

File Ref: C135-F04

Ask For: Judith North

17 April 2009

Notice of Committee Meeting – Monday, 27 April 2009

A meeting of the Community and Financial Planning Committee will be held in the Council Chambers, District Council Administration Building, Seymour Street, Blenheim on **Monday, 27 April 2009 commencing at 1.30 pm.**

B U S I N E S S

As per Agenda attached.

ANDREW BESLEY
CHIEF EXECUTIVE

Marlborough District Council

**Meeting of the COMMUNITY AND FINANCIAL PLANNING COMMITTEE
to be held in the Council Chambers, District Administration Building, Seymour Street,
Blenheim, on MONDAY, 27 APRIL 2009, commencing at 1.30 pm**

Committee	Clrs G A Hope (Chairman) G S Barsanti J L Andrews C R Bowers F D Maher G Taylor N W Weetman Iwi representative Mayor A T Sowman (ex-officio)
Department Head	Mr M F Fletcher (Manager, Corporate Finance), Mr D G Heiford (Manager, Support Services)
Staff	Ms J R North (Committee Secretary)

In Public

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1. Safer Communities Marlborough – Update (C180-12)

(Report prepared by D Johnson, Manager, Safer Communities Marlborough)

1. Safer Communities Marlborough is a community development/community safety section of the Marlborough District Council operating from 19 Kinross Street, Blenheim.
2. Within the Safer Communities Marlborough section is a number of community development and community safety projects all of which are operated by the Council in partnership with central government ministries.
3. From time to time, Safer Communities Marlborough also undertakes one-off initiatives to enhance community well-being and security.
4. The section provides advice to the Council on crime prevention and crime reduction mechanisms; is involved in the community safety aspect of Civil Defence Emergency Management and recovery and undertakes risk management analysis of events and locations from a crime prevention perspective.
5. Council supplies a subsidy of \$7,500 and reduced rent on 19 Kinross Street. Council also supplies Human Resources, Payroll, Direct Management and financial services to Safer Communities Marlborough.
6. Council will need to make decisions on supporting some of these projects prior to their expiry in 2010.
7. A summary of the individual projects within the section follows.

Truancy Service Marlborough:

8. Operated in partnership with the Ministry of Education to provide attendance support to all Marlborough and Kaikoura schools.
9. Part-time attendance co-coordinators are based in Blenheim and Kaikoura.
10. The requirements of this contract are to support schools to identify underlying reasons for truancy and report these back to the schools.
11. Schools are required to undertake a series of steps themselves and should only refer students who they have been unable to re-engage in acceptable levels of attendance. It is not the role of the service to patrol for truants, solve attendance problems or chase up on casual truants.
12. The service has been operational for 12 years – 10 of those under the umbrella of council.
13. TSM is required to respond to all referrals from schools and the community.
14. Council currently holds a three-year contract for this service.
15. The contract expires on 31 December 2009.
16. The net value of this contract is \$39,216.77 per annum.

Issues

17. There has been no monetary increase in funding since the original truancy policy was struck over 12 years ago.

Job Path Marlborough Youth Transition Service:

18. Operated in partnership with the Ministry of Social Development to provide vocational support to 15 – 19 year olds who are not meaningfully engaged in work, training or education.
19. Job Path assists young people to determine a vocational direction and then to develop and implement a plan to achieve these goals.
20. A part-time co-ordinator is based in Blenheim. Several more staff are in the process of being appointed.
21. Job Path also tracks all school leavers in Marlborough as part of an on-going process to develop a post secondary “destination profile” for our young people.
22. Job Path has been operational for five years with contracts renewed on an annual basis. At the start of this calendar year, MSD accepted a request for a substantial increase in funding to develop a complete Youth Transition Service.
23. Job Path YTS provides intensive case management, a therapeutic/motivational programme (Motivational Outdoor Therapy MOTh) and referral to other agencies as required.
24. Council currently holds a six month contract for this service. A longer contract is expected to be offered upon expiration of the current bridging contract.
25. The contract expires on 30 June 2009.
26. The net value of this contract is \$ 75,700.00.

Turnaround Marlborough:

27. Operated in partnership with the Ministry of Justice to provide Restorative Justice Conferencing services to the Blenheim District Court and Marlborough Police.
28. Offers restorative justice diversion and restorative sentencing.
29. Turnaround monitors the progress of restorative justice plans and reports outcomes to the police and court.
30. Has been operational in Marlborough for eight years.
31. Employs a part-time co-ordinator and two casual facilitators.
32. Required to undertake 32 restorative processes per annum.
33. Council currently holds a 30 month contract for this service.
34. The contract expires on 30 June 2010.
35. The net value of this contract is \$ 22,755.56 per annum.

Trade Link Marlborough:

36. Operated in partnership with the “Mayors Taskforce for Jobs” programme and part funded by the Council’s Youth Initiatives Fund.
37. Seeks to increase the number of apprenticeships being offered and taken up in Marlborough; to provide usable and timely information to school students of the academic requirements of different trades and to provide on-going pastoral support for apprentices and employers.

38. Employs a part-time co-ordinator.
39. No specific performance requirement although measures are in place.
40. Council currently holds a 25 month agreement to run this service.
41. This agreement expires on 31 December 2009.
42. The net value of this initiative is \$ 58,350.00 with \$50,000 from the Mayors' Taskforce and the balance from the MDC Youth Initiatives Fund.

