

ORDER PAPER

HUNTERVILLE RURAL WATER SUPPLY MANAGEMENT COMMITTEE MEETING

Date: Monday, 20 September 2021

Time: 4.00 pm

Venue: Council Chamber
Rangitikei District Council
46 High Street
Marton

Chair: Mr Sam Weston

Membership: Mr Bob Crawford
Mr Mark Dawson
Mr Bernie Hughes
Mr John McManaway
Mr Sam Duncan
Mr Patrick Henderson
Cr Richard Lambert
HWTM Andy Watson

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| | | | |
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Notice is hereby given that a Huntermville Rural Water Supply Management Committee Meeting of the Rangitikei District Council will be held in the Council Chamber, Rangitikei District Council, 46 High Street, Marton on Monday, 20 September 2021 at 4.00 pm.

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AGENDA

1 Welcome

2 Apologies

3 Public Forum

4 Conflict of Interest Declarations

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, [enter item number](#) be dealt with as a late item at this meeting.

6 Confirmation of Minutes

6.1 Confirmation of Minutes

Author: Ash Garstang, Governance Advisor

1. Reason for Report

- 1.1 The minutes from the Huntermville Rural Water Supply Management Committee meeting held on 21 June 2021 are attached.

Attachments

1. Huntermville Rural Water Supply Management Committee meeting - 21 June 2021

Recommendation

That the minutes of the Huntermville Rural Water Supply Management Committee meeting held on 21 June 2021, **[with amendment/without amendment]**, be taken as read and verified as an accurate and correct record of the meeting, and that the electronic signature of the Chair of this committee be added to the official minutes document as a formal record.

MINUTES



UNCONFIRMED: HUNTERVILLE RURAL WATER SUPPLY MANAGEMENT SUB-COMMITTEE MEETING

Date: Monday, 21 June 2021

Time: 4.00 pm

Venue: Council Chamber
Rangitikei District Council
46 High Street
Marton

Present: Mr Sam Weston
Mr Bob Crawford
Mr Mark Dawson
Mr Bernie Hughes
Mr John McManaway
Mr Patrick Henderson
Cr Richard Lambert
His Worship the Mayor, Andy Watson

In attendance: Mr Arno Benadie, Group Manager – Assets and Infrastructure
Mr Dave Tombs, Group Manager – Corporate Services
Mr Andrew van Bussel, Operations Manager
Mr Ivan O'Reilly, Reticulation Serviceman
Mr Danny Le Mar, Manager Financial Services
Mr Girish Meher, Team Leader – Financial Services
Ms Tania Whale, Finance Officer - Revenue
Cr Fi Dalgety
Mr Ash Garstang, Governance Administrator

Order of Business

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1 Welcome

Mr Weston noted that Mr Sam Duncan and Mr Patrick Henderson were now members of the Huntermville Rural Water Supply Committee.

2 Apologies

The Committee acknowledged the absence of Mr Beggs (the Chief Executive).

3 Public Forum

4 Conflict of Interest Declarations

5 Confirmation of Order of Business

6 Confirmation of Minutes

Mr Tombs advised that the Finance team were waiting on findings from an external consultants investigation. These findings will help to clarify historical financial anomalies for the Committee. Mr Tombs will forward these findings to the Committee, once available.

The Committee advised that there was an expectation that unconfirmed minutes would be emailed to Committee members shortly after a meeting concluded, in order to provide them with sufficient time to review the document. This had not been completed by staff for the March meeting. Staff confirmed that future minutes documents will be forwarded to Committee members as soon as they were ready for review.

Resolved minute number

21/HRWS/005

That the minutes of the Huntermville Rural Water Supply Management Committee meeting held on 15 March 2021 [without amendment] be taken as read and verified as an accurate and correct record of the meeting.

Mr McManaway/Cr Lambert. Carried

7 Follow-up Action Items from Previous Meetings

7.1 Follow-up Action Items from previous Huntermville Rural Water Supply Meetings

Recommendation

That the report 'Follow-up Action Items from previous Huntermville Rural Water Supply Meetings' be received.

Left to lie.

