



# **Ashburton District Council**

## **Annual Plan 2014/15**

Photo Credits

Front Cover: Gaynor Hurst, Experience Mid Canterbury  
Back Cover: Experience Mid Canterbury, Gaynor Hurst

---



# ***Table of Contents***

Welcome to the 2014/15 Annual Plan .....	4
Your Council .....	6
Methven Community Board.....	7
Council's Planning Process.....	8
Community Outcomes .....	10
Listening to Our Community .....	11
Key Issues & Projects for 2014/15.....	13
Overall Rate Summary 2014/15.....	15
Rates by Area.....	16
Funding of Council Activities .....	17
Transportation .....	19
Drinking Water.....	24
Wastewater.....	29
Stormwater.....	33
Refuse and Recycling .....	37
Recreation and Leisure .....	41
Community Facilities and Support.....	47
Economic Development.....	53
Parks and Open Space .....	59
Democracy and Governance .....	65
Regulatory Services.....	68
Miscellaneous.....	74
Prospective Financial Statements .....	79
Statement of Accounting Policies .....	86
Reserve Funds .....	103
Funding Impact Statements.....	111
Funding Impact Statement - Rating Policy and Schedule of Rates .....	126
Fees and Charges Schedule 2014/15.....	138

# *Welcome to the 2014/15 Annual Plan*



This Annual Plan completes the three-year work programme detailed in the Council's Long Term Plan of 2012. It is also the first Annual Plan for the new Council elected in October 2013. The new Council is a strong mix of experienced members along with four new members who have brought fresh skills and ideas to the table.

The Council has reviewed its governance framework and processes since the election. This has seen a fresh leadership team put in place with Cr. Neil Brown leading the Finance and Business Support committee, Cr. Stuart Wilson the Service Delivery committee and Cr. Alan Totty the Environmental Services committee.

In the coming year Council will prepare its Long Term Plan for 2015–25 which will guide Council's direction for the coming ten year period. This is an exciting challenge and one that councillors are looking forward to.

The 2014/15 year will be significant in the ongoing development of our district and in particular the community facilities we are all able to enjoy. The Ashburton Art Gallery and Heritage Centre will open around October, and in mid-2015 the EA Networks Centre indoor stadium and aquatic centre will open. These two wonderful facilities reflect the dynamism of our district and will make this an even better place to live and raise families for current and future residents.

Council is also investing further in our roading assets. We have the fourth largest road network of any council in the country and this is easily our biggest single expenditure area. Our district relies heavily on having an effective and efficient road network to get our produce to markets, our families to schools, sports and pastimes and to enable us to enjoy the services, facilities and attractions our district has to offer.

Progress of this magnitude does come with a cost. The overall rate requirement Council needs to fund its work programme will increase for current ratepayers by 7.2 percent. A further one percent of rates required in the coming year are predicted to come from growth in the district. The rates remain comfortably within the cap set by Council in its financial strategy for the period 2012 -22.

The work programme and budget outlined in this Plan reflect the remarkable transformation we are undergoing as a growing community and will lay a strong platform for our community for the years ahead. Council recognises progress needs to be affordable for our residents and is continuing to look at all aspects of its business to ensure we provide cost effective services for our community.

## **EA Networks Centre**

The EA Networks Centre will transform sport and recreation in our district. The Centre will feature a four pool indoor aquatic centre catering for types of sport and leisure. As well as ten-lane competition pool there will be a family leisure pool featuring a lazy river and children's splash-deck attraction, a programme pool and learn to swim pool. The latest inflatable play equipment will be featured in the main pool bringing a fun element for all ages.

A four-court indoor sports arena, two outside courts, a gym and sports house office accommodation for sports administrators complete the facility. With a significant area of adjoining land, this site will be developed over time into an outstanding sports hub for the district.

Construction of the Centre is progressing well and is scheduled for completion in February 2015, with an expected opening in mid-2015. This is Council's most significant investment in community facilities ever and following several years of planning, site selection and a hugely successful community fundraising campaign its opening will justifiably be cause for community celebration and enjoyment.

## **Hydroslide Attraction**

The design of the aquatic centre allows for a hydroslide to be added at some point in the future if our community wants this. Council will seek community feedback on this matter later this year. This will include exploring the type of attraction we might have, when it should be built and how it should be paid for. We

look forward to receiving your views which will be an important part of Council's decision-making.

### **Ashburton Art Gallery and Heritage Centre**

Construction of the Ashburton Art Gallery and Heritage Centre will be completed in June 2014, with the facility opening in October. The coming months will see the building and installation of museum and gallery exhibitions. Having a purpose-built gallery and museum, along with appropriate storage for the Council and district archives is a significant achievement that sends a message that we are proud of who we are and that we are a community looking forward with confidence.

### **Focus on Core Infrastructure**

Overall, our roads are generally good quality and perform very well. However, some rural roads in particular are not standing up well to additional traffic weight and volumes created by changes in land use. Council recognises there needs to be a focus on how we maintain our roads and allocate and prioritise funding.

Council will further increase unsubsidised rate spending on our roads in the coming year. This will see investment of around \$1 million above the amount NZTA has agreed to subsidise. Council does not believe NZTA provides sufficient funding to maintain our roads at an appropriate standard and will continue to strongly lobby for a fairer contribution from the government.

Work will begin in the coming year on improving wastewater services. The "Right Pipe" project is aimed at reducing stormwater inflow to the Ashburton wastewater system and the resulting wastewater discharges, particularly in Tinwald. A review of Council's rubbish and recycling collection service is also under way. A survey of resident's preferences has been undertaken and Council will now further refine options for a formal consultation process to be undertaken in August.

Work is to continue on looking at how we can ensure Council stockwater services provide for current and future requirements. A study has found there are opportunities to change how we provide this service that will deliver a better service for those that need it, be less of a burden on those that don't need it and will deliver environmental benefits. Council needs to ensure any changes to stockwater services line up with the Canterbury Water Management Strategy and initiatives being undertaken by water suppliers and land owners in the district.

### **Delivering Quality Customer Service**

A key focus for Council is finding efficient and effective ways to incorporate new technology into how we do business; improving access and convenience for our customers. The previous year has seen early progress made, with dog re-registrations and building consents applications able to be done online. Our next step is to have rates invoices able to be emailed to customers and for rates payments able to be made through our website.

### **Working Collaboratively to Improve Services**

Ashburton District Council has excellent working relationships with councils and agencies in Canterbury and across New Zealand. Canterbury councils are looking to further develop those relationships, in order to find ways to improve service delivery and efficiency. As part of this approach the Canterbury Economic Development Co., a council-controlled organisation owned by all councils in the region, may be restructured to be able to deliver shared services to Canterbury councils. Work is underway to identify services that might be delivered this way.

We look forward to Council continuing to work with our community over the coming year to make Ashburton District an even better place to live and do business. We believe the Council's work programme over the coming year will make a strong a lasting contribution to achieving this.



**Andrew Dalziel**  
Chief Executive



**Angus McKay**  
Mayor

# ***Your Council***

## **Mayor**



**Angus McKay**  
Ph. 302 8660  
[mayor@adc.govt.nz](mailto:mayor@adc.govt.nz)

## **Deputy Mayor**



**Cr Darryl Nelson**  
Ph. 307 0500  
[darryl.nelson@adc.govt.nz](mailto:darryl.nelson@adc.govt.nz)

## **Ashburton Ward**



**Cr Rod Beavan**  
Ph. 027 292 9996  
[rod.beavan@adc.govt.nz](mailto:rod.beavan@adc.govt.nz)



**Cr Russell Ellis**  
Ph. 302 3886  
[russell.ellis@adc.govt.nz](mailto:russell.ellis@adc.govt.nz)



**Cr Donna Favel**  
Ph. 307 1230  
[donna.favel@adc.govt.nz](mailto:donna.favel@adc.govt.nz)



**Cr Don McLeod**  
Ph. 308 8220  
[don.mcleod@adc.govt.nz](mailto:don.mcleod@adc.govt.nz)



**Cr Peter Reveley**  
Ph. 303 9834  
[peter.reveley@adc.govt.nz](mailto:peter.reveley@adc.govt.nz)



**Cr Alasdair Urquhart**  
Ph. 308 0366  
[alasdair.urquhart@adc.govt.nz](mailto:alasdair.urquhart@adc.govt.nz)

## **Eastern Ward**



**Cr Neil Brown**  
Ph. 302 4735  
[neil.brown@adc.govt.nz](mailto:neil.brown@adc.govt.nz)



**Cr Ken Cutforth**  
Ph. 302 7546  
[ken.cutforth@adc.govt.nz](mailto:ken.cutforth@adc.govt.nz)



**Cr Stuart Wilson**  
Ph. 308 0177  
[stuart.wilson@adc.govt.nz](mailto:stuart.wilson@adc.govt.nz)

## **Western Ward**



**Cr Martin Nordqvist**  
Ph. 302 8717  
[martin.nordqvist@adc.govt.nz](mailto:martin.nordqvist@adc.govt.nz)



**Cr Alan Totty**  
Ph. 308 3652  
[alan.totty@adc.govt.nz](mailto:alan.totty@adc.govt.nz)

# ***Methven Community Board***

Councillors Martin Nordqvist and Alan Totty are Council's appointees to the Methven Community Board.

## **Chairperson**



**Liz McMillan**

Ph. 302 8081

[lizmcmillan@clear.net.nz](mailto:lizmcmillan@clear.net.nz)

## **Deputy Chairperson**



**Hamish Gilpin**

Ph. 302 9343

[hamishgilpin@xtra.co.nz](mailto:hamishgilpin@xtra.co.nz)



**Sonia McAlpine**

Ph. 302 9119

[mc Alpine2@clear.net.nz](mailto:mc Alpine2@clear.net.nz)



**Dan McLaughlin**

Ph. 302 8966

[danimal@xtra.co.nz](mailto:danimal@xtra.co.nz)



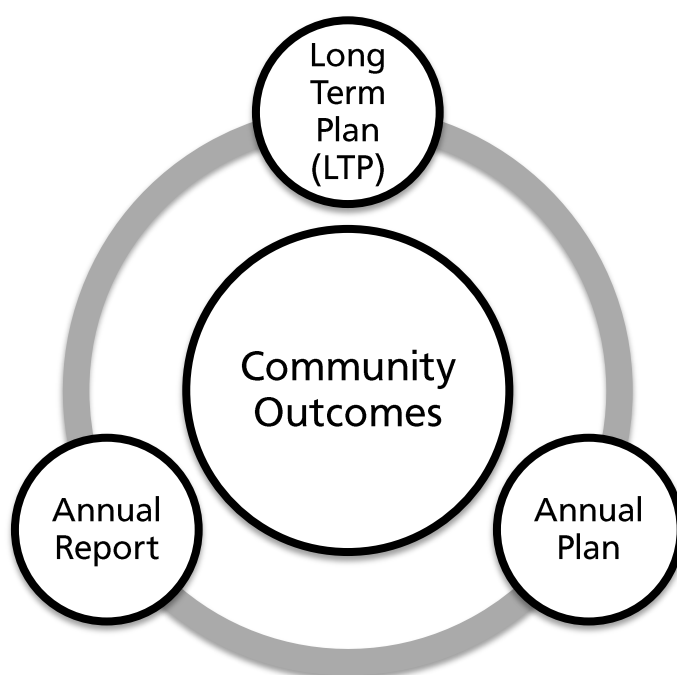
**Sarah Lock**

Ph. 302 9557

[lochamon@xtra.co.nz](mailto:lochamon@xtra.co.nz)



# ***Council's Planning Process***



Council's planning process centres on three key documents.

1. The **Long Term Plan**, prepared every three years, is a long-term strategic planning document that forecasts Council's budgets and project priorities over the coming ten years.
2. The **Annual Plan** is produced in years when we do not prepare a Long Term Plan. The Annual Plan updates the work programme and budget in detail for the year it covers.
3. The **Annual Report** is prepared every year to report on how Council performed against its targeted budget and work programme for the year and to report any variations.

## **Long Term Plan 2012 - 22**

In 2012, Ashburton District Council adopted its fourth Long Term Plan covering the years 2012 - 2022.

The Long Term Plan has Council's community outcomes as its strategic foundation – long term goals for Council to work towards. The Plan lays out what Council plans to do over the coming ten years and how this will be funded, with the first three years in detail and the following seven years based on the best information available at the time.

The community were invited to have their say on the draft Long Term Plan through an extensive consultation process. Council received 232 submissions to the Long Term Plan 2012-22 along with a petition signed by close to 2,000 residents. In all, 2,125 residents provided feedback to Council on the proposals contained in the draft Long Term Plan.

The Long Term Plan must be reviewed at least every three years, with the next Long Term Plan required to be prepared in 2014/15, covering the years 2015 - 2025.

The Council's Long Term Plan 2012-22 can be viewed on the Council website [www.ashburtondc.govt.nz](http://www.ashburtondc.govt.nz) or a copy can be obtained from the Council offices.

## **Annual Plan 2014/15**

In years when Council does not produce a Long Term Plan, an Annual Plan is prepared to detail the work programme and expenditure for the coming year. The Annual Plan provides up-to-date budgets and information on specific areas of work Council plans to undertake for the next financial year.

### **Annual Work Programme and Budget**

For each activity you will find information about projects to be delivered in the coming year, any changes to the service levels detailed in the Long Term Plan for 2014/15 and what the service will cost. A financial summary is provided for each group of activities that compares the budget forecast in the Long Term Plan 2012 – 22, with the budget for 2014/15.

The Annual Plan highlights any variations for the coming year from what was proposed in the Long Term Plan 2012-22. Where there are significant variations, reasons are provided along with details of the financial impact of these changes.

More detailed information on Council's activities can be found in the Long Term Plan 2012-22. Information on planned capital works and capital renewal projects at an individual activity level is contained in Activity Management Plans, which can be requested from the Ashburton District Council offices.

### **Monitoring Performance**

As part of the Long Term Plan process, Council established the levels of service to be provided for each activity along with performance measures and targets. Performance measures enable Council and the community to assess whether the stated levels of service are being delivered to the community. Targets for each performance measure provide an indication of the level of achievement Council is aiming for each year.

## **Annual Report**

Each year Council publishes an Annual Report, to inform the community of the achievement of targets set in the Annual Plan for:

- Forecast income and expenditure
- Planned work programme
- Levels of service provided to the community

Any variations to what was forecast are outlined and explained in the Annual Report, which is made available to the community as a full document and a summary publication in October of each year.

# ***Community Outcomes***

Community outcomes are what Council aims to achieve as part of its purpose to provide quality and cost-effective infrastructure, regulatory services and community facilities and services for residents of Ashburton District.

Community outcomes guide the levels of service provided by Council, and assist Council in prioritising and decision making. They also help the community to understand Council's direction, decisions and actions. Council reviewed its community outcomes as part of the preparation of the Long Term Plan 2012-22. For further information about the Community Outcomes, please refer to the Long Term Plan 2012-22 (Vol.1, Part Two, pg. 25)

## **Our Vision Statement**

**Ashburton District: The district of choice for lifestyle and opportunity**

### **Outcome 1: A thriving and diverse local economy**

#### **Strategic objectives:**

- Our district's infrastructure and services meet our current and foreseeable future needs.
- Our district is a desirable place to live, visit and do business.
- Council's investments provide a return to the community and contribute to economic development.
- Our water resources are developed and managed in ways that support our environment, economy and lifestyle now and into the future.

### **Outcome 2: Sustainable natural and built environments**

#### **Strategic objectives:**

- People can access and experience our natural environments.
- We understand the need to protect our natural environment and act to do so.
- We have safe and attractive built environments that meet our community's needs.
- Our community has access to information and services that promote environmental responsibility and sustainability.

### **Outcome 3: An enjoyable place to live**

#### **Strategic objectives:**

- Our community has access to a range of cultural and heritage facilities and activities.
- Our district has sport and recreation facilities that meet the district's needs.
- Our district offers opportunities for people of all ages to develop their skills and enrich their knowledge.

### **Outcome 4: A safe and healthy community**

#### **Strategic objectives:**

- We have access to a range of health and social support services.
- Environmental threats to our community's health are minimised.
- We are well-prepared to respond to emergency situations.

### **Outcome 5: An involved community with quality leadership**

#### **Strategic objectives:**

- Our community is well-informed through open and effective communication.
- We work together with government, community organisations and the private sector to promote our community interests.
- Our residents are proud of, and participate in, their local community.
- Iwi and Maori have opportunities to contribute to local decision-making.

# *Listening to Our Community*

While much of Council's planned levels of services and expenditure for the coming year was clearly signalled in the Council's Long Term Plan 2012-22, the draft Annual Plan 2014/15 updated that information and enabled the community to provide feedback through the submission process.

## **Community Engagement**

Council sought community views on proposed services and expenditure levels for 2014/15 during a four week consultation period between 7 April and 9 May 2014.

A summary of the draft Annual Plan 2014/15, including a submission form, was delivered to all households in the district. Six community meetings were held around the district to inform residents of the proposed work programme and budget and to enable the community to ask questions of Council staff and elected members. The draft Annual Plan and Summary were available on the Council website and residents were able to make their submissions online through the Council website.

Council received 74 submissions to the draft Annual Plan. Submissions hearings were heard on 30 and 31 May with 21 submitters presenting their submission to Council in person.

### **Thank you to all submitters**

Council would like to thank all residents who took the time to make a submission and particularly those who came to make a presentation to Council. Receiving community feedback on our proposed work programme is an important part of the local democratic process and provides Council with valuable insights into the community's views and possible alternatives to what is proposed.

## **Changes to the Annual Plan Resulting from Submissions**

Key decisions Council made as a result of submissions to the draft Annual Plan 2014/15 are:

### **Improving Access to the Mid Canterbury Hockey turf**

Council agreed to a request from Mid Canterbury Hockey that the access path between the Phillip Street entrance to the Domain and the hockey turf be sealed. Work will begin as soon as practicable. The Council also agreed in principle to the request that the old netball courts be made available for parking for people using the hockey turf and the practicalities of this will be looked at and discussed with Mid Canterbury Hockey.

### **Additional grant funding - Sport Mid Canterbury**

Council agreed to provide an additional \$7,000 in grant funding to enable Sport Mid Canterbury to increase the range of services provided to our community.

### **Additional grant funding - Multi Cultural Bite**

Council agreed to increase its funding for this event to \$10,000 provided other funders can match the increase. Council staff will work with the event organisers to seek additional external funding.

### **Additional grant funding - Safer Ashburton District**

Council agreed to increase operational expenditure grant funding to Safer Ashburton District to \$154,998 and also agreed to provide a one-off grant of \$15,000 to help pay for a computer upgrade for the organisation.

### **New grant funding – Ashburton Budget Advisory Services**

The Ashburton Budget Advisory Service made a submission to Council for grant funding of \$7,000 to be used to pay rental costs. Council agreed to provide \$4,500 in grant funding for this purpose.

### **New grant funding – Hakatere Marae Komiti**

The Hakatere Marae Komiti made a submission to Council for grant funding of \$21,000 for insurance costs and fire alarm servicing. Council agreed to provide funding of \$7,400, being the cost of indemnity insurance for the marae buildings.

## **Other Actions Arising from Submissions**

### **Council advocacy - social services**

Council received a number of submissions related to social service provision in the District. Council agreed it should advocate for the community on these matters and in particular with the MPs whose electorates cover Ashburton District – Rangitata and Selwyn.

### **Rakaia Medical Centre Trust**

The Rakaia Medical Centre Trust requested Council introduce a targeted on Rakaia residents to fund the cost of rent for the facility. Creating a new rate was not possible, due to the legislative process required to be followed and Council will consider this matter when preparing its Long Term Plan 2015-25.

### **NZTA funding assistance**

Several submissions were received suggesting Council do more to increase funding the New Zealand Transport Agency provides to Council for road maintenance and improvement. Council asked the CEO to again write to NZTA and pursue a “fair share” of subsidy funding for road maintenance.

### **Rates rebate scheme**

Several submissions were received from residents concerned about rates increases. Council acknowledged the concerns. Council also noted that rates increases were clearly signalled in the Council’s Long Term Plan, were within the limits set in the Financial Strategy and that the overall rates requirement is below that budgeted in the Long Term Plan.

Council asked that staff provide increased publicity about the availability of rates rebates through the Government scheme.

### **Hakatere Trees**

Submissions were received from Hakatere residents requesting trees at the reserve area at Hakatere be trimmed. This work will be undertaken in the 2013/14 financial year as part of current operational budgets.

## **Key Financial Policies – Review**

Council reviewed its rates postponement and rates remission policies and undertook a special consultative procedure in conjunction with consultation for the draft Annual Plan 2014/15 to make changes to these policies.

No changes were made to the proposed policies as a result of the consultation and the policies will be adopted by Council in June 2014. The policies are available on the Council website [ashburtondc.govt.nz](http://ashburtondc.govt.nz)

## **Financial Impact of Submissions Changes**

The changes to Council’s Annual Plan 2014/15 as a result of the consideration of submissions results in the overall rate requirement for the 2014/15 year being an additional \$51,000. In percentage terms the overall increase in rate requirement has moved from 8 percent to 8.2 percent above 2013/14. This includes the 1 percent to be funded from growth.

# ***Key Issues & Projects for 2014/15***

## **Rates Requirement**

The overall rate requirement Council needs to fund its work programme in the 2014/15 year will increase for current ratepayers by 7.2 percent over the 2013/14 requirement.

A further one percent of rates required in the 2014/15 year will come from growth in the district. This means that new properties added to the rating base at 1 July 2014 will add one percent to Council's rates income. This is a conservative estimate, and it is likely that the final growth figures will exceed this figure.

This highlights the value to our community of having a growing population. Growth in the rating base makes community services and facilities more affordable for our residents.

The proposed rates level is within the 8.5 percent limit on rates increase set by Council in its financial strategy for the 2014/15 year. The total rate requirement for the 2014/15 year is less than was forecast for that year in the Long Term Plan 2012-22.

## **Core Infrastructure**

### **Water supply upgrade – Methven Springfield**

Council is to progress its water supply upgrade programme in 2014/15, with the upgrade of the Methven Springfield drinking water supply. The project plan is currently to install point of supply (individual household) treatment systems, subject to Ministry of Health guidelines. This will see the water supplied to households complying with New Zealand Drinking Water Standards requirements for this type of water supply. Approximately \$392,000 has been budgeted for this work.

### **Additional investment in our roads**

There is significant pressure on our roads, resulting in a large part from land use changes and subsequent increases in heavy traffic. Council recognises that there is strong community demand to increase expenditure in this area. In response, the budget for road maintenance and upgrade expenditure has been increased for 2014/15 with an additional \$500,000 of capital expenditure above the forecast Long Term Plan budget for 2014/15.

The expenditure budgeted is \$1 million over the budget agreed by the New Zealand Transport Agency (NZTA) for the 2014/15 year. The additional funding is unlikely to be subsidised by NZTA, however Council will pursue all funding options available to maximise the work programme able to be undertaken with the additional funding.

Council believes that the size of our road network and contribution to New Zealand's export economy warrants a higher central government contribution than NZTA currently allocates to this district. Council will continue to lobby both the Government and NZTA for an increased subsidy level that addresses the disproportionate cost currently being met by residents.

### **Ashburton relief sewer upgrade**

A section of the Ashburton relief sewer main from Bridge Street to Trevors Road is operating at full capacity. Council is constructing a duplicate sewer main which will increase the overall capacity of the network. This project will be progressed further in 2014/15. There is approximately \$3 million budgeted to carry over from past years into 2014/15 for this project.

### **Mill Creek bank stabilisation project**

Mill Creek provides a key means of conveying stormwater through the Ashburton urban area. To enable its effective operation, Council is continuing with bank stabilisation works along parts of the creek. Approximately \$1.4 million is budgeted in 2014/15 for this work, which includes \$900,000 carried forward from previous years.

## **New Community Facilities**

### **Ashburton Art Gallery and Heritage Centre**

The construction of the Ashburton Art Gallery and Heritage Centre building will be completed in June 2014, with the Centre scheduled to open in October 2014. The new facility will provide appropriate space for storing museum artefacts and art gallery collections and will improve the display areas for both organisations and the access residents have to collections. The facility also includes space for the Ashburton District Family History Group to operate from and space and appropriate storage for the Council and community archives.

### **EA Networks Centre**

The EA Networks Centre will provide a new indoor aquatic centre and sports stadium for the district. This will include a four pool aquatic centre and a four court indoor sports stadium. Construction is scheduled to be completed in February 2015, with the facility to open in mid-2015. There is \$18 million budgeted for this project in 2014/15.

### **Dog pound**

Council's new dog pound facility is scheduled for completion and opening in the 2014/15 financial year. The new pound will provide capacity to hold approximately fifteen dogs at any given time. There is \$450,000 budgeted to complete this project in 2014/15.

## **Community Engagement Planned for 2014/15**

### **Rubbish and recycling collection review**

A review of Council's rubbish and recycling collection service is being undertaken. A survey of resident's preferences has been undertaken and Council will now further refine options for a formal community consultation process to be undertaken in August.

### **Hydroslide Consultation**

The design of the EA Networks Centre aquatic facility allows for a hydroslide to be added at some point in the future if our community wants this. Council will seek community feedback on this matter later in 2014. This will include exploring the type of attraction we might have, when it should be built and how it could be paid for.