Neighbourhood Support Marlborough:

43. Operated in partnership with the Ministry of Justice and police to revitalize the Neighbourhood Support network in Blenheim and rural Marlborough and support the network in Picton and the Sounds.
44. Seeks to link the network to Civil Defence Emergency Management and response, the Council reporting processes and to community development mechanisms.
45. Has one volunteer co-ordinator in Blenheim and Picton with more volunteers currently being recruited.
46. Overheads for this project are met by the Council's 36 month contract with the Crime Prevention Unit in the Ministry of Justice.
47. The contract expires on 30 June 2010.
48. The total net value of this contract is \$ 48,920.00 per annum.

Street Safe Marlborough:

49. Operated in partnership with the Ministry of Justice and police to provide community safety patrols at strategic times and locations and to support the Truancy Service.
50. Patrollers work Thursday and Friday daytime and Friday and Saturday nights.
51. Patrols are undertaken on foot and by vehicle.
52. Two patrollers are employed part-time for six months of the year.
53. Seasonal patrols have been operating for nine years.
54. This initiative is funded through the Council's 36 month contract with the Crime Prevention Unit in the Ministry of Justice.
55. The contract expires on 30 June, 2010.
56. The total net value of this contract is \$ 48,920.00 per annum.

CPTED Marlborough:

57. Operated in partnership with the Ministry of Justice to provide Crime Prevention Through Environmental Design consultation and advice to council and the community.
58. Has developed a CPTED policy for council as well as on-going site assessments as required.

59. Assessment work is undertaken by the SCM Manager who is trained in CPTED to an advanced level and is currently in process of gaining accreditation through the International CPTED Association.
60. This initiative is funded via the Council's 36 month contract with the Crime Prevention Unit in the Ministry of Justice.
61. The contract expires on 30 June 2010.
62. The total net value of this contract is \$ 48,920.00 per annum.

Graffiti Vandalism Reduction Strategy:

63. Operated in partnership with the Ministry of Justice to reduce incidences of graffiti vandalism, provide remedial treatment of vandalised sites, education on the impact of graffiti vandalism in the community, reporting processes and to work with young offenders.
64. Multi-faceted project funded by the Crime Prevention Unit in the Ministry of Justice.
65. Project is coming on line in next month particularly the 0800, 027 and email reporting systems that will assist with rapid removal and the Motivational Outdoor Therapy programme.
66. This initiative is funded via a 36 month contract with the Crime Prevention Unit in the Ministry of Justice.
67. The contract expires on 30 June 2011.
68. The total net value of this contract is \$ 48,000.00 per annum.

One-off Initiatives:

69. There are some initiatives that the SCM section of the Council is working on at present.
70. The first is a project called "U-can" Marlborough which is publication containing information for new arrivals in Marlborough about how to keep themselves safe and to prevent becoming a victim or offender.
71. Will be published in several languages and should be available before 30 June 2009.
72. The second is a community safety survey which will assist to ascertain true levels of victimization in the community, how Marlborough residents view alcohol as a contributing factor to anti-social behaviour/levels of fear in the community and what local drinking patterns are.

RECOMMENDED

That the report be received.

2. Marlborough District Libraries Reciprocal Borrowing (L270-01)

(Report prepared by G Webster)

Purpose

1. The purpose of this report is to consider reciprocal library borrowing with Nelson Public Library and Tasman District Library.

Background

2. At a meeting of the Nelson Community Services Committee on 10 June 2008 a resolution was passed to trial reciprocal borrowing with Tasman District Council, on the condition that a similar resolution was also passed by Tasman District Council.
3. Tasman District Council subsequently passed a resolution to remove the subscription charges for the residents of Nelson City as from 1 August 2008.
4. The one year reciprocal borrowing trial commenced on August 1 2008. As at 18 February 2009, Nelson Public Libraries had enrolled 942 new Tasman members and Tasman District Libraries had enrolled 607 new Nelson members.
5. Reciprocal borrowing was expected to have a greater impact on Nelson Public Libraries than Tasman District Libraries. It is thought that the current difference of 335 enrolments arises from the greater number of Tasman residents working in Nelson, the size and quality of our collections and the differing charging policies between the libraries.
6. This trial was originally proposed in line with Nelson City Council's desire for working collaboratively across the region.
7. On 3 April 2009, a report to the Nelson Community Services Committee meeting was tabled to update progress and identify impacts of the reciprocal borrowing trial with Tasman District Libraries. Nelson staff identified that there had been an initial impact on collections, in particular the magazines and children's picture books. It was thought that this demand reflects the charging policy Tasman District Council has for magazines and the quality and volume of Nelson's children's collections. A further impact on staffing was identified due to the increased level of borrowing.
8. Staff recommended that reciprocal borrowing between Nelson Public Libraries and Tasman District Libraries be confirmed as a permanent policy. Seven months of the trial had been completed which had given a clear picture of both the benefits and impacts of this arrangement. It was considered that the impacts were able to be managed within existing resources and it was unlikely that any additional impacts would arise.
9. The Tasman District Libraries Manager confirmed that Tasman would continue to offer borrowing rights to Nelson residents and ratepayers, and were keen to also include residents and ratepayers from the Marlborough District.

Future Opportunities

10. Nelson staff also recommended that the arrangement be extended to Marlborough District Libraries on the same basis as Tasman District Libraries. This recommendation was adopted by Nelson's Community Services Committee on the proviso that Marlborough reciprocated.