8 Chair's Report

8.1 Chair's Report - June 2021

Mr Weston advised that he knows an individual that the Committee may be able to sell surplus units of water to.

Resolved minute number 21/HRWS/006

That the 'Chair's Report – June 2021' be received.

Mr Weston/Mr McManaway. Carried

9 Reports for Information

9.1 Huntermville Rural Water Supply - Operations Report

Mr van Bussell advised that the liner in the Wairata Tank has been replaced. Costs for this will come under maintenance.

Resolved minute number 21/HRWS/007

That that 'Huntermville Rural Water Supply – Operations Report' to the 01 June 2021 Huntermville Rural Water Supply Sub-Committee be received.

Mr Weston/Mr Hughes. Carried

9.2 Huntermville Rural Water Scheme - Financial Statement and Commentary for the year ended 31 May 2021 (Condensed)

In response to queries from Committee members, Mr Meher advised that accumulated depreciation disappears from financial statements once an asset is re-valued, revaluation being at depreciated replacement cost. Upon completion of the external consultants investigation, Mr

Tombs will provide the Committee with a report detailing cash-in and cash-out, with the cash balance. He acknowledged that it was a complicated issue and that the investigation findings should help to make matters clearer.

Mr McManaway raised an issue with capital items that are contributing to the internal loan. It is unclear how these are comprised.

The Committee determined that they would not receive the report until the investigation had been completed and updated financial information was presented.

Recommendation

That the report 'Huntermville Rural Water Scheme Financial Statements and Commentary for the year ended 31 May 2021 (Condensed)' be received.

Left to lie.

10 Late Item - Purchase of new pumps

Mr van Bussell advised the Committee that they may want to consider replacement of the two KSB pumps. These pumps are unreliable, do not start up very well and cannot pump enough water. The estimate cost for replacement would be \$50,000 each. Staff would also tidy up the pipe work in the process. It would take between five and six months to receive the pumps from overseas.

The Committee was hesitant to approve this before receiving the findings back from the external consultant and clarifying the Committee's funds. However, due to the time it will take for the pumps to be delivered from overseas, and wishing to obtain them prior to summer, they agreed that staff should order them now. Mr van Bussell will email confirmed costings and timings to the Committee via email.

The Mayor advised that Council is ordering pumps for another party and could look into pooling the orders (e.g. bulk order) to save on costs. Mr Benadie will look into this and determine if it is feasible.

Resolved minute number

21/HRWS/008

That the Committee gives its approval to Mr van Bussell to order pumps for the middle and top pump stations.

Cr Lambert/Mr Dawson. Carried

11 Late Item - Three Waters Reform

Mr Weston requested an update from the Mayor on the Three Waters Reform. The Mayor advised that the reform was planned to be implemented via a voluntary process. Council had yet to decide if they would opt-out of the reforms, as there was not yet enough information available from central government. The 2021-31 Long Term Plan is working on the assumption that water assets remain

under Council control. The Mayor also noted that all water assets will come under new regulations from central government, that will require all water to be treated. There is no possibility of separating urban and rural water in regards to new regulations and participation in the reforms. The Mayor commented that it is possible that central government will make it mandatory for local authorities to join the reforms.

The meeting closed at 5.07 pm.

The minutes of this meeting were confirmed at the Huntermville Rural Water Supply Management Committee held on 20 September 2021.

.....
Chairperson

7 Follow-up Action Items from Previous Meetings

7.1 Follow-up Action Items from previous Huntermville Rural Water Supply Meetings

Author: Ash Garstang, Governance Advisor

1. Reason for Report

- 1.1 On the list attached are items raised at previous Huntermville Rural Water Supply meetings. Items indicate who is responsible for follow up, and a brief status comment.

Attachments

1. Follow-up Actions Register

Recommendation

That the report 'Follow-up Action Items from previous Huntermville Rural Water Supply Meetings' be received.

