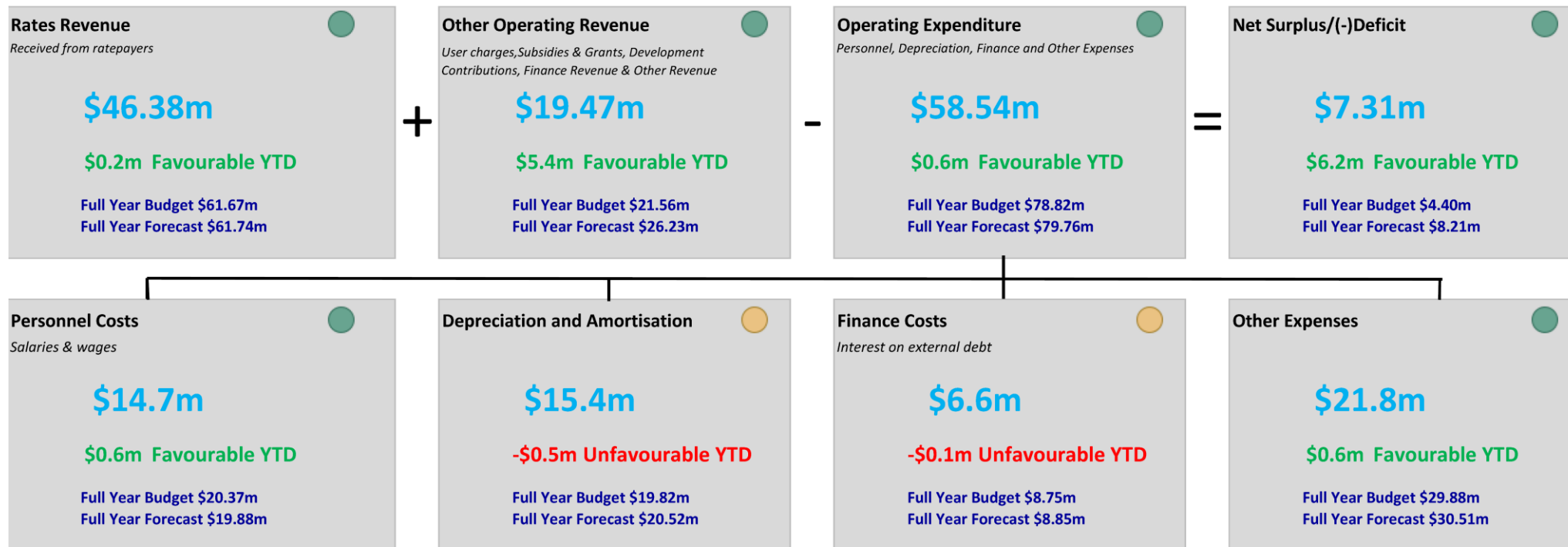


# Taupō District Council

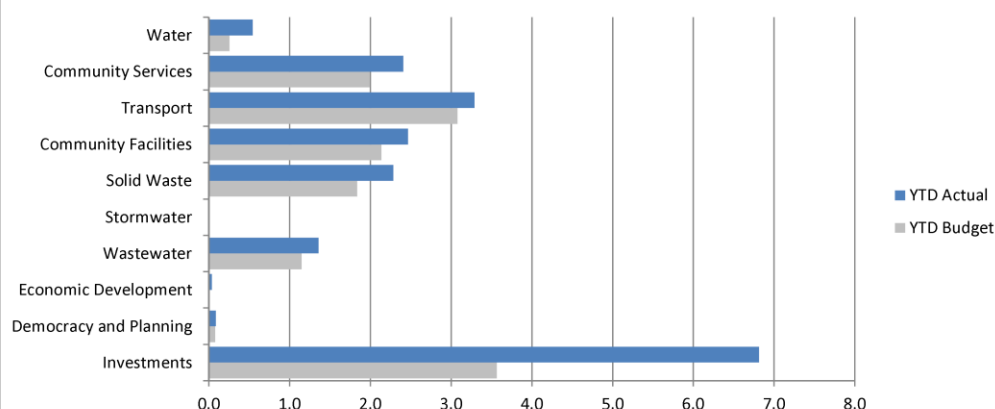
## Financial Statement Measures - Operational

As at 31 March 2017

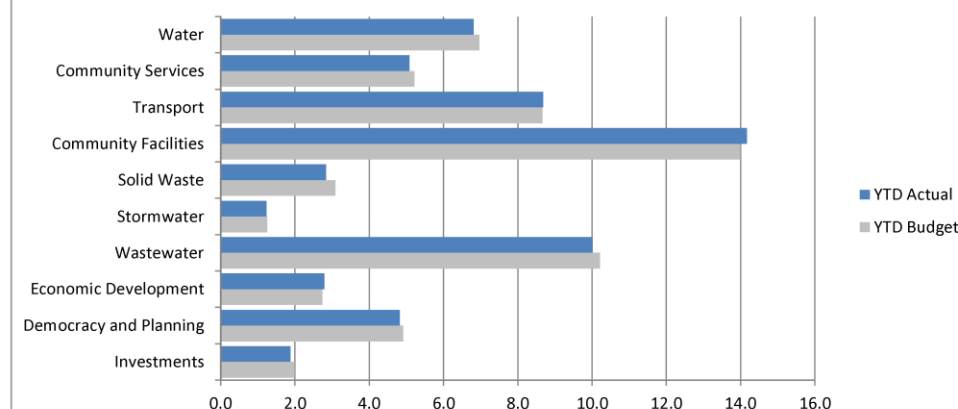
## Key Indicators



Other Operating Revenue by Activity (\$millions)



Operating Expenditure by Activity (\$millions)

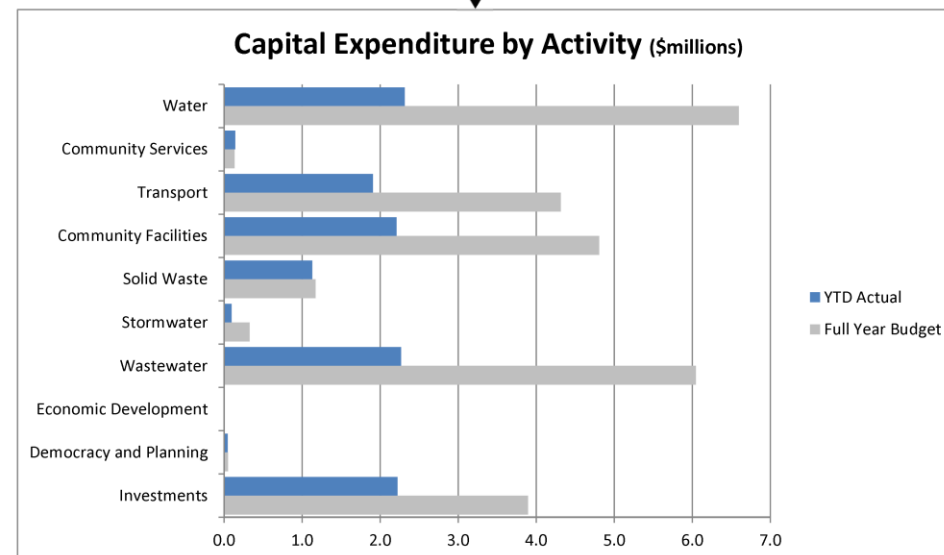
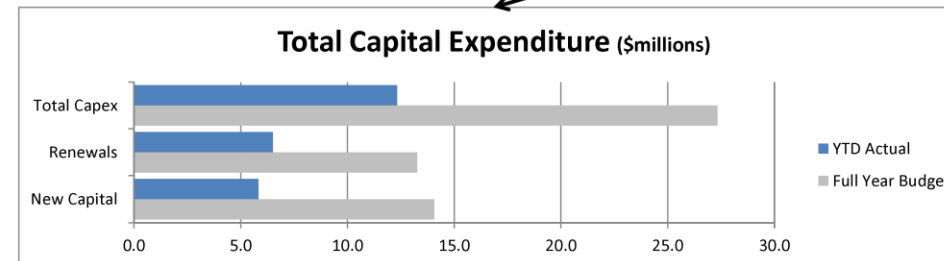
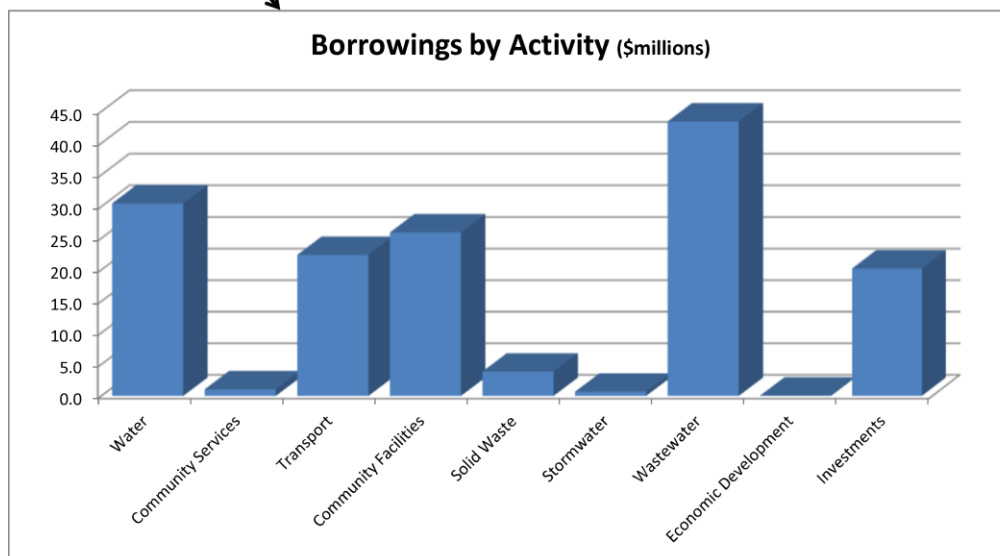
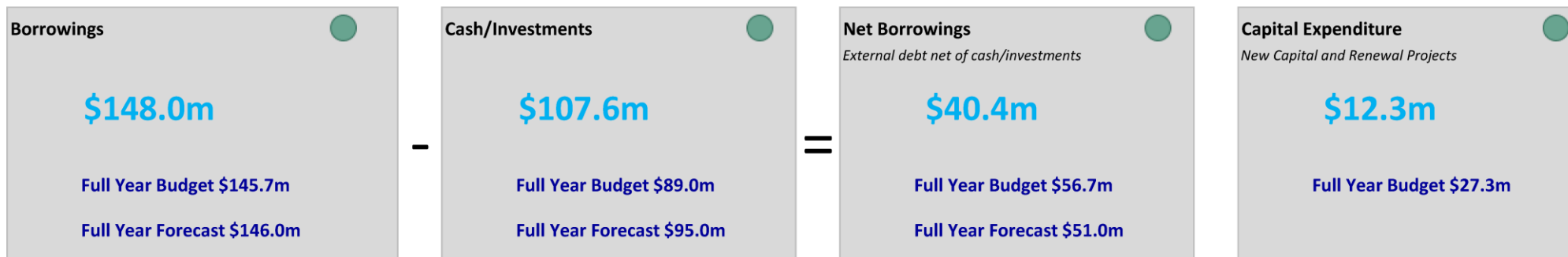


