

## 14.0 Tetley's Quarry

The Quarry Business Unit is a separate unit within the Council organisational structure, responsible to a Business Unit Board of Management that reports directly to the Council.

This business unit is involved with the supply of metal from Tetley's Quarry (Waitakaruru) both to the Council and to other contractors and the industry generally.

Its goal is to operate Tetley's Quarry as a competitive producer of quarry products.

A review of the governance and management structure of the quarry was carried out in 2002/03. The conclusion of this review was that the Council retain the business units' board of management for governance and that it should consider the inclusion of an additional member with the appropriate expertise.

The review also concluded that the Council retain ownership of the quarry and amended one of the business objectives.

This statement reflects the net result of the operations of the quarry.

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### Focus for the Next 3 Years

- 14.1 To operate the Council's quarry operation on a commercial basis that ensures good quality products are available at competitive prices and maximises the return on Council's current and future increased investment.
- 14.2 To comply with all consent and licensing requirements.

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### Emphasis in 2003-2004

- 14.1.1 To provide a continuous supply of various grades of roading metal.
- 14.1.2 To develop beneficial applications for by-products of chip and metal production.
- 14.1.3 To achieve a \$350,000 net surplus on operations.
- 14.2.1 To receive a clear audit from Environment Waikato.

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### Changes This Year

There are no significant changes this year.

## Projected Costs and Funding - Tetley's Quarry

<i>Budget</i>		Forecast	Projected	Projected
<b>2002-03</b>		<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>
\$000's		\$000's	\$000's	\$000's
<b>1,850</b>	<b>Sales</b>	<b>1,850</b>	<b>1,850</b>	<b>1,850</b>
<b>1,500</b>	<b>Operating Expenditure and Cost of Sales</b>	<b>1,500</b>	<b>1,500</b>	<b>1,500</b>
<b>350</b>	<b>NET SURPLUS ON OPERATIONS</b>	<b>350</b>	<b>350</b>	<b>350</b>