Current Follow-up Actions

| From Meeting Date | Details | Person Assigned | Status Comments | Status |
|-------------------|--|------------------------------------|---|--------|
| 21-Jun-21 | The Committee is unsure how (and/or what) capital items are contributing to the internal loan. Mr Le Mar undertook to investigate this and provide the Committee with a response. | Danny Le Mar | The internal loan was the years capital additions for each year, this was being discussed with how we deal with this going forward, part of the overall financials as part of 20 September Meeting. | Closed |
| 21-Jun-21 | Mr van Bussell to email confirmed costings and timings for the order of two new pumps (resolution 21/HRWS/008), once this information is available. | Andrew van Bussell / Anna Thompson | Mr van Bussell will update the Committee on this during the 20 Sep 21 meeting. | Closed |
| 21-Jun-21 | As per the Mayor's request: Mr Benadie to investigate if there is any potential to pool the order of two new pumps (resolution 21/HRWS/008) into another order that Council is undertaking, in order to save costs via a bulk order. | Arno Benadie | Mr Benadie advised that this was considered but did not take place. The two pumps have been ordered (separately). | Closed |
| 15-Mar-21 | The Committee requested: 1. Cash flow statement for January 2021 and; 2. Recreating and explaining the financial statements going back to 2016 in a format that the Committee can feel comfortable with. 3. Clarification about how depreciation is charged | Girish Meher / Dave Tombs | This information was provided to Sam Weston and John McManaway at an informal meeting on 05 Aug 21. Further clarification included in Agenda Papers for Meeting of 20 Sept | Closed |

8 Chair's Report

8.1 Chair's Report - September 2021

Author: Sam Weston, Chair

1. Reason for Report

- 1.1 A verbal update will be provided by Mr Weston.

Recommendation

That the 'Chair's Report – September 2021' be received.

9 Reports for Information

9.1 Huntermville Rural Water Scheme - Financial Update

Author: Dave Tombs, Group Manager - Corporate Services

Authoriser: Dave Tombs, Group Manager - Corporate Services

1. Reason for Report

1.1 This Report aims to:

- 1.1.1 Provide year to date Financial Results for the two months ended 31 August 2021 (Attachment 2)
- 1.1.2 Provide the draft Financial Results for the year ended 30 June 2021 (Attachment 2)
- 1.1.3 Provide a reconciliation of the balances included in the above reports to previous years' financial reports (Attachment 1)
- 1.1.4 Provide an explanation of the key financial 'potential complications' included in the above financial summaries
- 1.1.5 Provide a platform for some discussion regarding the format of future financial reports

2. Context

- 2.1 The format of financial reporting provided to the Scheme has changed considerably in recent years and this has caused some concern.
- 2.2 As a result, Officers have developed the attached financial reporting format (Attachment 2) which they are keen to continue discussing with Committee Members and keep refining to make sure it provides the information required.

3. Discussion – Financial Reporting

Background

- 3.1 Officers are required to account for the Scheme within the Council accounting system in accordance with accounting rules and principles.
- 3.2 Committee Members require their financial information to be presented in a format that clearly shows the transactions that are relevant their financial position.
- 3.3 The requirements of S3.1 are not always consistent with those of S3.2, as summarised below.

Income

- 3.4 The Scheme receives
 - 3.4.1 direct Revenue from Scheme members through Metered Supply Charges (and some Penalties);
 - 3.4.2 an allocation of Interest based on accumulated Working Capital balances.
- 3.5 The amounts in S3.4 are relevant to Committee Members.

ITEM 9.1

3.6 Within its accounting system, Council:

1. also allocates General Rates to the Scheme, specifically to offset Internal Charges that are charged to the Scheme
2. has recently allocated a Public Good Rate amount.

Expenditure

3.7 The Scheme incurs:

3.7.1 direct Operating Expenses: it pays various direct operating expenses including Electricity, Insurance, Rates, Contracting costs etc

3.7.2 Capital Expenditure, often split between Renewals and Projects.

3.8 Council also allocates Depreciation and Internal Charges (Overheads) to the Scheme. These are non cash items.

Cash Surplus/Deficit

3.9 These transactions have all, to a varying extent, been included in reporting to the Scheme in recent years.

3.10 Where the Scheme's:

3.10.1 Cash Income exceeds Cash Expenditure, the surplus is added to a Working Capital account.

3.10.2 Cash Expenditure exceeds Cash Income the deficit is either deducted from Working Capital or added to a Loan Account.