# Taupō District Council

## Financial Statement Measures - Borrowings and Capital Expenditure

As at 31 March 2017

Key Indicators



# Taupō District Council

## Statement of Comprehensive Revenue and Expense

For the period ending 31 March 2017

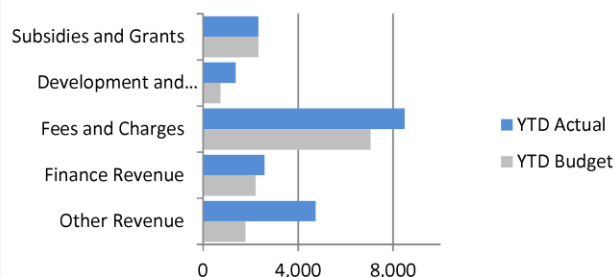
\$000	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	46,382	46,180	202	0%	61,665	61,736	71	0%
Subsidies and Grants	2,315	2,325	(10)	0%	4,326	3,691	(635)	-15%
Development and Financial Contributions	1,361	715	646	90%	953	1,995	1,042	109%
Fees and Charges	8,484	7,052	1,432	20%	9,215	10,082	867	9%
Finance Revenue	2,573	2,203	370	17%	2,937	3,442	504	17%
Other Revenue	4,739	1,782	2,957	166%	4,130	7,016	2,885	70%
<b>Total Revenue</b>	<b>65,853</b>	<b>60,257</b>	<b>5,596</b>	<b>9%</b>	<b>83,228</b>	<b>87,962</b>	<b>4,734</b>	<b>6%</b>
<b>Operating Expenditure</b>								
Personnel Costs	14,701	15,279	578	4%	20,372	19,881	491	2%
Depreciation	15,408	14,864	(544)	-4%	19,818	20,524	(706)	-4%
Finance Costs	6,641	6,566	(75)	-1%	8,755	8,845	(91)	-1%
Other Expenses	21,790	22,444	653	3%	29,879	30,506	(627)	-2%
<b>Total Operating Expenditure</b>	<b>58,540</b>	<b>59,152</b>	<b>612</b>	<b>1%</b>	<b>78,824</b>	<b>79,756</b>	<b>(932)</b>	<b>-1%</b>
<b>Net Surplus/Deficit</b>	<b>7,313</b>	<b>1,104</b>	<b>6,208</b>		<b>4,404</b>	<b>8,206</b>	<b>3,802</b>	

<b>Group of Activities</b>								
Water	622	80	542		1,327	1,208	(120)	
Community Services	753	104	649		0	214	214	
Transport	(769)	(958)	189		(711)	(741)	(30)	
Community Facilities	202	50	152		112	(645)	(757)	
Solid Waste	797	90	706		145	680	535	
Stormwater	16	(0)	16		400	435	35	
Wastewater	703	282	421		322	829	506	
Economic Development	(56)	(136)	80		(155)	(153)	2	
Democracy and Planning	82	(14)	97		0	52	52	
Investments	4,963	1,607	3,357		2,964	6,326	3,363	
<b>Net Surplus/Deficit</b>	<b>7,313</b>	<b>1,104</b>	<b>6,208</b>		<b>4,404</b>	<b>8,206</b>	<b>3,802</b>	

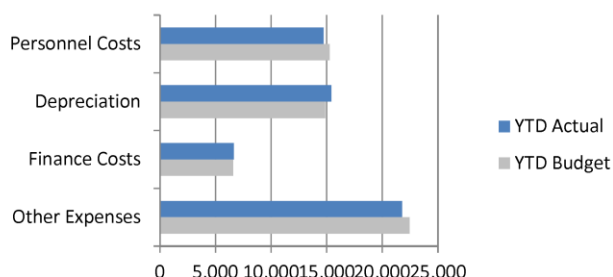
### Explanation of variances to budget

- The Budget comparison for this report is based on the Approved Annual Plan plus any Council approved budgets subsequent to 30 June 2016.
- Amendments to Annual Plan via resolution**
  - Surplus as per 2016/17 Annual Plan 4,573
  - Go Tongariro funding TDC20160830/03 (55)
  - Waikato Plan TDC201702/12 (14)
  - Tourism NZ Marketing Campaign TDC201702/23 (100)
  - Adjusted surplus for 2016/17 **4,404**
- Year-to-date surplus is \$6.208m more than the planned surplus
- A number of large subdivisions are now coming on line, we are forecasting year end Development Contribution revenue to be \$2.0m
- The favourable variance of \$1.432m in fees and charges is mainly due to the following:
  - Regulatory revenue is ahead of plan by \$291k
  - Emergency Management revenue is ahead of plan by \$126k
  - Transport revenue ahead of plan by \$85k
  - Venue & facility revenue is ahead of plan by \$219k
  - Lease revenue is ahead of plan by \$164k
  - Landfill, transfer station & collection revenues are ahead of plan by \$419k.
  - Other sundry income ahead of plan by \$113k
- Finance revenue \$370k ahead of budget due to additional investment funds
- The favourable variance of \$2.957m in other revenue is made up as follows:
  - Gain on sale of investment properties \$1.508m
  - Realised & unrealised gains on investments \$1.311m

### Operating Revenue (\$000)



### Operating Expenditure (\$000)



# Community Services

<b>Operating Revenue</b> <div>\$5.8m</div> <div>\$0.5m Favourable YTD</div> <div>Full Year Budget \$6.9m Full Year Forecast \$7.1m</div>	-	<b>Operating Expenditure</b> <div>\$5.1m</div> <div>\$0.1m Favourable YTD</div> <div>Full Year Budget \$6.9m Full Year Forecast \$6.9m</div>	=	<b>Net Surplus/(-)Deficit</b> <div>\$0.7m</div> <div>\$0.6m Favourable YTD</div> <div>Full Year Budget \$0.0m Full Year Forecast \$0.2m</div>	<b>Capital Expenditure</b> <div>\$0.1m</div> <div>Full Year Budget \$0.1m</div>
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## Cost of Service Statement

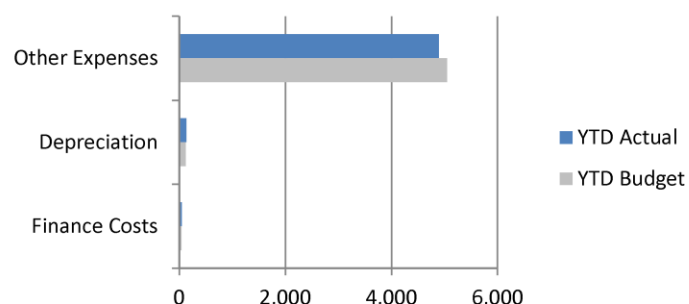
For the period ending 31 March 2017

	Year to Date				Full Year			
\$000	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	3,432	3,338	94	3%	4,397	4,397	0	0%
Subsidies and Grants	39	17	22	127%	23	36	13	57%
Development and Financial Contributions	0	0	0	0%	0	0	0	0%
Fees and Charges	2,023	1,637	386	24%	2,064	2,278	214	10%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	344	336	8	2%	448	418	(29)	-7%
<b>Total Revenue</b>	<b>5,838</b>	<b>5,328</b>	<b>511</b>	<b>10%</b>	<b>6,931</b>	<b>7,129</b>	<b>198</b>	<b>3%</b>
<b>Operating Expenditure</b>								
Other Expenses	4,898	5,052	154	3%	6,702	6,675	27	0%
Depreciation	140	125	(15)	-12%	167	176	(10)	-6%
Finance Costs	48	47	(1)	-3%	63	64	(1)	-2%
<b>Total Operating Expenditure</b>	<b>5,086</b>	<b>5,224</b>	<b>138</b>	<b>3%</b>	<b>6,931</b>	<b>6,915</b>	<b>16</b>	<b>0%</b>
<b>Net Surplus/Deficit</b>	<b>753</b>	<b>104</b>	<b>649</b>		<b>0</b>	<b>214</b>	<b>214</b>	