11. It was felt that this arrangement would contribute to the objectives in the Nelson Public Libraries Strategic Plan around collaborating on local initiatives which enhance library services.
12. Currently Nelson Public Libraries have 16 non resident members from Marlborough of which only 8 have used their library card within the last year. It was felt that the impact of extending any reciprocal membership scheme to Marlborough was likely to have little impact on Nelson Public Libraries but would be consistent with a collaborative regional approach.
13. From Marlborough's perspective it would seem that there would be very little impact on Library services. Residents of the Rai Valley, French Pass, and Sounds areas, who tend to have a greater affinity with Nelson, particularly since they are on the Nelson telephone exchange, may be grateful for the opportunity. Marlborough residents holidaying in Tasman would also benefit.

RECOMMENDED

That Marlborough District Council approve reciprocal borrowing to individual Nelson and Tasman residents and ratepayers.

3. Wairau/Awatere Ward - Extraordinary Vacancy Election 2009 – Update (E090-2009-01)

(Report prepared by D Heiford, Electoral Officer)

Purpose

1. The purpose of this report is to update Council on the issues and progress towards the filling of the vacancy in the Wairau/Awatere Ward.

Background

2. Councillor Pat O’Sullivan resigned on Monday 30 March 2009.
3. Under Section 117 of the Local Electoral Act Council is required to hold an election to fill this vacancy. Section 120 of the LEA requires that the election is undertaken within 82 days of the notification of the extraordinary vacancy to the Electoral Officer.

Voting Process

4. The election will be held under the Single Transferable Vote system.
5. There will be progressive processing.
6. The candidate names will be in random order on the voting document.
7. The voting period will be from 27 May to noon on Friday 19 June 2009.
8. Electionz.com are underway with preparations for the election.
9. Electionz.com are a Deputy Electoral Officer to aid processing issues at their Christchurch office, the appointment carries over from the 2007 election declarations.
10. Mike Porter and Tony Quirk have been appointed as Electoral Officials. Other Council staff will be appointed as processes and staffing requirements are finalised.

General

11. Attached for the Committee’s information is the election timetable.

RECOMMENDED

That the report be received.

**TIMETABLE OF KEY ELECTION DATES – Extraordinary Vacancy –
Wairau/Awatere Ward – Vacancy Advised 30 March 2009**

Thurs 2 April 2009	1 st Public Notice of Election, (<i>Calling for Nominations, and advising Preliminary Electoral Roll open for inspection</i>).
Thurs 2 April 2009	Nominations open.
Thurs 2 April 2009	Preliminary Electoral Rolls open for inspection.
Thurs 30 April 2009	Nominations close at 12 noon.
Thurs 30 April 2009	Electoral Roll for the 2009 Triennial Elections closes.
Tues 5 May 2009	Public Notice of Candidates names to be given.
Tues 5 May 2009	2 nd Public Notice of Election.
Wed 27 May – Tues 2 June 2009	Period for delivery of Voting Documents.
Wed 27 May to Fri 19 June 2009 (at noon)	Voting period for 2009 Triennial Elections.
Wed 27 May to Fri 19 June 2009 (at noon)	Special Voting period and period for Progressive Roll Scrutiny.
By Thurs 18 June 2009	Last date for scrutineers to be appointed.
Fri 19 June 2009	Voting closes at 12 noon “Provisional” results likely to be available after 4.00 p.m.
Fri 19 – Tues 23 June 2009	Period for the Official Count and for Special Votes to be processed.
Sat 20 June 2009	“Preliminary” results likely to be available after 2.00 pm.
Mon 22 June 2009	Returning Officer of Electors to action final Special Voting Declarations.
Tues 23 to Tues 30 June 2009	Period for Public Notice and Official Results to be declared – likely to be available by Wednesday 24 June 2009.

4. Financial Report for Council – Period Ended 28 February 2009 (F045-06)

(Report prepared by J Somerville)

1. Attached is the financial report for Council for the period ended 28 February 2009.
2. The Statement of Performance reports a deficit over budget of \$1,137,218 for the eight months to 28 February 2009 due to flood damage and depreciation charges.
3. Since reporting last month the deficit to budget has reduced by \$135,000 mainly due to one off payments for insurance and subdivision contributions. The principal factors contributing to the overall deficit is the remaining flood damage costs together with the higher than anticipated depreciation charges as a result of the revaluation of the Council's infrastructural assets.

Revenue

4. Total Revenue and Rates (RR) for February year to date is higher than budgeted.
5. The RR increase has occurred chiefly as a result of:
 - additional NZ Transport Agency road subsidies relating to the July/August floods
and
 - higher than anticipated other revenue from miscellaneous contributions, insurance refunds, LINZ settlement, recycling, navigation levies, pollution response and property rentals.
6. These increases remain offset mostly by User Charges being less than budget for the year to date. The main activities contributing to the shortfall are coastal permits (timing regarding Waikawa interim invoicing) together with land use, building consents and subdivision applications (continued decrease in numbers and reduction in value of the work), as well as PIM and LIM fees due to reduced requests.

Expenditure

7. Overall expenditure is ahead of budget primarily due to additional infrastructure costs re flooding and depreciation charges. This was partially offset by savings against budget in interest instalments.