### **Winchmore water scheme**

Residents connected to the Winchmore drinking water scheme approached Council to close their water supply. The residents believe they can source drinking water from alternative sources more cost-effectively. Consultation with residents in 2013 confirmed that this process should progress to a referendum. A proposal for closure has been lodged with the Ministry of Health, and a binding referendum is to be held in August 2014 proposing the scheme be closed in November 2014.

### **Online services**

Council is to continue to offer more services to our community online. In 2014/15, the current online services provided (which includes renewal of dog registrations and applications for building consents) will be extended to include online rates payments.

# Overall Rate Summary 2014/15

(GST exclusive)

Annual Plan 2013/14 (\$000)	Activity	Annual Plan 2014/15 (\$000)	Change from 2013/14	LTP 2014/15 (\$000)
7,040	Transportation	7,624	8.3%	7,015
3,902	Drinking Water	3,842	-1.5%	4,216
3,859	Wastewater	4,110	6.5%	4,267
886	Stormwater	801	-9.6%	833
1,439	Refuse and Recycling	1,636	13.7%	1,618
3,309	Recreation and Leisure	4,685	41.6%	4,839
1,380	Community Facilities and Support	1,481	7.3%	1,371
613	Economic Development	503	-17.9%	899
2,210	Parks and Open Spaces	2,363	6.9%	2,365
1,714	Democracy and Governance	1,566	-8.6%	1,725
1,362	Regulatory Services	1,239	-9.0%	1,286
(1,106)	Miscellaneous	(1,050)	5.1%	(1,407)
<b>26,608</b>		<b>28,800</b>	<b>8.2%</b>	<b>29,027</b>
	<b>Less 1% Growth Component</b>		<b>7.2%</b>	

1. Drinking Water - Revenue from metered water supplies was included as rates revenue in the Annual Plan 2013/14 and the draft Annual Plan 2014/15. The accounting treatment presented above includes revenue from metered water supplies as "other revenue" and the comparative figures have been amended to reflect this change.



# Rates by Area

This table shows sample rates for 2014/15 for the different rating areas across the district. These are presented based on an average capital value for the area.

Rating area	Capital Value	Rates 2014/15	Change from 2013/14
Ashburton Residential	\$241,500	\$1,692	+8.3%
Ashburton Commercial	\$1,040,000	\$4,569	+8.4%
Ashburton Commercial (Inner CBD)	\$1,040,000	\$5,339	+8.6%
Ashburton Commercial (Outer CBD)	\$1,040,000	\$4,871	+9.4%
Methven Residential	\$241,500	\$1,670	+7.5%
Methven Commercial	\$780,000	\$4,089	+7.6%
Rakaia Residential (Lump Sum Paid)	\$239,200	\$1,693	+6.0%
Rakaia Residential (Lump Sum Not Paid)	\$239,200	\$1,903	+3.2%
Rakaia Commercial (Lump Sum Paid)	\$780,000	\$3,785	+4.4%
Rakaia Commercial (Lump Sum Not Paid)	\$780,000	\$3,995	+3.1%
Fairton Residential	\$230,000	\$1,189	+3.3%
Hakatere Residential	\$150,000	\$1,047	+7.7%
Hinds Residential	\$210,000	\$1,133	+8.6%
Mayfield Residential	\$210,000	\$1,577	+1.9%
Chertsey Residential	\$241,500	\$1,043	+5.9%
Mt Somers Residential	\$210,000	\$1,378	+6.7%
Lake Hood Residential	\$572,000	\$1,802	+6.8%
Dromore	\$7,280,000	\$9,876	+2.1%
Winchmore	\$7,280,000	\$10,277	+3.6%
Rural	\$7,280,000	\$7,748	+3.7%

Note: The above rates do not include some specific rural water scheme rates or stockwater rates.

# Funding of Council Activities

Council's Revenue and Financing Policy sets out how activities of Council are funded. The funding rationale for each activity can be found in Council's Revenue and Financing Policy in the Long Term Plan 2012-22 (Vol.2, Part Eight, pg. 348). The policy is based on the principle that those who benefit from an activity or service of Council should, if practicable, pay for that activity or service.

Council uses a mix of revenue sources to meet operating expenditure, including: user charges, fees and fines, general rates, targeted rates (based on either capital value or uniform annual charge basis), uniform annual general charge and development contributions.

A summary of the funding of operating expenditure for Council activities, as determined in the Revenue and Financing Policy, is shown in the table below:

## Key:

- Dividends and interest
- ★ Development contributions
- + 10% for capital expenditure (discretionary)
- ➔ Transfers from reserves
- Contribution to general rate/UAC

	Uniform annual general charge	General rate	Targeted rate	Subsidies and grants	Fees and charges	Other
<b>TRANSPORTATION</b>						
Footpaths		30%	70%		✓	●
Roads			100%	✓	✓	●
<b>DRINKING WATER</b>						
Drinking water		+	100%		✓	●➔★
<b>WASTEWATER</b>						
Wastewater			100%		✓	●➔★
<b>STORMWATER</b>						
Stormwater		10%	90%			●
<b>REFUSE AND RECYCLING</b>						
Solid waste collection			50%		50%	●
Solid waste management		40%			60%	●
<b>RECREATION AND LEISURE</b>						
Arts, culture and heritage	100%					
Library	100%				✓	●
Recreation facilities and services	100%					★
Methven and Tinwald pools			100% <sup>1</sup>			

	Uniform annual general charge	General rate	Targeted rate	Subsidies and grants	Fees and charges	Other
<b>COMMUNITY FACILITIES AND SUPPORT</b>						
Community grants and events	100%					
Community safety and wellbeing	75%	25%				
Elderly persons housing					100%	●
Civil Defence	50%	50%		✓ <sup>2</sup>		●
Rural fire protection		20%	80%		✓	●
Memorial halls		50%	50%		✓	●
Public conveniences	80%		20%			●
<b>ECONOMIC DEVELOPMENT</b>						
Business and economic development		100%				●
Property	■	■			✓	● ★
District promotion		50%	50%			
District water management		100%				➔
Forestry	■	■				● ➔
Stockwater		10%	90%			●
<b>PARKS AND OPEN SPACE</b>						
Ashburton Domain		50%	50%			● ➔
Cemeteries		20%			80%	●
Reserve Boards		50%	50%		✓	●
Reserves and camp grounds		50%			50%	●
Rural beautification		50%	50%			●
Township beautification		50%	50%			●
<b>DEMOCRACY AND GOVERNANCE</b>						
Council and democracy	50%	50%			✓	●
Methven Community Board			100%			
<b>REGULATORY SERVICES</b>						
Animal control		5%			95%	●
Building regulation		10%			90%	
District planning		50%			50%	
Environmental health	80%				20%	●
Inspections		10%			90%	
Land information					100%	
Licensing		20%			80%	
Parking					100%	●

✓ Indicates some impact that is unable to be accurately quantified

<sup>2</sup> A subsidy from the Ministry of Civil Defence and Emergency Management is provided. The subsidy usually accounts for approximately 10% of the cost of providing this activity.

# Transportation

## Roads • Footpaths

Council is responsible for one of the largest road networks in New Zealand. Our road network covers 2,773 kilometres, with approximately 1,610 kilometres of sealed roads and 1,163 kilometres of unsealed. This network continues to increase as new subdivisions develop in the district.

Council owns and maintains a footpath network of over 224 kilometres in towns and villages throughout the district.

Our road network has been designed to minimise vehicle kilometres travelled on unsealed roads, with a sealed road within reasonable proximity of all properties.

Managing our road network includes providing and maintaining:

- Roads
- Footpaths
- Bridges and culverts
- Street lights
- Road signs and markings
- On-street car parking

Keeping our roads and footpaths in good condition helps to support local industries and offers our residents and visitors safe and easy travel around Ashburton District.

Council also undertakes road safety initiatives to encourage drivers to be safe on our roads.

### Impacts of changing land use

Our rural areas are undergoing ongoing changes in the use of land; primarily through conversion to dairying, dairy support and specialised cropping. Milk tankers and trucks using these roads daily are increasing the wear and tear on parts of our roading network.

### Government funding

Council works closely with NZTA, who are responsible for looking after the State Highways in our district, to ensure appropriate transport strategies are implemented.

NZTA allocate subsidy funding to Council from the Land Transport Fund for maintenance and renewal of the district's roads. The level of funding is determined through the Funding Assistance Rate (FAR).

Council considers the method for calculating the FAR unfairly disadvantages Ashburton District, resulting in a relatively low subsidy level.

Council believes the size of our roading network and relatively small population results in a disproportionate cost burden on ratepayers. With our local economy highly oriented towards producing export goods, it is vital our road network provides an efficient and effective link between the district and ports.

Council will continue to advocate on behalf of the district for a level of funding that recognises our contribution to the national economy.

## **Key Projects in 2014/15**

### **Additional investment in roads**

There is significant pressure on our roads, resulting from land use changes and subsequent increases in heavy traffic. Council recognises there is strong community support to increase expenditure in this area. In response, the budget for road maintenance and upgrading has been increased for 2014/15.

An additional \$500,000 of capital expenditure above the forecast Long Term Plan budget for 2014/15, which is \$1 million over the budget agreed by NZTA, is budgeted in 2014/15 for this purpose. The additional funding is unlikely to be subsidised by NZTA, and will be targeted toward key road improvement priorities.

Council believes the size of our road network and its contribution to New Zealand's export economy warrants a much higher Government contribution than the New Zealand Transport Agency (NZTA) currently allocates to this district. Council will continue to lobby both the Government and NZTA for an increased subsidy level that better reflects the cost of maintaining the network to an appropriate standard.

### **Improving traffic flow and road safety**

- **Walnut Ave Intersection**

NZTA is to upgrade the intersection of State Highway 1 and Walnut Avenue by replacing the existing roundabout with traffic signals. The traffic signals, along with new cycle lanes and pedestrian facilities will reduce delays and queues, improve safety and coordinate better with the railway crossing in this area. This project is currently at the design stage and will be progressed in 2014/15.

- **Tinwald Traffic Management**

Accessing State Highway 1 in Tinwald is recognised to be a safety and access issue by Council and NZTA. Investigations by NZTA and Council to identify possible options for improvements in this area will continue in 2014/15.

- **Ashburton River Second Urban Bridge**

Council agreed at its meeting on 3 October 2013 lodge a Notice of Requirement (NOR) for land designation for the second urban bridge across the Ashburton River. Land designation is a statutory process to protect the bridge location and associated road alignment. The Notice of Requirement (NOR) was lodged on 4 November 2013.

A hearing of submissions was held from 10 March to 14 March 2014 by independent commissioners. The commissioner's recommendations were considered by Council on 22 May 2014. Council confirmed the Notice of Requirement for the designation. The District Plan will therefore be amended to reflect this decision.

### **Keeping our roads safe, smooth and reliable**

- **Unsealed roads**

There is increased heavy vehicle traffic on our unsealed roads due to changing land use, particularly conversions to dairy, dairy support and intensive crop farming. Council is to spend approximately \$1.9 million for maintenance and upgrades of unsealed roads in 2014/15.

- **Sealed road resurfacing**

Sealed road surfaces last for approximately 9 years before needing to be resurfaced. Approximately \$2.3 million is budgeted for sealed road resurfacing in 2014/15.

- **Sealed road rehabilitation**

The base layer of a sealed road can deteriorate; normally due to groundwater damaging the road base or the base layer not being of sufficient strength for the volume and type of traffic using it. When these failures cannot be repaired by normal maintenance techniques, a strengthening layer is placed over the failed section of road and a new layer of seal added. Council is to spend \$2.1 million in 2014/15 for road rehabilitation.

## Our Service - Transportation



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
The standard of Council's roads meets the needs of our residents	Residents are satisfied with the standard and safety of all Council's roads	56%	80%
	Residents are satisfied with the standard and safety of Council's unsealed roads	53%	63%
	Residents requests that require action from the maintenance contractor are met promptly	69%	85%
Our roads are accessible for heavy vehicles	The number of weight and speed restricted bridges in Ashburton District reduces	2 bridges were replaced	1 bridge is replaced
We promote safe use of our roads	Road safety education projects are delivered to the community	4 projects	4 projects
Our roads are safe, smooth and reliable	Number of fatal crashes due to road factors	0	0
	Annual capital renewal projects programme completed or underway by 30 June	100%	100%
	Vehicle kilometres travelled on sealed roads classified as smooth*	99% in Ashburton District overall 80% in urban areas 100% in rural areas	95% in Ashburton District overall 80% in urban areas 95% in rural areas
We have quality, smooth footpaths	Area of total footpath resurfaced each year	2.4%	4%
	Residents are satisfied with footpaths in Ashburton District	67%	85%

\* Note: The 2014/15 target for this measure was originally 80% overall, 95% for urban and 86% for rural roads. However, these targets have been modified as recent results that indicate that a higher target is more appropriate for rural roads, and the district overall. Urban areas have also been adjusted to reflect a more realistic target.

## Capital Works Programme 2014/15 – Transportation

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Minor improvements	551	607
Subdivision contribution to road assets	108	118
Minor seal extension	58	63
Minor work	29	32
New kerb and channel	66	0
New footpaths	0	3
Walking and cycling facilities	3	21
Road surface improvements	1,000	0
Vested assets	555	552
<b>Total New Capital Works</b>	<b>2,370</b>	<b>1,396</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Maintenance – unsealed roads	878	937
Resurfacing sealed roads	2,312	2,467
Drainage renewals	460	494
Sealed road rehabilitation	2,108	2,258
Structure components	36	41
Environmental renewals	6	6
Traffic service renewals	121	130
Associated improvements	46	63
Footpath resurfacing	472	450
<b>Total Capital Renewals</b>	<b>6,439</b>	<b>6,846</b>

# Budget Summary 2014/15 - Transportation

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
6,773	Targeted rates	7,244	6,759	485
5,076	Subsidies	4,844	5,114	(270)
52	Development and/or financial contributions	52	57	(5)
566	Vested assets	555	617	(62)
547	Other revenue	510	516	(6)
<u>13,014</u>	<b>Total revenue</b>	<u>13,205</u>	<u>13,063</u>	<u>142</u>
	<b>Operating expenditure</b>			
10,394	Roading	9,995	10,672	(677)
913	Footpaths	1,260	817	443
<u>11,307</u>	<b>Total expenditure</b>	<u>11,255</u>	<u>11,489</u>	<u>(234)</u>
<u><b>1,707</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>1,950</b></u>	<u><b>1,574</b></u>	<u><b>376</b></u>
	<b>Funded by:</b>			
267	General rates	380	256	124
(1,974)	Transfers (to)/from reserves	(2,330)	(1,830)	(500)
<u><b>(1,707)</b></u>	<b>Total funding applied</b>	<u><b>(1,950)</b></u>	<u><b>(1,574)</b></u>	<u><b>(376)</b></u>
	Total expenditure includes:			
6,548	Depreciation	6,739	6,566	173

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
7,912	Roading	8,294	7,789	505
254	Footpaths	515	519	(4)
<u>8,166</u>	<b>Total capital expenditure</b>	<u>8,809</u>	<u>8,308</u>	<u>501</u>
114	Loan repayments	117	117	-
<u><b>8,280</b></u>	<b>Capital to be funded</b>	<u><b>8,926</b></u>	<u><b>8,425</b></u>	<u><b>501</b></u>
	<b>Funded by:</b>			
6,548	Depreciation funding	6,739	6,566	173
-	Loans raised	-	-	-
1,732	Transfers (to)/from reserves	2,187	1,859	328
<u><b>8,280</b></u>	<b>Total funding applied</b>	<u><b>8,926</b></u>	<u><b>8,425</b></u>	<u><b>501</b></u>
	<b>Split of capital expenditure</b>			
972	Capital - due to growth	1,950	819	1,131
656	Capital - increase in level of service	420	642	(222)
6,538	Capital - renewals	6,439	6,847	(408)
<u><b>8,166</b></u>	<b>Total capital expenditure</b>	<u><b>8,809</b></u>	<u><b>8,308</b></u>	<u><b>501</b></u>



# *Drinking Water*

Council provides 14 community drinking water supplies across the Ashburton District, servicing approximately 10,000 homes and businesses.

The remaining 5,000 properties get drinking water from other sources, such as private community schemes, private wells, stockwater races or rainwater tanks.

Council supplies are located in Ashburton, Methven, Rakaia, Hinds, Lake Hood, Mt Somers, Fairton, Chertsey, Upper Hakatere, Mayfield, Dromore, Winchmore, Methven-Springfield and Montalto.

Council ensures the quality and availability of drinking water to the community that use Council water supplies through the following:

- Operation, repairs and maintenance
- Monitoring drinking water quality
- Upgrading and extending supplies where necessary

Council operates community water supplies in order to provide safe and clean drinking water that promotes a healthy community, in accordance with its responsibilities under the Health Act 1956.

## **Key Projects in 2014/15**

### **Safe, quality drinking water**

- **Water supply upgrades**

Council is to progress its water supply upgrade programme in 2014/15, with the upgrade of the Methven Springfield drinking water supply. The project plan is currently to install point of supply (individual household) treatment systems, subject to Ministry of Health guidelines. This will see the water supplied to households complying with New Zealand Drinking Water Standards requirements for this type of water supply. Approximately \$392,000 has been budgeted for this work.

Installation of water treatment equipment is programmed for Chertsey, with \$15,500 budgeted for this work in 2014/15.

- **Watermain renewals**

Council will undertake watermain renewals in the coming year in Ashburton and Methven. There is approximately \$723,000 budgeted to complete these renewals in 2014/15.

- **Fish screen replacements**

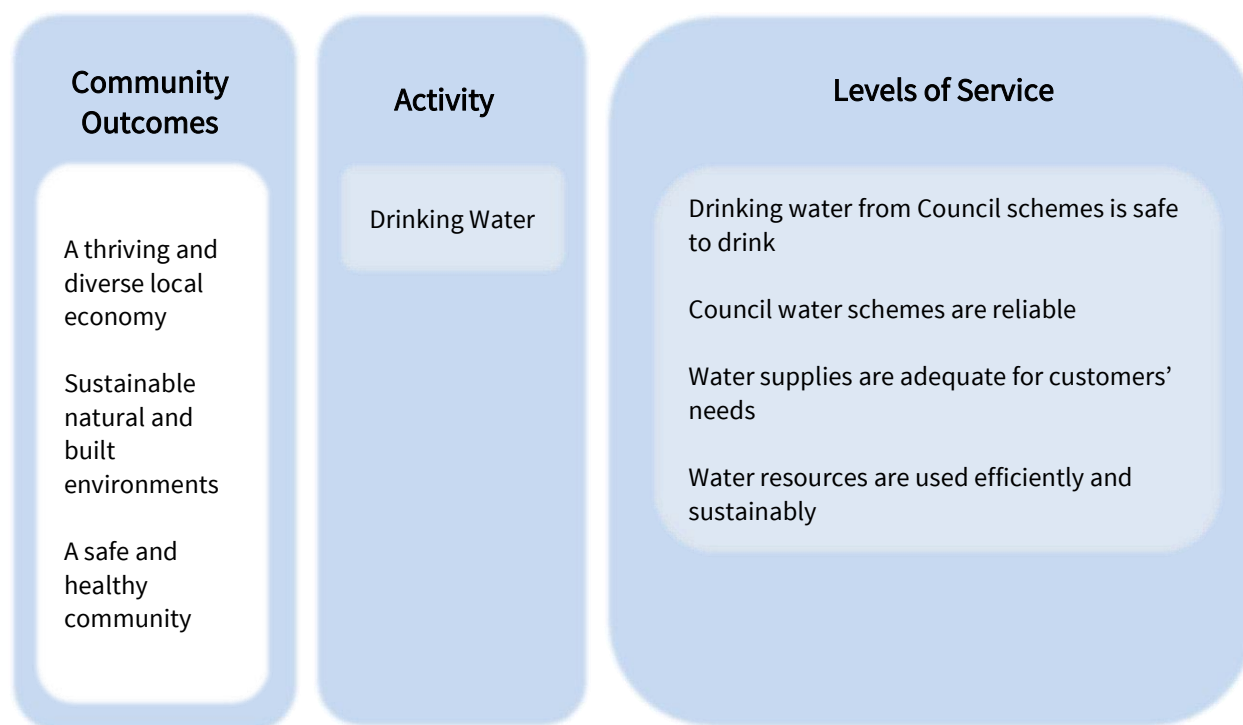
Fish screen replacements are required on the Montalto scheme in order to comply with the resource consent for this supply. The cost for this work is budgeted at approximately \$13,000.

### **Proposed closure of Winchmore water scheme**

- **Winchmore water scheme**

Residents connected to the Winchmore drinking water scheme approached Council to close their water supply. The residents believe they can provide drinking water from alternative sources more cost-effectively. Consultation with residents in 2013 confirmed this process should be progressed. A binding referendum of residents served by the scheme will be held in August which proposes closing the scheme in November 2014.

## Our Service – Drinking Water



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>Drinking water from Council schemes is safe to drink</b>	Incidents of E.Coli contamination in Council drinking water supplies	1 incident	0
<b>Council water schemes are reliable</b>	The number of watermain leaks per 100km of watermain per year	45 leaks	50 leaks or less
<b>Water supplies are adequate for customers' needs</b>	Percentage of customers on Ashburton, Methven and Rakaia schemes that are satisfied with the quality of their drinking water	74%	85%
	Percentage of customers on other Council schemes that are satisfied with the quality of their drinking water	82%	75%
<b>Water resources are used efficiently and sustainably</b>	Compliance with water abstraction thresholds on resource consents	Achieved	100% compliance
	Reduction in water consumption per connection per year	0.47%	1%

## Capital Works Programme 2014/15 – Drinking Water

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Chertsey – wellhead improvement and treatment upgrade	17	21
Methven Springfield – water upgrade	418	428
Vested assets	798	422
<b>Total New Capital Works</b>	<b>1,233</b>	<b>871</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Ashburton – watermain renewals and water meter replacements	718	744
Methven – watermain renewals and water meter replacements	112	108
Rakaia – water meter replacements	3	3
Montalto – fish screen replacement	13	15
<b>Total Capital Renewals</b>	<b>846</b>	<b>870</b>

### Notes:

1. New capital works are significantly more than budgeted in year three of the Long Term Plan 2012-22 due to a budgeted increase in vested assets.

# Budget Summary 2014/15 – Drinking Water

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
3,874	Targeted rates <sup>1</sup>	3,842	4,216	(374)
85	Development and/or financial contributions	100	81	19
246	Vested assets	798	422	376
333	Other revenue	312	313	(1)
<u>4,538</u>	<b>Total revenue</b>	<u>5,052</u>	<u>5,032</u>	<u>20</u>
	<b>Operating expenditure</b>			
<u>4,257</u>	Drinking water	<u>4,193</u>	<u>4,640</u>	<u>(447)</u>
<u>4,257</u>	<b>Total expenditure</b>	<u>4,193</u>	<u>4,640</u>	<u>(447)</u>
<u><b>281</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>859</b></u>	<u><b>392</b></u>	<u><b>467</b></u>
	<b>Funded by:</b>			
28	General rates	-	-	-
<u>(309)</u>	Transfers (to)/from reserves	<u>(859)</u>	<u>(392)</u>	<u>(467)</u>
<u><b>(281)</b></u>	<b>Total funding applied</b>	<u><b>(859)</b></u>	<u><b>(392)</b></u>	<u><b>(467)</b></u>
	<b>Total expenditure includes:</b>			
1,322	Depreciation	1,376	1,450	(74)

### Notes:

- Revenue from metered water supplies has been included as rates revenue in the previous Annual Plan and Long Term Plan. The accounting treatment in the 2014/15 Annual Plan now includes revenue from metered water supplies as “other revenue” so comparative figures have been amended.

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
1,381	Drinking water	2,079	1,742	337
1,381	<b>Total capital expenditure</b>	2,079	1,742	337
389	Loan repayments	388	358	30
<b>1,770</b>	<b>Capital to be funded</b>	<b>2,467</b>	<b>2,100</b>	<b>367</b>
	<b>Funded by:</b>			
1,322	Depreciation funding	1,376	1,450	(74)
145	Loans raised	405	365	40
303	Transfers (to)/from reserves	686	285	401
<b>1,770</b>	<b>Total funding applied</b>	<b>2,467</b>	<b>2,100</b>	<b>367</b>
	<b>Split of capital expenditure</b>			
246	Capital - due to growth	424	422	2
155	Capital - increase in level of service	809	448	361
980	Capital - renewals	846	872	(26)
<b>1,381</b>	<b>Total capital expenditure</b>	<b>2,079</b>	<b>1,742</b>	<b>337</b>

# Wastewater

Council provides three community wastewater schemes in the Ashburton District, servicing approximately 9,100 homes and businesses in Ashburton, Methven and Rakaia.

A further 6,100 households in the district dispose of their wastewater by other means, typically through single property septic tank systems.

Council ensures the safety and effectiveness of wastewater schemes through:

- Managing day to day operations, repairs and maintenance
- Ensuring the wastewater system is safe and meets community health needs
- Monitoring effluent discharge quality
- Upgrading and extending schemes where required

Council operates wastewater schemes to help protect the health and safety of the community and environment.