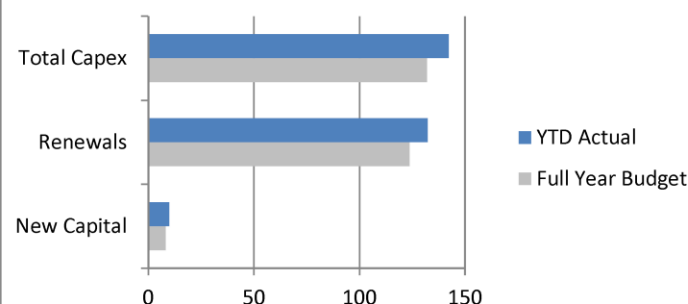
### Explanation of variances to budget

- The favourable variance of \$386k in fees and charges is made up of:
  - Regulatory revenue is ahead of plan, this is made up of resource consents \$53k and building consents \$54k both due to increased activity in the housing and development markets; dog registration revenue is ahead of plan by \$51k; food & liquor registration revenue is ahead of plan by \$63k
  - Revenue from emergency management being ahead of plan by \$126k due to recoveries from January fires
  - An insurance payment has been received of \$25k.

## Operating Expenditure (\$000)



## Capital Expenditure (\$000)



# Community Services

Community Services - Service delivery



- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

All the community services service delivery measures are currently on track.

	Achieved		On track		May not be met		Will not be met
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# Water

## Operating Revenue

**\$7.4m**

\$0.39m Favourable YTD

Full Year Budget \$10.67m

Full Year Forecast \$10.45m

## Operating Expenditure

**\$6.8m**

\$0.15m Favourable YTD

Full Year Budget \$9.34m

Full Year Forecast \$9.25m

## Net Surplus/(-)Deficit

**\$0.6m**

\$0.54m Favourable YTD

Full Year Budget \$1.33m

Full Year Forecast \$1.2m

## Capital Expenditure

**\$2.3m**

Full Year Budget \$6.6m

## Cost of Service Statement

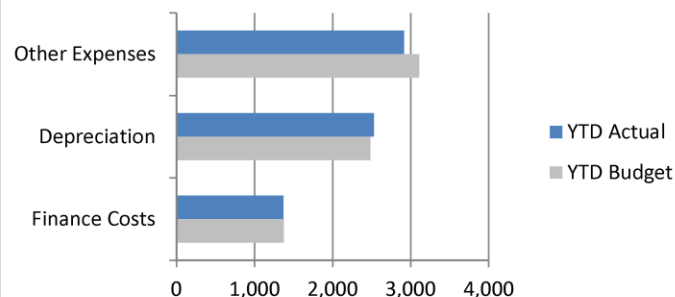
For the period ending 31 March 2017

\$000	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	6,898	6,799	98	1%	9,211	9,211	0	0%
Subsidies and Grants	0	0	0	0%	971	300	(671)	-69%
Development and Financial Contributions	447	192	255	133%	256	700	443	173%
Fees and Charges	93	59	34	58%	78	93	15	19%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	0	0	0	0%	150	150	0	0%
<b>Total Revenue</b>	<b>7,437</b>	<b>7,050</b>	<b>387</b>	<b>5%</b>	<b>10,667</b>	<b>10,454</b>	<b>(213)</b>	<b>-2%</b>
<b>Operating Expenditure</b>								
Other Expenses	2,916	3,110	194	6%	4,193	4,053	140	3%
Depreciation	2,530	2,484	(45)	-2%	3,313	3,370	(58)	-2%
Finance Costs	1,370	1,375	6	0%	1,834	1,823	11	1%
<b>Total Operating Expenditure</b>	<b>6,815</b>	<b>6,970</b>	<b>155</b>	<b>2%</b>	<b>9,339</b>	<b>9,246</b>	<b>93</b>	<b>1%</b>
<b>Net Surplus/Deficit</b>	<b>622</b>	<b>80</b>	<b>542</b>		<b>1,327</b>	<b>1,208</b>	<b>(120)</b>	

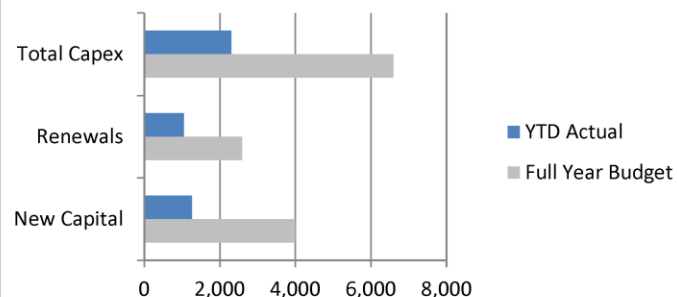
### Explanation of variances to budget

- A number of large subdivisions are now coming on line, we are forecasting year end development contribution revenue of \$700k
- Fees & charges are ahead of plan by \$34k due to connection charges ahead of plan due to building activity in the district.
- The variance between budget and full year forecast of \$671k for subsidies and grants is due to the timing of the Waitahanui Water project

## Operating Expenditure (\$000)



## Capital Expenditure (\$000)





# Water

## Water - service delivery








- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

All the water service delivery measures are currently on track.

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Extension of the Taupo water supply to Waitahanui <i>(This is a multi-year project and expected completion September 2017)</i>		\$117,987	\$1,487,543	Registration of Interest closed on 28 February and three contracting companies have been shortlisted to participate in the Tender phase. The tender will be released for pricing in April 2017 following completion of the design. Consultation with the <i>owners</i> of Pehi Manini Road, which is a private Maori Road, has been scheduled and will be advertised shortly. All property owners in Waitahanui will be sent application forms to formally commit to connecting to the water supply (April 2017).
Acacia Bay Water Treatment Plant upgrade to meet the Drinking-water Standards for New Zealand <i>(This is multi-year project)</i>		\$36,476	\$200,000	A preferred location for a new water treatment plant has been determined. There is uncertainty on timing because Council does not own this land and negotiations are to be undertaken with the land owner to secure access to the site. Once the lease of land is finalised detail design work will begin.

# Water

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Kinloch Water - Security of supply <i>(This is multi-year project)</i>		\$270,256	\$445,000	The first stage of this project was the installation of the Boojum Dell water mains and this was completed prior to Christmas. The second part of this project is to construct a new reservoir for Kinloch, when Kinloch WTP location including masterplan is finalised (June 2017).
Bonshaw Park Water Bore		\$70,816	\$314,100	A third bore has now been drilled. The water flow rate is low, and initial test show the water quality has high iron and aluminum content but is still potable. Further testing (Including Radiology) is required to be submitted to the Drinking Water Assessor for approval to use the bore. The intention will be to complete installation of the bore and have is ready as the backup supply if required by the end of the year. This bore is not a long term solution for Bonshaw Park water supply.
Centennial Drive Water Scheme Extension		\$137,204	\$166,000	Some minor tidy up left to do on site before commissioning the pump station in April 2017.
Mapara Road Pump Station Relocation		\$749,390	\$800,000	Power supply from Unison (in negotiation) and completion of electrical installation is required. Waiting for unison to revised power supply cost.
Motuoapa Reservoir Renewal		\$109,361	\$861,990	The construction of the retaining wall is complete. Programme for the construction of reservoirs being prepared. It is estimated the reservoir construction work will be completed by June 2017.



# Transport

## Operating Revenue

**\$7.9m**

\$0.21m Favourable YTD

Full Year Budget \$10.64m  
Full Year Forecast \$10.92m

## Operating Expenditure

**\$8.7m**

-\$0.02m Unfavourable YTD

Full Year Budget \$11.35m  
Full Year Forecast \$11.66m

## Net Surplus/(-)Deficit

**-\$0.8m**

\$0.19m Favourable YTD

Full Year Budget -\$0.71m  
Full Year Forecast -\$0.74m

## Capital Expenditure

**\$1.9m**

Full Year Budget \$4.3m

## Cost of Service Statement

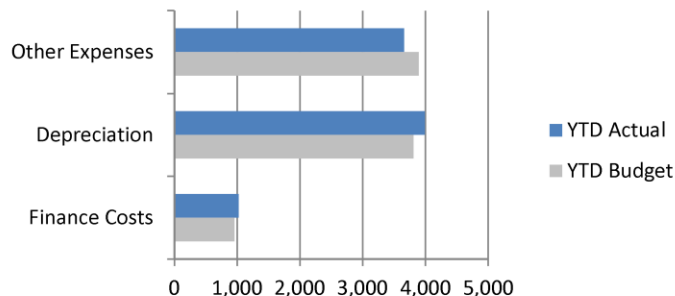
For the period ending 31 March 2017

	Year to Date				Full Year			
\$000	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	4,625	4,625	0	0%	6,167	6,167	0	0%
Subsidies and Grants	2,148	2,212	(63)	-3%	3,115	3,115	0	0%
Development and Financial Contributions	327	156	172	110%	208	395	187	90%
Fees and Charges	145	60	85	141%	80	172	92	115%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	668	652	16	2%	1,070	1,072	2	0%
<b>Total Revenue</b>	<b>7,914</b>	<b>7,705</b>	<b>209</b>	<b>3%</b>	<b>10,639</b>	<b>10,921</b>	<b>282</b>	<b>3%</b>
<b>Operating Expenditure</b>								
Other Expenses	3,664	3,892	228	6%	4,989	4,981	8	0%
Depreciation	3,991	3,810	(181)	-5%	5,081	5,322	(241)	-5%
Finance Costs	1,027	961	(67)	-7%	1,281	1,359	(79)	-6%
<b>Total Operating Expenditure</b>	<b>8,683</b>	<b>8,663</b>	<b>(19)</b>	<b>0%</b>	<b>11,350</b>	<b>11,662</b>	<b>(312)</b>	<b>-3%</b>
<b>Net Surplus/Deficit</b>	<b>(769)</b>	<b>(958)</b>	<b>189</b>		<b>(711)</b>	<b>(741)</b>	<b>(30)</b>	