Capital Expenditure

8. Capital expenditure for the eight months to 28 February of \$20.882 million is \$4.3053 million less than budgeted.
9. Indications are that there will be carry forwards of approximately \$22 million of the years \$79.3 million capital budget relating to core activities, which includes \$15 million carried forward from 2007/08. Many of the associated capital projects are entering construction phase but for various reasons are not as advanced as initially planned.
10. Activities, and major components thereof, where expenditure is slower than anticipated are:
 - Water projects \$10.84 million Blenheim \$7.5 million (tender for low Wither reservoir let in March 2009, construction about to commence),
Picton \$2.3 million (tenders for Victoria Domain

reservoir advertised prior Easter), Awatere \$410,000, Renwick \$135,000, Riverlands \$530,000 offset by additional \$35,000 for pipeline at Havelock.

- Sewerage projects \$2.95M Picton \$4.15 million (sewer outfall renewal deferred to 2010/11), Grovetown \$1.4 million and Spring Creek \$750,000 (construction costs spread over 2008/09 and 2009/2010), less additional Blenheim \$3.3 million increase (industrial pond upgrade) and Havelock \$51,000.
- Reserves \$5.07M Picton Waterfront Redevelopment \$4 million (expressions of interest invited from contractors) and General Reserves \$1.07 million (works deferred owing to reduced land subdivision reserve income).
- Parking \$3.1M Alfred Street carpark building.
- Public Conveniences \$110,000 Endeavour Park, Picton.
- River & Land Drainage \$150,000 relates to deferment of Waitohi culvert entry upgrade \$400,000 offset by additional land purchase & Riverlands drain improvements \$250,000.
- Roading Related Works \$155,000 relates to Awatere where we are awaiting matching subsidy.
- Stormwater \$658,000 Blenheim \$500,000 (design underway to divert Redwood Street catchment flows into town branch drain) and Renwick pipeline \$158,000.
- Swimming Pools \$2.5 million Blenheim (registrations of interest invited from contractors) Construction will be spread over years 2008/09 to 2010/11.

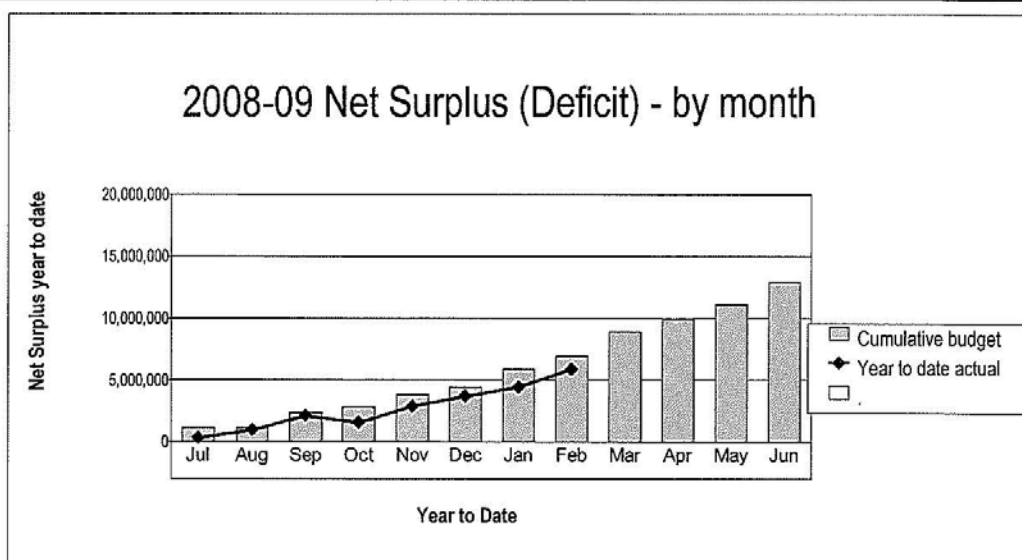
These activities are offset by expected additional expenditure in the following:

- Regional Waste Landfill \$1.2 million (Regional landfill stage six construction and gas management system).
 - Roading \$2.86 million (partly recoverable and includes local share of flood damage).
11. In addition there as a further \$9.8 million arising from Land Development activities (commercial aspects of Picton Waterfront Redevelopment) which have been deferred due to the current economic climate.
 12. These projects were reviewed again in March.

RECOMMENDED

That the financial report for the period ended 28 February 2009 be received.

MARLBOROUGH DISTRICT COUNCIL
2008-09 rbud budgets operating statement



Statement of Financial Performance - February YTD

	February YTD	YTD budgets	YTD variance	2008-09 rbud budgets
Revenues				
User Charges	9,184,973	9,342,133	(157,160)	19,511,356
Subsidies & Grants	5,213,258	3,487,034	1,726,224	5,432,713
Total Rates and Charges	29,638,171	29,258,927	379,244	44,753,528
Dividends received	10,289	9,000	1,289	780,000
Other Revenue	8,183,715	6,711,388	1,472,327	14,500,316
	52,230,406	48,808,482	3,421,924	84,977,913
Expenses				
Operating expenses	34,804,100	30,946,374	(3,857,726)	54,904,833
Depreciation	8,559,222	6,599,294	(1,959,928)	10,735,596
Interest payments	3,030,072	4,288,584	1,258,512	6,432,809
	46,393,394	41,834,252	(4,559,142)	72,073,238
Net Surplus (Deficit)	5,837,012	6,974,230	(1,137,218)	12,904,675

Exception report on operations

The year to date result is unfavourable \$1,137,218 against budget.

Revaluation of the infrastructural fixed assets has resulted in depreciation charges exceeding budget by \$1,959,928.

