatment - Staff Time 6060177392	9,632	0	-9,632
	Managweka Treatment - Staff Time 6060177372	0	0	0
	New Capital District Wide	485,652	766,780	281,128
	Renewals			
	Hunternville Reticulation - Contractor 6060776201	100	37,606	37,506
	Hunternville Reticulation - Staff Time 6060776203	0	0	0
	Hunternville - Urban 6060776301	43,347	70,065	26,719
	Erewhon Rural Water 6061676201	92,831	125,224	32,394
	Renewals 6061676205	1,145	0	-1,145
	HRWS Reticulation - Contractor 6061776201	19,175	29,677	10,502
	HRWS - Treatment Contractor 6061776301	4,374	207,573	203,199
	Omatane Rural Water 6061876201	0	5,190	5,190
	Erewhon Rural Water 6061676203	0	0	0
	New Capital			0
	Hunternville Treatment - Staff Time 6060777302	161	0	-161
	HRWS Reticulation - Staff Time 6061777303	1,148	0	-1,148
		162,280	475,335	313,055
Total Water	Waters	1,394,951	7,761,255	6,366,304

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Wastewater				
Renewals				
Marton - Reticulation Contractor	6070176101	13,006	67,735	54,729
Marton Reticulation - Staff Time	6070176102	4,954	0	-4,954
Taihape Treatment - Staff Time	6070176122	0	0	0
Marton - Treatment - Contractor	6070176131	17,597	312,465	294,868
Marton - Treatment Staff	6070176132	0	0	0
Taihape - Reticulation Contractor	6070176111	94,423	492,612	398,189
Taihape Reticulation - Staff Time	6070176112	10,476	0	-10,476
Taihape Treatment - Contractor	6070176121	0	0	0
Bulls - Treatment Contractor	6070176141	49,779	131,510	81,731
Bulls Treatment - Staff Time	6070176142	432	0	-432
Koitiata Treatment - Contractor	6070176151	97	40,000	39,903
Koitiata	6070176153	0	11,552	11,552
Bulls - Reticulation Contractor	6070176161	3,972	5,506	1,534
Bulls Reticulation - Staff Time	6070176162	69	0	-69
Mangaweka Contractor	6070176171	1,627	0	-1,627
Huntermville - Reticulation Contractor	6070176181	4,774	83,040	78,266
Huntermville Reticulation - Staff Time	6070176182	276	0	-276
Ratana -Reticulation Staff Time	6070176183	0	0	0
Huntermville Treatment - Contractor	6070176186	11,376	80,000	68,624
Ratana -Treatment Contractor	6070176194	0	526,195	526,195
Ahuru Street Sewer Repairs	6070176202	0	0	0
Renewals District Wide		212,858	1,750,615	1,537,757
				0
Marton Reticulation - Contractor	6070177301	8,417	1,338,000	1,329,583
Marton - Treatment Contractor	6070177306	0	778,500	778,500
Marton Treatment - Staff Time	6070177307	1,721	0	-1,721
Taihape - Treatment Contractor	6070177330	189,702	60,000	-129,702
Taihape - Treatment Staff Time	6070177332	0	0	0
Taihape Reticulation - Staff Time	6070177305	972	0	-972
Mangaweka				0
Huntermville - Treatment Contractor	6070177386	18,635	0	-18,635
Ratana -Treatment Contractor	6070177325	250	1,419,000	1,418,750
Ratana - Treatment Staff Time	6070177327	0	0	0
Koitiata - Reticulation Contractor	6070177151	11,576	110,000	98,424
Koitiata - Reticulation Staff Time	6070177152	0	0	0
Bulls - Treatment Contractor	6070177311	881	1,100,000	1,099,119
Bulls - Treatment Staff Time	6070177312	0	0	0
Bulls - Resource Consent	6070177313	0	0	0
Bulls Reticulation - Contractor	6070177140	0	0	0
New Capital District Wide		232,154	4,805,500	4,573,346
Total Waste Water	Waters	445,012	6,556,115	6,111,103

