

**CITY SERVICES COMMITTEE
SUPPLEMENTARY AGENDA**

**MONDAY 11 MAY 1998
AT 9.00 AM**

29. WASTE MANAGEMENT UNIT 12 MONTH FINANCIAL PREDICTION RR 7720

Officer responsible Waste Manager	Author Mike Stockwell, Waste Manager
Corporate Plan Output: Waste Management Unit	

The purpose of this report is to inform the Committee of the anticipated 12 month financial result from the Unit (as best can be predicted at this point in time) and seek approval for extra capital expenditure at the Recovered Materials Foundation Site, Parkhouse Road.

BACKGROUND

Waste Management Unit has set in place a financial planning team whose purpose is to monitor the Unit's financial performance, predict final results, implement corrective action etc.

END OF JUNE 1998 PREDICTION

The predicted broad-brush result of the Unit is shown in detail in my memorandum of 7 April 1998 to Ian Hay.

In summary this prediction is as follows (all in \$1,000).

Operations

Liquid Waste	40 over
Solid	325 over
General	<u>180 over</u>
Total	<u>545 over</u>

(compare 485 over end December 1997 prediction)

Capital

Liquid Waste	(1,710) under; 203 surplus; 992 carryover to 1998/99
Solid Waste	(363) under; 340 carryover to 1998/99
General	<u>(100) under</u>
Total	<u>(2,173) under; 203 surplus; 1,332 carry over to 1998/99</u>

(compare (1,266) under; 303 surplus; 882 carryover to 1998/99, end December 1997 prediction)

EXTRA FUNDS FOR RECOVERED MATERIALS FOUNDATION SITE PARKHOUSE ROAD

Subsequent to the very successful start to the new kerbside recycling collection it has become clear that extra materials handling infrastructure is needed at the Parkhouse Road Recovered Materials Foundation site - for example more storage bins, conveyors, bin covering, wind screens, an overhead bridge to facilitate direct unloading of recyclables from trucks to containers and so on. These items will result in reduced materials handling costs and are expected to have a payback period of two years.

29 Cont'd

It is recommended that \$75,000 be transferred from the Waste Management Unit budget to the Recovered Materials Foundation for this purpose. Note this sum has been built into the above financial prediction in anticipation that it will be approved.

- Recommendation:**
1. That the financial prediction be received.
 2. That \$75,000 be transferred from the Waste Management Unit capital budget to the Recovered Materials Foundation and be funded from the Unit's capital underexpenditure.

Chairman's

Recommendation: That the above recommendation be adopted.