Other significant variances are explained in the variances by activity statement.

MARLBOROUGH DISTRICT COUNCIL
2008-09 rbud budgets operating statement:



The Net Surplus (Deficit) is generated by the following Council Activities:

	February YTD	YTD budgets	YTD variance	2008-09 rbud budgets
Democracy	93,114	69,233	23,881	50,868
Arts and Heritage	(117,595)	(153,294)	35,699	(5,055,095)
Community Housing	(158,202)	(180,097)	21,895	(7,539)
Community Safety	(10,334)	(53,825)	43,491	9,230
Community Support	(18,961)	(46,272)	27,311	(92,351)
Libraries	8,208	(23,877)	32,085	(25,549)
Emergency Management	93,086	22,861	70,225	14,823
Community Facilities	(202,689)	(406,279)	203,590	(458,626)
Land Transport	(782,683)	1,193,998	(1,976,681)	3,013,255
Rivers and Land Drainage	1,406,351	2,005,738	(599,387)	2,689,502
Sewerage	1,032,743	401,918	630,825	1,243,841
Stormwater	(167,995)	51,039	(219,034)	405,399
Water	466,826	447,050	19,776	2,449,684
Solid and Hazardous Waste	488,320	459,247	29,073	(22,859)
Environmental	(51,115)	(181,044)	129,929	(932,402)
Regional Development	(65,699)	(78,020)	12,321	(49,996)
Consents and Compliance	(554,493)	(27,183)	(527,310)	(436,565)
Biosecurity	101,104	101,068	36	(143,565)
Animal Control	137,886	115,130	22,756	(133,930)
Harbour Control	59,144	(243,044)	302,188	123,859
Investment activities	3,492,726	2,860,392	632,334	10,999,912
Corporate Overhead	301,397	281,498	19,899	(845,432)
Direct Management	271,108	268,607	2,501	(34,598)
Plant Operations	14,765	89,386	(74,621)	143,508
	5,837,012	6,974,230	(1,137,218)	12,905,373

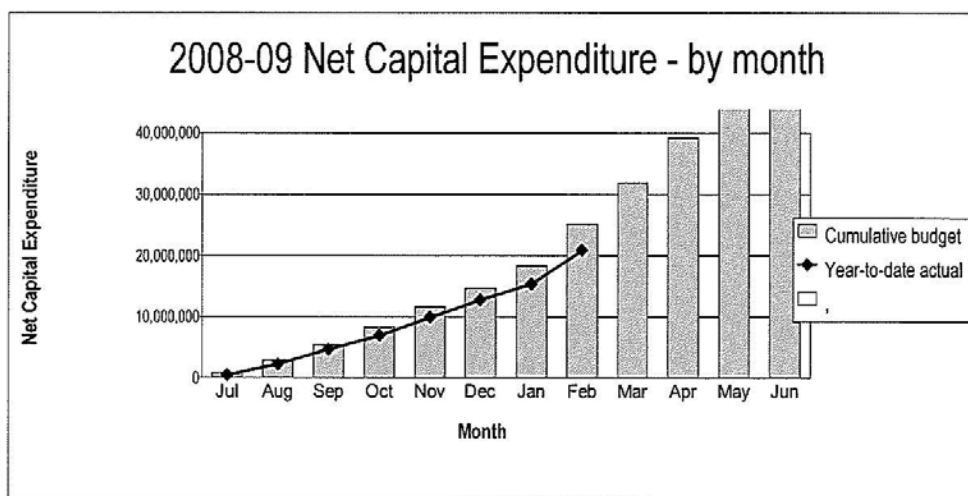
Comments

Variances for significant activities are mainly due to timing of actual income/expenditure against forecasted spread of annual budget.

Significant variances other than timing are as follows:

1. Community Facilities favourable due to receipt of payments for insurance claims and loan interest less than anticipated. Flood damage costs have been included.
2. Land Transport unfavourable due to flood damage costs together with increased depreciation offset by interest charge savings, together with additional revenue from parking infringements, court costs recovered and stopped road. Emergency reinstatement costs \$3.229M offset by additional subsidy revenue \$1.611M.
3. Rivers and Land drainage - unfavourable due decreased demand for gravel and flood damage costs offset by increased revenue from property leases.
4. Sewerage - depreciation cost increases offset by interest charge savings due to reduced 2007/08 loan requirements as some budgeted projects were carried over to 2008/09. Indications are there will be budget savings for infiltration works at year end.
5. Stormwater unfavourable due to depreciation increases partially offset by LINZ settlement and favourable interest charges.
6. Water includes increased depreciation charges offset by favourable interest variance due to reduced 2007/08 loan requirements.
7. Consents and Compliance is unfavourable due a reduction in the number of applications received for PIM's, LIM's and consents together with less than anticipated values / numbers of building consents due to current economic conditions. Also some revenue accruals have yet to be posted.
8. Harbour Control favourable due to navigation levy revenue received, income from pollution response exercise and insurance claim refunds received for damage to navigational aids.