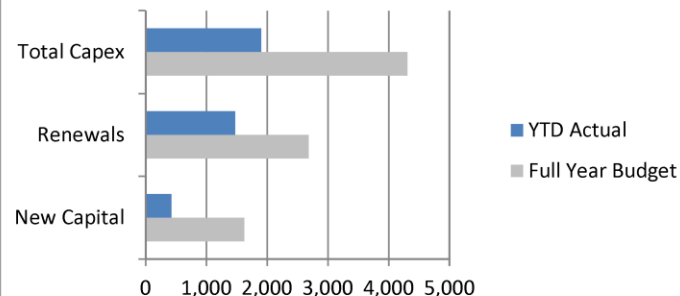
### Explanation of variances to budget

- A number of large subdivisions are now coming on line, we are forecasting year end development contributions revenue of \$395k
- Fees & charges are ahead of plan by \$85k due to an annual off highway levy charged in December and overweight permit charges being ahead of plan.

## Operating Expenditure (\$000)



## Capital Expenditure (\$000)



# Transport

## Transport - service delivery





- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

All the transport service delivery measures are currently on track.

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Continue widening of Poihipi Road		\$201,304	\$200,000	Tender for Contract TDC/1617/175 - Poihipi Rd Widening was awarded to Inframax at the August Council meeting and is now complete.
Seal extension		\$117,305	\$400,000	Hingarae Road Seal extension. An application for resource consent to use pumice material has been withdrawn. Still in discussion with Chorus about the necessity to relocate underground cables. The tender was awarded to Inframax for \$400,000. Inframax established on-site at end of February 2017 and are metalling over the pumice overlay.
Continue construction of Huka Falls footpath (Multi year project)		\$13,544	\$200,000	Tender documentation being finalised. Tenders will be advertised in April.

	Achieved		On track		May not be met		Will not be met
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# Transport

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Complete construction of the shared path from Wharewaka to Rainbow Point <i>(Multi year project)</i>		\$1,405	\$170,000	Construction of footpath and adjoining retaining walls tendered with two tenders received. Tender prices exceeded project budget. The scope is being reviewed to look for opportunities to reduce costs. Retendering is planned to be finalised during May/ June 2017.
Undertake minor safety improvements		\$48,260	\$169,000	Mere Road and Taharepa Road intersection improvements for cyclists and pedestrians have been completed. Widening on Tirohanga Rd has been completed but some further remedial work is still required.

# Community Facilities

## Operating Revenue

**\$14.4m**

\$0.33m Favourable YTD

Full Year Budget \$18.8m  
Full Year Forecast \$18.9m

## Operating Expenditure

**\$14.2m**

-\$0.18m Unfavourable YTD

Full Year Budget \$18.7m  
Full Year Forecast \$19.5m

## Net Surplus/(-)Deficit

**\$0.2m**

\$0.15m Favourable YTD

Full Year Budget \$0.1m  
Full Year Forecast -\$0.6m

## Capital Expenditure

**\$2.2m**

Full Year Budget \$4.8m

## Cost of Service Statement

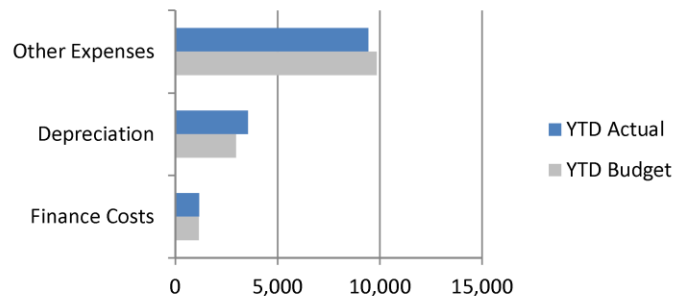
For the period ending 31 March 2017

	Year to Date				Full Year			
\$000	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	11,913	11,913	(0)	0%	15,883	15,883	0	0%
Subsidies and Grants	11	9	2	21%	103	103	0	0%
Development and Financial Contributions	38	84	(46)	-55%	112	50	(62)	-55%
Fees and Charges	2,346	2,029	317	16%	2,661	2,748	86	3%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	71	13	58	454%	17	77	60	352%
<b>Total Revenue</b>	<b>14,378</b>	<b>14,047</b>	<b>331</b>	<b>2%</b>	<b>18,776</b>	<b>18,861</b>	<b>84</b>	<b>0%</b>
<b>Operating Expenditure</b>								
Other Expenses	9,439	9,856	417	4%	13,143	13,184	(41)	0%
Depreciation	3,563	2,981	(582)	-20%	3,975	4,760	(785)	-20%
Finance Costs	1,174	1,160	(14)	-1%	1,546	1,562	(15)	-1%
<b>Total Operating Expenditure</b>	<b>14,176</b>	<b>13,998</b>	<b>(179)</b>	<b>-1%</b>	<b>18,664</b>	<b>19,505</b>	<b>(841)</b>	<b>-5%</b>
<b>Net Surplus/Deficit</b>	<b>202</b>	<b>50</b>	<b>152</b>		<b>112</b>	<b>(645)</b>	<b>(757)</b>	

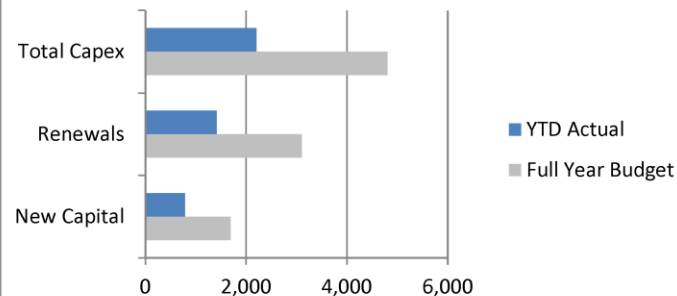
### Explanation of variances to budget

- The favourable variance of \$317k in fees and charges is made up of:
  - Revenue from our pools is ahead of plan by \$122
  - Revenue from pool & fitness memberships is ahead of plan by \$91k
  - Lease revenue is ahead of plan by \$76k – due to timing of invoicing
  - Sales at venues ahead of plan by \$6k.
- The \$58k variance in other revenue is the first time recognition of assets \$20k and gain on disposal of vehicles \$38k.

## Operating Expenditure (\$000)

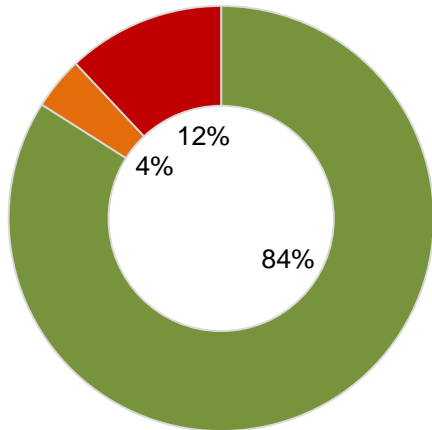


## Capital Expenditure (\$000)



# Community Facilities

## Community Facilities - service delivery



- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

Status	Performance Measure	Performance
	At least 50 sporting and community events are held on sports grounds in the Taupō District each year (new measure).	<b>Current issues</b> <ul style="list-style-type: none"> <li>Year to date target = 37</li> <li>Year to Date total = 35</li> </ul> <p>Projections based on 2016 figures will see us fall short of 50 sporting events at year end (a further 6 bookings confirmed as at the end of March). Figures exclude club football, cricket and rugby, league and touch usage.</p>

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
New toilet at Otumuheke Stream in Spa Thermal Park Renamed Otumuheke Stream/Spa Thermal Park upgrade		\$28,067	\$248,044	<p>Initial consultation now complete. Concept drawings &amp; scoping underway. We have been successful in securing a Central Governments tourism fund allocation of \$118,500 (GST inclusive) to match Council's LTP budget allocation. To reflect the new funding, this project along with two others (detail below), have been amalgamated into one master project - to make improvements at Spa Thermal Park, building a toilet block and upgrading of visitor facilities.</p> <p>Master project made up of: Current Annual Plan projects:</p> <ul style="list-style-type: none"> <li>\$40,000 Dry vault toilet near Otumuheke Stream</li> <li>\$60,000 Lower Otumuheke Stream banks at bathing area ((design), \$10k 2015/16, \$50k 2016/17))</li> <li>\$45,000 Spa Thermal Park gravel path upgrade</li> <li>\$118,500 (GST inclusive) Tourism Facilities Grant (paid out as a reimbursement)</li> </ul>