## Key Projects in 2014/15

### Meeting our future needs

- **Ashburton relief sewer upgrade**

A section of the Ashburton relief sewer main from Bridge Street to Trevors Road is operating at full capacity. Council is constructing a duplicate sewer main, which will increase the overall capacity of the network.

This project will be progressed further in 2014/15. There is approximately \$3 million budgeted to carry over from past years into 2014/15 for this project.

- **Methven sewer main renewals**

Council is to undertake sewer main renewals in the coming year in Methven. There is approximately \$173,000 budgeted for this work in 2014/15.

- **Ashburton sewer main renewals**

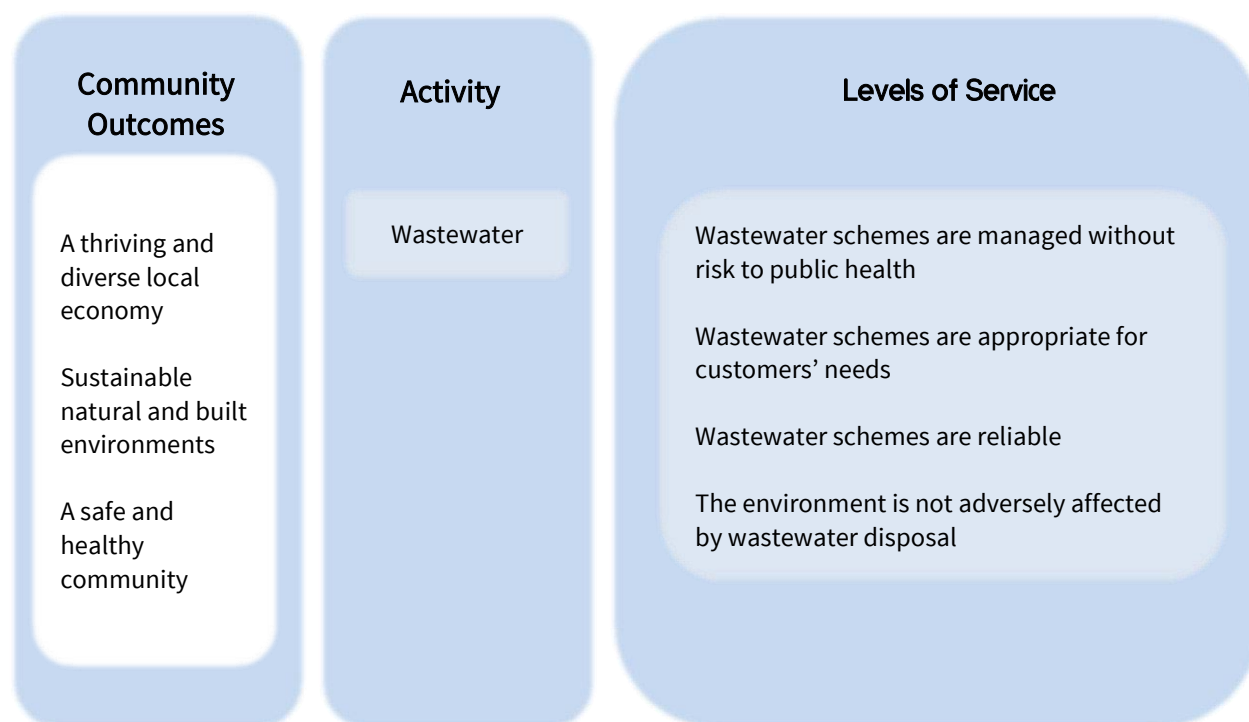
Council is to replace a section of a key sewer main in the east of the Ashburton urban area. The section to be replaced extends from the corner of Dobson and William Streets to Trevors Road. There is approximately \$1.9 million budgeted for this work in 2014/15.

- **Ashburton wastewater inflow reduction**

Stormwater is entering the Ashburton wastewater network during rainfall events, causing periodic uncontrolled overflow from the sewer network. Council is to audit the gully traps and on-site stormwater systems of all residential properties in Ashburton as part of the “Right Pipe” project.

The audits will begin in Tinwald in 2014/15 and will progress through the remainder of the Ashburton urban area over time. This project will result in a reduction in stormwater entering the wastewater network and therefore will reduce wastewater discharges.

## Our Service - Wastewater



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
Wastewater schemes are managed without risk to public health	Number of wastewater overflows onto private property per 1000 properties	1.1	Less than 1
Wastewater schemes are appropriate for customers' needs	Customers are satisfied with the quality of wastewater services provided by Council	96%	85%
Wastewater schemes are reliable	Number of blockages per 100 kilometres of sewer mains per year	32.1	40 or less
The environment is not adversely affected by wastewater disposal	Council complies with the discharge conditions of wastewater resource consents	Achieved	No significant non-compliances are reported by Environment Canterbury

## Capital Works Programme 2014/15 – Wastewater

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Vested assets	820	574
Ashburton - relief sewer construction	3,040	0
<b>Total New Capital Works</b>	<b>3,860</b>	<b>574</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Methven- sewer main renewals and CCTV investigations	203	220
Ashburton - catchment Trunk main sewer renewal	1,947	2,002
Ashburton - CCTV investigations	52	54
<b>Total Capital Renewals</b>	<b>2,202</b>	<b>2,276</b>

### Notes:

1. The construction of the Ashburton relief sewer is currently 18 months behind schedule. \$3,039,736 has been carried forward from previous years for this project.



# Budget Summary 2014/15 - Wastewater

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
3,859	Targeted rates	4,110	4,267	(157)
186	Development and/or financial contributions	212	192	20
619	Vested assets	820	574	246
507	Other revenue	489	384	105
<b>5,171</b>	<b>Total revenue</b>	<b>5,631</b>	<b>5,417</b>	<b>214</b>
	<b>Operating expenditure</b>			
4,341	Wastewater	4,394	4,509	(115)
<b>4,341</b>	<b>Total expenditure</b>	<b>4,394</b>	<b>4,509</b>	<b>(115)</b>
<b>830</b>	<b>Net operating surplus/(deficit)</b>	<b>1,237</b>	<b>908</b>	<b>329</b>
	<b>Funded by:</b>			
-	General rates	-	-	-
(830)	Transfers (to)/from reserves	(1,237)	(908)	(329)
<b>(830)</b>	<b>Total funding applied</b>	<b>(1,237)</b>	<b>(908)</b>	<b>(329)</b>
	Total expenditure includes:			
1,463	Depreciation	1,441	1,542	(101)

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
3,216	Wastewater	6,062	2,850	3,212
3,216	<b>Total capital expenditure</b>	6,062	2,850	3,212
310	Loan repayments	310	360	(50)
<b>3,526</b>	<b>Capital to be funded</b>	<b>6,372</b>	<b>3,210</b>	<b>3,162</b>
	<b>Funded by:</b>			
1,463	Depreciation funding	1,441	1,542	(101)
1,221	Loans raised	3,040	688	2,352
842	Transfers (to)/from reserves	1,891	980	911
<b>3,526</b>	<b>Total funding applied</b>	<b>6,372</b>	<b>3,210</b>	<b>3,162</b>
	<b>Split of capital expenditure</b>			
1,047	Capital - due to growth	820	574	246
1,445	Capital - increase in level of service	3,040	-	3,040
724	Capital - renewals	2,202	2,276	(74)
<b>3,216</b>	<b>Total capital expenditure</b>	<b>6,062</b>	<b>2,850</b>	<b>3,212</b>

# *Stormwater*

Council provides urban stormwater collection and disposal networks in Ashburton, Methven and Rakaia. These networks ensure property and the environment are protected from flooding, and that roads and footpaths continue to be accessible during rain events.

There is an extensive piped stormwater system servicing the Ashburton urban area, a small piped stormwater network servicing Methven and two piped stormwater drains in Rakaia.

## **Key Projects in 2014/15**

### **Meeting our future needs**

- **Ashburton Urban Stormwater Strategy**

Council is continuing to undertake projects that support the Ashburton Urban Stormwater Strategy. This strategy provides direction for planning and work programmes to ensure the Ashburton stormwater network meets legislative requirements and the needs of our community.

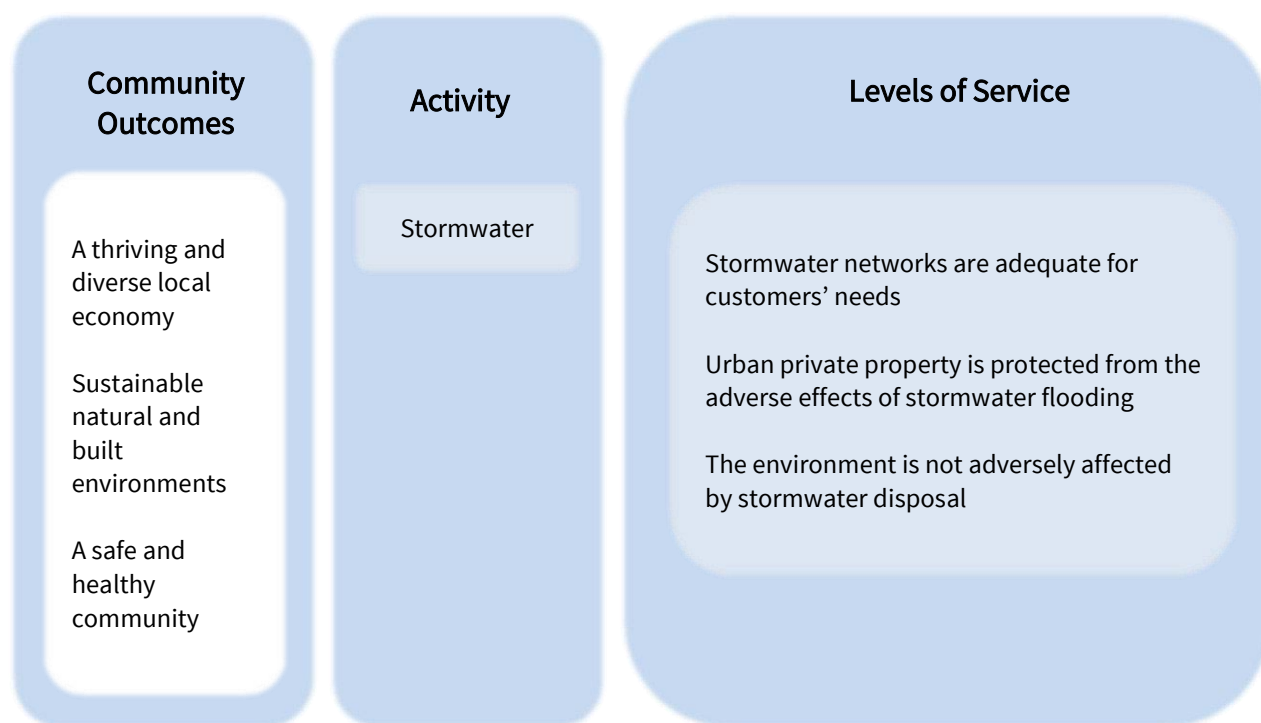
Council has prepared a Stormwater Management Plan and an application for a global consent to Environment Canterbury. This consent will formalise existing stormwater discharges from the urban area and remove the future requirement on developers to obtain separate stormwater resource consents from Environment Canterbury. Lodgement of the consent application is currently on hold pending the outcome of work being done through the Canterbury Stormwater Forum to establish an agreed process across the region to address stormwater issues.

### **Protecting property and the environment**

- **Mill Creek bank stabilisation project**

Mill Creek provides a key means of conveying stormwater through the Ashburton urban area. Council is continuing bank stabilisation works in parts of the creek. Approximately \$1.4 million has been budgeted in 2014/15 for this work, which includes \$900,000 carried forward from previous years.

## Our Service - Stormwater



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
Stormwater networks are adequate for customers' needs	Percentage of customers that are satisfied with the stormwater service	71%	85%
Urban private property is protected from the adverse effects of stormwater flooding	The number of incidents of private property damage caused by Council stormwater system failure	0	0
The environment is not adversely affected by stormwater disposal	Council complies with the discharge conditions of stormwater resource consents	Achieved	No significant non-compliances are reported by Environment Canterbury

## Capital Works Programme 2014/15 – Stormwater

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Ashburton – Mill Creek bank stabilisation	1,490	535
Vested assets	784	268
<b>Total New Capital Works</b>	<b>2,274</b>	<b>803</b>

### Notes:

1. The Mill Creek bank stabilisation program is behind schedule, resulting in capital funding being carried forward from previous years.
2. Vested assets are higher than originally forecast in the Long Term Plan 2012-22 due to higher subdivision development than was budgeted for.

# Budget Summary 2014/15 - Stormwater

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
797	Targeted rates	721	750	(29)
315	Vested assets	784	268	516
53	Other revenue	30	59	(29)
<u>1,165</u>	<b>Total revenue</b>	<u>1,535</u>	<u>1,077</u>	<u>458</u>
	<b>Operating expenditure</b>			
766	Stormwater	842	856	(14)
<u>766</u>	<b>Total expenditure</b>	<u>842</u>	<u>856</u>	<u>(14)</u>
<u><b>399</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>693</b></u>	<u><b>221</b></u>	<u><b>472</b></u>
	<b>Funded by:</b>			
89	General rates	80	83	(3)
(488)	Transfers (to)/from reserves	(773)	(304)	(469)
<u><b>(399)</b></u>	<b>Total funding applied</b>	<u><b>(693)</b></u>	<u><b>(221)</b></u>	<u><b>(472)</b></u>
	Total expenditure includes:			
292	Depreciation	321	338	(17)

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
1,135	Stormwater	2,274	803	1,471
<u>1,135</u>	<b>Total capital expenditure</b>	<u>2,274</u>	<u>803</u>	<u>1,471</u>
96	Loan repayments	80	109	(29)
<u><b>1,231</b></u>	<b>Capital to be funded</b>	<u><b>2,354</b></u>	<u><b>912</b></u>	<u><b>1,442</b></u>
	<b>Funded by:</b>			
292	Depreciation funding	321	338	(17)
-	Loans raised	1,256	535	721
939	Transfers (to)/from reserves	777	39	738
<u><b>1,231</b></u>	<b>Total funding applied</b>	<u><b>2,354</b></u>	<u><b>912</b></u>	<u><b>1,442</b></u>
	<b>Split of capital expenditure</b>			
377	Capital - due to growth	784	268	516
758	Capital - increase in level of service	1,490	535	955
-	Capital - renewals	-	-	-
<u><b>1,135</b></u>	<b>Total capital expenditure</b>	<u><b>2,274</b></u>	<u><b>803</b></u>	<u><b>1,471</b></u>

# *Refuse and Recycling*

## **Solid Waste Management • Solid Waste Collection**

Council provides waste collection and management services which includes:

- Kerbside collection of rubbish and recycling
- Resource recovery parks to process rubbish and recyclable materials
- Community recycling drop-off facilities

Kerbside collection is provided in Ashburton, Methven, Rakaia, Mayfield, Mt Somers and Hinds.

Resource recovery parks providing recycling and residual waste disposal facilities are located in Ashburton and Rakaia. Methven has two recycling drop-off facilities and a container to take household furniture. There are also recycling drop-off facilities in Mayfield, Mt Somers, Willowby, Hinds, Rangitata Huts, Hakatere Huts, Pendarves and Staveley.

These services keep residents and our environments safe from the effects of harmful waste.

Council promotes sustainability in our community by encouraging recycling and waste minimisation, and has developed a strategy for waste management and minimisation.

Council funds waste minimisation education schools programme in the community which is delivered as part of its waste management contract.

## **Key Projects in 2014/15**

### **Reviewing levels of service**

- **Rubbish and recycling collection review**

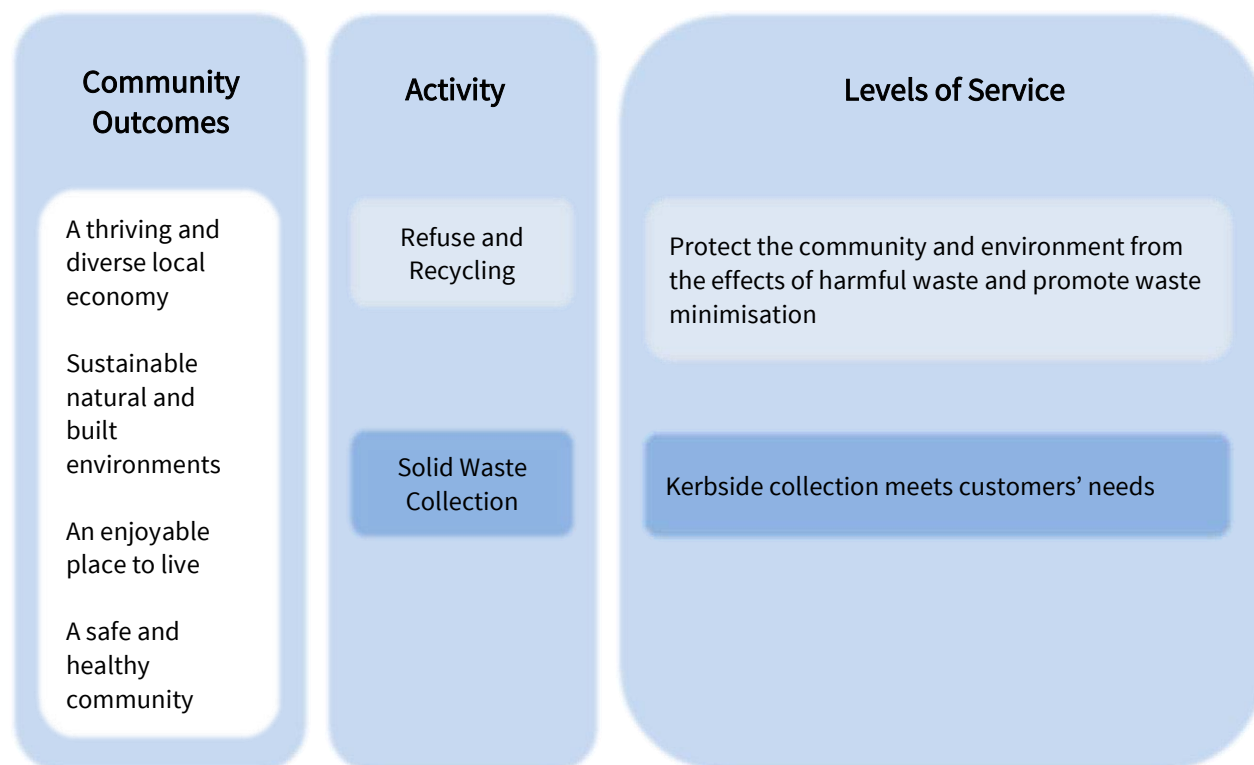
Council adopted its Waste Management and Minimisation Plan in 2011, which included a recommendation to investigate changes to rubbish and recycling collection and particularly the use of wheelie bins. Council has undertaken a survey of residents with close to 2,000 responses received. The survey showed there is significant support for wheelie bin options.

Council will now refine possible options to be included in a formal community consultation process to be undertaken in August 2014. This will enable Council to make a decision on the service to be provided from the 2015/16 year.

- **Ashburton Resource Recovery Park**

Upgrade works programmed for the Ashburton Resource Recovery Park have been postponed while the rubbish and recycling collection review is undertaken. This will allow Council to accommodate any changes in services and infrastructure that may be required at the Park following the review.

## Our Service – Refuse and Recycling



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>Protect the community and environment from the effects of harmful waste and promote waste minimisation</b>	Reduce the volume of waste per rateable property being disposed of to landfill each year	Increase of 5%	Decrease by 2%
	Increase the percentage of recyclable or reusable material diverted from the waste stream	Increase of 0.9%	Increase by 1%
	Compliance with resource consent conditions relating to closed landfills and resource recovery park operations	Not achieved	No significant non-compliances are reported by Environment Canterbury
<b>Kerbside collection meets customers' needs</b>	Residents receiving kerbside refuse collection are satisfied with the service	78%	85%
	Residents receiving kerbside recycling collection are satisfied with the service	73%	85%

## Capital Works Programme 2014/15 – Refuse and Recycling

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Methven - solid waste and recycling drop-off	35	34
Rakaia – resource recovery park	21	20
Recycling	5	4
Collections	5	0
<b>Total New Capital Works</b>	<b>66</b>	<b>58</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Collections	15	14
<b>Total Capital Renewals</b>	<b>15</b>	<b>14</b>



# Budget Summary 2014/15 – Refuse and Recycling

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
475	Targeted rates	755	595	160
-	Development and/or financial contributions	-	109	(109)
2,494	Other revenue	2,623	2,425	198
<b>2,969</b>	<b>Total revenue</b>	<b>3,378</b>	<b>3,129</b>	<b>249</b>
	<b>Operating expenditure</b>			
3,933	Refuse and recycling	4,254	4,101	153
<b>3,933</b>	<b>Total expenditure</b>	<b>4,254</b>	<b>4,101</b>	<b>153</b>
<b>(964)</b>	<b>Net operating surplus/(deficit)</b>	<b>(876)</b>	<b>(972)</b>	<b>96</b>
	<b>Funded by:</b>			
964	General rates	881	1,023	(142)
-	Transfers (to)/from reserves	(5)	(51)	46
<b>964</b>	<b>Total funding applied</b>	<b>876</b>	<b>972</b>	<b>(96)</b>
	Total expenditure includes:			
105	Depreciation	110	111	(1)

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
78	Refuse and recycling	81	72	9
<b>78</b>	<b>Total capital expenditure</b>	<b>81</b>	<b>72</b>	<b>9</b>
-	Loan repayments	6	14	(8)
<b>78</b>	<b>Capital to be funded</b>	<b>87</b>	<b>86</b>	<b>1</b>
	<b>Funded by:</b>			
105	Depreciation funding	110	111	(1)
-	Loans raised	-	-	-
(27)	Transfers (to)/from reserves	(23)	(25)	2
<b>78</b>	<b>Total funding applied</b>	<b>87</b>	<b>86</b>	<b>1</b>
	<b>Split of capital expenditure</b>			
4	Capital - due to growth	-	4	(4)
57	Capital - increase in level of service	66	54	12
17	Capital - renewals	15	14	1
<b>78</b>	<b>Total capital expenditure</b>	<b>81</b>	<b>72</b>	<b>9</b>

# Recreation and Leisure

## Recreation Facilities and Services • Arts, Culture and Heritage • Library

Council provides or supports a number of recreation and leisure opportunities in our community. These facilities and services enhance the health and quality of life of the residents of the district and can assist in attracting new residents.

These facilities include:

- Ashburton Community Pool
- Ashburton Museum
- Ashburton Art Gallery
- Ashburton Trust Event Centre
- Ashburton Public Library

The EA Networks Centre will provide an important recreational facility to the district, with the facility scheduled to open in March 2015.

Having these opportunities available encourages an active, social and vibrant community and makes our district a more enjoyable and interesting place to live and visit.

## Key Projects in 2014/15

### Recreation and Leisure Agency Grants

Agency	2014/15 Grant
Ashburton Trust Event Centre	\$263,743
Ashburton Community Pool	\$295,300
Ashburton Museum	\$195,913
Ashburton Art Gallery	\$233,341
Sport Mid Canterbury	\$52,000
Tinwald Swimming Pool	\$15,000
Methven Community Pool	\$14,350

### Improving recreation and leisure opportunities

- **Ashburton Art Gallery and Heritage Centre**

The construction of the Ashburton Art Gallery and Heritage Centre building will be completed in June 2014, with the Centre scheduled to open in October 2014. The new facility will provide appropriate space for storing museum artefacts and art gallery collections and will improve the display areas and the access residents have to collections. The facility will also include space for the Ashburton District Family History Group to operate from and space and appropriate storage for the Council and district archives.

- **EA Networks Centre**

The EA Networks Centre will provide a new indoor aquatic centre and sports stadium for the district. The Centre will include a four pool aquatic centre and a four court indoor sports stadium. Construction is scheduled to be completed in February 2015, with the facility to open mid- 2015. There is approximately \$18 million budgeted for this project in 2014/15. For information about the EA Networks Centre, go to [www.eanetworkscentre.co.nz](http://www.eanetworkscentre.co.nz)

- **Hydroslide Consultation**

The design of the EA Networks Centre aquatic facility allows for a hydroslide to be added at some point in the future if our community wants this. Council will seek community feedback on this matter later this year. This will include the type of attraction we might have, when it should be built and how it could be paid for.