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Roads and Transportation				
Renewals-Subsidised				
Structures Component Replacement	70100783	285,242	209,163	-76,079
Pavement Rehabilitation	70100781	1,111,876	1,627,166	515,290
Unsealed Road	70100780	311,973	460,125	148,152
Drainage Renewals	70100782	405,925	337,425	-68,500
Subsidised Roothing Purchase	70100789	2,015,148	0	-2,015,148
Flood Damage Reinstatement	70100790	2,408,094	6,000,000	3,591,906
Sub.Rdg.Pavement Rehab. Prf.Sr	7010078401	73,443	0	-73,443
Sub.Rdg.Drainage Prof.Serv.	7010078402	8,696	0	-8,696
Sub.Rdg.Struct.Comp.P/S	7010078403	21,170	0	-21,170
Sub.Rdg.Traffic Ser Rnwl P/S	7010078405	0	0	0
Sub.Rdg.Strt.Ltng.Prof Serv.	7010078406	2,690	0	-2,690
Sub.Rdg.Sealed Rd Surfaccg.P/S	7010078407	10,757	0	-10,757
Unsealed Road Metalling P/S	7010078408	5,371	0	-5,371
Asset Mgmt P/S - Staff Time	7010078409	139,562	0	-139,562
Asset Management Planning P/S	7010078410	45,921	0	-45,921
Taihape Napier Road	7010079402	9,198	0	-9,198
Prof Services - Minor Safety	7010079405	3,230	0	-3,230
Reseals	70100787	755,055	1,829,418	1,074,363
Traffic Services	70100785	282,553	224,950	-57,603
Associated Improvements	70100792	0	0	0
Renewals-Non Subsidised				0
Renewals -Prof services	70300784	0	0	0
Footpath Renewals	70300788	187,512	123,000	-64,512
New Capital - Subsidised				0
Minor safety Projects - Principal ContrProf Serv	70100795	343,435	825,677	482,242
New Capital - Non Subsidised				0
Footpath Construction	70300791	0	66,625	66,625
Vehicle Crossings	70300792	0	25,625	25,625
Plant	95100702	1,850	0	-1,850
Total Roads and Transportation	Roothing	8,428,700	11,729,174	3,300,474

Statement of Capital Works 2016/17 For the 9 Months ended 31st March 2017		Actual YTD 2016/17	Full Year Budget 2016/17	Variance 2016/17
Miscellaneous				
Vehicles	95500701	163,448	190,365	26,917
Motor Vehicles Sold	955007011	-33,304	0	33,304
Total Vehicles		130,143	190,365	60,222
PC Replacements	92600703	0	0	0
Hardware Servers & Core Network	9260070301	2,345	2,278	-67
PC Replacements	9260070302	32,971	12,711	-20,260
Hardware - Other	9260070303	3,858	2,385	-1,473
Aerial Photography	92600705	720	0	-720
Plant Purchases	95301702	0	14,546	14,546
Office Furniture Purchases	95301705	1,206	10,290	9,084
Software Purchases	92600704	0	5,177	5,177
Office Furniture Purchases	96100745	0	0	0
Total Miscellaneous	Miscellaneous	171,244	237,752	66,508
Subtotal		10,836,544	31,427,265	20,590,721
Less Sales Disposal of Land & Buildings	4090170606	0		
Grandtotal		10,836,544	31,427,265	20,590,721

TREASURY REPORT 31/03/2017

Investments

Bank Deposits

	Maturity Date	Int Rate	Term	% of Portfolio	Amount	Comment
Westpac Current Account	Call	0.0150	Call	37%	3,603,268.10	Immediate Needs
Westpac Call Account	Call	0.0150	Call	3%	250,289.36	Immediate Needs
ASB Term Deposit 12-3211-00010480-				0%	0.00	Immediate Needs
Westpac Term Deposit -03.0683.0195600.081 -	8/04/2017	0.0260	28 Days	20%	2,000,000.00	Immediate Needs
Westpac Term Deposit -03.0683.0195600.081 -	26/04/2017	0.0253	35 Days	10%	1,000,000.00	Immediate Needs
Cash Floats					2,790.99	
MW Lass Ltd					16,000.00	
					6,872,348.45	
						70% Of total pool Investment policy allow s up to 100%
The Investment Policy requires that maximum any one bank of \$5m						
And maturity mix as follow s	Actual	Policy				
0-3 months	100%	15%-40%				
3-6 months		10%-60%				
6 month to 2 years		10%-60%				

Equity Investments

	Number	Cost	Value 2016	@
Local Government Insurance Corporation	23,338	23338	50,533.00	
				0.52% Of total pool Investment policy allow s up to 10%

CORPORATE BONDS 31/03/2017

S & P
Rating

Date of Purchase

		Effective	Coupon Rate	Face value	Fair Value 2015	
Purchased 16/02/06		0.0573	0.0874	191,963.00	201,735.76	
Fonterra Perpetual Cap Note	none					
Purchased 21/02/06		5.73%	8.74%	280,000.00	294,072.88	
Fonterra Perpetual Cap Note	none					
Notes Redeemed 10/07/06				-443,645.00	-465,086.38	
loss on Redemption					-981.01	
Balance as at 30 June 2014		4.38%		28,318.00	29,741.25	26,618.92 A
Purchased 20/09/07		3.49%	3.71%	1,000,000.00	1,000,000.00	930,000.00 A+
RABOBANK Bonds Perpetual						
Purchased 22/09/10		0.0652	0.0652	1,500,000.00	1,500,000.00	1,596,750.00 AA
Manukau City Council Bonds	43007					
Total					<u>2,553,368.92</u>	
Forestry					304,420.00	
Total Investments and Cash					<u>9,780,670.37</u>	