	Achieved		On track		May not be met		Will not be met
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# Wastewater

<b>Operating Revenue</b> <b>\$10.7m</b> \$0.2m Favourable YTD Full Year Budget \$14.1m Full Year Forecast \$14.5m	-	<b>Operating Expenditure</b> <b>\$10.0m</b> \$0.2m Favourable YTD Full Year Budget \$13.8m Full Year Forecast \$13.7m	=	<b>Net Surplus/(-)Deficit</b> <b>\$0.7m</b> \$0.4m Favourable YTD Full Year Budget \$0.3m Full Year Forecast \$0.8m	<b>Capital Expenditure</b> <b>\$2.3m</b> Full Year Budget \$6.0m
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## Cost of Service Statement

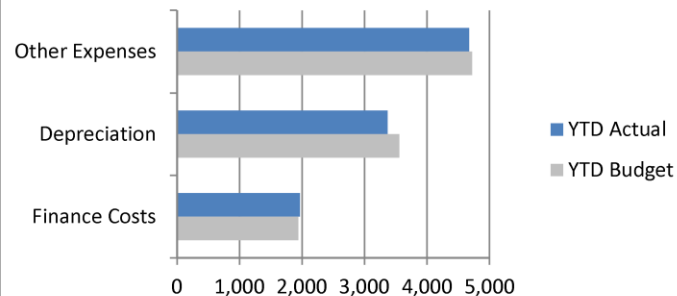
For the period ending 31 March 2017

	Year to Date				Full Year			
\$000	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	9,361	9,353	8	0%	12,471	12,527	56	0%
Subsidies and Grants	0	0	0	0%	0	0	0	0%
Development and Financial Contributions	528	283	245	87%	377	827	450	119%
Fees and Charges	813	863	(49)	-6%	1,150	968	(183)	-16%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	16	0	16	0%	150	166	16	11%
<b>Total Revenue</b>	<b>10,719</b>	<b>10,499</b>	<b>220</b>	<b>2%</b>	<b>14,149</b>	<b>14,488</b>	<b>340</b>	<b>2%</b>
<b>Operating Expenditure</b>								
Other Expenses	4,675	4,721	46	1%	6,498	6,554	(56)	-1%
Depreciation	3,371	3,556	185	5%	4,742	4,494	247	5%
Finance Costs	1,970	1,940	(30)	-2%	2,587	2,611	(25)	-1%
<b>Total Operating Expenditure</b>	<b>10,016</b>	<b>10,217</b>	<b>201</b>	<b>2%</b>	<b>13,826</b>	<b>13,659</b>	<b>167</b>	<b>1%</b>
<b>Net Surplus/Deficit</b>	<b>703</b>	<b>282</b>	<b>421</b>		<b>322</b>	<b>829</b>	<b>506</b>	

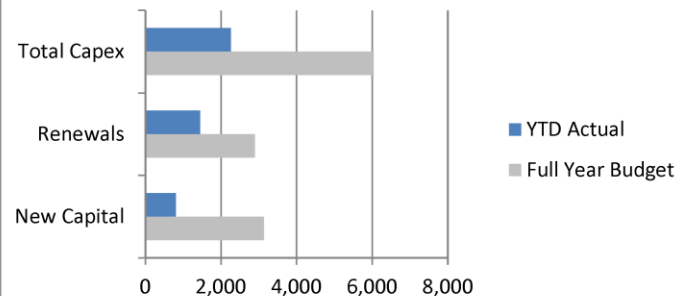
### Explanation of variances to budget

- A number of large subdivisions are coming on line, we are forecasting year end development contribution revenue of \$827k

## Operating Expenditure (\$000)



## Capital Expenditure (\$000)



# Wastewater

## Wastewater - service delivery







All the wastewater service delivery measures are currently on track.

- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

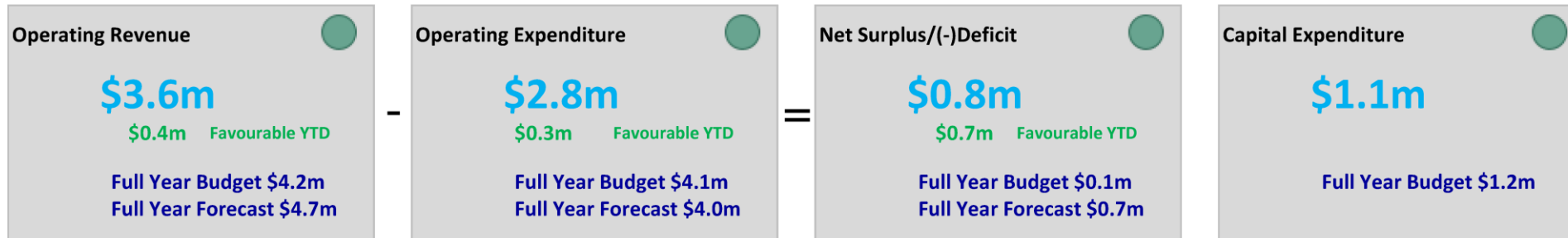
Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Install monitoring bore for the Kinloch Wastewater Treatment Plant		\$0	\$120,000	This project is not required now as consent does not require the bore to be installed. The budget was allowed to negotiate consent conditions for discharge of wastewater.
Investigations for the upgrade of the Whakamaru Wastewater Treatment Plant to meet likely consent renewal conditions (Multi year project)		\$1,300	\$25,000	Harrison Grierson is awarded engineering services contract for the review of design, specification, and tender documentation. The specification and tender documentation is due to be completed by July 2017 in preparation for tender and construction in the 2017/18 financial year.
Undertake works for the improvement and remediation of the Pukawa wastewater pond		\$52,374	\$275,000	The award of previous tender now will be declined because an advanced cost effective option is being evaluated, which is different than the original tender. A revised tender documentation will be based on the new option to bypass the Pukawa wastewater oxidation pond. Temporary fencing has been installed around the pond to address a Health and Safety risk.

# Wastewater

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Turangi wastewater treatment plant		\$220,724	\$450,724	The project is on hold until the availability of dredged material to build lined pond bunds is available. This material is being provided by Department of Internal Affairs and their project has been further delayed. The second stage of the project is screening improvements and will be further evaluated upon completion of the buffer pond; it is envisaged that this part of the project may not be required.
Kinloch Wastewater Disposal Field		\$34,216	\$510,000	Draft tender documentation for the design and construction of the wastewater disposal system has been provided. The next stages are: <ul style="list-style-type: none"> <li>- Tendering of effluent tanks and pipework after finalising irrigation pumping philosophy and piping modifications is scheduled to be completed by June 2017.</li> <li>- Consultation with affected parties for the land disposal system</li> <li>- Review and completion of tender documents for the land disposal system.</li> <li>- Tendering and construction of the land disposal system.</li> </ul>
Motuoapa Wastewater Treatment Plant Optimisation		\$1,470,968	\$1,630,000	The project has been completed with only minor defects to be rectified by the contractor.
Waitahanui Wastewater Connection to Taupo		\$930,481	\$1,239,200	Waitahanui and Five Mile Bay wastewater is now being pumped to Taupō and the wastewater treatment plant at Waitahanui is no longer in use and is being decommissioned. A brief scope for decommissioning of Waitahanui WWTP will be developed.



# Solid Waste



## Cost of Service Statement

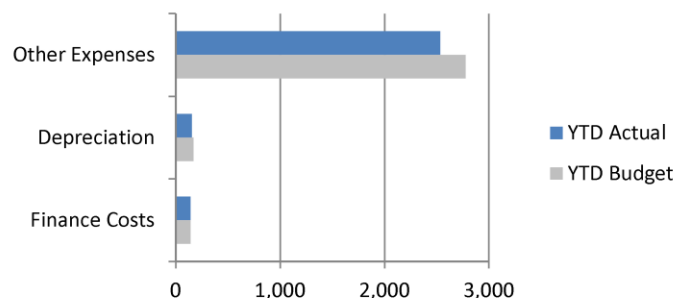
For the period ending 31 March 2017

	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
\$000								
<b>Revenue</b>								
Rates	1,349	1,347	2	0%	1,796	1,812	15	1%
Subsidies and Grants	114	86	28	33%	115	136	21	18%
Development and Financial Contributions	0	0	0	0%	0	0	0	0%
Fees and Charges	2,168	1,749	419	24%	2,332	2,763	431	18%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	0	0	0	0%	0	0	0	0%
<b>Total Revenue</b>	<b>3,632</b>	<b>3,182</b>	<b>449</b>	<b>14%</b>	<b>4,243</b>	<b>4,710</b>	<b>467</b>	<b>11%</b>
<b>Operating Expenditure</b>								
Other Expenses	2,534	2,778	244	9%	3,680	3,617	63	2%
Depreciation	156	171	15	9%	228	209	20	9%
Finance Costs	144	143	(1)	-1%	190	205	(14)	-8%
<b>Total Operating Expenditure</b>	<b>2,835</b>	<b>3,092</b>	<b>257</b>	<b>8%</b>	<b>4,098</b>	<b>4,030</b>	<b>68</b>	<b>2%</b>
<b>Net Surplus/Deficit</b>	<b>797</b>	<b>90</b>	<b>706</b>		<b>145</b>	<b>680</b>	<b>535</b>	