Scheme Requirements

3.11 The only transactions that are really relevant to Scheme Members, and the only transactions that should be added to Working Capital or the Loan Account, are:

3.11.1 Metered Supply Charges and Penalty income

3.11.2 Interest earned/paid on Loan and Working Capital balances (see below)

3.11.3 Direct Operating Expenses

3.11.4 Capital Expenditure

Status

3.12 It would appear that the financial reporting for the Scheme followed the principles summarised in S3.11 until June 2018.

3.13 The Huntermville Rural Water Scheme Sub-Committee meeting on 1 October 2018 was presented with the attached Balance Sheet as at June 2018 (Attachment 1). This Balance Sheet shows the following balances at 30 June 2018:

3.13.1 Working Capital \$39,301

3.13.2 Internal Loans \$134,132

3.14 The financial reporting since June 2018 has not followed the principles summarised in S3.11 and have, accordingly, been restated as per Attachment 2.

3.15 The figures reported in S3.13 have been used as a 'starting point' in the attached Financial Results (Attachment 2).

Interest Allocations

- 3.16 For these purposes, interest at 2% has been applied to the year end Working Capital and Loan Account balances. Officers are not aware of any benefit of, or reason for, keeping the Working Capital and Loan Account balances separate and welcome discussion about combining them.

Discussion Topics

- 3.17 Officers would welcome discussion on:
- 3.17.1 The revised format of the Financial Reporting
 - 3.17.2 The need for keeping Working Capital and Loan Account balances separate
 - 3.17.3 Any additional financial reporting requirements not addressed by the attached
 - 3.17.4 Future Capital Expenditure plans, noting the difference in recent year between Depreciation and Capital Expenditure
 - 3.17.5 Future Rate increase plans

4. Discussion – Other Matters

- 4.1 Recent discussions have raised the following queries that Officers will report back to the Committee:
- 4.1.1 Can the Huntermville township be separated from the Scheme so that they are essentially counted as 1 customer (rather than 1 customer per household)
 - 4.1.2 Further details requested regarding the Metered Supply Charge (how many units and at how much)
 - 4.1.3 Council to provide an Asset Register to the Committee
 - 4.1.4 Capital Expenditure in the financial reporting to show what assets have been worked on
- 4.2 These matters are ongoing and Officers will provide a verbal update.

Attachments

1. June 2018 Balance Sheet
2. HRWS Financial Report - August 2021

Recommendation

That the report 'Huntermville Rural Water Scheme – Financial Update' be received.