- **Ashburton Public Library – Replacement of Computer System**

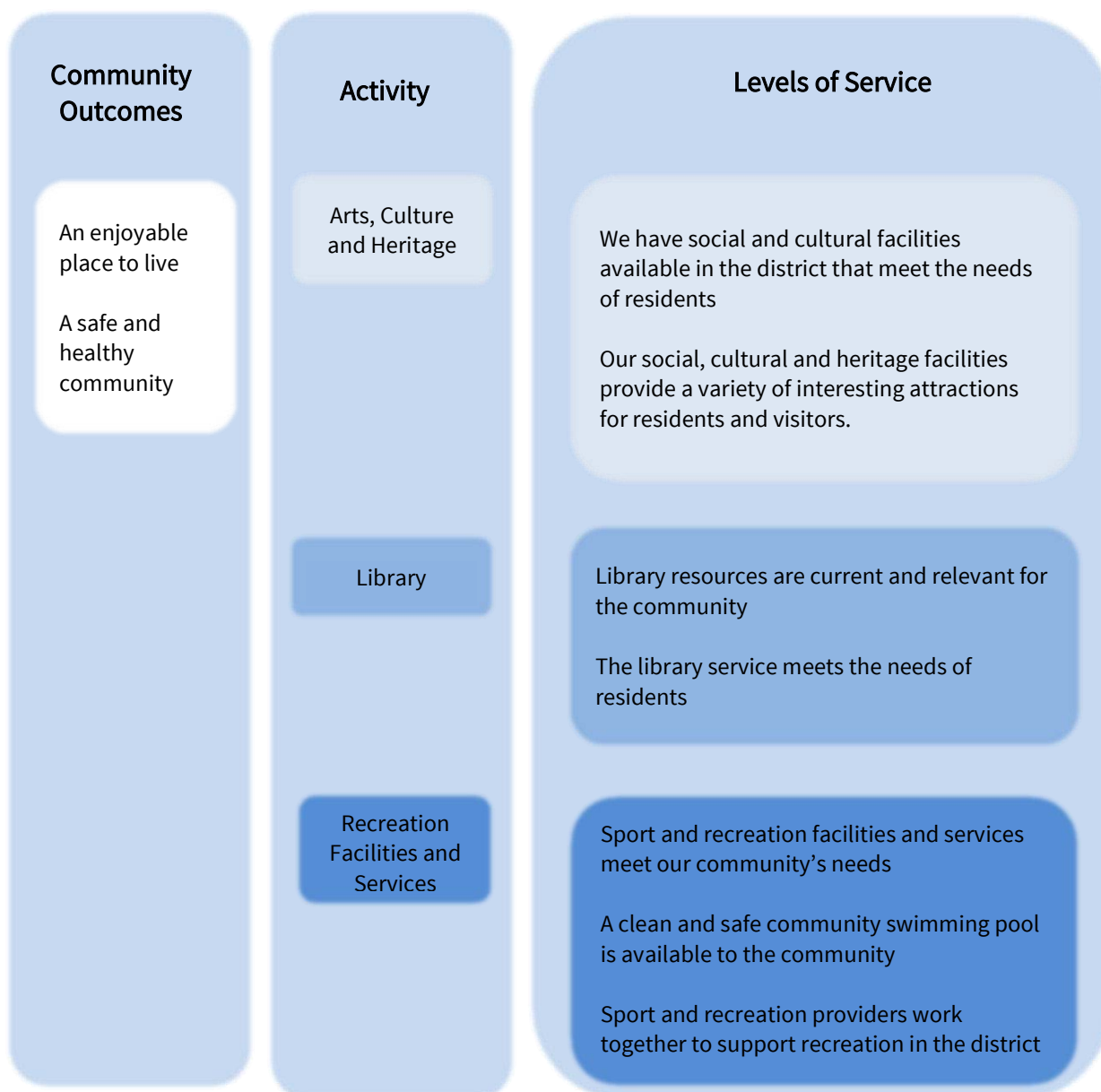
A new library management computer software system is being installed in the Ashburton Public Library. The new system, Kotui, is a shared library management service owned by the National Library. As well as improved service to the public, reporting, and product support and development, the Kotui system will enable increased regional co-operation and resource sharing.

## **Review of governance and management**

- **Ashburton Art Gallery and Ashburton Museum**

Council has reviewed the governance and management model for both the Ashburton Art Gallery and Ashburton Museum. Council's view is that both organisations would improve the service provided to the community if they become departments of Council rather than remaining independent organisations. The Ashburton Museum and Historical Society has agreed with this approach and the operation of the Ashburton Museum is planned to be progressively brought into Council over the coming year. Council will continue to work with the Ashburton Art Gallery Incorporated with a view to the operations of the art gallery coming to Council in the future.

## **Our Service – Recreation and Leisure**



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>We have social and cultural facilities available in the district that meet the needs of residents</b>	Ashburton Museum is well patronised by residents and visitors	8,102 visits	13,000 visits+
	Ashburton Art Gallery is well patronised by residents and visitors	12,473 visits	13,000 visits+
	Residents are satisfied with the level of Council's involvement in the Arts, Culture and Heritage activity	60%	85%
<b>Our social, cultural and heritage facilities provide a variety of interesting attractions</b>	The Ashburton Museum provides special interest exhibitions in addition to its main exhibits	15 special interest exhibitions	4 special interest exhibitions
	The Ashburton Art Gallery provides a variety of exhibitions each year	6 local art exhibitions 9 national art exhibitions	5 local art exhibitions 5 national art exhibitions
	The Ashburton Trust Event Centre attracts a wide variety of users and performances each year	135 82 26 15	110 community events 50 conferences/meetings 35 national touring shows 10 events produced by ATEC
<b>Library resources are current and relevant for the community</b>	Number of free internet sessions used per year	53,586	40,000
	Number of books purchased per year	5,147	4,500
<b>The library service meets the needs of residents</b>	Percentage of residents that use the district library service	71%	70%
	Number of items in the library system per resident	3.4	3=
	Residents are satisfied with Council's library services	98%	90%
<b>Sport and recreation facilities and services meet our community's needs</b>	The Ashburton Community Pool is well patronised by residents and visitors	89,207 visits	85,000 visits*
	Percentage of residents that use or visit Council-provided sports fields and playgrounds each year	81%	85%
	Residents are satisfied with Council-provided sports fields and playgrounds	96%	90%
<b>A clean and safe community swimming pool is available to the community</b>	The Ashburton Community pool complies with NZ Pool Water Standards	100%	100% of monthly laboratory tests comply with the Standards
<b>Sport and recreation providers work together to support recreation in the district</b>	Council hosts meetings of the Active Ashburton working group#	3 meetings	4 meetings

+The Ashburton Museum and the Ashburton have closed in order to move collections and displays from the current building in Baring Square East to the new Ashburton Art Gallery and Heritage Centre. Both operations will re-open in October 2014. The visitor target numbers have been retained in expectation the new Centre will attract significant interest from residents and visitors in its initial period of operation.

= The performance target for this measure has been reduced from the 3.5 items per resident in the Long Term Plan 2012-22 to 3 items per resident. This reflects the significant increase in population in the district and a reduction in library items held (offset by the increased provision of items via electronic media).

\*The Long Term Plan target for 2014/15 is 117,500; based on the assumption the EA Networks Centre would be operational by the end of the 2014 calendar year. As the timeline for this project has altered this date, the target has been modified to 85,000, in line with previous years.

# Council has decided to wind up the Active Ashburton working group with funding budgeted to be used instead for planning projects associated with Council's provision of sport and recreation facilities and/ or a strategy for attracting sports events to the EA Networks Centre. The performance target of 4 meetings of Active Ashburton in the 2014/15 will therefore not be met.

## Capital Works Programme 2014/15 – Recreation and Leisure

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Library books	119	121
Other library assets	3	2
EA Networks Centre	18,162	2,334
<b>Total New Capital Works</b>	<b>18,284</b>	<b>2,457</b>

1. Capital expenditure for the EA Networks Centre is higher than budgeted in the Long Term Plan 2012-22 for the 2014/15 due to the project being behind the original timeline for completion and expenditure in previous years being less than originally budgeted.
2. Capital expenditure for the new library management computer software to be installed in the Ashburton Public Library is budgeted in the “Miscellaneous” activity budget.

# Budget Summary 2014/15 – Recreation and Leisure

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
29	Targeted rates	29	29	-
2,500	Development and/or financial contributions	-	416	(416)
158	Other revenue	294	1,159	(865)
<u>2,687</u>	<b>Total revenue</b>	<u>323</u>	<u>1,604</u>	<u>(1,281)</u>
	<b>Operating expenditure</b>			
1,064	Library	1,202	1,085	117
1,050	Art, culture and heritage	1,541	1,449	92
1,285	Recreation facilities and services	2,242	3,870	(1,628)
<u>3,399</u>	<b>Total expenditure</b>	<u>4,985</u>	<u>6,404</u>	<u>(1,419)</u>
<u><b>(712)</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>(4,662)</b></u>	<u><b>(4,800)</b></u>	<u><b>138</b></u>
	<b>Funded by:</b>			
3,280	General rates	4,656	4,810	(154)
(2,568)	Transfers (to)/from reserves	6	(10)	16
<u><b>712</b></u>	<b>Total funding applied</b>	<u><b>4,662</b></u>	<u><b>4,800</b></u>	<u><b>(138)</b></u>
	Total expenditure includes:			
112	Depreciation	124	870	(746)

### Notes:

1. Agency grants and interest expenditure for loan servicing comprise the majority of expenditure outlined for the “Art, Culture and Heritage” and “Recreation Facilities and Services” activities in this group.
2. The decrease in other revenue and operating expenditure from Long Term Plan budgets for the 2014/15 year for Recreation Facilities and Services is due to changes in the timeline for construction of the EA Networks Centre.

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
121	Library	122	124	(2)
450	Art, culture and heritage	-	-	-
16,400	Recreation facilities and services	18,162	2,334	15,828
16,971	<b>Total capital expenditure</b>	18,284	2,458	15,826
64	Loan repayments	45	367	(322)
<b>17,035</b>	<b>Capital to be funded</b>	<b>18,329</b>	<b>2,825</b>	<b>15,504</b>
	<b>Funded by:</b>			
112	Depreciation funding	124	870	(746)
14,154	Loans raised	18,001	1,753	16,248
2,769	Transfers (to)/from reserves	204	202	2
<b>17,035</b>	<b>Total funding applied</b>	<b>18,329</b>	<b>2,825</b>	<b>15,504</b>
	<b>Split of capital expenditure</b>			
2,446	Capital - due to growth	-	492	(492)
14,525	Capital - increase in level of service	18,284	1,966	16,318
-	Capital - renewals	-	-	-
<b>16,971</b>	<b>Total capital expenditure</b>	<b>18,284</b>	<b>2,458</b>	<b>15,826</b>

# Community Facilities and Support

## Elderly Persons Housing • Community Safety and Wellbeing • Community Grants and Events • Memorial Halls • Public Conveniences • Emergency Management

Council provides a number of community facilities and support services to promote community safety and support the social wellbeing of our residents.

Council provides 112 elderly persons housing units in Ashburton, Methven and Rakaia to enable older residents with limited means to have safe and affordable accommodation.

Support is provided to local social services through operational funding grants to a number of local initiatives. These services include

- Safer Ashburton District
- Base youth café
- HYPE youth health centre
- Neighbourhood Support
- Ashburton Town Centre Ambassadors
- Community House Mid Canterbury

Council provides funding for community grants each year to support local facilities and initiatives across the district.

To support community events, Council sponsors the Multicultural Bite and contributes to the Ashburton ANZAC Day memorial service.

Provision of public conveniences is important for the health and convenience of residents and visitors and supports local businesses and tourism in our district.

Local planning and coordination of emergency response and rural fire is also the responsibility of Council, to protect the lives and livelihoods of our community.

### Community Facilities and Support Agency Grants

Agency	2014/15 Grant
Safer Ashburton District	\$131,000 plus a one-off grant of \$15,000
Base Youth Café	\$13,000
HYPE Youth Health Centre	\$7,640
Neighbourhood Support	\$15,000
Ashburton Town Centre Ambassadors	\$24,000
Community House Mid Canterbury	\$30,000
Ashburton Budget Advisory Service	\$4,500

### Rural Fire Digital Radio System

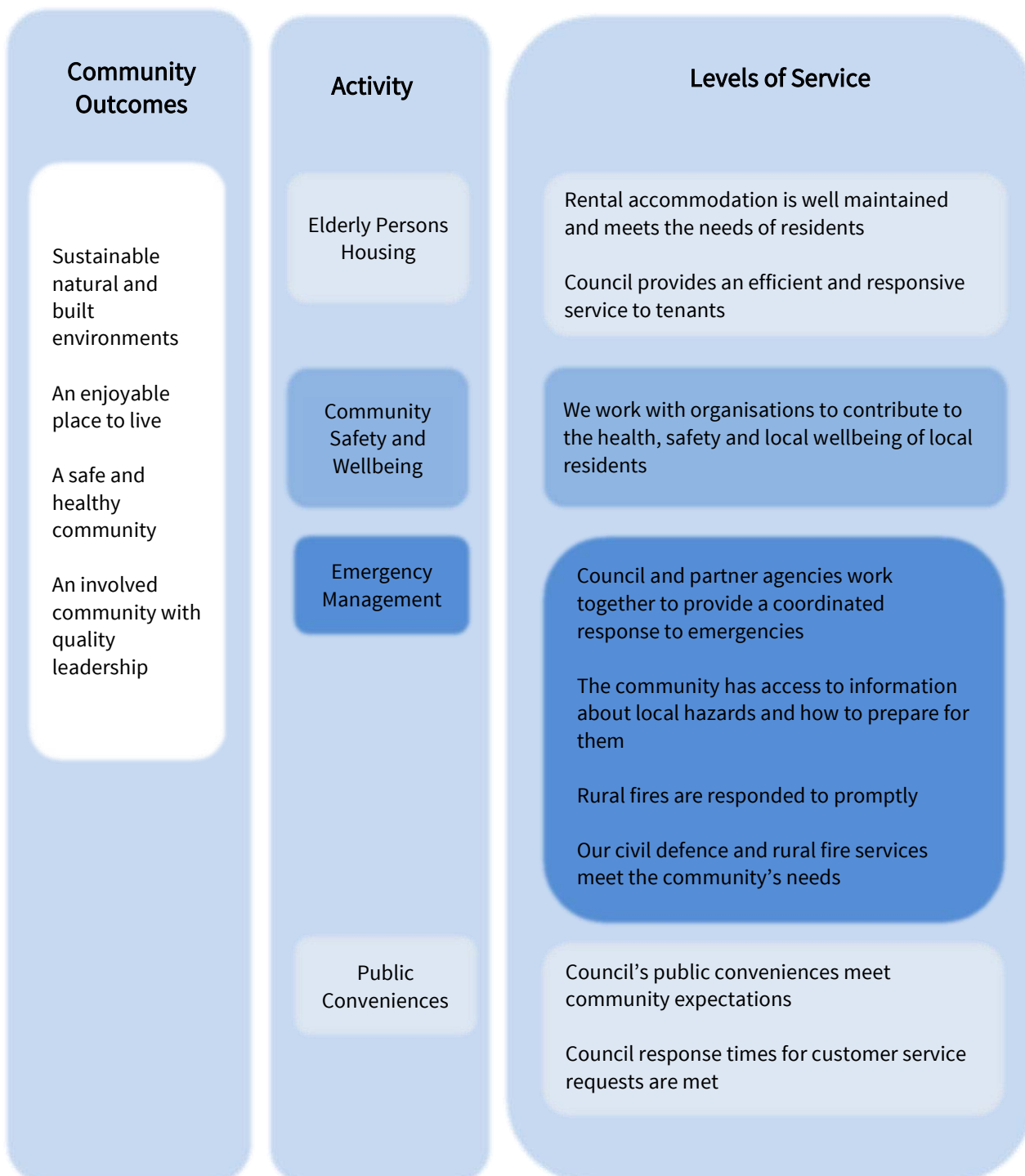
Approximately \$85,000 has been budgeted to upgrade rural fire radios to a digital system.



## Council Grants

	2014/15 Grant
Community Grants	\$50,000
School Holiday Programme Grants	\$5,000

## Our Service – Community Facilities and Support



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>Rental accommodation is well maintained and meets the needs of residents</b>	Tenants are satisfied with the overall service provided by Council	96%	90%
	Tenants are satisfied with the overall standard of accommodation provided by Council	97%	90%
<b>Council provides an efficient and responsive service to tenants</b>	Customer service requests are completed within 10 working days	100%	100%
<b>We work with organisations to contribute to the health, safety and local wellbeing of local residents</b>	Residents are satisfied with the level of Council's involvement in social services	89%	85%
	Organisations come together regularly to promote social wellbeing	No forums hosted	One forum hosted
	Residents are satisfied with Council's role in the provision of community events	88%	85%
<b>Council and partner agencies work together to provide a coordinated response to emergencies</b>	Council participates in annual Canterbury CDEM group exercise	One exercise	Council participates in one exercise
<b>The community has access to information about local hazards and how to prepare for them</b>	Civil Defence and/or Rural Fire presentations are delivered to community groups and schools each year	6 presentations	5 presentations
<b>Rural fires are responded to promptly</b>	Registered volunteer fire force callouts are despatched within 10 minutes of the alert time	95%	90%
<b>Our civil defence and rural fire services meet the community's needs</b>	Residents are satisfied with the civil defence services provided by Council	95%	85%
	Residents are satisfied with the rural fire services provided by Council	95%	85%
<b>Council's provision of public conveniences meets community expectations</b>	Residents are satisfied with Council's public conveniences	86%	85%
<b>Council provides a responsive customer service</b>	Customer service requests are responded to within 10 working days	22%	85%

## Capital Works Programme 2014/15 – Community Facilities and Support

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Emergency management	100	11
Public conveniences	90	0
<b>Total New Capital Works</b>	<b>190</b>	<b>11</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Elderly person's housing	12	16
Public conveniences	0	27
<b>Total Capital Renewals</b>	<b>12</b>	<b>43</b>

### Notes:

- Public conveniences capital works budget has been carried forward into the 2014/15 year for the upgrade of the Hinds Domain public toilet.

# Budget Summary 2014/15 – Community Facilities and Support

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
394	Targeted rates	431	385	46
90	Subsidies	68	48	20
280	Development and/or financial contributions	-	290	(290)
594	Other revenue	639	596	43
<u>1,358</u>	<b>Total revenue</b>	<u>1,138</u>	<u>1,319</u>	<u>(181)</u>
	<b>Operating expenditure</b>			
475	Elderly person housing	473	423	50
336	Community safety and well-being	311	325	(14)
97	Community grants and events	110	98	12
491	Emergency management	564	510	54
311	Public conveniences	401	450	(49)
348	Halls	378	270	108
<u>2,058</u>	<b>Total expenditure</b>	<u>2,237</u>	<u>2,076</u>	<u>161</u>
<u>(700)</u>	<b>Net operating surplus/(deficit)</b>	<u>(1,099)</u>	<u>(757)</u>	<u>(342)</u>
	<b>Funded by:</b>			
986	General rates	1,050	986	64
(286)	Transfers (to)/from reserves	49	(229)	278
<u>700</u>	<b>Total funding applied</b>	<u>1,099</u>	<u>757</u>	<u>342</u>
	Total expenditure includes:			
304	Depreciation	294	327	(33)

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
17	Elderly person housing	12	16	(4)
-	Community safety and well-being	-	-	-
-	Community grants and events	-	-	-
95	Emergency management	100	11	89
11	Public conveniences	90	27	63
-	Halls	-	-	-
123	<b>Total capital expenditure</b>	202	54	148
-	Loan repayments	-	-	-
<b>123</b>	<b>Capital to be funded</b>	<b>202</b>	<b>54</b>	<b>148</b>
	<b>Funded by:</b>			
304	Depreciation funding	294	327	(33)
-	Loans raised	-	-	-
(181)	Transfers (to)/from reserves	(92)	(273)	181
<b>123</b>	<b>Total funding applied</b>	<b>202</b>	<b>54</b>	<b>148</b>
	<b>Split of capital expenditure</b>			
-	Capital - due to growth	-	-	-
100	Capital - increase in level of service	190	11	179
23	Capital - renewals	12	43	(31)
<b>123</b>	<b>Total capital expenditure</b>	<b>202</b>	<b>54</b>	<b>148</b>

# ***Economic Development***

## **Business and Economic Development • District Promotion • District Water Management • Property • Forestry • Stockwater**

Council supports the economic development of Ashburton District by providing funding to Grow Mid Canterbury and Experience Mid Canterbury, and by promoting the sustainable use of our water resources.

Council provides funding to Grow Mid Canterbury to work with local businesses on employment and business initiatives and to attract new businesses to the district. Council also provides funding to Experience Mid Canterbury to promote our district to New Zealand and the world as a visitor destination.

Council provides a stockwater network that services approximately 2,000 properties and has promoted agricultural development in rural areas of the district.

Water management is a key economic issue for the Ashburton District, and Council is actively involved in water management initiatives. Council is a key partner in the Canterbury Water Management Strategy and Ashburton Zone Committee. Council also supports the protection and restoration of biodiversity in the district, by providing some funding for projects and work programmes.

Council holds a portfolio of investment property, which provides revenue used to offset rates and supports economic development in Ashburton District.

### **Agency Support**

<b>Agency</b>	<b>2014/15 Grant</b>
Grow Mid Canterbury	\$245,630
Apprentice awards evening	\$2,300
Experience Mid Canterbury	\$386,632
Community events funding	\$20,000

### **Key Projects in 2014/15**

#### **Managing our water for the future**

Council has progressed investigations in 2013/14 focused on identifying options for future delivery of stockwater services. Options being investigated include (but are not limited to): further race rationalisation; provision of stockwater through existing irrigation schemes; development of piped schemes. Funding has been budgeted in 2014/15 for implementation of options identified. The exact nature of this work will not be confirmed until the report is considered by Council in July 2014.

Providing a more effective and efficient stockwater service is seen as an important step toward meeting Council's obligations under the Ashburton Zone Implementation Plan (ZIP) – the ZIP was developed in support of the Canterbury Water Management Strategy. A key outcome being sought through the ZIP is improving water flow and quality in the Ashburton River.

#### **Encouraging biodiversity protection**

Council will continue to support the protection and enhancement of biodiversity in the Ashburton District by the community, with grants available for biodiversity protection projects and initiatives.

## Property Developments

Council will progress a number of projects in the 2014/15 financial year. These projects are funded from Council's property reserve fund and have no direct contribution from rates.

### ACL South Street Depot

Council is to undertake an extension to the ACL depot building on South Street. There is \$260,000 budgeted for this work.

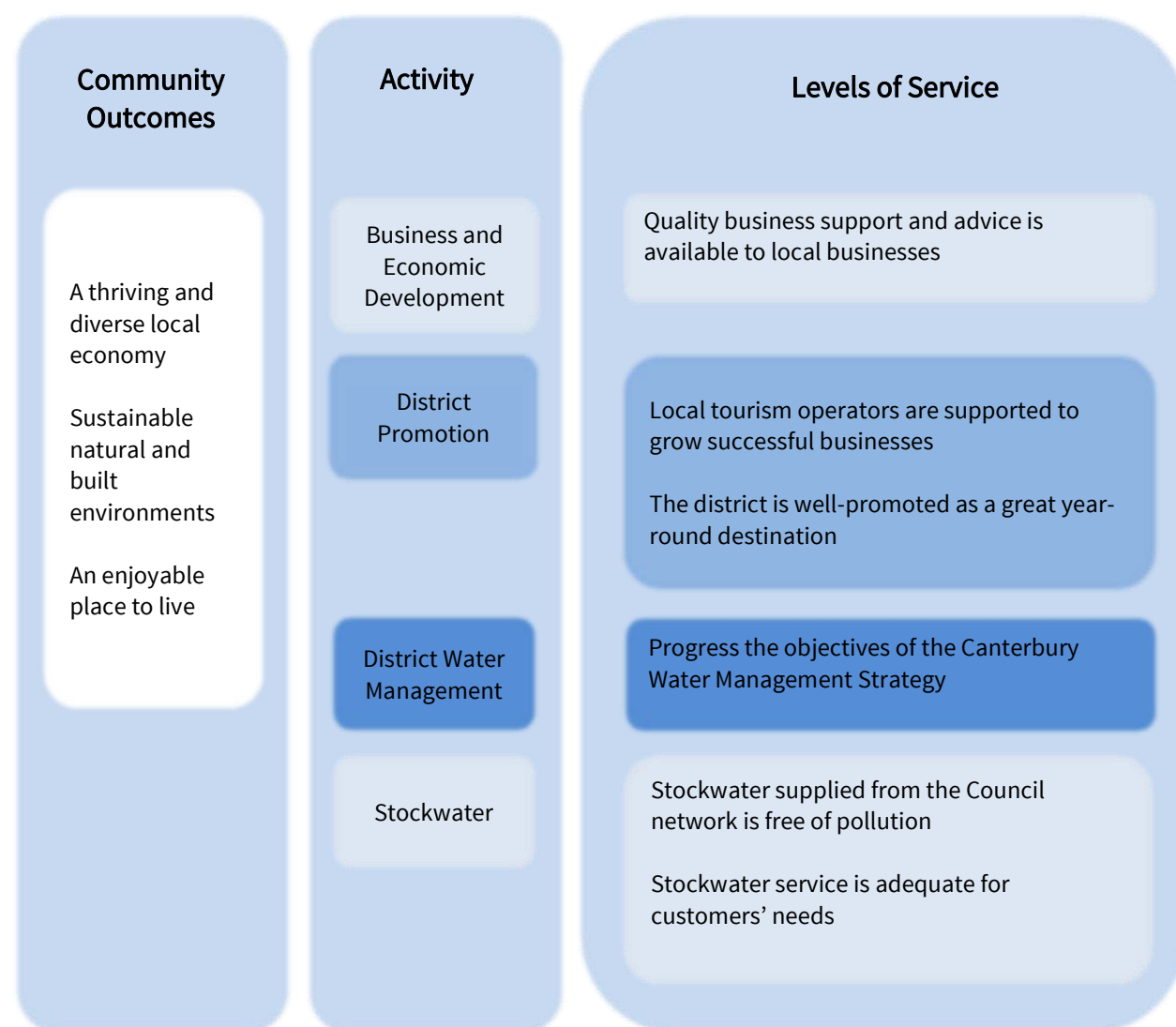
### Geoff Geering Drive subdivision

Development of stage two of the Geoff Geering Drive residential subdivision is being brought forward to the coming year due to stage one sections selling quicker than originally budgeted. There is \$800,000 budgeted for this development in 2014/15.

