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**Committee** Utility Services  
**Author** David Benham Divisional Manager, Utility Services

## Divisional Report

### 1. Purpose

To

- Comment on the Utility Services Division financial performance for the four months ended 31<sup>st</sup> October 2004
- Receive the attached activity reports to October 2004 (Attachment 1).
- Outline various areas of interest or activity.

### 2. Divisional Financial Performance for 4 Months Ended 31<sup>st</sup> October 2004

A pretty routine first four-months, operationally. As is normal for this period, much effort went into finalising information for the Council's Annual Report for the 30 June 2004 financial year and with our own detailed Annual Report (see related agenda item).

Again with the budgeting programme having been brought forward this year, much effort has gone into preparing information for the 2005/06 year and beyond.

Financially there were no major variances to report for the four month period, other than the significant change in depreciation as a result of asset revaluation.

<b>Last Year to Date</b>		<b>Year to Date Actual \$000s</b>	<b>Year to Date Budget \$000s</b>	<b>Year End Forecast \$000s</b>	<b>Year End Budget \$000s</b>
<b>Water Supply</b>					
8,765	Income	8,810	8,787	26,360	26,360
8,297	Expenditure	8,659	8,952	26,752	26,752
<b>468</b>	<b>Operating Surplus</b>	<b>151</b>	<b>(165)</b>	<b>(392)</b>	<b>(392)</b>
(7)	Operations	275	-	-	-
360	Strategy and Asset	2	-	-	-
125	Support Services	(103)	(149)	(314)	(314)
10	Engineering Consultancy	(15)	9	8	8
(20)	Laboratory Services	(8)	(25)	(86)	(86)
<b>468</b>	<b>Operating Surplus/(Deficit)</b>	<b>151</b>	<b>(165)</b>	<b>(392)</b>	<b>(392)</b>
<b>Plantation Forestry</b>					
1,320	Income	1,346	1,595	4,786	4,786
1,399	Expenditure	1,447	1,608	4,824	4,824
<b>(79)</b>	<b>Operating Surplus/(Deficit)</b>	<b>(101)</b>	<b>(13)</b>	<b>(38)</b>	<b>(38)</b>

### 3. Customer Meeting to Discuss Wellington Water Management Plan

A meeting was held on 19 October with our customers to discuss the development of a Wellington Water Management Plan. This follows the lead of Auckland councils and Watercare which has produced a comprehensive and co-ordinated approach to water savings targets.

Representatives from Watercare and North Shore City Council attended and gave us the background to the development of the Auckland plan.

There was general agreement that a Wellington plan should be developed. Greater Wellington Water (GWW) offered to scope document of the project which would then go to each council for approval.

Our hope is that the final plan should be available for each city council and GWW's sign-off in June 2005.

#### **4. Recommendation**

*That the report be received and the information noted.*

Report prepared by:

**David Benham**

Divisional Manager, Utility Services

**Attachment 1:** Utility Services Division's Activity Report to 31 October 2004