Water Supply Hunterville Rural

| Financial Statement "Update" for the period ending: 30th June 2018 | | How did the FYR Actuals compare to the FYR Budget 2017/18 Values? | | | What "FYR Actual Values" have changed, since the presentation of the Interim FYR 2017/18 Values? | | | | How do the "FYR Budget Values" compare to the FYR Actuals 2017-2018? | | | |
|---|--|--|-----------------------|---|--|-------------------------------|-------------------------------|---------------------------------|---|-----------------------|---|----------------|
| Account | Detail | FYR Actuals 2017/18 | FYR Budget 2017/18 | FYR Actuals Less FYR Budget Variance | FYR Budget 2018/19 | FYR YTD Actuals 2017/18 | Interim FYR Actual 2017/18 | Variation FYR Actual 2017/18 | FYR Budget 2018/19 | FYR Actual 2017/18 | Variation FYR Actual 2017/18 Less Budget 2018/19 | Variation % |
| Water Supply Hunterville Rural | | | | | | | | | | | | |
| Statement of Operations | | | | | | | | | | | | |
| Capital - Renewals Infrastructure | | | | | | | | | | | | |
| 6061776201 | HRWS Reticulation - Contractor | 46,552 | | -46,552 | 0 | 46,552 | 46,552 | 0 | 0 | 46,552 | -46,552 | 0.0% |
| 6061776301 | HRWS Treatment - Contractor | 34,864 | 60,000 | 25,136 | 0 | 34,864 | 34,864 | -0 | 0 | 34,864 | -34,864 | 0.0% |
| Total Capital - Renewals Infrastructure | | 81,416 | 60,000 | -21,416 | 0 | 81,416 | 81,416 | 0 | 0 | 46,552 | -46,552 | 0.0% |
| Capital - Projects | | | | | | | | | | | | |
| 6061777303 | HRWS Reticulation - Staff Time | 1,097 | | -1,097 | 0 | 1,097 | 1,097 | 0 | 0 | 1,097 | -1,097 | 0.0% |
| 60617799 | Capital Contra | -82,513 | | 82,513 | 0 | -82,513 | | -82,513 | 0 | -82,513 | 82,513 | 0.0% |
| Total Capital - Projects | | -81,416 | 0 | 81,416 | 0 | -81,416 | 1,097 | -82,513 | 0 | 1,097 | -1,097 | 0.0% |
| Net Projects | | 0 | 60,000 | 60,000 | 0 | 0 | 82,513 | -82,513 | 0 | 47,649 | -47,649 | 0.0% |
| Equity | | | | | | | | | | | | |
| 60617966 | HVL RWS REVAL.RESERVE | 2,631,503 | | 2,631,503 | 0 | 2,631,503 | 2,631,503 | 0 | 2,631,503 | 2,631,503 | 0 | 0.0% |
| 60617990 | Public Equity H/Mille Rural Water | 3,960,493 | | 3,960,493 | 0 | 3,960,493 | 3,960,493 | 0 | 3,960,493 | 3,960,493 | 0 | 0.0% |
| 6061799401 | Water Supply Hunt Rural Surp/Def Reserve | -142,227 | | -142,227 | 0 | -142,227 | -142,227 | 0 | -142,227 | -142,227 | 0 | 0.0% |
| 60617995 | Hunterville RWS Reserve | 198,818 | | 198,818 | 0 | 198,818 | 188,908 | 9,910 | 198,818 | 198,818 | 0 | 0.0% |
| Net Surplus/(Deficit) | | -81,491 | -848 | -80,643 | -152,696 | -81,491 | -43,313 | -38,178 | -152,696 | -81,491 | -71,205 | 46.6% |
| Working Capital | | 39,301 | 60,848 | -21,547 | | 39,301 | 86,870 | -47,569 | 110,506 | 39,301 | 71,205 | 64.4% |
| Total Equity | | 6,606,397 | 60,000 | 6,546,397 | -152,696 | 6,606,397 | 6,682,233 | -75,836 | 6,606,397 | 6,606,397 | 0 | 0.0% |
| Current Assets | | | | | | | | | | | | |
| Non Current Assets | | | | | | | | | | | | |
| 60617886 | Water Supply Schemes | -7,002,530 | | -7,002,530 | 0 | -7,002,530 | -6,921,114 | -81,416 | -7,002,530 | -7,002,530 | 0 | 0.0% |
| 6061788601 | Provision for depecciation | 262,001 | | 262,001 | 0 | 262,001 | 265,324 | -3,323 | 262,001 | 262,001 | 0 | 0.0% |
| Net Projects | | | -60,000 | 60,000 | 0 | 0 | -82,513 | 82,513 | 0 | 0 | 0 | 0.0% |
| Total Non Current Assets | | -6,740,529 | -60,000 | -6,680,529 | 0 | -6,740,529 | -6,738,302 | -2,227 | -6,740,529 | -6,740,529 | 0 | 0.0% |
| Non Current Liabilities | | | | | | | | | | | | |
| 60617950 | Internal Loan | 134,132 | | 134,132 | 0 | 134,132 | 56,069 | 78,063 | 134,132 | 134,132 | 0 | 0.0% |
| Total Non Current Liabilities | | 134,132 | 0 | 134,132 | 0 | 134,132 | 56,069 | 78,063 | 134,132 | 134,132 | 0 | 0.0% |
| Net Assets | | 6,606,397 | 60,000 | 6,546,397 | 0 | 6,606,397 | 6,682,233 | -75,836 | 6,606,397 | 6,606,397 | 0 | 0.0% |