### Dog Pound

A new dog pound is being constructed in Range Street, Ashburton, which will be completed in late -2014. There is \$450,000 in the budget for this project. Further details are available in Regulatory Services.

## Our Service – Economic Development



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
Quality business support and advice is available to local businesses	Grow Mid Canterbury clients consider the agency delivers a quality service to the district	95%	85%
	Grow Mid Canterbury clients consider the service has added value to their business	982%	85%
Local tourism operators are supported to grow successful businesses	Experience Mid Canterbury clients consider the service has added value to their business	68%	80%
The district is well-promoted as a great year-round destination	Ashburton District's visitor industry performs better than regional and national averages	Not achieved	Guest nights stayed in Ashburton District increase at a faster rate than the Canterbury region and New Zealand overall
	Residents are satisfied with Council's tourism promotion activities	90%	90%
Progress the objectives of the Canterbury Water Management Strategy	Progress on implementing the actions of the Ashburton Water Management Zone Implementation Programme	Three reports	Two reports
Stockwater supplied from the Council network is free of pollution	Average response times to reports of pollution in races	46 minutes	1 hour or less
Stockwater service is adequate for customers' needs	Percentage of customers that are satisfied with the quality of the stockwater service	70%	70%
	Main races are inspected at least once per year	83%	100% of main races



## Capital Works Programme 2014/15 – Economic Development

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Ashburton Domain Depot	30	11
ACL South Street Depot	260	0
District Water Investigations	200	0
Airport	4	0
Dog pound	450	0
Albert Street Subdivision - Stage II	800	0
<b>Total New Capital Works</b>	<b>1,744</b>	<b>11</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Stock water renewals	54	63
Tancred Street Mall	12	0
<b>Total Capital Renewals</b>	<b>66</b>	<b>63</b>

### Notes:

1. The ACL South Street depot requires extensions that were not anticipated when the Long Term Plan 2012-22 was prepared.
2. District Water Investigations funding has been added to support the ongoing water investigations project agreed to by Council in 2013.
3. The construction of the dog pound is now being funded through the Commercial Property activity – was previously budgeted in regulatory services.
4. Stage two of the Geoff Geering Drive residential subdivision is going ahead two years earlier than planned as sections in stage one have sold faster than budgeted in the Long Term Plan 2012-22.

# Budget Summary 2014/15 – Economic Development

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
1,192	Targeted rates	1,171	1,215	(44)
1,269	Gain in fair value of investment properties	1,007	1,358	(351)
182	Gain in fair value of forestry	216	253	(37)
-	Gain on sale of commercial property <sup>1</sup>	-	3,326	(3,326)
6,686	Other revenue	7,591	3,582	4,009
<u>9,329</u>	<b>Total revenue</b>	<u>9,985</u>	<u>9,734</u>	<u>251</u>
	<b>Operating expenditure</b>			
288	Business and economic development	268	304	(36)
490	District promotion	457	470	(13)
276	District water management	222	191	31
3,429	Commercial property <sup>1</sup>	3,786	3,079	707
568	Forestry	1,034	654	380
1,071	Stockwater	866	1,107	(241)
<u>6,122</u>	<b>Total expenditure</b>	<u>6,633</u>	<u>5,805</u>	<u>828</u>
<u><b>3,207</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>3,352</b></u>	<u><b>3,929</b></u>	<u><b>(577)</b></u>
	<b>Funded by:</b>			
(579)	Transfer to general rate reserve	(668)	(316)	(352)
(2,628)	Transfers (to)/from reserves	(2,684)	(3,613)	929
<u><b>(3,207)</b></u>	<b>Total funding applied</b>	<u><b>(3,352)</b></u>	<u><b>(3,929)</b></u>	<u><b>577</b></u>
	Total expenditure includes:			
262	Depreciation	500	604	(104)

### Notes

- The net gain on sale of commercial property was shown as a separate line item in the Long Term Plan. The accounting treatment in the Annual Plan now includes proceeds from sales as revenue and the cost of the sales as expenditure.

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
5,649	Commercial property	1,556	11	1,545
28	Stockwater	254	63	191
5,677	<b>Total capital expenditure</b>	1,810	74	1,736
1,927	Loan repayments	1,575	2,857	(1,282)
<b>7,604</b>	<b>Capital to be funded</b>	<b>3,385</b>	<b>2,931</b>	<b>454</b>
	<b>Funded by:</b>			
262	Depreciation funding	500	604	(104)
4,690	Loans raised	200	-	200
2,652	Transfers (to)/from reserves	2,685	2,327	358
<b>7,604</b>	<b>Total funding applied</b>	<b>3,385</b>	<b>2,931</b>	<b>454</b>
	<b>Split of capital expenditure</b>			
-	Capital - due to growth	-	-	-
5,649	Capital - increase in level of service	1,744	11	1,733
28	Capital - renewals	66	63	3
<b>5,677</b>	<b>Total capital expenditure</b>	<b>1,810</b>	<b>74</b>	<b>1,736</b>

# ***Parks and Open Space***

## **Parks and Recreation • Cemeteries • Reserves and Camp Grounds • Reserve Boards**

Council provides a variety of parks, reserves and open spaces throughout the district, including:

- The Ashburton Domain and Gardens
- Sports fields
- Children's playgrounds
- Rural reserves
- Small urban parks
- Gardens on roads and in roundabouts

These spaces provide a place for our community to meet, be active and enjoy our environment. Having parks and open spaces available in our district is important for our community's wellbeing and makes our environment an attractive and welcoming place for residents and visitors.

### **Key Projects in 2014/15**

#### **Improving our facilities**

- **Playground equipment**

New children's playground equipment will be installed across the district in the coming year, with \$86,000 budgeted for this purpose. This includes \$30,000 for new playground equipment at Lake Hood.

- **Methven Cemetery**

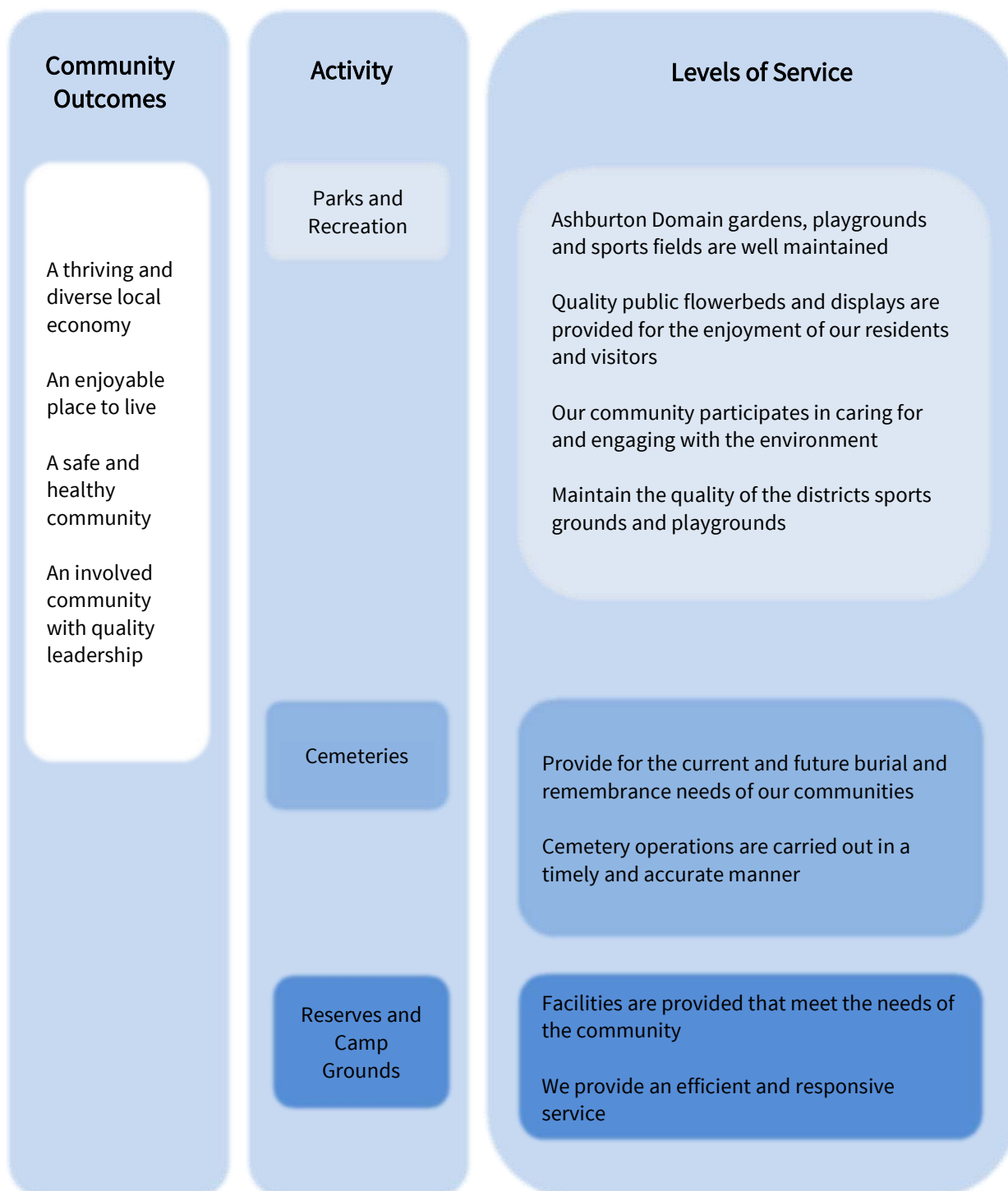
New beams will be installed at the Methven Cemetery in 2014/15, with \$9,000 budgeted.

#### **Celebrating our heritage**

- **Ashburton Domain 150<sup>th</sup> Anniversary**

2014 marks the 150<sup>th</sup> anniversary of the Ashburton Domain. Council has budgeted \$54,000 for commemoration of this significant milestone.

## Our Service – Parks and Open Space



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
Ashburton Domain gardens, playgrounds and sports fields are well maintained	Residents are satisfied with the facilities provided at the Ashburton Domain	98%	90%
Quality public flowerbeds and displays are provided for the enjoyment of our residents and visitors	Residents are satisfied with the district's public flowerbeds and displays	99%	85%
Our community participates in caring for and engaging with the environment	Volunteer hours worked per year	1,413 hours	1,000 hours
Maintain the quality of the district's sports grounds and playgrounds	Residents are satisfied with Council provided sports grounds and playgrounds	96%	85%
	Playground equipment meets Council safety standards	65% of inspections completed	All equipment inspected fortnightly
Provide for the current and future burial and remembrance needs of our communities	The annual cemetery capital works programme is completed	Achieved	100% completed by 30 June 2015
	Residents are satisfied with the district's cemeteries	98%	90%
Cemetery operations are carried out in a timely and accurate manner	Requests for service are completed within 10 days	None received	100%
Facilities are provided that meet the needs of the community	Residents are satisfied with the standard of camping areas in the district	94%	90%
	Service requests are completed within 10 working days	100%	100%

## Capital Works Programme 2014/15 – Parks and Open Space

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Gardens	77	54
Neighbourhood playgrounds	87	86
Ashburton cemetery	18	16
Methven cemetery	10	9
Rural reserves	155	0
Tinwald Reserve	100	0
Festive lighting	5	0
<b>Total New Capital Works</b>	<b>452</b>	<b>165</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Ashburton Domain	32	32
Ashburton town centre beautification	16	16
Ashburton cemetery	16	16
Ruapuna Cemetery	5	5
<b>Total Capital Renewals</b>	<b>69</b>	<b>69</b>

### Notes:

1. Capital expenditure for rural reserves relates to works for the Hinds and Alford Forest fire stations, which has been carried forward from the previous year's budget.
2. Tinwald Reserve re-development is behind the original programme for completion. \$100,000 has been carried forward from previous years to complete this work.

# Budget Summary 2014/15 – Parks and Open Space

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
876	Targeted rates	900	917	(17)
156	Development and/or financial contributions	176	305	(129)
964	Other revenue	965	834	131
<u>1,996</u>	<b>Total revenue</b>	<u>2,041</u>	<u>2,056</u>	<u>(15)</u>
	<b>Operating expenditure</b>			
1,938	Parks and recreation	1,979	2,012	(33)
315	Cemeteries	276	366	(90)
589	Reserves and camp grounds	665	582	83
336	Reserve boards	356	342	14
<u>3,178</u>	<b>Total expenditure</b>	<u>3,276</u>	<u>3,302</u>	<u>(26)</u>
<u><b>(1,182)</b></u>	<b>Net operating surplus/(deficit)</b>	<u><b>(1,235)</b></u>	<u><b>(1,246)</b></u>	<u><b>11</b></u>
	<b>Funded by:</b>			
1,334	General rates	1,463	1,448	15
(152)	Transfers (to)/from reserves	(228)	(202)	(26)
<u><b>1,182</b></u>	<b>Total funding applied</b>	<u><b>1,235</b></u>	<u><b>1,246</b></u>	<u><b>(11)</b></u>
	Total expenditure includes:			
374	Depreciation	411	374	37



## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
404	Parks and recreation	217	188	29
28	Cemeteries	49	46	3
135	Reserves and camp grounds	155	-	155
100	Reserve boards	100	-	100
667	<b>Total capital expenditure</b>	521	234	287
39	Loan repayments	39	39	-
<b>706</b>	<b>Capital to be funded</b>	<b>560</b>	<b>273</b>	<b>287</b>
	<b>Funded by:</b>			
374	Depreciation funding	411	374	37
-	Loans raised	-	-	-
332	Transfers (to)/from reserves	149	(101)	250
<b>706</b>	<b>Total funding applied</b>	<b>560</b>	<b>273</b>	<b>287</b>
	<b>Split of capital expenditure</b>			
285	Capital - due to growth	165	-	165
235	Capital - increase in level of service	287	164	123
147	Capital - renewals	69	70	(1)
<b>667</b>	<b>Total capital expenditure</b>	<b>521</b>	<b>234</b>	<b>287</b>

# ***Democracy and Governance***

## **Council • Methven Community Board • Youth Council**

Council has an important role in providing leadership for the community and representing the interests of the community at the local, regional and national levels.

Council committees meet regularly to make governance decisions on Council strategies, policies and plans for the Ashburton District.

The role of elected members includes:

- Council meetings
- Advocacy for the community
- Consulting with our community
- Representing Council on external committees
- Developing positive working relationships with people and organisations within and outside of the Ashburton District
- Being accessible to electors

The Methven Community Board is an elected board that represent the interests of the Methven community.

The Ashburton District Youth Council brings together youth representatives from within the district to learn leadership skills and advocate to Council on behalf of young people in our community.

## **Key Projects in 2014/15**

### **Working together to improve services**

- **Regional collaboration**

Council is involved in a number of regional and national initiatives and forums that promote sharing and collaboration between Councils and other agencies. These include the Canterbury Mayoral Forum, Canterbury CEO Forum the Canterbury Regional Strategy and Policy Forum. Council will continue developing these relationships in 2014/15 to strengthen existing ties and determine opportunities for improved sharing and efficiencies between agencies.

- **Shared services**

Council, along with all other Canterbury councils, is a shareholder in the Canterbury Economic Development Company Ltd., a council-controlled organization formed in 2009 for the purpose of applying for and distributing funds for economic development. Canterbury councils are now looking at making changes to the objectives of this CCO to enable it to be a vehicle for providing shared services to the councils of Canterbury.

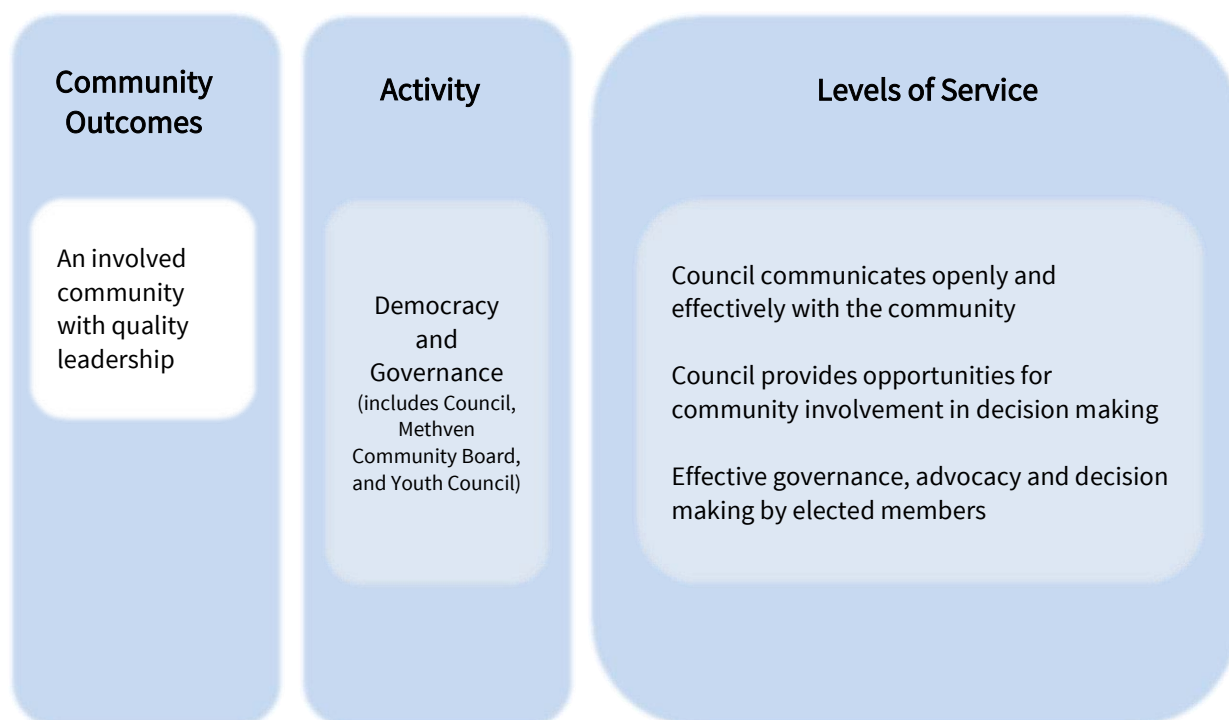
### **Online services**

Council continues to offer more online services to our community. In 2014/15, the existing suite of online capabilities (which includes renewal of dog registrations and applications for building consents) will be extended with the ability to pay rates online.

## **Long Term Plan 2015-25**

The upcoming financial year will involve preparation of the Council's Long Term Plan 2015-25, a key strategic planning document that details budgets and work programmes planned for the coming ten years. Preparation of the Long Term Plan requires significant investment of staff and elected member time and resources.

## Our Service – Democracy and Governance



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>Council communicates openly and effectively with the community</b>	Residents are satisfied with the quality of information provided by Council	78%	85%
	Residents are satisfied with the level of information provided by Council	65%	82%
<b>Council provides opportunities for community involvement in decision making</b>	Residents are satisfied with the community consultation undertaken by Council	52%	74%
	Council representatives meet annually with Te Runanga o Arowhenua	0 meetings	One meeting
<b>Effective governance, advocacy and decision making by elected members</b>	Residents are satisfied with the performance of the Mayor and Councillors	44%	74%
	Residents are satisfied with the advocacy role provided by Council	66%	85%

# Budget Summary 2014/15 – Democracy and Governance

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
67	Targeted rates	67	67	-
90	Other revenue	117	21	96
157	<b>Total revenue</b>	184	88	96
	<b>Operating expenditure</b>			
1,717	Council	1,595	1,659	(64)
68	Methven community board	69	68	1
19	Youth council	19	19	-
1,804	<b>Total expenditure</b>	1,683	1,746	(63)
<b>(1,647)</b>	<b>Net operating surplus/(deficit)</b>	<b>(1,499)</b>	<b>(1,658)</b>	<b>159</b>
	<b>Funded by:</b>			
1,647	General rates	1,499	1,658	(159)
-	Transfers (to)/from reserves	-	-	-
<b>1,647</b>	<b>Total funding applied</b>	<b>1,499</b>	<b>1,658</b>	<b>(159)</b>
	Total expenditure includes:			
-	Depreciation	-	-	-

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
-	Council	-	-	-
-	Methven community board	-	-	-
-	Youth council	-	-	-
-	<b>Total capital expenditure</b>	-	-	-
-	Loan repayments	-	-	-
-	<b>Capital to be funded</b>	-	-	-
	<b>Funded by:</b>			
-	Depreciation funding	-	-	-
-	Loans raised	-	-	-
-	Transfers (to)/from reserves	-	-	-
-	<b>Total funding applied</b>	-	-	-
	<b>Split of capital expenditure</b>			
-	Capital - due to growth	-	-	-
-	Capital - increase in level of service	-	-	-
-	Capital - renewals	-	-	-
-	<b>Total capital expenditure</b>	-	-	-

# ***Regulatory Services***

**District Planning • Environmental Health • Alcohol Licensing • Animal Control • Building Regulation • Parking**

Council provides a range of planning and regulatory functions for the district, including:

- District planning
- Monitoring premises for safe food practices
- Checking water quality
- Licensing the sale of alcohol
- Animal control
- Regulating for safe buildings
- Enforcing parking regulations and bylaws
- Providing accurate land information

These functions aim to keep the community safe and healthy by minimising hazards, and promoting responsible behaviour. Council also protects our environment and promotes sustainable development of land.

## **Key Projects in 2014/15**

### **Local Alcohol Policy**

Council has approved, in principle, a provisional Local Alcohol Policy (LAP). This policy will be adopted and notified once the outcome of legal appeals to the Tasman and Waimakariri District Councils' provisional policies have been decided. This is expected to be completed towards the end of 2014.

### **Local Approved Products Policy**

Council has prepared a draft Local Approved Products Policy (LAPP) that details where in the district retailers selling psychoactive products can be located. Consultation on the draft LAPP will be completed in July 2014, with a final LAPP anticipated to be adopted before the end of 2014.

### **Dog pound**

Council's new dog pound facility is scheduled for completion and opening in the 2014/15 financial year. This facility will increase Council's impounding capacity to approximately fifteen dogs at any given time. There is \$450,000 budgeted in the Commercial Property activity (see Business and Economic Development) for construction of the facility.

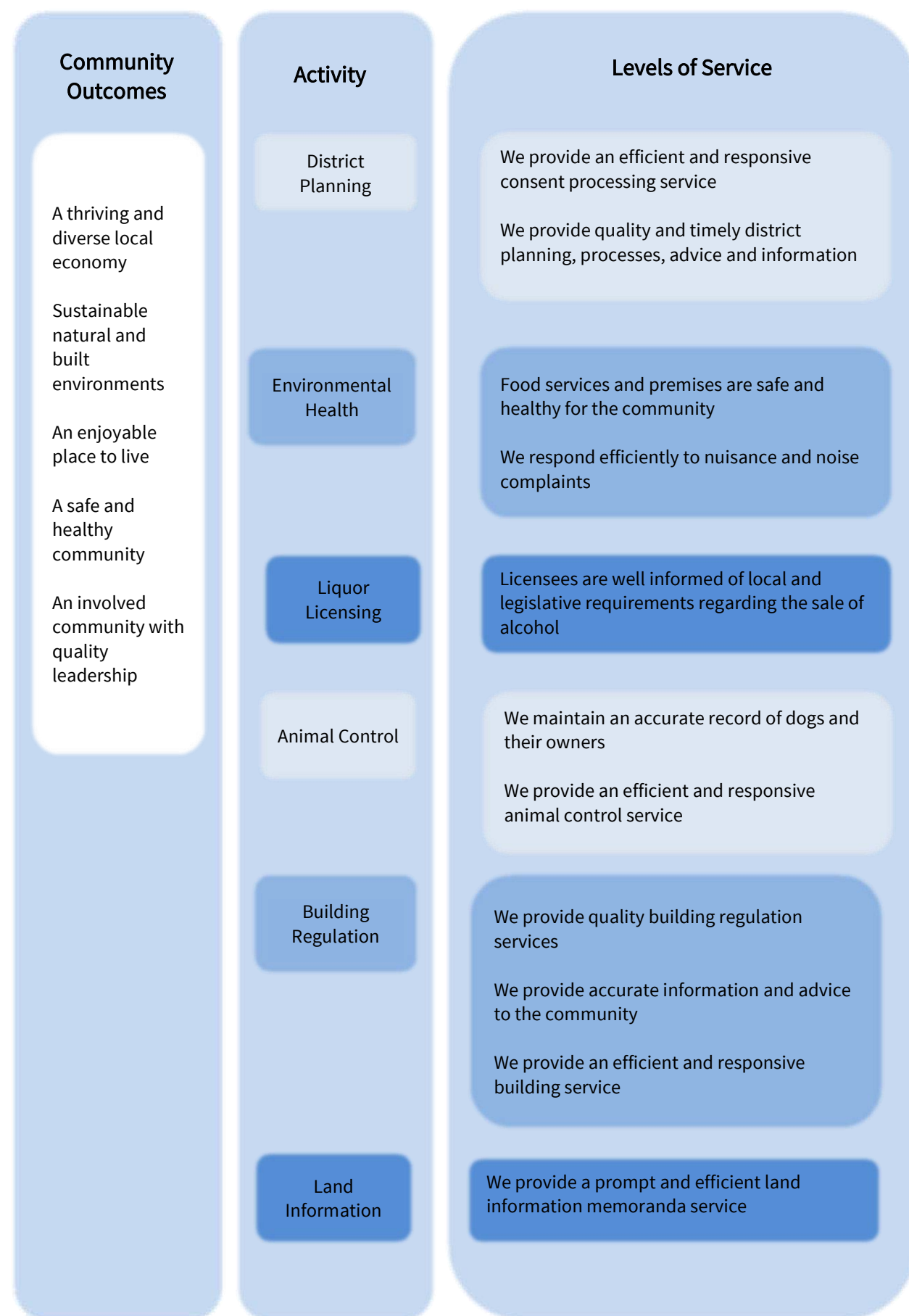
### **District Plan review**

With the final appeal process largely completed, it is anticipated that the Ashburton District Plan will become fully operative by the end of 2014.