MARLBOROUGH DISTRICT COUNCIL
2008-09 rbud budgets operating statement:



Net Capital Expenditure - February YTD

	February YTD	YTD budgets	YTD variance	2008-09 rbud budgets
Arts and Heritage			0	31,500
Community Housing	38,423	40,000	1,577	120,000
Community Safety			0	72,513
Libraries	153,480	260,520	107,040	386,700
Emergency Management			0	63,200
Community Facilities	1,756,913	2,119,647	362,734	16,692,589
Land Transport	5,281,497	4,710,853	(570,644)	13,937,069
Rivers and Land Drainage	704,679	820,000	115,321	2,321,000
Sewerage	3,825,203	6,305,008	2,479,805	25,663,747
Stormwater	121,189	315,836	194,647	1,197,778
Water	3,732,822	4,820,228	1,087,406	22,881,907
Solid and Hazardous Waste	1,933,352	2,462,529	529,177	3,437,194
Environmental	65,119	64,553	(566)	74,000
Consents and Compliance	1,904		(1,904)	7,200
Biosecurity	5,173		(5,173)	
Harbour Control	29,227	29,227	0	551,808
Investment activities	2,576,159	2,578,900	2,741	(441,400)
Corporate Overhead	566,445	569,130	2,685	1,756,225
Direct Management	1,244		(1,244)	1,500
Plant Operations	89,157	90,887	1,730	355,687
Total	20,881,986	25,187,318	4,305,332	89,110,217

Exception report on capital expenditure

1. It is expected that there will be significant deferrals of approximately \$31m to the 2009/2010 financial year.

5. Financial Report for Support Services Department Period Ended 28 February 2009 (F045-07)

(Report prepared by J Somerville)

1. Attached is the financial report for Support Services Department for the period ended 28 February 2009.

RECOMMENDED

That the financial report for the period ended 28 February 2009 be received.

Financial Summary Report - Support Services

	February YTD actual	February YTD budget	YTD Variance	2008-09 rbud budget
Total Regional Development				
Total Rates and Charges	580,672	569,736	10,936	854,590
	580,672	569,736	10,936	854,590
Operating expenditures	646,371	647,756	1,385	904,586
Net Surplus (Deficit)	(65,699)	(78,020)	12,321	(49,996)

Asset additions and disposals

Total Democracy

Total External Revenues		1,120	(1,120)	1,680
Total Rates and Charges	1,712,078	1,666,800	45,278	2,500,200
	1,712,078	1,667,920	44,158	2,501,880
Operating expenditures	1,618,964	1,598,687	(20,277)	2,451,012
Net Surplus (Deficit)	93,114	69,233	23,881	50,868

Asset additions and disposals

Total Land Development

Total External Revenues			0	4,554,900
			0	4,554,900
Operating expenditures	6,711	2,093	(4,618)	2,401
Net Surplus (Deficit)	(6,711)	(2,093)	(4,618)	4,552,499

Asset additions and disposals

Asset disposals	1,500		(1,500)	12,470,100
Asset additions	2,575,259	2,576,500	1,241	12,025,000

Total Forestry

Operating expenditures	3,499	8	(3,491)	4,537
Net Surplus (Deficit)	(3,499)	(8)	(3,491)	(4,537)

Asset additions and disposals

Total Property

Total External Revenues	3,166,164	2,837,371	328,793	4,173,310
Total Rates and Charges	(241,421)	(240,248)	(1,173)	(360,371)
	2,924,743	2,597,123	327,620	3,812,939
Operating expenditures	1,159,233	1,170,633	11,400	1,429,433
Net Surplus (Deficit)	1,765,510	1,426,490	339,020	2,383,507

Asset additions and disposals

Asset additions	40,823	42,400	1,577	123,700
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Significant variances other than timing are as follows:

1. Land Development operating expenditure unfavourable due to higher than anticipated annual rates. Also due to the deferment of the residential and commercial elements of the Picton waterfront development the operating and asset disposal revenue together with asset addition costs budgeted of \$9.125M each will not eventuate.
2. Property - Favourable due to increased revenue from rental review less higher than budgeted annual rates paid.

6. Debtors' Overdue Report (A135-04)

(Report prepared by S Greenhill)

1. The Debtors' Reconciliation as at 28 February 2009 is attached for members' information.

RECOMMENDED

That the information be received.

DEBTOR'S REPORTS

Current Month

Comparison for Previous 5 Months

Aged Analysis Report

	February	January	December	November	October	September
Current	851,394.87	1,000,558.03	768,641.01	788,661.57	568,777.84	474,153.04
30 - 90 Days	503,840.96	531,034.23	268,516.41	412,214.41	205,776.31	144,418.92
90 Days	179,735.15	171,782.57	153,175.37	146,876.65	182,636.51	217,026.19
Outstanding Debtors Closing Balance	1,534,970.98	1,703,374.83	1,190,332.79	1,347,752.63	957,190.66	835,598.15

Debtors' Action Report - Debtors over 90 days with Balance >\$250

	February	January	December	November	October	September
With Receivables Management	9,210.38	12,544.78	11,361.17	11,361.17	11,890.74	11,890.74
Paying by Agreement	14,665.74	29,981.68	9,744.28	10,878.64	16,076.16	16,323.35
Work Not Yet Commenced	37,115.01	29,382.50	23,757.50	21,250.00	19,562.50	11,125.00
Awaiting Determination	46,940.76	55,137.96	93,848.20	83,717.45	111,710.73	106,023.95
Now Paid	64,340.01	37,925.48	7,823.91	13,040.24	15,947.07	63,472.45
Sub-Total	172,271.90	164,972.40	146,535.06	140,247.50	175,187.20	208,835.49
Various Debtors with Balances <\$250	7,463.25	6,810.17	6,640.31	6,629.15	7,449.31	8,190.70
Over 90 days Outstanding Total	179,735.15	171,782.57	153,175.37	146,876.65	182,636.51	217,026.19