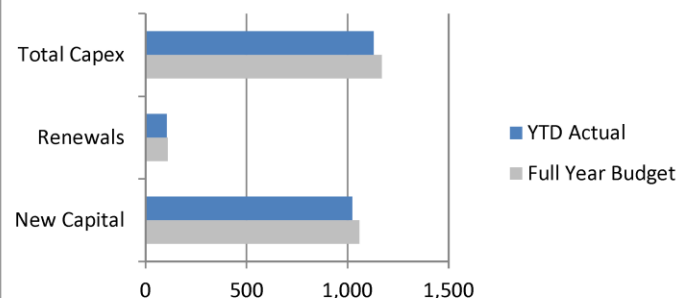
### Explanation of variances to budget

- The favourable variance of \$28k in subsidies & grants is due to waste minimisation funding being \$12 ahead of plan and a \$16k grant received for recycling bins
- The favourable variance of \$419k in fees and charges is due to landfill, transfer station & collection revenues are ahead of plan due to economic activity in the District

### Operating Expenditure (\$000)

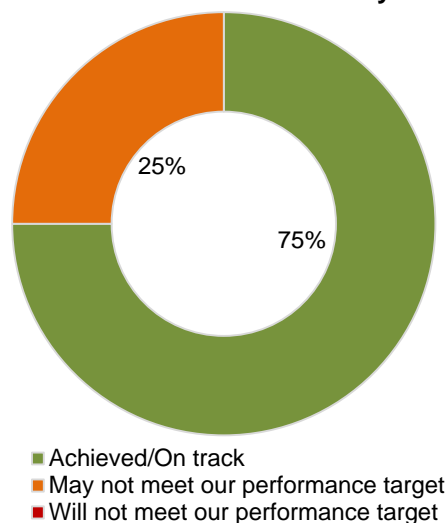



### Capital Expenditure (\$000)




# Solid Waste

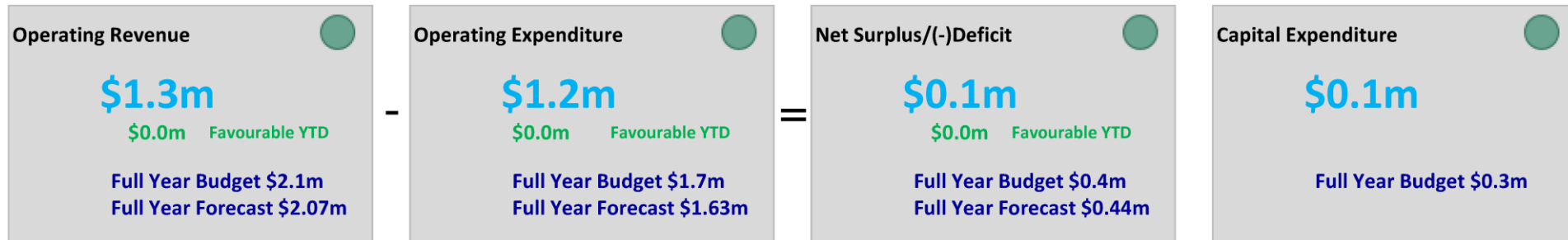
Solid waste - service delivery



Status	Performance Measure	Performance
	Total waste to landfill is reducing to: 2016/17 21,189 tonnes	<b>Current issues</b> <ul style="list-style-type: none"> <li>• 2029 tonnes in July</li> <li>• 2198 tonnes in August.</li> <li>• 2033 tonnes September</li> <li>• 2144 tonnes October</li> <li>• 2206 tonnes November</li> <li>• 2239 tonnes December</li> <li>• 2293 tonnes January</li> <li>• 1709 tonnes February</li> <li>• 2157 tonnes March</li> </ul> <p>Total waste to landfill this financial year being 19012 tonnes</p> <p>If the current fill volumes continue then Council will not achieve its waste reduction target.</p> <p>The increase in population and visitors saw high usage of the Kinloch RTS over the peak holiday period. This may necessitate some site changes to manage future demand / capacity.</p>

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Construct new cell at the Broadlands Road Landfill		\$990,432	\$1,000,000	<p>Construction works have been completed and the peer review sign off has been sent to the Waikato Regional Council.</p> <p>Filling operations in the new cell will commence from the middle of April</p>

# Stormwater



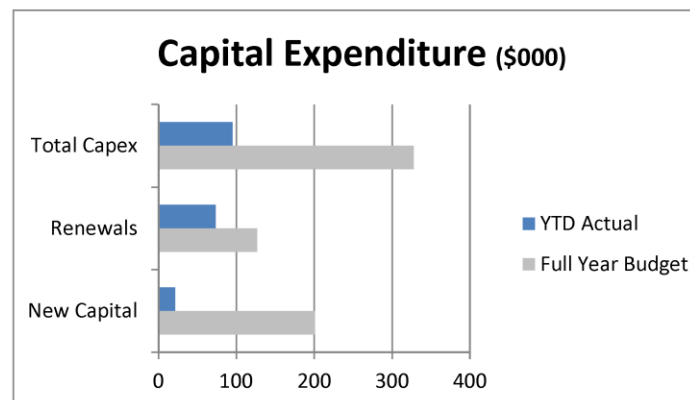
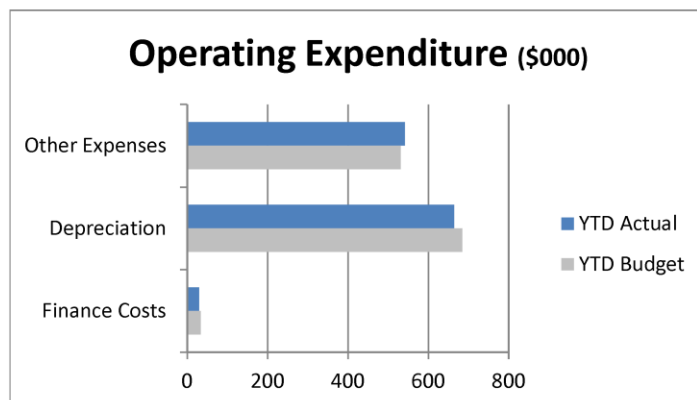
## Cost of Service Statement

For the period ending 31 March 2017

\$000	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	1,250	1,250	0	0%	1,667	1,667	0	0%
Subsidies and Grants	0	0	0	0%	0	0	0	0%
Development and Financial Contributions	0	0	0	0%	0	0	0	0%
Fees and Charges	3	0	3	0%	0	3	3	0%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	0	0	0	0%	400	400	0	0%
<b>Total Revenue</b>	<b>1,253</b>	<b>1,250</b>	<b>3</b>	<b>0%</b>	<b>2,067</b>	<b>2,069</b>	<b>3</b>	<b>0%</b>
<b>Operating Expenditure</b>								
Other Expenses	542	531	(11)	-2%	709	709	0	0%
Depreciation	664	685	21	3%	913	886	27	3%
Finance Costs	30	34	4	10%	45	40	5	12%
<b>Total Operating Expenditure</b>	<b>1,237</b>	<b>1,250</b>	<b>13</b>	<b>1%</b>	<b>1,667</b>	<b>1,634</b>	<b>33</b>	<b>2%</b>
<b>Net Surplus/Deficit</b>	<b>16</b>	<b>(0)</b>	<b>16</b>		<b>400</b>	<b>435</b>	<b>35</b>	

### Explanation of variances to budget

- No significant variances to budget.





# Stormwater

## Stormwater - service delivery

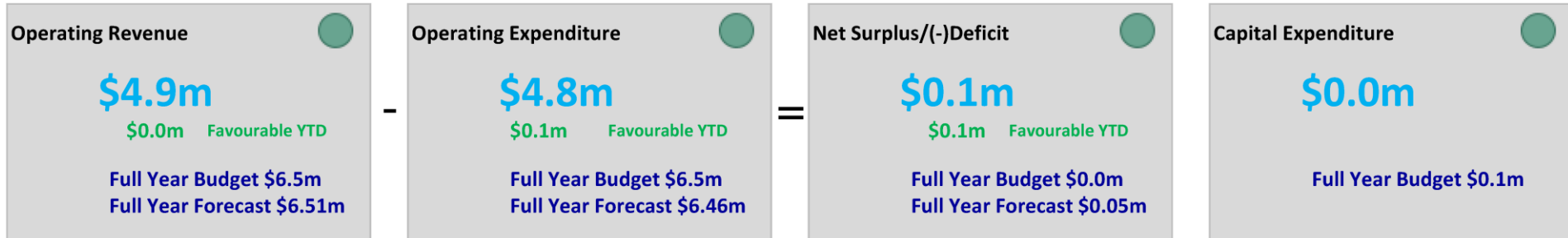
All the stormwater service delivery measures are currently on track.



- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

Project	Status	Total project cost (actual)	Project budget to 30/06/17	Comments or risks
Installation of Enviropods		\$6,429	\$5,000	5 Enviropods have been installed into the Stormwater network in Taupo at Spa Road, Rifle Range Road and Taharepa Road shopping centres.
Taharepa Rd Stormwater Quality improvement device install		\$128,024	\$155,477	Tender review is currently being undertaken with construction to start late April.