### **Online building services**

Council is expecting continuing high demand for its consent and inspection services in the 2014/15 year. The recent introduction of an online building consent application service is expected to bring efficiencies and service improvements in the coming year.

## Our Service – Regulatory Services



## Targets and Performance

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>We provide an efficient and responsive consent processing service</b>	Resource consents are issued within required timeframes	90%	100%
	Subdivision plan approval (RMA Section 223) certificates are issued within 5 working days <sup>3</sup>	62%	100%
	Subdivision consent compliance (RMA Section 224) certificates are issued within 15 working days	61%	100%
<b>We provide quality and timely district planning, processes, advice and information</b>	Complaints regarding resource consents are responded to within 10 working days <sup>4</sup>	100%	100%
	Residents are satisfied with the standard of Council's district planning activities	71%	85%
<b>Food services and premises are safe and healthy for the community</b>	Registered food premises are inspected each year	85%	100%
<b>We respond efficiently to nuisance and noise complaints</b>	Noise complaints are responded to within 2 hours	89%	100%
<b>Licensees are well informed of local and legislative requirements regarding the sale of alcohol</b>	Council's licensee newsletter is distributed to licensee newsletters	4 newsletters distributed	4 newsletters distributed
<b>We maintain an accurate record of dogs and their owners</b>	Known dogs are registered or otherwise accounted for	97%	98%
<b>We provide an efficient and responsive animal control service</b>	Required response times for animal control incidents are met:	Not measured	
	- Urgent incidents are responded to within one hour		95%
	- Non-urgent complaints are responded to within two hours		95%
	- Routine complaints are responded to within three days		95%
	Residents are satisfied with Council's animal control services	84%	85%
<b>We provide quality building regulation services</b>	Council maintains its Building Consent Authority accreditation	Achieved	Accreditation renewed in 2014
	Buildings with compliance schedules are audited each year	13%	10%
<b>We provide accurate information and advice to the community</b>	Public information sheets are reviewed annually	100%	100%

<sup>3</sup> This performance measure has changed from the version published on page 212 of the Long Term Plan 2012-22 Volume 1. The target time was mistakenly printed in the Long Term Plan as 15 working days.

<sup>4</sup> This performance measure has changed from the version published on page 213 in the Long Term Plan 2012-22 Volume 1. The original wording was "Enquiries and complaints regarding resource consents are responded to within 10 working days."

Level of Service	Performance Measure	2012/13 Result	2014/15 Target
<b>We provide an efficient and responsive building service</b>	Building consents are processed and decision made within 20 working days	89%	100%
	Project information memoranda are issued within 20 working days	91%	100%
	Complaints are responded to within 48 hours	100%	100%
<b>We provide a prompt and efficient land information memoranda service</b>	Land information memoranda are processed within 10 working days	100%	100%
	Average processing time of land information memoranda	5.5 days	No more than 10 days in any one month
	Residents are satisfied with land information services provided by Council	84%	85%



# Budget Summary 2014/15 – Regulatory Services

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
3,782	Other revenue	4,031	3,632	399
3,782	<b>Total revenue</b>	4,031	3,632	399
	<b>Operating expenditure</b>			
430	Environmental health	482	426	56
175	Liquor licensing	209	147	62
380	Animal control	357	411	(54)
1,952	Building regulation	2,072	1,905	167
251	Water monitoring	241	261	(20)
368	Parking	344	353	(9)
1,161	District planning	1,009	914	95
97	Land information	71	104	(33)
4,814	<b>Total expenditure</b>	4,785	4,521	264
<b>(1,032)</b>	<b>Net operating surplus/(deficit)</b>	<b>(754)</b>	<b>(889)</b>	<b>135</b>
	<b>Funded by:</b>			
1,362	General rates	1,239	1,286	(47)
(330)	Transfers (to)/from reserves	(485)	(397)	(88)
<b>1,032</b>	<b>Total funding applied</b>	<b>754</b>	<b>889</b>	<b>(135)</b>
	Total expenditure includes:			
6	Depreciation	8	14	(6)

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
-	Parking	-	-	-
-	<b>Total capital expenditure</b>	-	-	-
225	Loan repayments	176	225	(49)
<b>225</b>	<b>Capital to be funded</b>	<b>176</b>	<b>225</b>	<b>(49)</b>
	<b>Funded by:</b>			
6	Depreciation funding	8	14	(6)
231	Loans raised	-	-	-
(12)	Transfers (to)/from reserves	168	211	(43)
<b>225</b>	<b>Total funding applied</b>	<b>176</b>	<b>225</b>	<b>(49)</b>
	<b>Split of capital expenditure</b>			
-	Capital - due to growth	-	-	-
-	Capital - increase in level of service	-	-	-
-	Capital - renewals	-	-	-
-	<b>Total capital expenditure</b>	-	-	-

# Miscellaneous

Miscellaneous income and expenditure includes budget items not allocated to a specific activity group.

Revenue for this activity group includes income Council receives from investments and dividends. Expenditure includes interest on loans raised in relation to equity investment in Ashburton Contracting Limited (ACL) and other miscellaneous expenditure items including rate remissions.

Capital expenditure in this activity includes expenditure incurred by Council's overhead departments, such as plant and vehicle purchases, and information systems equipment and software.

## Capital Works Programme 2014/15 – Miscellaneous

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>New Capital Works</b>		
Information systems	346	139
Plant and vehicles	477	0
Civic building	12	0
Information systems – Kotui library system	94	0
<b>Total New Capital Works</b>	<b>929</b>	<b>139</b>

	Budget 2014/15 \$000s	LTP 2014/15 \$000s
<b>Capital Renewals</b>		
Information systems	160	322
Plant and vehicles	0	477
Civic building	0	32
<b>Total Capital Renewals</b>	<b>160</b>	<b>831</b>

# Budget Summary 2014/15 – Miscellaneous

## Operating Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Operating revenue</b>			
2,016	Other revenue	1,653	2,070	(417)
2,016	<b>Total revenue</b>	1,653	2,070	(417)
	<b>Operating expenditure</b>			
416	Non-allocated expenses	319	495	(176)
416	<b>Total expenditure</b>	319	495	(176)
<b>1,600</b>	<b>Net operating surplus/(deficit)</b>	<b>1,334</b>	<b>1,575</b>	<b>(241)</b>
	<b>Funded by:</b>			
(1,106)	General rates	(1,050)	(1,407)	357
(494)	Transfers (to)/from reserves	(284)	(168)	(116)
<b>(1,600)</b>	<b>Total funding applied</b>	<b>(1,334)</b>	<b>(1,575)</b>	<b>241</b>
	Total expenditure includes:			
-	Depreciation	-	-	-

## Capital and Reserves Funding Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
	<b>Capital expenditure</b>			
1,254	Miscellaneous	1,089	970	119
1,254	<b>Total capital expenditure</b>	1,089	970	119
30	Loan repayments	-	3,030	(3,030)
<b>1,284</b>	<b>Capital to be funded</b>	<b>1,089</b>	<b>4,000</b>	<b>(2,911)</b>
	<b>Funded by:</b>			
1,284	Transfers (to)/from reserves	1,089	4,000	(2,911)
<b>1,284</b>	<b>Total funding applied</b>	<b>1,089</b>	<b>4,000</b>	<b>(2,911)</b>
	<b>Split of capital expenditure</b>			
250	Capital - due to growth	600	-	600
544	Capital - increase in level of service	329	139	190
460	Capital - renewals	160	831	(671)
<b>1,254</b>	<b>Total capital expenditure</b>	<b>1,089</b>	<b>970</b>	<b>119</b>

# ***Annual Plan Disclosure Statement***

## **For the year ending 30 June 2015**

This statement discloses Ashburton District Council's planned financial performance in relation to various benchmarks to enable the assessment of whether the Council is prudently managing its revenues, expenses, assets, liabilities, and general financial dealings.

The Council is required to include this statement in its Annual Plan in accordance with the [Local Government \(Financial Reporting and Prudence\) Regulations 2014](#) (the **regulations**). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

### **1. Rates affordability benchmark**

- (1) For this benchmark,
  - a. the Council's planned rates income for the year is compared with the \$129,270,011 limit on rates contained in the financial strategy included in the Council's Long Term Plan (1% of the capital value of Ashburton District); and
  - b. the Council's planned rates increases for the year are compared with the \$29,046,535 limit on rates increases for the year contained in the financial strategy included in the Council's Long Term Plan (5% plus LGPI).
- (2) The Council meets the rates affordability benchmark if—
  - a. its planned rates income for the year equals or is less than each quantified limit on rates; and
  - b. its planned rates increases for the year equal or are less than each quantified limit on rates increases.

### **2. Debt affordability benchmark**

- (1) For this benchmark,
  - a. the Council's planned borrowing is compared with a \$5,576,400 limit on borrowing contained in the financial strategy included in the Council's Long Term Plan (interest payments to service external debt are less than 10% of total Council revenue).
  - b. the Council's planned borrowing is compared with a \$7,256,750 limit on borrowing contained in the financial strategy included in the Council's Long Term Plan ((interest payments to service external debt are less than 25% of total rates for the year)
- (2) The Council meets the debt affordability benchmark if its planned borrowing is within each quantified limit on borrowing.

### **3. Balanced budget benchmark**

- (1) For this benchmark, the Council's planned revenue (excluding development contributions, vested assets, financial contributions, gains on derivative financial instruments, and revaluations of property, plant, or equipment) is presented as a proportion of its planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant, or equipment).
- (2) The Council meets the balanced budget benchmark if its revenue equals or is greater than its operating expenses.

#### **4. Essential services benchmark**

- (1) For this benchmark, the Council's planned capital expenditure on network services is presented as a proportion of expected depreciation on network services.
- (2) The Council meets the essential services benchmark if its planned capital expenditure on network services equals or is greater than expected depreciation on network services.

#### **5. Debt servicing benchmark**

- (1) For this benchmark, the Council's planned borrowing costs are presented as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments, and revaluations of property, plant, or equipment).
- (2) Because Statistics New Zealand projections indicate that the district's population will grow faster than the national population growth rate, the debt servicing benchmark will be met if planned borrowing costs equal or are less than 15% of planned revenue<sup>2</sup>.

### **Additional information**

1. Council's financial strategy uses affordability of debt servicing to evaluate overall debt affordability. The financial strategy limits interest payments on external debt to less than 10% of total Council revenue and less than 25% of total rates income. The debt limits used in the above table have been extrapolated using an average external interest rate of 5.5%.
2. Council's financial strategy has a debt servicing limit of 10% of total Council revenue. The Regulations allow this Council to use a limit of 15%, due to the high rate of population growth in the Ashburton District. If Council had used this rate, the total debt servicing benchmark would have been \$8,202,150. Council chose to use the lower rate for prudence and consistency with its financial strategy.

Benchmark	Target	Planned	Met
Rates affordability benchmark	<b>Rates income</b> Total rates are to be no greater than 1% of the total capital value of the district.	Total rates: \$28,968,000 (1) Capital value of district: \$12,927,001,100 <b>Result: 0.22%</b>	Yes
	<b>Rates increase</b> The total rates increase for the 2014/15 year is to be no greater than 5% plus LGPI	Total increase: 8.2% Less LGPI: 3.5% <b>Result: 4.7%</b>	Yes
Debt affordability benchmark	Interest payments to service external debt are less than 10% of total revenue for the year <sup>1</sup>	Interest payments: \$3,976,000 Total revenue: \$54,734,000 <b>Result: 7.3%</b>	Yes
	Interest payments to service external debt are less than 25% of total rates for the year <sup>2</sup>	Interest payments: \$3,976,000 Total rates: \$28,968,000 <b>Result: 13.7%</b>	Yes
Balanced budget benchmark	Revenue, excluding income from development contributions, financial contributions, revaluation of property, plant or equipment and vested assets exceeds operating expenditure.	Revenue: \$51,237,000 Operating expenditure: \$45,425,000 <b>Result: \$5,812,000 or 113%</b>	Yes
Essential services benchmark	Capital expenditure on infrastructure equals or exceeds depreciation.		
	Roading and Footpaths	Depreciation: \$6,739,000 Capital expenditure: \$8,809,000 <b>Result: \$2,070,000 or 131%</b>	
	Water Supplies	Depreciation: \$1,376,000 Capital expenditure: \$2,079,000 <b>Result: \$703,000 or 151%</b>	
	Wastewater	Depreciation: \$1,441,000 Capital expenditure: \$6,062,000 <b>Result: \$4,621,000 or 421%</b>	
	Stormwater	Depreciation: \$321,000 Capital expenditure: \$2,274,000 <b>Result: \$1,953,000 or 708%</b>	
Debt servicing benchmark	Borrowing costs for the year are less than or equal to 15% of its revenue excluding development contributions, financial contributions, vested assets and revaluation of property, plant or equipment.	Interest payments: \$3,976,000 Revenue: \$51,237,000 <b>Result: 7.76%</b>	Yes

**(1) Further Information**

Rates revenue	\$28,800,000
Metered water supply	\$168,000
Total Rates	\$28,968,000

# Prospective Financial Statements

## Introduction

The prospective financial statements in this section outline Council's planned expenditure for the 2014/15 financial year.

## Forecasting Assumptions and Risks

- All figures are in current New Zealand dollars.
- Information is based on the most accurate information at the time of preparation.
- In areas of judgement the principal of accounting prudence has been applied.
- There are no significant forecasting assumptions involving a high level of uncertainty.
- It is assumed there will be no changes in the nature of the Ashburton District Council's business.
- That no unforeseen natural events (e.g. storms or floods), will affect the district infrastructure and other assets of the Council and its activities.
- The actual result for the financial year 2014/15 may vary from the information presented and may vary materially depending upon circumstances that arise during the period.

## Significant Forecasting Assumptions and Risks

Population Growth/Demand	
<b>Assumption</b>	<p>Statistics New Zealand population forecasts have low, medium and high projections based on varying migration, fertility and mortality forecasts. Based on growth over the past five years, Ashburton District Council is using the "high" population forecast series in its growth modelling for the future. Council considers it prudent to use the "high" series prediction in most situations.</p> <p>Population growth is expected at a rate of 1.2% per annum, which is the high series annual growth rate over the period to 2031, as forecast by Statistics New Zealand.</p> <p><b>Canterbury Earthquakes</b> – The Canterbury earthquakes may impact on population growth in the district if Christchurch residents leaving the city settle in Ashburton District or if local firms grow significantly due to increased opportunities in Christchurch.</p>
<b>Risk</b>	<ol style="list-style-type: none"><li>1. Population projection figures used are largely dependent on economic growth trends similar to those experienced in the past 10 years continuing. Significant variances to these growth rates may alter the population growth rates.</li><li>2. Population increase resulting from the Christchurch earthquakes could be significant and relatively immediate. Council is monitoring population indicators such as demand for housing, school enrolments and electoral role numbers to gauge the situation.</li></ol>
<b>Level</b>	<ol style="list-style-type: none"><li>1. Low</li><li>2. Moderate</li></ol>
<b>Impact and Management</b>	<ol style="list-style-type: none"><li>1. Unlikely to be a high impact as work programmes and budgets can be adjusted on an annual basis to reflect prevailing growth patterns.</li><li>2. A sudden surge in population due to people moving from Christchurch could have a moderate impact on Council services. An example of this could be an increased demand for building services.</li></ol>



---

### Changing Demographics

<b>Assumption</b>	<p>The demographics of the Ashburton District are changing, and they are expected to change further in the future.</p> <p>The district has an ageing population, with the proportion of the population aged over 65 years expected to double between the years 2006 (4,600) and 2031 (8,900). As Ashburton District has 5% more of its population in this age group than New Zealand as a whole, we are likely to feel the effects more than other parts of the country.</p> <p>The ethnic makeup of the district is also changing. International migration accounted for 62% of the district's population increase in the period 1991-2006. Net migration figures show that we can expect this level of population growth to continue through to 2031.</p>
<b>Risk</b>	Significant variance to these trends over the coming ten years may alter the expected demographic makeup of the district.
<b>Level</b>	Low
<b>Impact and Management</b>	Any variation is unlikely to be significant.

---

### Residential Development Growth

<b>Assumption</b>	Using the population forecasts and the average household size assumptions, it is assumed that the number of residential households in the district will increase by 144 in 2014/15.
<b>Risk</b>	Residential development growth may be higher or lower than the projected level.
<b>Level</b>	Low
<b>Impact and Management</b>	Work programmes and budgets can be adjusted to reflect growth patterns.

---

### Changing Land Use

<b>Assumption</b>	<p>New irrigation drives changes to the rural economy with farms converting to dairy, vegetables, seeds and other specialised crops and stock.</p> <p>According to Infometrics figures, 2010, the number of dairy cattle farms rose 39% in the period 2007-2010, from 219 to 305 farms. Council has assumed there will be further land-use change in the district.</p>
<b>Risk</b>	Land use change can have a significant impact on roads, with increased heavy traffic on rural roads, causing road deterioration.
<b>Level</b>	Moderate
<b>Impact and Management</b>	Effects tend to be spread across the district rather than concentrated. Council has adjusted its road maintenance programme to mitigate any effects.

---

### Loan Funding and Interest Rates

<b>Assumption</b>	<p>Council uses internal and external loan funding to pay for most capital expenditure.</p> <p>The level of internal borrowing as a ratio of total borrowing will depend on cash reserves available, and any risk management approaches considered prudent when the loans are raised.</p> <p>The term of loans raised for most capital expenditure is assumed to be 25 years. The interest rate on all loans in 2014/15 has been assumed to be 5.5 - 6.0%.</p> <p>The interest rate received on cash investments in 2014/15 is assumed to be 4.83%.</p>
<b>Risk</b>	If interest rates rise significantly this will increase Council's cost of capital. An additional 1% to interest rates for external borrowing would increase the cost of capital by \$10,000 per \$1 million of loans in 2014/15. If Council's entire external debt was affected in this way it would add \$630,000 in cost.
<b>Level</b>	Moderate
<b>Impact and Management</b>	<p>Council's Treasury Policy contains interest rate risk management tools for minimising, as far as possible, adverse interest rate movements.</p> <p>Internal Borrowing – as a significant level of Council's loans are by way of internal borrowing, Council has the ability to manage risk associated with interest loans and repayments of this type.</p>

---

External Borrowing – is generally able to be managed in ways that maintain the preferred length of the borrowing term (25 years).

#### Useful Lives of Assets

<b>Assumption</b>	Council has made a number of assumptions about the useful lives of its assets. The detail for each asset category is detailed in the Statement of Accounting Policies. The useful lives are consistent with the assumptions applied to valuing each asset category and determined by experienced and qualified asset valuers.
<b>Risk</b>	Asset useful lives assumptions are incorrect, leading to either asset failure or premature asset replacement.
<b>Level</b>	Low
<b>Impact and Management</b>	Ongoing assessment of the quality of assets means this information is updated regularly and work programmes adjusted to minimise the chance of asset failure.

#### Funding of Asset Replacement

<b>Assumption</b>	Funding the replacement of any individual asset will be from the following sources, in order of priority <ul style="list-style-type: none"> <li>- Prior year credit balances (for an activity funded from targeted rates this effectively represents unspent funds derived from funding depreciation – each account balance receives interest)</li> <li>- Current year's operating surplus, including any cash arising from the funding of depreciation</li> <li>- Loan funding the balance of the expenditure, with the loan term being the shorter of either 25 years (as described above) or the expected life of the asset</li> <li>- Depreciation is calculated based on the expected life of assets. This has been determined at the 'major' asset level rather than on a more detailed basis.</li> </ul>
<b>Risk</b>	Asset replacement funding is either insufficient to cover the costs or excessive leading to a higher rating requirement than necessary
<b>Level</b>	Low
<b>Impact and Management</b>	Unlikely to be high as work programmes and budgets are updated annually to reflect asset information.

#### Asset Revaluation

<b>Assumption</b>	The annual revaluation is assumed to be that of the local price index derived from the BERL local government price adjusters.
<b>Risk</b>	Asset values vary from those forecast, leading to variations in depreciation funding available.
<b>Level</b>	Low
<b>Impact and Management</b>	No specific intervention required.

#### Dividend income

<b>Assumption</b>	It has been assumed that income from dividends will be consistent with current levels for 2014/15
<b>Risk</b>	If income differs, this will affect the level of contribution available to offset the rate requirement
<b>Level</b>	Moderate
<b>Impact and Management</b>	Any increase in the rate requirement due to reduced dividend levels is unlikely to be substantial.

#### Insurance Premiums

<b>Assumption</b>	Insurance premiums have increased significantly following the Canterbury earthquakes. It has been assumed that insurance premiums will remain at the budgeted level, which incorporates the recent increase.
<b>Risk</b>	Insurance premiums increase further than the level budgeted.
<b>Level</b>	Moderate
<b>Impact and Management</b>	Any further changes to insurance premiums are unlikely to have a significant impact.

<b>Revenue from Forestry Joint Venture</b>	
<b>Assumption</b>	Revenue from Council's Riverbank forestry joint venture is assumed to be received in 2014/15 (\$1,598,139). Returns are based on projected harvest volumes, predicted from past forest inventories and using logs as at June 2013.
<b>Risk</b>	The market price for timber at the time of harvest may vary from the assumed rate.
<b>Level</b>	Low
<b>Impact and Management</b>	Any change to the net income is not expected to be significant.
<b>Revenue from Residential Property Development</b>	
<b>Assumption</b>	The Property activity budget includes revenue from the sale of sections from Council's Geoff Geering Drive subdivision and from Lake Hood.  It has been assumed five sections a year will be sold in 2014/15, two sections in Geoff Geering Drive and three sections in the Lake Hood subdivisions.
<b>Risk</b>	Sections may not sell.
<b>Level</b>	Moderate
<b>Impact and Management</b>	Any change to the level of sales will not have significant impact on Council's revenue
<b>Revenue from Ashburton Business Estate Development</b>	
<b>Assumption</b>	The Property activity budget includes revenue from the sale of sections from Council's Ashburton Business Estate.  Based on sales over the past two years Council has adjusted its forecasted land sales down to \$2.5 million from \$3 million for 2014/15.
<b>Risk</b>	Sections may not sell.
<b>Level</b>	Moderate.
<b>Impact and Management</b>	Sales revenue of approximately \$1.2 million is required to service debt on the development. The cost of \$1 million of unsold land would carry an estimated \$60,000 of interest cost. Sales of other Council land assets could be used to fund the debt if required. If revenue is below this level over time, Council may need to rate for the cost of capital.
<b>Impact of Canterbury Earthquakes on Infrastructure</b>	
<b>Assumption</b>	To date, inspection shows that there has been no significant damage to Council buildings and infrastructure as a result of the Canterbury earthquakes
<b>Risk</b>	Earthquake damage may not be apparent yet.  Council could incur unexpected expenditure if significant earthquake damage is later discovered.
<b>Level</b>	Moderate
<b>Impact and Management</b>	The potential for further damage is unknown at this stage. There has been no expenditure budgeted as 'contingency' for this purpose. Council will make a decision on this matter if the situation arises.