7. Rates Reports (R135-15)

(Report prepared by W Williams)

1. Attached for information are the Rate Levies Status Report and Rate Arrears Aged Balance Report as at 31 March 2009.
2. We have collected 73.20% of the rates levied to-date for 2008-09 (inclusive of arrears) and this compares with 73.53% at this time last year.
3. The final day for payment of rate instalment three was 12 March 2009. Since that date we have posted 712 letters due to non-payment of that instalment, compared to the same period in March 2008 when 734 letters were sent. Follow up action will commence mid April.
4. Rate instalment four will be posted 1 May, the final day for payment is 12 June 2009.
5. Council has recently placed advertisements giving notice that it intends to apply to the court for an order declaring four blocks of land to be abandoned and authorising council to sell or lease the land. Our application will be made at the end of April 2009. The amount of rates outstanding amounts to \$30,420.52.

RECOMMENDED

That the reports be received.

**Rate Arrears Aged
Balance Report as
at 31 March 2009**

Year	Total Outstanding (01/07/08)	Cash Received (-)	Total Arrears Outstanding 27/02/2009
2007/08	506,293.43	370,222.42	136,071.01
2006/07	44,751.19	9,841.44	34,909.75
2005/06	10,183.43	4,008.31	6,175.12
2004/05	3,553.82	(2,443.84)	5,997.66
2003/04	2,270.26	-	2,270.26
Prior 2003	11,566.49	-	11,566.49
Total	578,618.62	381,628.33	196,990.29

Postponed rates transferred
back to estate property (Pd
Apr 09)

Total Actual	578,618.62
Less pd in advance	<u>(275,349.31)</u>
Opening Balance	<u>303,269.31</u>

Marlborough District Council

Rate Levies Status Report as at 31 March 2009

Financial Division	Balance forward (01/07/08)	Inst Levy Q3	Arrears Pen	Instal Pen	Adjustments	Cash Received (incl PP)	Less Pre-paid	Balance 31/03/2009
Admin Rural	5,536.34	622,375.83	895.64	7,813.58	(8,298.18)	(613,345.50)	39,379.40	54,357.11
Blenheim	76,399.46	17,970,831.08	16,079.85	56,226.25	(63,426.95)	(18,191,020.08)	571,195.71	436,285.32
Blenheim Vicinity	73,526.04	7,776,110.63	6,378.06	32,242.53	(63,751.02)	(7,807,747.31)	140,517.09	157,276.02
General Rural	77,508.80	5,508,609.49	9,530.03	32,000.27	(53,078.99)	(5,525,264.45)	184,867.59	234,172.74
Picton	67,409.70	4,609,886.15	8,317.88	22,759.20	(34,983.37)	(4,611,392.43)	139,301.93	201,299.06
Picton Vicinity	2,888.97	313,548.02	417.68	1,532.61	(808.00)	(326,842.04)	18,828.62	9,565.86
Utilities Network	-	7,936.50	-	10.18	-	(10,277.20)	2,340.55	10.03
Current Year Totals	303,269.31	36,809,297.69	41,619.14	152,584.62	(224,346.51)	(37,085,889.01)	1,096,430.89	1,092,966.13

Paid in Advance	
As at 1/7/08	275,349.31
As at 1/7/07	222,918.05

As at 31/03/2009	1,096,430.89
As at 31/03/2008	1,066,244.17

8. Treasury Management Report for Period Ended 31 March 2009 (T270-01)

(Report prepared by M South)

1. **Attached** are details of Council's Treasury Management Report for the quarter ended 31 March 2009. Comparative details for the quarter ended 31 December 2008 are shown in italics and shaded.

2. Market Interest Rate Movements

Most interest rates are lower than the December quarter.

Council's fund managers advise that during the March quarter short term rates fell while medium and longer term rates rose.

The Reserve Bank of New Zealand ("RBNZ") announced reductions in the Official Cash Rate ("OCR") by 150 basis points in January 2009 and a further 50 basis points in March 2009, these cuts bring the OCR down to 3.00%.

Most of the increase in medium to longer term rates occurred after the announcement of the March Monetary Policy Statement in which the RBNZ forecasted a more optimistic outlook for the New Zealand economy than most had been predicting.

These announcements have had a flow on effect across most investment terms with decreases in the short term end of the market ranging from 0.30% to 2.00% and increases on longer term New Zealand Government Bonds of 0.14% and 0.57%.

3. Investments

Details of Council funds and investments are attached.

The average interest earnings rate of 6.97% is 0.01% less than that for the December quarter comparing favourably with the decreases identified above. The average term of Council investments is 2.85 years which is of the short to medium end of the market.

During the March quarter the Meridian February 2009 bond (\$0.5 million) and the Toyota Finance February 2009 bond (\$1.0 million) matured and were not reinvested.

Reinvestment of securities as they fall due are based on the recommendation of Bancorp Treasury Services Limited, Fund Managers for Council. In conjunction with Council's Treasury staff, Bancorp's role is to continuously monitor market conditions and Council's specific investments to ensure that the maximum return is achieved consistent with the minimum risk exposure dictated by Council's Treasury Management Policy.

4. Borrowings

At the end of March Council borrowings to finance capital projects totalled \$60,601,398, the balance as at 30 June 2008.

All of Council's borrowings are currently by way of internal advances.