# Democracy and Planning



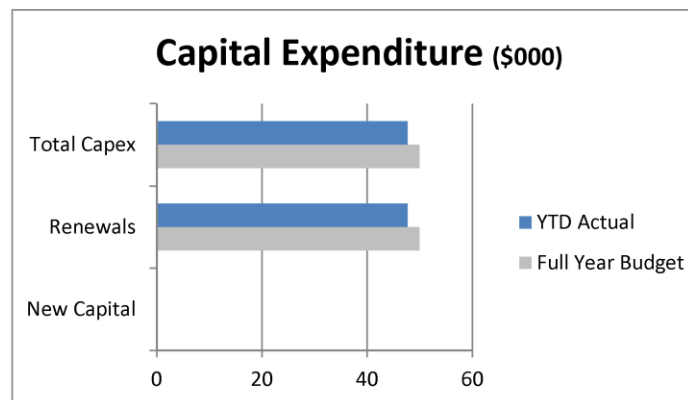
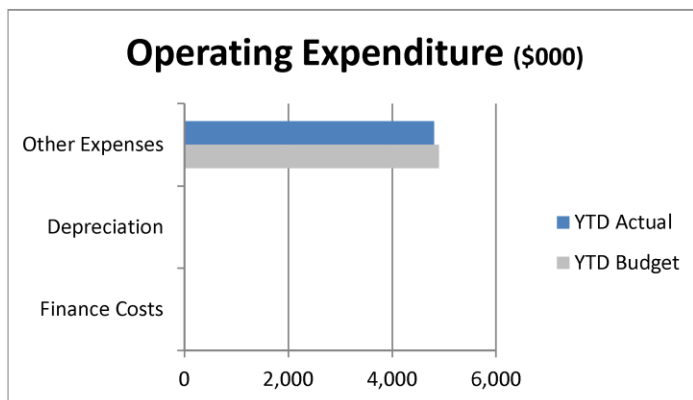
## Cost of Service Statement

For the period ending 31 March 2017

\$000	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	4,823	4,823	0	0%	6,430	6,430	0	0%
Subsidies and Grants	0	0	0	0%	0	0	0	0%
Development and Financial Contributions	0	0	0	0%	0	0	0	0%
Fees and Charges	78	76	2	3%	76	78	2	3%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	6	0	6	0%	0	6	6	0%
<b>Total Revenue</b>	<b>4,906</b>	<b>4,898</b>	<b>8</b>	<b>0%</b>	<b>6,506</b>	<b>6,514</b>	<b>8</b>	<b>0%</b>
<b>Operating Expenditure</b>								
Other Expenses	4,813	4,901	88	2%	6,490	6,446	44	1%
Depreciation	11	12	1	9%	16	16	0	1%
Finance Costs	0	0	0	0%	0	0	0	0%
<b>Total Operating Expenditure</b>	<b>4,824</b>	<b>4,913</b>	<b>89</b>	<b>2%</b>	<b>6,506</b>	<b>6,462</b>	<b>44</b>	<b>1%</b>
<b>Net Surplus/Deficit</b>	<b>82</b>	<b>(14)</b>	<b>97</b>		<b>0</b>	<b>52</b>	<b>52</b>	

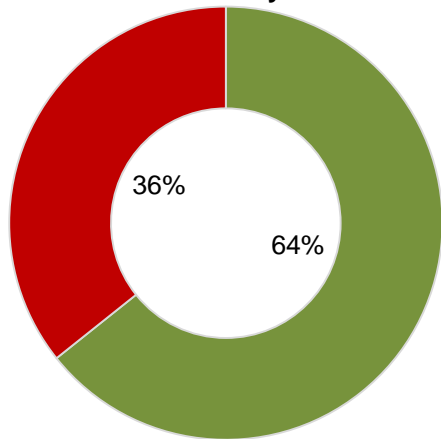
### Explanation of variances to budget

- No significant variances to budget.



# Democracy and Planning

## Democracy and Planning - service delivery










- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

Status	Performance Measure	Performance
	100% of requests for official information are responded to within 20 working days.	<b>Highlights</b> <ul style="list-style-type: none"> <li>64 requests responded to with 1 not meeting the required timeframe.</li> </ul>

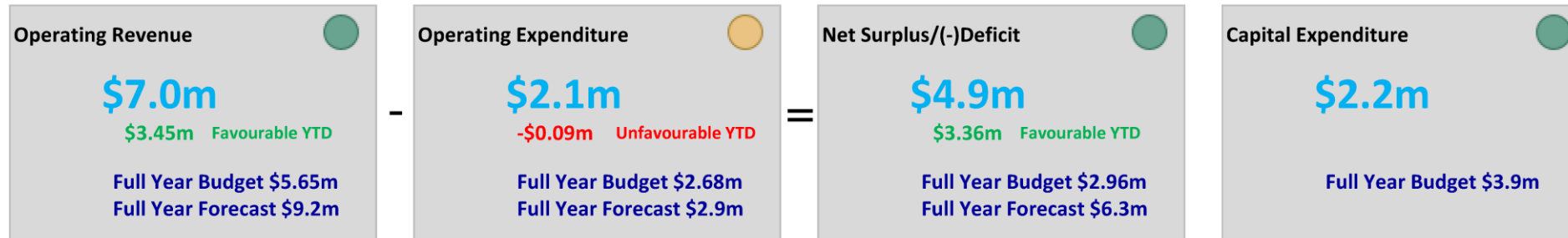
Project	Status	Comments or risks
Continue the Flood Hazard Plan Change		Work is continuing on the preparation of the section 32 analysis to support the plan change and the revised flood hazard data. Extreme wave overtopping will be addressed as a separate topic under the district plan review at a later date.
Continue the District Plan review (rolling review process over the life of the Long-term Plan)		The migration of the Operative version of the District Plan across to the new eplanning platform has been completed. We have been working on improving the usability of the new system and expect to launch it in April. A series of internal workshops are being planned to map the potential review process for council to consider as part of the long-term plan.
Complete Taupō District 2050 review		The review is progressing well with a focus on establishing a clear picture of the supply and demand picture. Work is also being done to clarify linkages with the infrastructure strategy and asset management plans.
Prepare Annual Plan 2017/18		A workshop was held with Council on 7 March to continue discussions regarding the draft budgets and projects for the Annual Plan 2017/18. Proposed changes to fees and charges were also discussed. It was noted at the workshop that a separate consultation process from the Annual Plan would be undertaken for fees and charges over April.
Begin preparation of Long-term Plan 2018-28		Development of the required information is underway. Workshops were held on 4 April for discussion on strategic direction and funding of water services.

	Achieved		On track		May not be met		Will not be met
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# Democracy and Planning

Project	Status	Comments or risks
Develop a Freedom Camping Bylaw		The formal consultation is currently underway and closes on 18 April alongside the draft revised Reid's Farm RMP.
Review Reid's Farm Reserve Management Plan		The formal consultation is currently underway and closes on 18 April alongside the draft Freedom Camping Bylaw.
Advocate on the Healthy Rivers Plan Change		Council endorsed their submission at the February Council meeting. The submission has been lodged with the Waikato Regional Council.
Development of the Turangi Reserve Management Plan in conjunction with Ngati Turangitukua		The next committee meeting will be held on 12 June. The cultural impact assessment contract has been let and the work has commenced.
Cycling and Walking Strategy review		A draft is likely to be ready by 30 June 2017. However, the project is unlikely to be finalised this financial year with consultation planned for later in the year.
Review the Speed Bylaw and make amendments to parts of the Traffic and Solid Waste Bylaws		The Speed and Solid Waste bylaw reviews are being delayed awaiting central government and regional changes. NZTA has recently released its speed management guide. Once that revised guide has been reviewed a decision will be made on the timing of the bylaws.
Turangi-Tongariro Community Board develop a Community Plan post 2016 elections (by June 2017)		The Community Plan was adopted at the Board meeting on 14 March 2017.

