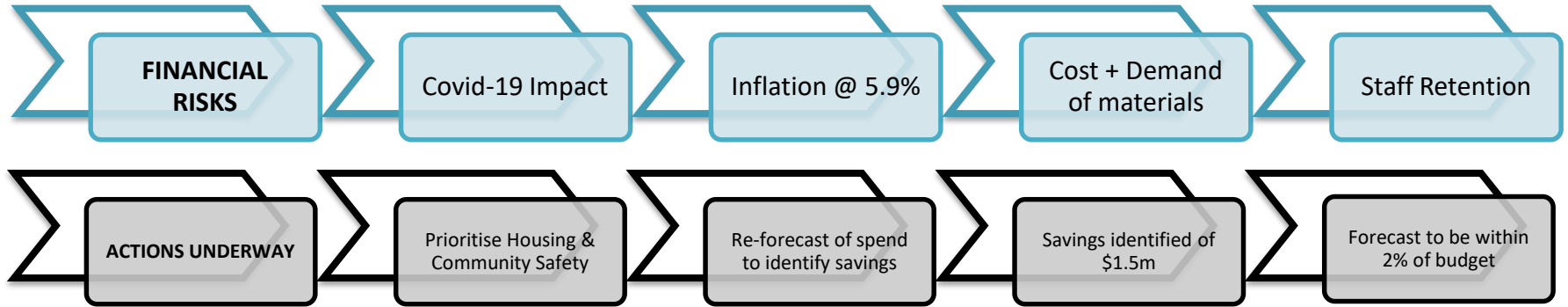


**Rotorua Lakes Council
Operations & Monitoring Committee**

**Operating Financial Performance
March 2022**



RLC – Summary YTD Operational Result



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	Actual	Budget	Favorable / (Unfavorable)
Rates	84,771	84,322	448
Fees	11,124	12,599	(1,475)
Subsidies	4,414	3,709	705
Other	497	473	25
Income Total	100,806	101,103	(297)
Operational Costs	48,606	45,534	(3,072)
Staff	21,943	22,439	496
Utilities	2,063	2,238	175
Depreciation	25,281	25,325	44
Other	9,508	9,951	443
Total Costs	107,401	105,487	(1,914)
Favorable / (Unfavorable)	(6,595)	(4,384)	(2,211)

Fees & Charges impacted

- Parking fees
- Event related revenue
- Lease rental income

Operational Costs

- Contractor costs higher due to CPI
- Grants towards community resilience + QE redevelopment
- Expert consultant advice linked with housing strategy & 3 waters reform
- Increased security patrols for community safety

Add capital revenues of \$14.8m to provide an overall surplus of \$8.2m

“Other” is comprised of financing, administration, maintenance and internal costs

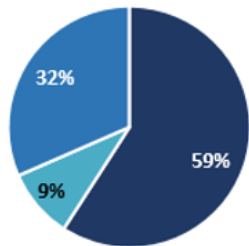
RLC – Net Activity Performance

Activity	YTD Actual	YTD Variance	Material Drivers
Community Leadership	(43,945)	553	Driven by staff vacancies and reduced interest spend
Community Wellbeing	26,427	(923)	Reduced revenue from multiple event streams; partially offset with savings in events sponsorships due to cancelled events.
District Development and Regulatory	6,130	(2,419)	Suppressed parking revenue due to reduced visitors within the city and increased consultancy spend (housing strategy + planning consent) and QE redevelopment grant.
Roading and Footpaths	11,982	(73)	Timing on contractor spend with increased work being delivered over summer period.
Sewerage and Sewage	576	77	Largely driven by Tradewaste fees
Stormwater and Land Drainage	4,050	(1)	
Waste Management	1,728	(159)	Higher CPI increase from contractor and legal fees payable in relation to Landfill case.
Water Supplies	(353)	733	Largely driven by water meter billing (seasonal) and increased laboratory revenue.
Operating Variance to Budget	6,595	(2,211)	

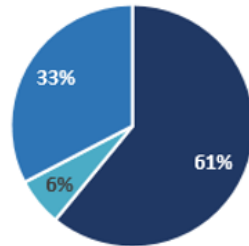
Add capital revenues of \$14.8m to provide an overall surplus of \$8.2m

RLC – Capex 2021/2022 YTD (\$m)

YTD Actual



YTD Budget



- Capital delivery programme is forecast to \$90m which represents 62% of total planned delivery.
- Delays are largely driven by constraints on materials and covid-19 lockdown.
- Approximately \$56m of projects will move into next financial year for delivery.



RLC – Capex Forecast End of Year

\$56m under budget largely driven by:

- Economic recovery \$22.6m – largely set aside to fund the housing strategy currently underway
- Rotorua Museum \$4.0m – delays driven by further investigation into ground works
- Aquatic Centre \$9.4m – tenders out for delivery in early March and expect work to begin in July
- Whakarewarewa Forest \$2.8m – remaining spend relates to the Visitor Centre
- Rotoiti / Rotoma \$3.6m – detailed design underway for onsite systems
- Tarawera Sewerage \$0.9m – detailed design underway to confirm supply and construction program
- Pukehangi West Stormwater \$1.6m – detailed design complete and will support plan changes
- CIP Stormwater (Wharenui) \$2.0m – engagement with affected parties underway in regards to detention dams

RLC – End of Year Forecast

Operating result to be within 2% of budget

Capital expenditure underspent by approx \$56m due to timing and material constraints

No debt to be used to fund operating expenditure