---

## Forestry and the Emission Trading Scheme

<b>Assumption</b>	<p>The effects of the carbon credits and the Emissions Trading Scheme are not reflected in the financial forecast of this document. Under the current scheme Council will earn and be allocated carbon credits for its forests. For forests planted prior to 1990, Council has an allocation of 85,560 NZU's of which it has received 32,800 units. The remaining credits will be received in 2013 depending on rules for the next commitment period – beyond 2012. If the rules allow offsetting of liabilities by planting new forests in a different location then Council may not receive the remaining credits.</p> <p>Council has also earned carbon credits for forests planted after 1989 which are registered in the ETS. The Council has 2225.5 hectares of post 1989 forests registered in the ETS and holds approximately \$294,118 carbon credits as at March 2014. However, Council will also have liabilities for these forests when these forests are harvested. The costs in the forestry activity do not include any carbon liability and do not include the asset value of its current units.</p>
<b>Risk</b>	<p>The market for carbon credits has been very volatile and seems likely to remain that way. Carbon prices in excess of \$20/NZU have been achieved in the past. The carbon price in March 2014 was approximately \$2.90/NZU.</p> <p>With regard to future liabilities the level of risk depends on how Council chooses to sell its credits.</p> <p>Physical risks such as fire and wind damage could affect Council's plantations which could mean Council faces unexpected liabilities.</p>
<b>Level</b>	Low/moderate
<b>Impact and Management</b>	<p>Revenue from carbon credits in the current market would be low. No revenue has therefore been budgeted.</p> <p>Council can choose to sell only its 'safe' level of carbon where carbon credits are retained and future tree growth and replanting will cover liabilities.</p> <p>These risks can be managed by adjusting how plantations are harvested, having plantations in varied locations and/or through initiating new planting.</p>

---

## Climate Change

<b>Assumption</b>	<p>The predicted likely impacts of global climate change on Ashburton District are the climate becoming hotter and drier, extreme weather events more frequent and rising sea levels may cause an increase in coastal erosion</p> <p>Council has assumed there will be some impacts arising from climate change over the long term but as these impacts are not yet clearly identifiable, they have not been explicitly incorporated into general planning decisions.</p>
<b>Risk</b>	Climate change is a difficult issue for Council to respond to as there is no certainty around the full implications for the district. The changes are likely to be subtle rather than dramatic and fast moving. Council responses will evolve over time.
<b>Level</b>	Low
<b>Impact and Management</b>	No specific measures relating to possible climate change effects have been allowed for.

---

## Development Contributions

<b>Assumption</b>	Development contributions have been budgeted based on expected population growth.
<b>Risk</b>	<p>Growth is higher or lower than projected, which could result in:</p> <ul style="list-style-type: none"><li>- The need for additional infrastructure or bringing capital programmes forward</li><li>- Under-utilised facilities or the need to delay some capital projects</li></ul>
<b>Level</b>	Low
<b>Impact and Management</b>	<p>Given past demand and growth for infrastructure it is considered that the estimated revenue from development contributions is realistic.</p> <p>Most infrastructure projects are able to be adjusted in terms of scale and timing if required.</p>

<b>Vested Assets</b>	
<b>Assumption</b>	Vested assets have been calculated based on growth projects, and are depreciated over their estimated useful life.
<b>Risk</b>	Vested asset values vary from those forecast leading up to variations in depreciation funding available.
<b>Level</b>	Low
<b>Impact and Management</b>	No specific intervention required.

<b>EA Networks Centre (formerly Riverside Sport and Leisure Centre)</b>	
<b>Assumption</b>	<p>This Annual Plan 2014/15 contains information regarding income and expenditure for the planned EA Networks Centre based on a number of assumptions. Significant assumptions used to prepare the financial information are:</p> <p><b>Ownership of facility:</b> The budgets and financial information contained in this Annual Plan relating to the EA Networks Centre are based on ownership being with Ashburton District Council.</p> <p><b>Capital cost:</b> It is assumed that the capital cost of the EA Networks Centre will be \$30 million with no allowance for inflation. Of this it is assumed Council will fund \$25 million and the Ashburton Stadium Complex Trust will contribute \$5 million from community/external fundraising sources.</p> <p><b>Facility opening:</b> The EA Networks Centre facility has been assumed to open in April 2015.</p>
<b>Risk</b>	The capital cost may be higher than \$30 million and/or the community funding of \$5 million may not be achieved.
<b>Level</b>	Moderate
<b>Impact and Management</b>	Council will need to decide on its preferred approach should this risk materialise. Options could include increasing Council contribution, reducing scope of project or staging the project.

<b>Council Commitments</b>	
<b>Assumption</b>	There have been no other commitments or contingencies that Council is aware of that have not been included in the Annual Plan 2014/15 financial forecasts.
<b>Risk</b>	None recognised
<b>Level</b>	Low
<b>Impact and Management</b>	None recognised

<b>Legislative Changes</b>	
<b>Assumption</b>	It has been assumed there will be no legislative changes that will impact materially on Council business.
<b>Risk</b>	None recognised
<b>Level</b>	Low
<b>Impact and Management</b>	None recognised

<b>Resource Consents</b>	
<b>Assumption</b>	It has been assumed that all current resource consents held by Council will be renewed at the appropriate time, with similar conditions and length of term as currently in place.
<b>Risk</b>	Resource consents are not renewed or the conditions of the term of the resource consent may vary from those currently in place.
<b>Level</b>	Low
<b>Impact and Management</b>	Renewal may incur additional costs that have not currently been budgeted for.

<b>External Borrowing</b>	
<b>Assumption</b>	Council can renew its current borrowing and access additional funding in the future.
<b>Risk</b>	Council may not be able to borrow to meet its requirements.
<b>Level</b>	Low
<b>Impact and Management</b>	Council has bank loan facilities in place that are renewed two-yearly and Council is able to borrow through the wholesale market and the new Local Government Funding Agency.

<b>Ashburton Agri-Innovation Park</b>	
<b>Assumption</b>	<p>Council has signed a memorandum of understanding with Eden Agri-Capital Limited and Grow Mid Canterbury. Council has agreed to set aside 5 hectares of land in the Ashburton Business Estate for sale to a new company that will invest in the development of an agricultural innovation park.</p> <p>Council has also set aside another 10 hectares initially for a period of 10 years for possible future expansion of the innovation park business.</p> <p>The timing of any land sale is uncertain.</p>
<b>Risk</b>	The land sale may not proceed.
<b>Level</b>	Moderate
<b>Impact and Management</b>	The only impact of the sale not proceeding is an alternative buyer will eventually need to be found for the land. This is not considered a significant risk as the land is in stage two of the Ashburton Business Estate and as such is not currently on the market.

# ***Statement of Accounting Policies***

## **Reporting Entity**

The Ashburton District Council (the Council) is a territorial local authority governed by the Local Government Act 2002 and is domiciled in New Zealand.

The Ashburton District Council group consists of the Ashburton District Council and its wholly owned subsidiaries Ashburton Contracting Limited (council controlled trading organisation) and its in-substance subsidiaries the Ashburton Community Water Trust and the Ashburton Stadium Complex Trust.

The primary objective of the Council is to provide goods and services for the community or social benefit rather than making a financial return. The prospective financial statements were authorised for issue by Council on 26 June 2014. Council does not intend to update the prospective financial statements subsequent to authorisation.

The Council is not required to produce its annual plan with group consolidated figures and therefore this plan covers the Council only activity and excludes the wholly owned subsidiary and in-substance subsidiaries.

## **Basis of Financial Statement Preparation**

The prospective financial statements of the Ashburton District Council have been prepared in accordance with the requirements of the Local Government Act 2002. With the exception of the Funding Impact Statements this forecast information has also been prepared in accordance with New Zealand Generally Accepted Accounting Practice (GAAP). They comply with Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS) and other applicable financial reporting standards as appropriate for New Zealand public benefit entities.

The Funding Impact Statements (FIS) do not comply with GAAP; they do not recognise depreciation and movements in the valuation of assets, and do not show capital income (subsidies and development contributions) as operating income. A reconciliation is provided between the FIS surplus/(deficit) of operating funding and the Statement of Comprehensive Revenue and Expense or activity Cost of Service Statement net surplus/(deficit) before tax for the whole of Council summary or each activity.

The prospective financial statements have been prepared on a historical cost basis, modified by the revaluation of land and buildings, certain infrastructural assets, investments, biological assets and financial instruments (including derivative instruments).

The preparation of financial statements in conformity with NZ GAAP requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates, and variations may be material.

The Annual Plan 2013/14, year 3 of the Long Term Plan 2012-2022 and the opening balance sheet have been restated in accordance with the adoption of PBE IPSAS.

The estimated and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

The Council and management of the Ashburton District Council accept responsibility for the preparation of their prospective financial statements, including the appropriateness of the assumptions underlying the prospective financial statements and all other required disclosures.

## Statement of Compliance

The financial information contained within this report has been prepared in accordance with the generally accepted accounting practice in New Zealand as required under section 111 of the Local Government Act 2002, and the Long Term Plan requirements of section 93.

The prospective financial statements comply with applicable Public Benefit Entity International Public Sector Accounting Standards, which include Public Benefit Entity Financial Reporting Standard (PBE FRS) number 42; Prospective Financial Statements, and New Zealand Generally Accepted Accounting Practice.

## Consolidation

The Council has not consolidated the prospective financial statements to include the Council's subsidiary Ashburton Contracting Limited.

## Measurement Base

The prospective financial statements have been prepared on the historical cost basis, modified by the revaluation of certain assets.

## Functional and Presentation Currency

The functional currency of Ashburton District Council is New Zealand dollars and accordingly the financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars ('000).

**The following are the significant accounting policies applied in preparation of the prospective financial statements.**

## Joint Ventures

A joint venture is a contractual arrangement whereby the Council and other parties undertake an economic activity that is subject to joint control.

The Council has a 60% interest in the Riverbank View forestry joint venture. This is a jointly controlled operation between the Council, which incurred the planting costs and is liable for the ongoing silviculture costs, and a land owner who provided the land and who meets the land costs such as rates and fencing. The net sale proceeds will be split 60% Council and 40% landowner. The Council's interest in the joint venture is accounted for using the proportionate method of consolidation.

## Goods and Service Tax (GST)

These financial statements have been prepared exclusive of GST, except for receivables and payables, which are GST inclusive. Where GST is not recoverable as an input tax, it is recognised as part of the related asset or expense.

## Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax. The tax currently payable is based on taxable surplus for the year. Council is not liable as a separate entity to income tax on any of its activities.

Taxable surplus differs from net surplus as reported in the Statement of Comprehensive Revenue and Expense because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible.

The Council's liability for current tax is calculated using tax rates that have been enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Deferred tax is provided using the balance sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.



Deferred tax is the tax expected to be payable or recoverable on differences between the carrying amount of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and is accounted for using the Statement of Financial Position liability method. The amount of any deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities using tax rates enacted at the Statement of Financial Position date.

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised to the extent that it is probable that taxable surplus will be available against which deductible temporary differences can be utilised. Such assets and liabilities are not recognised if the temporary difference arises from goodwill (or negative goodwill) or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the tax surplus nor the accounting surplus.

Deferred tax liabilities are recognised for taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the Council is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance date and reduced to the extent that it is no longer probable that sufficient taxable surplus will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the liability is settled or the asset realised.

Deferred tax is charged or credited in the Statement of Comprehensive Revenue and Expense, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Council intends to settle its current tax assets and liabilities on a net basis.

## Exchange and non-exchange transactions

An exchange transaction is one in which the Council receives assets or services, or has liabilities extinguished, and directly gives approximately equal value in exchange. Non-exchange transactions are where the Council receives value from another entity without giving approximately equal value in exchange.

## Revenue Recognition

Sales of goods are recognised when the significant risks and rewards of ownership of the assets have been transferred to the buyer which is usually when the goods are delivered and title has passed. No revenue is recognised if there are significant uncertainties regarding the recovery of the consideration due, associated costs or the possible return of goods, or where there is continuing management involvement with the goods or services.

- **Rates revenue** is recognised by the Council as income on a straight line basis over the rating period. Rates are a non-exchange transaction.
- **Water billing** is recognised based on the volumes delivered. Water billing is an exchange transaction.
- **Dividends** are recognised, net of imputation credits, as revenue when the shareholders' rights to receive payment have been established. Dividends are considered income from exchange transactions.
- **Levies, fees and charges** are recognised as income when assessments are issued. Levies, fees and charges are generally from exchange transactions. Income from fines and infringements is non-exchange revenue.
- **Interest income** is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable. Interest income is considered income from exchange transactions.
- **Lease incentives granted** are recognised as part of the total rental income. Rental income from investment and other property is recognised in the surplus/deficit on a straight-line basis over the term of the lease. Rental income is an exchange transaction.
- **Government grants** are recognised as revenue to the extent of eligibility for grants established by the grantor agency, or when the appropriate claims have been lodged. New Zealand Transport Agency roading subsidies are recognised as revenue upon entitlement, which is when conditions pertaining to

eligible expenditure have been fulfilled. Government grants are generally non-exchange transactions.

- **Other grants and bequests and assets vested in the Council, with or without restrictions** are recognised as revenue when control over the assets is obtained. Income from these sources are generally non-exchange transactions.
- **Development contributions and financial contributions** are recognised as revenue when Council provides, or is able to provide, the service that gave rise to the charging of the contribution. Otherwise development contributions and financial contributions are recognised as liabilities until such time as Council provides, or is able to provide, the service. Development and financial contributions are non-exchange transactions.

## Equity

Equity is the community's interest in the Council and is measured as the difference between total assets and total liabilities. Public equity is disaggregated and classified into a number of reserves to enable clearer identification of the specified uses that the Council make of its accumulated surpluses.

The components of equity are:

- Ratepayers equity
- Accumulated operating reserve
- Revaluation reserves
- Special funds and reserves

## Special Funds and Reserves

Reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned. Reserves may be legally restricted or created by the Council.

Restricted reserves and special funds are those reserves and funds subject to specific terms accepted as binding by the Council and which may not be revised by the Council without reference to the Courts or a third party. Transfers from these reserves may be made only for certain specified purposes or when certain specified conditions are met.

Council-created reserves are reserves established by Council decision. The Council may alter them without reference to any third party or the Courts. Transfers to and from these reserves are at the discretion of the Council.

## Accounts Receivable

Accounts receivable include rates and water charges and are recorded at their amortised cost using the effective interest rate method which approximates their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. As there are statutory remedies to recover unpaid rates, penalties and water meter charges, no provision has been made for doubtful debts in respect of rates receivables.

Trade receivables are stated at their amortised cost using the effective interest rate method which approximates their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are initially measured at fair value, including transaction costs. At subsequent reporting dates, they are measured at amortised cost using the effective interest rate method, less any impairment loss recognised to reflect irrecoverable amounts. An impairment loss is recognised in the Statement of Comprehensive Revenue and Expense when there is objective evidence that the asset is impaired, and is measured as the difference between the investment's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

## Inventories

Council inventories, are valued at the lower of cost and current replacement cost, less any provision against damaged or old items, with the exception of property inventory which are recorded at the lower of cost and net realisable value.

Property is classified as inventory when it is held for sale in the ordinary course of business, or that is in the process of construction or development for such a sale.

## **Stocks and Bonds**

Stocks and bonds are classified as available-for-sale financial assets. Although they include terms greater than one year, they are readily tradable and are not intended to be held necessarily to maturity. They are revalued each year in the Council's parent financial statements at fair value using market values supplied by an independent advisor. Gains and losses arising from changes in fair value are recognised directly in equity, until the security is disposed of or is determined to be impaired, at which time the cumulative gain or loss previously recognised in equity is included in the net profit or loss for the period.

## **Investments**

The Council's investments in its subsidiaries are carried at cost less any allowance for impairment loss in the Council's own "parent entity" financial statements.

## **Property, Plant and Equipment**

Property, Plant and Equipment are stated at cost less accumulated depreciation and any accumulated impairment losses except for Infrastructure Assets and Land and Buildings.

Infrastructure Assets are stated at their revalued amounts. The revalued amounts are their fair values at the date of revaluation, less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluations are performed with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair values at balance date.

Additions between valuations are recorded at cost, except for vested assets (see 'Vested Assets'). Certain infrastructure assets and land have been vested in the Council as part of the sub-divisional consent process.

The cost of self-constructed assets includes the cost of materials, direct labour and an appropriate proportion of production overheads.

Revaluation increments and decrements are credited or debited to the asset revaluation reserve for that class of asset. Where this results in a debit balance in the asset revaluation reserve, this balance is expensed in the surplus/deficit. Any subsequent increase on revaluation that offsets a previous decrease in value is recognised in the Statement of Comprehensive Revenue and Expense will be recognised first in the Other Comprehensive Income up to the amount previously expensed, and then credited to the revaluation reserve for that class of asset. On disposal, the attributable revaluation surplus remaining in the revaluation reserve is transferred directly to Ratepayer's Equity.

Costs incurred in obtaining any resource consents are capitalised as part of the asset to which they relate. If a resource consent application is declined then all capitalised costs are written off.

Work in progress has been stated at the lower of cost and net realisable value. Cost comprises direct material and direct labour together with production overheads.

Council land is recorded at cost and there is currently no intention to revalue these assets.

Property held for service delivery objectives rather than to earn rental or for capital appreciation is included within property plant and equipment. Examples of this are property held for strategic purposes and property held to provide a social service, including those which generate cash inflows where the rental revenue is incidental to the purpose of holding the property, i.e. Council's elderly housing units.

## **Buildings**

Council buildings are recorded at cost less accumulated depreciation and any accumulated impairment losses. There is currently no intention to revalue these assets.

## **Vested Assets**

Vested assets are recognised at the cost to the developer, except for land, which is valued at fair value, at the time of transfer to the Council. This is then treated as the cost of the land to Council. These assets, other than land, are also subject to depreciation and subsequent revaluation. The vested reserve land has been initially recognised at the most recent appropriate certified government valuation.

## **Biological Assets – Forestry**

Forests were valued as at 30 June 2013 by the Council's District Forester in accordance with NZ IAS-41 Agriculture. All forests have been valued at 'fair value' less estimated point of sale costs which exclude transportation costs required to get the logs to market. Fair value valuations are based on: plantation age, species, silviculture, type, site productivity rotation length, expected yields at maturity, expected royalties and discount rate.

Using this information – which is collected from a variety of sources, (including Council's own records and data prepared by the Ministry of Agriculture and Forestry) valuations are calculated for each plantation.

Council has a policy to revalue its forests annually. These have been peer reviewed by Guild Forestry (Guild Family Enterprises Ltd), NZ Institute of Forestry registered consultant. Any increase or decrease in the valuation is reflected in the surplus/deficit.

## **Investment Properties**

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both.

Investment properties are stated at fair value at balance date. An external, independent valuation company, having an appropriate recognised professional qualification and recent experience in the location and category of property being valued, values the portfolio every year. The fair values are based on market values, being the estimated amount for which a property could be exchanged on the date of valuation between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion. No deduction is taken for disposal costs.

The valuations are prepared by considering the aggregate of the net annual rents receivable from the properties and where relevant, associated costs. A yield which reflects the specific risks inherent in the net cash flows is then applied to the net annual rentals to arrive at the property valuation.

The valuations reflect, where appropriate, the type of tenants actually in occupation or responsible for meeting lease commitments or likely to be in occupation after letting of vacant accommodation and the market's general perception of their credit worthiness; and the remaining economic life of the property. It has been assumed that whenever rent reviews or lease renewals are pending with anticipated reversionary increases, all notices and where appropriate, counter notices have been validly served within the appropriate time.

Any gain or loss arising from a change in fair value is recognised in the surplus/deficit.

Rental income from investment property is accounted for as described in the Revenue Recognition accounting policy.

When a revalued item of property, plant and equipment is transferred to investment property following a change in its use, any differences arising at the date of transfer between the carrying amount of the item immediately prior to transfer and its fair value is recognised directly in equity if it is a gain. Upon disposal of the item the gain is transferred to rate-payers equity. Any loss arising in this manner is recognised immediately in the surplus/deficit.

If an investment property becomes owner-occupied, it is reclassified as property, plant and equipment and its fair value at the date of reclassification becomes its cost for accounting purposes of subsequent recording.

A property interest under an operating lease is classified and accounted for as an investment property on a property-by-property basis when the Council holds it to earn rentals or for capital appreciation or both. Any such property interest under an operating lease classified as an investment property is carried at fair value. Lease income is accounted for as described in the Revenue Recognition accounting policy.

The investment properties were valued by Telfer Young, registered valuers, as at 30 June 2013.

## Infrastructure Assets

These are the fixed utility systems that provide a continuing service to the community and are not generally regarded as tradeable. They include roads and bridges, water and sewerage services, stormwater systems and parks and reserves. These infrastructural assets are revalued annually, except for land under roads which have not been revalued.

Roading, Footpaths, Wastewater, Stormwater, Stockwater (excluding races), Water Supply, Parks and Solid Waste Assets existing as at 30 June 2013 were revalued on a depreciated replacement cost basis by Council staff and peer reviewed by Opus, independent registered valuers.

The assets were valued using depreciated replacement cost. This required determination of quantities of assets optimised to relate to those required for current service delivery, foreseeable demand, unit rates that reflect replacement with modern engineering equivalent assets, recent contract rates for work in the district, effective lives that take account of local influences and depreciation that defines current value given a definable remaining life.

Land under roads was valued by Quotable Value NZ Limited, independent registered valuers, as at 30 June 2002 and were based on sales of comparable properties. The values relate to an average “unimproved value” calculation in the rural areas of the district, and in the urban areas it is land with no roads, sewers or water supply. Land under roads has not been subsequently revalued and is now carried at deemed cost.

## Intangible Assets

**Computer software:** Acquired computer software licenses are capitalised on the basis of costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives (three to ten years). Subsequent expenditure on capitalised computer software is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

Costs associated with developing or maintaining computer software programmes are recognised as an expense as incurred.

Costs incurred in acquiring operating system computer software essential to the operation of an item of Property, Plant and Equipment are included with the item of Property, Plant and Equipment and are not classified as an Intangible Asset. This is consistent with NZ IAS 38 – Intangible Assets.

**Other intangible assets:** An internally-generated intangible asset arising from the Council’s development of its research findings is recognised only if all of the following conditions are met:

- An asset is created that can be identified such as new processes;
- It is probable that the asset created will generate future economic benefits; and
- The development cost of the asset can be measured reliably.

Where no internally-generated intangible asset can be recognised, development expenditure is recognised as an expense in the period in which it is incurred.

Other intangible assets that are acquired by the Council are stated at cost less accumulated amortisation and impairment losses and are amortised on a straight line basis over their useful lives.

## Subsequent Expenditure

Subsequent expenditure on capitalised intangible assets is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

## Amortisation

Amortisation is charged to the surplus/deficit on a straight-line basis over the estimated useful lives of intangible assets unless such lives are indefinite. Goodwill and other intangible assets with an indefinite useful life are systematically tested for impairment at each balance date.

## Depreciation

Land, paintings and works of art are not depreciated.

Depreciation has been provided on a straight line basis on all other property, plant and equipment at rates which will write off the cost (or valuation) to their estimated residual values over their useful lives.

**Operational asset** useful lives and associated depreciation rates of major classes of assets have been estimated as follows:

Buildings – major	2.0% S.L.	
Buildings - minor	4.0% S.L.	
Heavy plant and machinery	5.0% – 13% S.L.	
Light plant and machinery	6.67% – 25% S.L.	
Office equipment	10%-36% S.L.	
Fixtures and fittings	10% S.L.	
Motor vehicles	7.0% – 13% S.L.	
Computer equipment	25.0% – 33% S.L.	
Library books	6.67% S.L.	(adult nonfiction)
	10% S.L.	(all other books)

**Infrastructural assets** are depreciated on a straight line basis at rates that will write off their cost, less any estimated residual value, over their expected useful life.

Roading and footpaths	Bridges	80 – 150 years
	Culverts	80 years
	Pavement surface	8 - 50 years
	Pavement formation	Not depreciated
	Pavement layers	60 – 80 years
	Footpaths	25 – 90 years
	Street lights	25 - 50 years
	Kerb and channel	80 years
	Traffic signals	12 – 55 years
	Berms	80 years
	Signs	13 years
	Road markings	12 years
	Barriers and rails	25 years
Water reticulation	Pipes	60 – 80 years
	Valves, hydrants	25 years
	Pump stations	10 – 80 years
	Tanks	25 – 60 years
	Races	Not depreciated
Stockwater	Structures	60 years
Sewerage reticulation	Pipes	60 – 100 years
	Laterals	100 years
	Manholes	60 years
	Treatment plant	10 – 100 years
Stormwater systems	Pipes	60 – 80 years
	Manholes	60 years
	Structures	20 – 50 years
Solid waste	Litter bins	10 years

Domains and cemeteries	Playground equipment	10 – 50 years
	Furniture	10 – 30 years
	Structures	10 – 200 years
	Fences	10 – 30 years
	Signs and lighting	10 – 25 years
	Irrigation	8 – 25 years
	Roading	20 – 80 years
	Trees and gardens	Not depreciated

## Non-current Assets Held for Resale

Non-current assets (or disposal groups) are classified as held for sale and stated at the lower of their carrying amount and fair value less costs to sell if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset (or disposal group) is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

An impairment loss is recognised for any initial or subsequent write down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the noncurrent asset (or disposal group) is recognised at the date of de-recognition.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale, continue to be recognised.

Non-current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the Statement of Financial Position.

## Impairment

At each balance date, the Council reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, and for all indefinite life intangibles, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The Council measures the value in use of assets whose future economic benefits are not directly related to their ability to generate net cash inflows held, at depreciated replacement cost. Where it is not possible to estimate the recoverable amount of an individual asset, the Council estimates the recoverable amount of the cash generating unit to which the asset belongs. This does not apply to assets whose future economic benefits are not directly related to their ability to generate net cash inflows. Recoverable amount is the greater of fair value less costs to sell, and value in use.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount.