New loans will be raised at the end of the financial year with an interest rate of 7%, as used in the draft Long Term Council Community Plan.

5. Compliance

Council's Treasury Management Policy sets criteria surrounding credit rating, maximum investment allowed with any one institution and the maximum allowed to be invested with any type of institution.

All criteria have been met for the 31 March 2009 quarter.

RECOMMENDED

That the Treasury Management Report for the period ended 31 March 2009 be received.

MARLBOROUGH DISTRICT COUNCIL
QUARTERLY TREASURY MANAGEMENT REPORT

Current Interest Rates as at 31 March 2009

Term	Rate quoted from -	March 2009	February 2009	January 2009	December 2008
At Call	ANZ Banking Group	3.00%	3.50%	3.50%	5.00%
30 days	Bank bills	3.41%	3.55%	3.95%	5.28%
90 days	Bank bills	3.33%	3.19%	3.66%	4.88%
Maturity 07/09	NZ Government Bonds- yield	3.17%	2.97%	3.34%	3.96%
Maturity 11/11	NZ Government Bonds- yield	3.90%	3.49%	3.35%	4.20%
Maturity 04/13	NZ Government Bonds- yield	4.47%	3.88%	3.69%	4.33%
Maturity 12/17	NZ Government Bonds- yield	5.25%	4.49%	4.32%	4.68%

Statement of Cash Position as at 31 March 2009

				% Funds	Last Quarter December 2008
Bank Current Accounts					
- Cash on Hand			1,925	0.01%	\$1,925
- Bank account closing balances - all accounts			258,313	1.38%	\$494,069
- plus outstanding deposits			25,702	0.14%	(\$45,080)
- less unrepresented cheques			(813,157)	-4.34%	(\$53,183)
Current Funds or (Overdraft)			(527,218)	-2.81%	\$397,732
On Call	Rating				
- BNZ	AA	2.90%	517,696	2.76%	\$2,843,758
Readily Available Funds			(9,522)	-0.05%	\$3,241,490
Investments	Rating				
Banks					
- BNZ	AA	1yr (06/09)	66,943	0.36%	\$66,943
- BNZ	AA	150 days (04/09)	156,166	0.83%	\$156,166
- BNZ	A-1+	35 days (04/09)	1,000,000	5.34%	\$2,000,000
- BNZ	A-1+	92 days (06/09)	1,000,000	5.34%	\$1,000,000
- ANZ Investments	A-1+	92 days (04/09)	1,000,000	5.34%	\$1,000,000
- ANZ Investments	A-1+	90 days (03/09)	-	0.00%	\$1,000,000
- ANZ Investments	A-1+	90 days (03/09)	-	0.00%	\$1,000,000
Securities - short term (12 months or less)					
Nil					
Funds Available within 1 year			3.75%	\$3,213,587	17.15%
Securities - long term (greater than 12 months)					
- Auckland Airport	A	5 years (07/11)	999,078	5.33%	\$999,078
- ASB Bank Ltd	AA-	4 years (11/12)	502,919	2.68%	\$502,919
- ASB Bank Ltd	AA	4 years (07/13)	1,069,371	5.71%	\$1,077,078
- BNZ Banking Bond	AA	6 years (09/12)	1,019,112	5.44%	\$1,019,112
- BNZ Bond	AA	6 years (05/15)	1,034,915	5.52%	\$1,034,915
- BNZ	AA	5 years (05/13)	1,000,800	5.34%	\$1,000,800
- Meridian	BBB+	7 years (02/09)	-	0.00%	\$1,000,000
- Fonterra	A+	6 years (04/11)	497,994	2.66%	\$497,994
- Fonterra	A+	9 years (04/14)	499,029	2.66%	\$499,029
- Fonterra	A+	5 years (04/14)	464,358	2.48%	\$464,358
- Telecom Finance (TCNZ)	A	9 years (04/10)	1,000,000	5.34%	\$1,000,000
- Bank of America	A	5 years (03/12)	499,992	2.67%	\$499,992
- Bank of America	A	5 years (03/12)	498,825	2.66%	\$498,825
- Merrill Lynch	A	4 years (09/09)	1,003,983	5.36%	\$1,003,983
- Toyota	AAA	3 years (02/09)	-	0.00%	\$500,000
- ANZ/National	A+	5 years (04/13)	1,000,000	5.34%	\$1,000,000
- ANZ/National	AA-	5 years (09/11)	1,000,000	5.34%	\$1,000,000
- N Z Post	AA-	4 years (01/11)	485,266	2.59%	\$485,266
- Morgan Stanley	A	6 years (09/12)	1,002,173	5.35%	\$1,002,173
- Auckland City	AA	4 years (11/11)	1,000,000	5.34%	\$1,000,000
- Rotorua District Council		8 years (04/16)	947,921	5.06%	\$947,921
Total Funds Invested			6.97%	\$18,739,323	100.00%
					\$0
Total Funds Available					\$18,739,323
					\$0
					\$26,498,042

Facilities in place

9. Decision to Conduct Business with the Public Excluded

Decided: That the public be excluded from the following parts of the proceedings of this meeting, namely:

- **Debtors' Overdue Report**
- **District Solicitor**

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under Section 48(1) for the passing of this resolution
Debtors' Overdue Report District Solicitor	In order to protect the privacy of natural persons, as provided for under Section 7(2)(a).	That the public conduct of the relevant part of the proceedings of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under Section 7 of the Local Government Official Information and Meetings Act 1987.