| Operating Statement | | | | | | | |
|---|-----------------------|---------------------|--------------------|---------------------|------------------|----------------------|----------------------|
| | 2021/22 | | | Prior Years | | | |
| | YTD August 2021/22 | YTD Budget 21/22 | FY Budget 21/22 | Draft FY 2020/21 | Budget 20/21 | Actual FY 2019/20 | Actual FY 2018/19 |
| (FY = full year) | | | | | | | |
| Operating revenue | | | | | | | |
| Metered Supply Charge | | | 522,110 | 528,590 | 515,328 | 506,462 | 476,336 |
| Public Good Rate (see below) | | | | | (102,602) | | |
| Penalty | 1,408 | 334 | 2,004 | 7,494 | | 1,380 | |
| Revenue (1) | 1,408 | 334 | 524,114 | 536,084 | 412,726 | 507,842 | 476,336 |
| Non-Cash Expenses | | | | | | | |
| Depreciation - Infrastructure (see below) | | (25,600) | (153,600) | (151,000) | (151,000) | (151,052) | (131,419) |
| Loss on asset disposal | | | | | (106,280) | | |
| Internal Charges (see below) | | | | | | | |
| Total non-cash Expenses (2) | 0 | (25,600) | (153,600) | (151,000) | (257,280) | (151,052) | (131,419) |
| Expenses (Other) | | | | | | | |
| Phone rentals | (442) | (376) | (2,256) | (2,358) | (2,140) | (2,548) | (2,618) |
| Electricity | (14,988) | (30,250) | (181,500) | (196,746) | (177,515) | (185,664) | (166,320) |
| Insurance | (3,799) | (2,080) | (12,476) | (21,912) | (19,358) | (18,492) | (16,816) |
| Rates - Utility | (22,569) | (19,500) | (19,500) | (21,334) | (18,062) | (19,096) | (15,356) |
| Member Remuneration | | | | (1,800) | | (880) | (1,360) |
| MDC Professional Services | | (190) | (1,140) | | (5,669) | | |
| Operational Costs - Contractor | | (200) | (1,200) | | | | |
| MDC Charges - PSU | | | | | | (1,543) | |
| External contractor | | | | | | (2,948) | |
| Reticulation costs - Staff | (5,039) | (3,076) | (18,456) | (1,760) | (18,189) | (17,412) | (27,072) |
| Treatment costs - staff time | (380) | | | (1,530) | | | (1,050) |
| External contractors | | (2,312) | (13,872) | (14,163) | (27,545) | (6,625) | (14,967) |
| Resource Consents | | | | (1,281) | | | |
| Chemicals/consumables | | (584) | (3,504) | | | | (3,735) |
| Materials | 4 | (2,084) | (12,504) | (3,601) | (29,823) | (9,670) | (4,604) |
| Total Expenses (Other) (3) | (47,213) | (60,652) | (266,408) | (266,485) | (298,301) | (264,878) | (253,898) |
| Accounting Surplus/(Deficit) - (1+2+3+4) | (45,805) | (85,918) | 104,106 | 118,599 | (142,855) | 91,912 | 91,019 |
| Add back non cash charge: | | | | | | | |
| Depreciation | 0 | | | 151,000 | | 151,052 | 131,419 |
| Loss on sale | | | | | | | |
| Net cash surplus/(deficit) from operations (A) | (45,805) | | | 269,599 | | 242,964 | 222,438 |
| Capital Expenditure | | | | | | | |
| Renewals | | | | | | | |
| HRWS Reticulation - Contractor | (400) | (4,166) | (24,996) | (5,535) | (26,318) | (11,506) | (30,473) |
| HRWS Treatment - Contractor | | (3,334) | (20,004) | (9,636) | (21,054) | (14,765) | |
| Projects | | | | | | | |
| HRWS Reticulation - Staff Time | (5,350) | | | (26,100) | | (16,801) | (22,594) |
| Total Capital Expenditure (B) | (5,750) | (7,500) | (45,000) | (41,271) | (47,372) | (43,072) | (53,067) |

