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Report 00.816

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Report to Rural Services and Wairarapa Committee
from Stephen Hill, Divisional Accountant, Wairarapa

Financial Report for the four months to 31 October 2000

1. Purpose

To inform the committee of the Division's financial performance to budget.

2. Comment

At the end of October the Division overall was \$275,000 under budget with revenue being \$325,000 below budget and operating expenditure \$600,000 below. Capital expenditure at October was \$109,000 below budget.

3. Operating Surplus

	2000/01 YTD Actual \$000s	2000/01 YTD Budget \$000s	2000/01 YTD Variance \$000s	01	2000/01 Year Forecast \$000s	2000/01 Year Budget \$000s	2000/01 Budget Variance \$000s
Operating Surplus(Deficit)							
Biosecurity	61	(47)	108 F		n/a	(139)	n/a F
Operations	172	80	92 F		n/a	184	n/a F
Planning & Resources	152	117	35 F		n/a	25	n/a F
Support Services	41	1	40 F		n/a	3	n/a F
Total Operating Surplus(Deficit)	426	151	275 F		n/a	73	n/a F

Significant components of this favourable variance are as follows:

(1) *Biosecurity Department \$108,000 Favourable*

Related to savings for Bovine Tb vector control operations, mostly due to timing of aerial and ground control contracts and permanent savings because of the cancellation of expanded operations in Southeast Wairarapa.

(2) *Operations Department \$92,000 Favourable*

Related to offsetting timing differences for the River Management activity (\$106,000 favourable), Akura Business unit (\$98,000 favourable), Reserve Forests

(\$54,000 favourable) and the Soil Conservation activity (\$150,000 unfavourable, excluding external revenue of \$124,000 processed to the November accounts).

(3) *Planning & Resources Department \$35,000 Favourable*

Related to the timing of contract expenditure and consent income.

(4) *Support Services Department \$40,000 Favourable*

Related to additional Workshop recoveries and savings on materials.

4. Capital Expenditure

	2000/01 YTD Actual \$000s	2000/01 YTD Budget \$000s	2000/01 YTD Variance \$000s	01	2000/01 Year Forecast \$000s	2000/01 Year Budget \$000s	2000/01 Budget Variance \$000s
Capital Expenditure							
Biosecurity	48	71	23 F		n/a	91	n/a F
Operations	41	94	53 F		n/a	94	n/a F
Planning & Resources	0	33	33 F		n/a	43	n/a F
Support Services	0	0	0 U		n/a	0	n/a F
Total Capital Expenditure	89	198	109 F		n/a	228	n/a F

Significant components of this favourable variance are as follows:

(1) *Biosecurity Department \$23,000 Favourable*

Related to the timing of vehicle and equipment replacement.

(2) *Operations Department \$53,000 Favourable*

Related to the deferment of irrigation equipment for the Akura Conservation Centre and the timing of a vehicle replacement.

(3) *Planning & Resources Department \$33,000 Favourable*

Related to the timing of vehicle and equipment replacement.

5. Recommendation

That the report be received and the contents noted.

Report prepared by:

Approved for submission:

STEPHEN HILL
Divisional Accountant

COLIN WRIGHT
Divisional Manager, Wairarapa