# Investments



## Cost of Service Statement

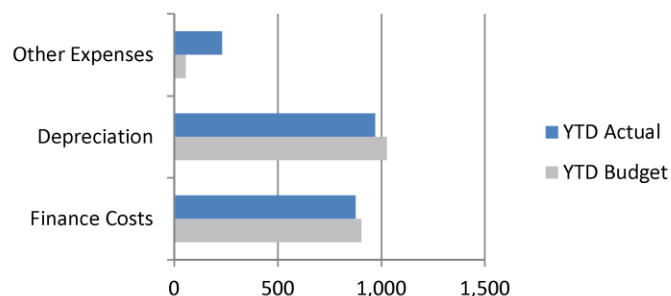
For the period ending 31 March 2017

	Year to Date				Full Year			
\$000	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
<b>Revenue</b>								
Rates	30	30	0	0%	40	40	0	0%
Subsidies and Grants	0	0	0	0%	0	0	0	0%
Development and Financial Contributions	20	0	20	0%	0	23	23	0%
Fees and Charges	784	581	203	35%	774	948	174	22%
Finance Revenue	2,573	2,203	370	17%	2,937	3,442	504	17%
Other Revenue	3,634	781	2,853	365%	1,896	4,727	2,831	149%
<b>Total Revenue</b>	<b>7,040</b>	<b>3,595</b>	<b>3,446</b>	<b>96%</b>	<b>5,647</b>	<b>9,180</b>	<b>3,532</b>	<b>63%</b>
<b>Operating Expenditure</b>								
Other Expenses	231	56	(175)	-311%	108	397	(289)	-267%
Depreciation	970	1,027	57	6%	1,370	1,277	92	7%
Finance Costs	876	905	29	3%	1,206	1,179	28	2%
<b>Total Operating Expenditure</b>	<b>2,077</b>	<b>1,988</b>	<b>(89)</b>	<b>-4%</b>	<b>2,684</b>	<b>2,853</b>	<b>(169)</b>	<b>-6%</b>
<b>Net Surplus/Deficit</b>	<b>4,963</b>	<b>1,607</b>	<b>3,357</b>		<b>2,964</b>	<b>6,326</b>	<b>3,363</b>	

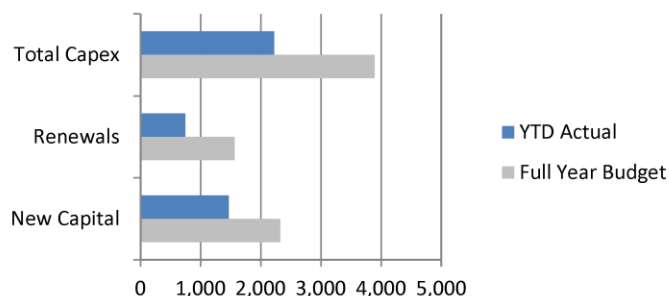
### Explanation of variances to budget

- The favourable variance of \$203k in fees and charges is mainly due to:
  - Lease revenue is ahead of plan by \$88k due to timing of invoicing
  - Revenue from LIM's is ahead of plan by \$70k
  - Sundry income is ahead of plan by \$30k
- Finance revenue \$370k ahead of budget due to additional investment funds
- The favourable variance of \$2.853m in other revenue is due to:
  - Unrealised gains on equities \$1.09m
  - Realised gain on sale of shares \$221k
  - Gain on sale of properties \$1.508m
- The unfavourable variance of \$175k in other expenses is a product of the netting of overheads resulting in a lower recovery than budget due to savings across overhead cost centres

### Operating Expenditure (\$000)



### Capital Expenditure (\$000)





# Investments

Investments - service delivery

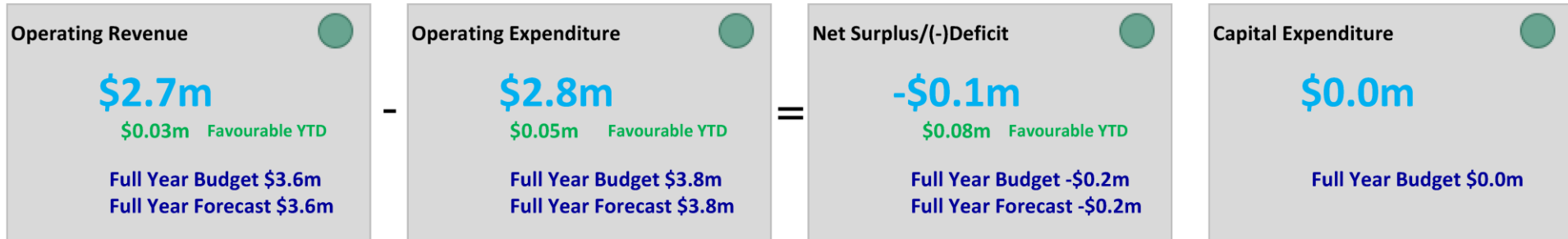


- Achieved/On track
- May not meet our performance target
- Will not meet our performance target

All the investments service delivery measures are currently on track.

	Achieved		On track		May not be met		Will not be met
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# Economic Development



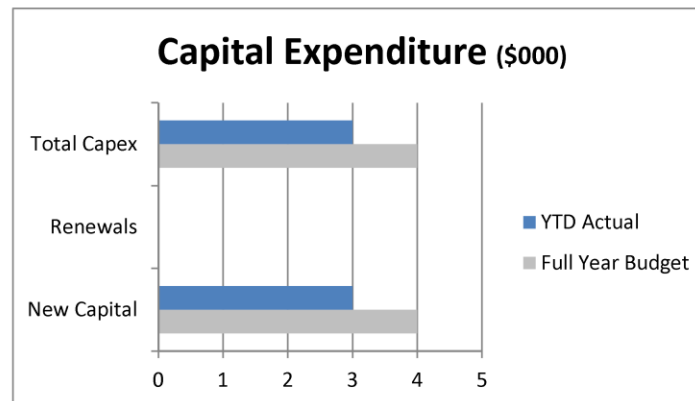
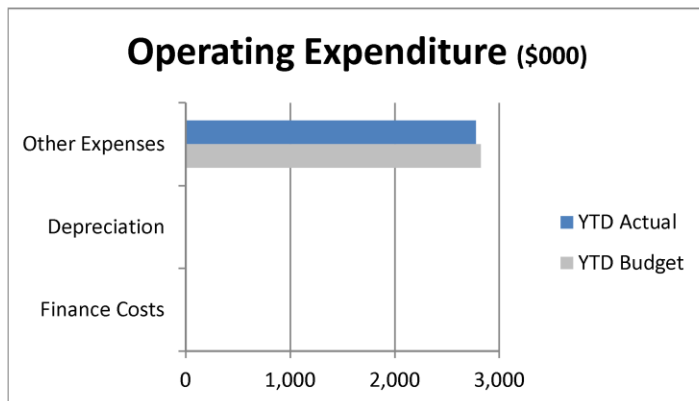
## Cost of Service Statement

For the period ending 31 March 2017

	Year to Date				Full Year			
	YTD Actual	YTD Budget	YTD Variance	YTD Variance %	Full Year Budget	Full Year Forecast	Variance	Variance %
\$000								
<b>Revenue</b>								
Rates	2,701	2,702	(0)	0%	3,602	3,602	0	0%
Subsidies and Grants	1	0	1	0%	0	1	1	0%
Development and Financial Contributions	0	0	0	0%	0	0	0	0%
Fees and Charges	32	0	32	0%	0	32	32	0%
Finance Revenue	0	0	0	0%	0	0	0	0%
Other Revenue	0	0	0	0%	0	0	0	0%
<b>Total Revenue</b>	<b>2,735</b>	<b>2,702</b>	<b>34</b>	<b>1%</b>	<b>3,602</b>	<b>3,636</b>	<b>34</b>	<b>1%</b>
<b>Operating Expenditure</b>								
Other Expenses	2,779	2,825	46	2%	3,740	3,772	(32)	-1%
Depreciation	10	11	1	6%	14	14	1	6%
Finance Costs	2	2	(0)	-3%	3	3	(0)	-3%
<b>Total Operating Expenditure</b>	<b>2,792</b>	<b>2,838</b>	<b>46</b>	<b>2%</b>	<b>3,757</b>	<b>3,789</b>	<b>(32)</b>	<b>-1%</b>
<b>Net Surplus/Deficit</b>	<b>(56)</b>	<b>(136)</b>	<b>80</b>		<b>(155)</b>	<b>(153)</b>	<b>2</b>	

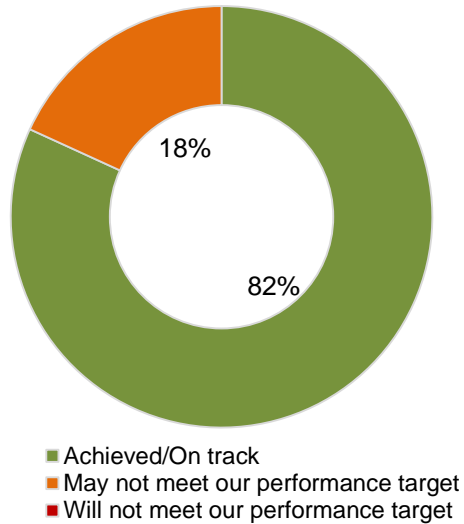
### Explanation of variances to budget



- No significant variances to budget



# Economic Development

## Economic Development - service delivery



Status	Performance Measure	Performance
Annual change in the following measures compared to rest of NZ and commentary against specific regions as appropriate. <i>Taupo District Economic Monitor September Quarter 2016 (December Quarter 2016 available in March 2017)</i> <i>Marketview Taupo District Quarterly Report for period ending December 2016 (March Quarter 2017 available in May 2017)</i>		
	Employment – Household Labour Force Survey	<b>Current Issues</b> <ul style="list-style-type: none"> <li>Estimated Total Household Labour Force Survey Employment (December 2016): 19,338</li> <li>Household Labour Force Survey Employment Growth (December 2016): 3.9% (New Zealand: 4.6%)</li> <li>Growth in employment in Auckland and Wellington (two of the largest employment bases in the country) has increased the overall national employment situation to a greater extent than at the Taupo district level. Taupo employment growth is less than nationally but nevertheless still relatively strong.</li> </ul>
	Average length of stay	<b>Current Issues</b> <ul style="list-style-type: none"> <li>Average Length of Stay (November 2016): 1.82 nights</li> <li>Average Length of Stay Annual Growth (November 2016): -3.7% (New Zealand: -1.5%)</li> <li>Visitor length of stay has reduced, however spend is up at a greater rate than the rest of NZ. This follows the trend of the changing face of the visitor, whose stay is shorter but who spends more.</li> </ul>