| Working Capital Movements Table | YTD August 2021/22 | Draft FY 2020/21 | Actual FY 2019/20 | Actual FY 2018/19 |
|---|-----------------------|---------------------|----------------------|----------------------|
| Notional Opening balance (to be confirmed) | | | | |
| Opening balance 1 Jul | 662,307 | 420,992 | 212,845 | 39,301 |
| Cash surplus/(deficit) above | (45,805) | 269,599 | 242,964 | 222,438 |
| Cap Ex Additions during year | (5,750) | (41,271) | (43,072) | (53,067) |
| Treasury Interest | | 12,986 | 8,255 | 4,173 |
| Closing balance | 610,752 | 662,307 | 420,992 | 212,845 |

| Internal Loan Movements Table | YTD August 2021/22 | Draft FY 2020/21 | Actual FY 2019/20 | Actual FY 2018/19 |
|---|-----------------------|---------------------|----------------------|----------------------|
| Notional Opening balance (to be confirmed) | | | | |
| Opening balance 1 Jul | (142,353) | (139,558) | (136,818) | (134,132) |
| Movements | 0 | 0 | 0 | 0 |
| Treasury Interest | | (2,795) | (2,740) | (2,686) |
| Closing balance | (142,353) | (142,353) | (139,558) | (136,818) |

| Capital Assets Summary | YTD August 2021/22 | Draft FY 2020/21 | Actual FY 2019/20 | Actual FY 2018/19 |
|---|-----------------------|---------------------|----------------------|----------------------|
| Notional Opening balance (to be confirmed) | | | | |
| Opening Balance | 6,586,885 | 6,696,614 | 6,804,594 | 6,740,529 |
| Additions during year | 5,750 | 41,271 | 43,072 | 53,067 |
| Revaluations | | | | 142,417 |
| Disposals | | | | |
| Depreciation | 0 | (151,000) | (151,052) | (131,419) |
| Closing balance | 6,592,635 | 6,586,885 | 6,696,614 | 6,804,594 |

Notes

Amounts excluded from the above Operating Statement:

Public Good Rate: debit balance of \$128k in the RDC system, excluded above

Internal Charges of \$114k - RDC Policy is to allocate General Rates to offset these

2020/21 Depreciation cost not yet finalised - Budget figure has been used above

Interest Paid/Charged will differ to the figures that may be calculated for internal purposes

9.2 Huntermville Rural Water Scheme - Operations Update

Author: Andrew van Bussel, Operations Manager

1 Leaks and Repairs

1.1 There have been a number of repairs during this period:

- 03-06-21 Leak on Shane Hurleys, Turakina Valley
- 03-06-21 Robert Nydigger low flow to tank
- 08-06-21 Low flow at Duncan Trows
- 24-06-21 Renshaw, Turakina Valley, tank overflowing
- 01-07-21 Ohingaiti break tank, split inlet pipe
- 06-07-21 Leak on viaduct
- 12-07-21 Leak on viaduct
- 13-07-21 Swainson SH1 leak at tank
- 13-07-21 Leak on main pumping pipe at Mark Graces
- 14-07-21 Leak on viaduct and change 50mm tap
- 20-07-21 Fixed tap at Mark Graces, main line
- 27-07-21 Leak on Adrian Bulls, Rangatira Road
- 27-07-21 Lift bore pump
- 01-08-21 Leak on Mark Graces, main line
- 06-08-21 Fix pipe work at Rathmoy tank
- 10-08-21 Wairata tank replace pipe work
- 11-08-21 Leak on Mark Graces
- 20-08-21 Leak on Adrian Bulls 20mm line going to tank
- 23-08-21 Leak at Tracey Lethbridge, Turakina Valley Road

2 General

- 2.1 New pumps have been ordered and we are awaiting arrival which has been delayed due to the Covid Pandemic.
- 2.2 Replaced motor on intake pump due to dirty power. We have installed filters to stop this from happening again and I will update the Committee more on the power supply issues when all the information is available.
- 2.3 Other the previous issues the scheme has been operating well.

Recommendation

That the report 'Huntermville Rural Water Scheme – Operations Update' be received.

10 Next Meeting

The next meeting is scheduled for 13 December 2021, at 4.00 pm.

11 Meeting Closed