26% Of total pool Investment
policy allow s up to 50%

3% Of total pool Investment
policy allow s up to 20%

Attachment 3

Memorandum

To: Finance/Performance Committee

From: Michael Hodder

Date: 21 April 2017

Subject: Incentives for new home construction and new residents

File: 3-PY-1

1 Background

- 1.1 One of the projects identified in setting the Council's strategic intentions for the 2016-19 triennium is to develop policy incentives for new housing and/or residents. Before doing this it would be helpful to define Council's objectives for such a policy.
- 1.2 In 2015/16 there were six houses relocated into the District and 16 new permanent homes built. In addition there were 3 Keith Hay homes built for relocation elsewhere. While there is currently a quick turnover in houses offered for sale, the increase in housing stock is minimal.¹ This difference is probably a reflection of the price advantage in buying an existing home compared with building new (which will be similar in all parts of the country). Incentives for building new homes may cause people in that market to opt for the Rangitikei, so that more new homes are built. However, it is possible that the impact of the incentive is merely to transfer the interest of a potential purchaser of an existing home to building a new one.
- 1.3 Between June 2015 and June 2016, Statistics New Zealand estimates there were 100 more people living in the District, 50 more in Marton, 40, 30 more in both Taihape and Bulls. This supports the anecdotal evidence that it is becoming difficult for people to find rental accommodation, especially in Marton and Bulls, which is a clear pointer to more people being in this market. The increase in numbers of people in Marton (and to a lesser extent in Bulls) is primarily the result of employment opportunities at the meat processing works in Crofton. Council already has a policy to provide incentives for business expansion and attracting new businesses to the District is a significant element in the economic development strategy, and one where the Mayor and the Chief Executive are actively following up leads.

2 Rates remission as an incentive

- 2.1 Every new house or relocated dwelling from outside the District increases the rateable value of the land used, meaning an increase in rates revenue (and minimal

¹ It might even be declining as we do not know the number of existing houses relocated outside the District.

additional servicing costs). Increasing the rating base means the District's overall rates requirement is spread more broadly; it may also allow Council to undertake discretionary projects. This suggests that the primary objective for a rates remission policy would be:

- promoting the District as a place to live (but not necessarily to work), given the proximity to Whanganui and Palmerston North where the cost of land makes the cost of housing more expensive than for a similar build in the Rangitikei.

2.2 The initial broad discussion on this policy also raised the question of incentives for all new residents, not necessarily those who own their homes. At one level, they are interlinked: improved standard of rental housing may help retain people who prefer to live in the District because of work, schools or lifestyle but who are not home-owners. This suggests a secondary objective for a rates remission policy:

- providing better accommodation for the increasing number of people already in the District (particularly Marton), thus reducing the comparative attractiveness of living in Feilding, Whanganui or Palmerston North.

If this secondary objective is accepted, Council would probably want to know the extent to which the home was being occupied.

2.3 Council could restrict any incentives to first-home buyers (as Wellington City is proposing to do). However, given the current very low number of new/relocated homes in the Rangitikei, there seems no reason to apply such a limitation.

2.4 If the primary objective is accepted, the value of the incentive needs consideration. Wellington City is proposing a \$5,000 discount, presumably set at this level to attract interest. It would amount to a total remission of all rates for two or three years, depending on the value of the property once the home is built. Naming a cash sum rather than specifying the term of remission probably increases the profile of the remission; it is certainly the most efficient mechanism in terms of rate setting and collection.

2.5 A further consideration in such a policy is any incentive for a developer proposing a substantial subdivision of (say, ten or more lots). Council obviously wants the lots sold as quickly as possible so that houses are built on them (and the capital value increases). But once the sections are surveyed and titles issued, they are separate rating units and incur the connection costs for water and wastewater and, as sales occur and the vacant sections are no longer contiguous, also the Uniform Annual General Charge. The extent to which these additional rates would act as a barrier is unknown: Waitomo District Council allows a one-time remission of such rates for one year.

3 Consent fee reduction as an incentive

3.1 Council could extend the waiver of internal consenting costs involved in constructing new homes, again up to a threshold of (say) \$5,000, as is the incentive for owners of

earthquake-prone buildings. As with a rates remission, it is impossible to predict whether this would increase the number of homes and people living in the District.

- 3.2 Given that uncertainty, this incentive might be restricted to a developer proposing a substantial subdivision of (say, ten or more lots) since that is more likely to achieve the objectives of new homes and more people living in the District.

4 Other incentives

- 4.1 Waiving or reducing fees to connect to water or wastewater services is a real cost, whether contracted or shared services staff are used.
- 4.2 Developing a comprehensive information pack with details of Council's resource and consenting requirements and fees, with relevant promotional material on the District's attributes, could also act as an incentive for those considering building a new home or a relocate and for developers.

5 Next steps

- 5.1 Based on discussion of this memorandum, the Committee may think it useful to have a draft policy to consider at its next meeting. Alternatively, the Committee may consider further information is needed before that work is done.

6 Recommendations

- 6.1 That the memorandum 'Incentives for new home construction and new residents' be received
- 6.2 That...

Michael Hodder
Community & Regulatory Services Group Manager