For non-revalued assets, impairment losses are recognised as an expense immediately. For revalued assets, other than investment property, the impairment loss is treated as a revaluation decrease to the extent it reverses previous accumulated revaluation increments for that asset class.

Where an impairment loss subsequently reverses, the carrying amount of the asset or cash-generating unit is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed that which would have been determined had no impairment loss been recognised for the asset or cash-generating unit in prior years. A reversal of an impairment loss is recognised as income immediately,

unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase. An impairment loss recognised for goodwill is not reversed in a subsequent period.

## **Employee Entitlements**

Provision is made for annual leave, long service leave, sick leave and retiring gratuities.

The retiring gratuity liability and long service leave are assessed on an actuarial basis using future rates of pay taking into account years of service, years to entitlement and the likelihood staff will reach the point of entitlement. These estimated amounts are discounted to their present value using an interpolated 10 year government bond rate.

Liabilities for accumulating short-term compensated absences (e.g., annual and sick leave) are measured as the additional amount of unused entitlement accumulated at the balance date, to the extent that the Council anticipate it will be used by staff to cover those future absences.

Obligations for contributions to defined contribution superannuation plans are recognised as an expense in the Statement of Comprehensive Revenue and Expense when they are due.

## **Landfill Post-closure Costs**

The Council has a legal obligation to provide ongoing maintenance and monitoring services at its closed landfill sites.

To provide for the estimated costs of aftercare, an estimate is done of future annual costs and is then subject to a net present value calculation. The discount rate used is a rate that reflects current market assessments of the time value of money and the risks specific to the liability.

## **Borrowings**

Interest-bearing bank loans and overdrafts and other term borrowings, are initially recorded at fair value which is usually the proceeds received, net of direct issue costs. Subsequently, they are measured at amortised cost using the effective interest rate method. Changes in the current amount are recognised in the surplus/deficit.

Finance charges, including premiums payable on settlement or redemption, are accounted for on an accrual basis and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise.

All borrowing costs are recognised in the surplus/deficit in the period in which they are incurred.

## **Trade Payables**

Trade payables are stated at their amortised cost which approximates their nominal value given their short term nature.

## **Leases**

### **Finance Leases**

Leases which effectively transfer to the lessee, substantially, all of the risks and benefits incident to ownership of the leased item are classified as finance leases. These are capitalised at the lower of the fair value of the asset or the present value of the minimum lease payments. The leased assets and corresponding lease liabilities are recognised in the Statement of Financial Position. Lease payments are apportioned between finance charges and the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in the surplus/deficit. The leased assets are depreciated over the period the Council is expected to benefit from their use.

The Council currently has no finance leases on its books.



### **Operating Leases**

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased items are classified as operating leases. Payments under these leases are charged as expenses on a straight line basis over the term of the lease. Benefits received and receivable as an incentive to enter into an operating lease are spread on a straight line basis.

### **Financial Instruments**

The Council is party to financial instruments as part of its everyday operations. These financial instruments include bank accounts, Local Authority stocks and bonds, trade and other receivables, bank overdraft facility, trade and other payables and borrowing. All of these are recognised in the Statement of Financial Position.

Revenue and Expenditure in relation to all financial instruments are recognised in the surplus/deficit. All financial instruments are recognised in the Statement of Financial Position at their fair value when the Council becomes a party to the contractual provisions of the instrument.

The Council's activities expose it primarily to the financial risks of changes in interest rates. The Council uses derivative financial instruments, primarily interest rate swaps, to reduce its risks associated with interest rate movements. The significant interest rate risk arises from bank loans. The Council's policy is to convert a proportion of its fixed rate debt to floating rates.

The use of financial derivatives is governed by the Council's policies approved by the Council, which provide written principles on the use of financial derivatives consistent with the Council's risk management strategy.

The Council does not use derivative financial instruments for speculative purposes.

Derivative financial instruments are initially measured at fair value on the contract date, and are re-measured to fair value at subsequent reporting dates.

### **Interest Rate Risk**

The Council has various financial instruments with off-balance-sheet risk. Their primary purpose is to reduce exposure to fluctuations in interest rates. The financial instruments are subject to the risk that market values may change subsequent to their acquisition. Interest rate swaps have been employed to minimise interest rate exposure. For interest rate swap agreements, any differential to be paid or received is accrued as interest rates change and is recognised as a component of operating revenue or expense over the life of the agreement.

### **Credit Risk**

Contracts have been entered into with various counter parties have such credit ratings and are in accordance with dollar limits as set forth by the Council.

### **Collateral**

The Council does not generally require collateral or other security to support service or sales contracts. While the Council may be subject to credit losses up to the notional value of the service or goods supplied in the event of non-performance by counterparties, it does not expect such losses to occur.

### **Concentrations of Credit Risk**

Financial instruments which potentially subject the Council to concentrations of credit risk principally consist of cash, accounts receivable and short term investments. The Council place their cash and short term investments with high credit quality financial institutions and limit the amount of credit exposure to any one financial institution. Concentrations of credit risk with respect to accounts receivable are limited due to the large number of customers included in the Council's customer base.

### **Loan / Mortgage**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance date, which are included in non-current assets. After initial recognition, they are measured at amortised accost, using the effective interest method, less impairment. Gains and losses when the asset is

impaired or derecognised are recognised in the surplus or deficit. Loans to community organisations made at nil or below-market interest rates are initially recognised at the present value of their expected future cash flows, discounted at the current market rate of return for a similar financial instrument. The loans are subsequently measured at amortised cost using the effective interest method. The difference between the face value and present value of the expected future cash flow of the loan is recognised in the surplus or deficit as a grant.

## Cash Flow Statement

Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value, and with original maturities of three months or less, in which the Council invests as part of its day-to-day cash management.

Operating activities include cash received from all income sources of the Council and record the cash payments made for the supply of goods and services. Agency transactions are not recognised as receipts and payments in the Cash Flow Statement given that they are not payments and receipts of the Council.

Investing activities are those activities relating to the acquisition and disposal of non-current assets. Financing activities comprise activities that change the equity and debt capital structure of the Council.

## Summary Cost of Services

The Summary Cost of Services as provided in the Statement of Service Performance report the net cost of service for significant activities of the Council, and are represented by the costs of providing the service less all directly related revenue that can be allocated to these activities.

## Overhead Allocation

The Council has derived the net cost of service for each significant activity of the Council using the cost allocation system outlined below. This involves the costs of internal service type activities being allocated to the external service type activities. External activities are those which provide a service to the public and internal activities are those which provide support to the external activities.

**Cost allocation policy:** Direct Costs are charged directly to significant activities. Indirect costs are charged to significant activities based on cost drivers and related activity/usage information.

**Criteria for direct and indirect costs:** 'Direct' costs are those costs directly attributable to a significant activity. 'Indirect costs' are those costs, which cannot be identified in an economically feasible manner with a specific significant activity.

**Cost drivers for allocation of indirect costs:** The costs of internal services not directly charged to activities are allocated as overheads using appropriate cost drivers such as actual usage, staff numbers and floor area.

**Internal charges** are eliminated at the Council level.

## Changes in Accounting Policy

The adoption of PBE IPSAS for these prospective financial statements has resulted in some minor changes to accounting policies, mainly in relation to classification of income and expenditure.

**Standards, amendments and interpretations issued that are not yet effective and have not been early adopted**  
With the adoption of Public Benefit Entity International Public Sector Accounting Standards, there are no standards, amendments and interpretations that are not yet effective and have not been early adopted that are relevant to the Council and group.

## Prospective Statement of Comprehensive Revenue and Expense

For the year ended 30 June 2015

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
	<b>Revenue</b>		
26,608	Rates, other than metered water supply <sup>1</sup>	28,800	29,027
4,821	Fees, charges and targeted rates for water supply	5,087	4,829
3,367	Development and financial contributions	540	1,450
5,166	Subsidies and grants	4,912	5,162
1,029	Finance income	1,312	800
11,502	Other revenue	12,860	9,559
1,269	Gain in fair value of investment properties	1,007	1,358
182	Gain in fair value of forestry	216	253
-	Gain on disposal of commercial property <sup>2</sup>	-	3,326
<b>53,944</b>	<b>Total revenue</b>	<b>54,734</b>	<b>55,764</b>
	<b>Expenses</b>		
9,356	Personnel costs	9,809	9,150
11,755	Depreciation and amortisation	12,236	13,083
3,744	Finance costs	3,976	4,140
18,860	Other expenses	19,404	21,054
-	Other losses	-	-
<b>43,715</b>	<b>Total expenses</b>	<b>45,425</b>	<b>47,427</b>
<b>10,229</b>	<b>Surplus/(deficit) before taxation</b>	<b>9,309</b>	<b>8,337</b>
170	Income tax	479	233
<b>10,059</b>	<b>Surplus/(deficit) after taxation</b>	<b>8,830</b>	<b>8,104</b>
	<b>Other comprehensive revenue</b>		
15,632	Gain/(loss) on infrastructure revaluation	16,693	16,354
15,632	Total other comprehensive revenue	16,693	16,354
<b>25,691</b>	<b>Total comprehensive revenue and expense</b>	<b>25,523</b>	<b>24,458</b>

- Revenue from metered water supplies was included as rates revenue in the 2013/14 Annual Plan. The accounting treatment in the 2014/15 Annual Plan now includes revenue from metered water supplies as "other revenue" and the comparative figures have been amended to reflect this change.
- The net gain on sale of commercial property was shown as a separate line item in the LTP. The accounting treatment in the Annual Plan now includes proceeds from sales as revenue and the cost of the sales as expenditure.

## Prospective Statement of Changes in Net Assets/Equity

For the year ended 30 June 2015

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
607,027	Equity at the beginning of the year	640,091	641,060
<u>25,691</u>	Total comprehensive revenue and expense	<u>25,523</u>	<u>24,458</u>
<b><u>632,718</u></b>	<b>Balance at 30 June</b>	<b><u>665,614</u></b>	<b><u>665,518</u></b>

# Prospective Statement of Financial Position

As at 30 June 2015

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
<b>Assets</b>			
<b>Current assets</b>			
13,874	Cash and cash equivalents	4,121	11,085
-	Other financial assets <sup>1</sup>	5,951	-
3,567	Recoverables from exchange transactions	3,787	2,075
2,918	Receivables from non-exchange transactions	3,048	1,698
56	Inventories	62	31
6,259	Local Authority stocks and bonds	5,826	7,383
480	Property inventory	450	450
27,154	Total current assets	23,245	22,722
<b>Non current assets</b>			
1,000	Recoverables from exchange transactions	-	-
9	Receivables from non-exchange transactions	5	-
	Other financial assets		
4,500	- investment in CCOs and similar entities	4,500	2,528
566	- investment in other entities	696	513
-	Investment in associate	30	-
4,398	Property inventory	3,699	3,482
45,035	Investment properties	35,739	48,173
6,446	Biological assets - forestry	7,674	8,976
569	Intangible assets - software	603	695
72,191	Operational assets	80,497	85,597
542,142	Infrastructural assets	579,085	563,335
676,856	Total non current assets	712,528	713,299
<b>704,010</b>	<b>Total assets</b>	<b>735,773</b>	<b>736,021</b>
<b>Liabilities and equity</b>			
<b>Current liabilities</b>			
5,883	Trade and other payables	6,230	4,322
2,172	Borrowings	2,116	4,358
862	Employee benefit liabilities	941	750
15	Landfill closure liability	15	15
8,932	Total current liabilities	9,302	9,445
<b>Non current liabilities</b>			
60,773	Borrowings	59,731	60,179
1,077	Derivative financial instruments	655	395
392	Employee benefit liabilities	363	374
118	Landfill closure liability	108	110
62,360	Total non current liabilities	60,857	61,058
632,718	<b>Total equity</b>	665,614	665,518
<b>704,010</b>	<b>Total liabilities and equity</b>	<b>735,773</b>	<b>736,021</b>

- Other financial assets include term deposits greater than 90 days. These deposits were included in cash and other equivalents in the 2013/14 Annual Plan and the Long Term Plan 2012-22.

## Prospective Cash Flow Statement

For the year ended 30 June 2015

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
<b>Cash flows from operating activities</b>			
44,021	Receipts from customers	45,387	48,066
889	Interest revenue	1,312	773
561	Dividends received	675	583
3,000	Sale of Ashburton Business Park	2,500	3,087
255	Sale of Albert Street subdivision	230	262
342	Sale of Lake Hood subdivision	450	350
(28,566)	Payments to suppliers and employees	(28,724)	(28,076)
(2,938)	Interest expense	(3,976)	(3,744)
-	Tax	(479)	(170)
<u>17,564</u>	<i>Net cash flow from operating activities</i>	<u>17,375</u>	<u>21,131</u>
<b>Cash flows from investing activities</b>			
50	Sale of other property, plant and equipment	50	52
(19,441)	Purchase of operational assets	(21,652)	(17,932)
(12,459)	Purchase of infrastructural assets	(16,602)	(12,064)
<u>(31,850)</u>	<i>Net cash flow from investing activities</i>	<u>(38,204)</u>	<u>(29,944)</u>
<b>Cash flows from financing activities</b>			
16,283	Loans raised	12,902	15,165
(4,075)	Loan repayments	(1,606)	(3,062)
<u>12,208</u>	<i>Net cash flow from financing activities</i>	<u>11,296</u>	<u>12,103</u>
<b>(2,078)</b>	<b>Net increase/(decrease) in cash held</b>	<b>(9,533)</b>	<b>3,290</b>
7,622	Opening cash resources	13,654	5,544
<u><b>5,544</b></u>	<b>Closing cash resources</b>	<u><b>4,121</b></u>	<u><b>8,834</b></u>

## Reconciliation of activity financial projections and statement of comprehensive revenue and expense

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
	<b>Revenue</b>		
8,272	General rates	9,530	9,827
18,336	Targeted rates	19,270	19,200
5,166	Subsidies	4,912	5,162
3,259	Development and/or financial contributions	540	1,450
1,746	Vested assets	2,957	1,881
1,269	Gain in fair value of investment properties	1,007	1,358
182	Gain in fair value of forestry	216	253
-	Gain on sale of commercial property	-	3,326
18,224	Other revenue	19,254	15,591
<b>56,454</b>	<b>Revenue per cost of service statements</b>	<b>57,686</b>	<b>58,048</b>
(2,510)	Internal revenue and interest	(2,952)	(2,284)
<b>53,944</b>	<b>Revenue per statement of comprehensive revenue and expense</b>	<b>54,734</b>	<b>55,764</b>
	<b>Expenditure</b>		
11,307	Transportation	11,255	11,489
4,257	Drinking water	4,193	4,640
4,341	Wastewater	4,394	4,509
766	Stormwater	842	856
3,933	Refuse and recycling	4,254	4,101
3,399	Recreation and leisure	4,985	6,404
2,058	Community facilities and support	2,237	2,076
6,122	Economic development	6,633	5,805
3,178	Parks and open space	3,276	3,302
1,804	Democracy and governance	1,683	1,746
4,814	Regulatory services	4,785	4,521
416	Miscellaneous	319	495
<b>46,395</b>	<b>Expenditure per cost of service statements</b>	<b>48,856</b>	<b>49,944</b>
(2,510)	Internal expenditure and interest	(2,952)	(2,284)
(170)	Income tax	(479)	(233)
<b>43,715</b>	<b>Expenditure per statement of comprehensive revenue and expense</b>	<b>45,425</b>	<b>47,427</b>
<b>10,229</b>	<b>Surplus/(deficit) before tax per statement of comprehensive revenue and expense</b>	<b>9,309</b>	<b>8,337</b>

# Reserve Funds

## Summary of Reserve Funds

The Council maintains reserve funds as a sub-part of its equity. The following presents a summary of total reserve funds and is followed by a breakdown into the various reserve fund types (that is, operating reserves, special funds and trust and bequest funds). A brief explanation is provided of the funds under each type and a table giving the opening balance, movements and closing balances.

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
37,174	Opening balance	34,972	18,469
31,019	Deposits to reserves	41,267	29,795
(33,658)	Withdrawals from reserves	(39,090)	(28,595)
<u>34,535</u>	Closing balance	<u>37,149</u>	<u>19,669</u>

## Operating Reserve Funds

These are reserve balances where activities are funded either by targeted rates or a combination of targeted rates and general rates. They hold a surplus or deficit balance from year to year, and the fund is only held for that specific activity. For example each water supply activity has its own reserve balance.

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
29,341	Opening operating reserves balance	27,884	10,467
29,989	Deposits to reserves	40,275	28,652
(32,362)	Withdrawals from reserves	(37,875)	(27,624)
<u>26,968</u>	Closing operating reserves balance	<u>30,284</u>	<u>11,495</u>

The following tables detail the budgeted movement for 2014/15 and are included in the summary of operating reserve funds table above.

### Wastewater reserves

Each wastewater scheme retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the scheme. Each individual reserve balance is only available for use by that scheme. All wastewater reserves are part of the wastewater activity.

Scheme	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton	1,734	8,076	(8,721)	1,089
Methven	220	434	(483)	171
Rakaia	206	285	(213)	278
	<u>2,160</u>	<u>8,795</u>	<u>(9,417)</u>	<u>1,538</u>



## Drinking water reserves

Each drinking water scheme retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the scheme. Each individual reserve balance is only available for use by that scheme. All drinking water reserves are part of the drinking water activity.

Scheme	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton	928	2,970	(2,963)	935
Methven	(193)	611	(611)	(193)
Rakaia	286	196	(124)	358
Fairton	8	61	(44)	25
Hakatere	(18)	66	(59)	(11)
Hinds	33	86	(71)	48
Mayfield	63	94	(87)	70
Chertsey	40	49	(54)	35
Methven/Springfield	6	512	(512)	6
Montalto	2	119	(86)	35
Mt Somers	(73)	93	(89)	(69)
Dromore	40	69	(54)	55
Winchmore	46	51	(38)	59
Lake Hood	79	468	(449)	98
Barrhill	22	17	(18)	21
	1,269	5,462	(5,259)	1,472

## Footpath reserves

Each footpath area (for which targeted rates are levied) retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each targeted rating area. Each individual reserve balance is only available for use by that rating area. All footpath reserves are part of the transportation activity.

Rating area	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton	404	985	(689)	700
Methven	(16)	193	(172)	5
Rakaia	(173)	125	(47)	(95)
Rural	(95)	82	(68)	(81)
	120	1,385	(976)	529

## Memorial hall reserves

Each memorial hall retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each memorial hall. Each individual reserve balance is only available for use by that memorial hall. All memorial hall reserves are part of the community facilities activity.

Location	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Laghmor/Westerfield	29	2	(1)	30
Mayfield	31	5	(2)	34
Mt Hutt	(36)	12	(1)	(25)
Rakaia	4	7	(3)	8
Tinwald	(2)	13	(10)	1
	26	39	(17)	48

## Reserve board reserves

Each reserve board retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each reserve board. Each individual reserve balance is only available for use by that reserve board. All reserve board reserves are part of the community facilities activity.

Location	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Alford Forest	3	2	(1)	4
Chertsey	6	1	(1)	6
Dorie	1	1	(1)	1
Ealing	13	2	(1)	14
Ashburton Forks	4	1	(1)	4
Highbank	15	1	-	16
Hinds	5	1	(2)	4
Lynnford	(1)	-	-	(1)
Maronon	1	1	-	2
Mayfield	(8)	2	(2)	(8)
Methven	7	8	(10)	5
Mt Somers	23	38	(37)	24
Pendarves	-	-	-	-
Rakaia	139	20	(16)	143
Ruapuna	2	6	(4)	4
Seafield	3	-	-	3
Tinwald	313	350	(278)	385
	526	434	(354)	606

## Parks and beautification reserves

Each beautification area (for which targeted rates are levied) retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each targeted rating area. Each individual reserve balance is only available for use by that rating area. All parks and beautification reserves are part of the parks and open spaces activity.

Beautification area	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton Domain Gardens	(276)	672	(672)	(276)
Baring Square East	95	60	(57)	98
Baring Square West	31	37	(34)	34
Ashburton Town Centre	302	272	(271)	303
Methven	99	136	(136)	99
Rakaia	(28)	75	(67)	(20)
Ashburton Urban	-	329	(324)	5
Rural	73	54	(35)	92
State Highway 1	80	64	(64)	80
Neighbourhood grounds	(97)	197	(197)	(97)
Ashburton domain sportsgrounds	(131)	134	(97)	(94)
Other sports fields	130	109	(90)	149
Ashburton Business Estate	(29)	110	(110)	(29)
	249	2,249	(2,154)	344

## Refuse collection reserves

Each refuse collection area (for which targeted rates are levied) retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each targeted rating area. Each individual reserve balance is only available for use by that rating area. All refuse collection reserves are part of the refuse and recycling activity.

Rating area	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton	430	1,054	(1,050)	434
Methven	(31)	181	(182)	(32)
Rakaia	(32)	98	(95)	(29)
Hinds	1	14	(15)	-
Mt Somers	(16)	10	(9)	(15)
Mayfield	(5)	7	(9)	(7)
	347	1,364	(1,360)	351

## Stormwater reserves

Each stormwater area (for which targeted rates are levied) retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each targeted rating area. Each individual reserve balance is only available for use by that rating area. All stormwater reserves are part of the stormwater activity.

Rating area	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Ashburton	(733)	2,724	(2,724)	(733)
Methven	62	141	(140)	63
Rakaia	82	14	(8)	88
Hinds	13	2	(2)	13
Rural	8	-	-	8
	(568)	2,881	(2,874)	(561)

## Other operating reserves

Operating reserves also include the following:

- Stockwater reserve - stockwater retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the schemes. The reserve balance is only available for stockwater expenditure. The stockwater reserve is part of the economic development activity.
- Forestry reserve – the net surplus from the Council’s forestry operations are held in this reserve. Each year a transfer from this reserve is made to offset the general rate and uniform annual general charge. The forestry reserve is part of the economic development activity.
- Dividend account – the proceeds from the sale of the Council’s Lyttelton Port Company Ltd shareholding some years ago. The balance is not restricted in its use and can be used for purposes approved by Council. The dividend account is part of the miscellaneous activity.
- Property reserve – there are two property reserves, one that holds the proceeds of any property sales (and which property purchases are funded) and a reserve from which income and expenditure from the Council’s airport operation are retained. Both property reserves are part of the economic development activity.
- Youth council reserve – the council provides funds to support the activities of the youth council. These funds are retained in a separate reserve, the balance of which is only available for this activity. The youth council reserve is part of the democracy and governance activity.
- Library reserve – the net annual surplus or deficit (including capital income and expenditure) of the district’s libraries are retained in this reserve. The balance is only available for the library activity. The library reserve is part of the community recreation and leisure activity.

- Rural fire reserve – the rural fire activity (for which targeted rates are levied) retains its own annual surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of each targeted rating area. The balance is only available for use by that activity. The rural fire reserve is part of the community facilities and support activity.
- Parking reserve – Council’s parking enforcement activity retains its own surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the activity. The balance is able to be used for provision of parking facilities and other purposes detailed in Council’s “Use of Parking Revenue and Accounts Fund Policy”. The parking reserve is part of the regulatory services activity.
- Festive lighting reserve – this reserve is funded from rates and contributions. The reserve retains its own surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the activity. The balance is only available for use by that activity. The festive lighting reserve is part of the parks and open spaces activity.
- Animal control reserve – Council’s animal control enforcement activity retains its own surplus or deficit (including capital income and expenditure) which accumulates over the lifetime of the activity. The balance is only available for use by that activity. The animal control reserve is part of the regulatory services activity.
- Elderly person housing reserve – Council provides elderly persons units for rent. The activity is required to be self-funding with no rate input. The annual surplus or deficit (including capital income and expenditure) is retained in this reserve. The balance can only be used for this activity. The elderly person housing reserve is part of the community facilities and support activity.
- Road safety reserve – Council undertake road safety that is funded by rates and the NZTA subsidy. The reserve retains the activity’s surplus/deficit (including capital income and expenditure) which accumulates over the lifetime of the activity. The balance is only available for use by that activity. The road safety reserve is part of the transportation activity.
- Arts and culture reserve – the arts and culture activity retains the activity’s surplus/deficit (including capital income and expenditure) which accumulates over the lifetime of the activity. The balance is only available for use by that activity. The arts and culture reserve is part of the community recreation and leisure activity.

	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Stockwater	(411)	1,276	(1,078)	(213)
Forestry	730	1,652	(1,711)	671
Dividend account	12,094	1,259	(1,259)	12,094
Property	8,982	8,511	(6,469)	11,024
Airport	(159)	30	(33)	(162)
Youth Council	12	19	(19)	12
Library	144	1,201	(1,294)	51
Emergency management	109	539	(623)	25
Parking	1,784	606	(337)	2,053
Festive lighting	63	11	(7)	67
Animal control	287	404	(519)	172
Elderly persons housing	389	502	(409)	482
Road safety	(83)	120	(120)	(83)
Arts and culture	(186)	1,536	(1,586)	(236)
	<u>23,755</u>	<u>17,666</u>	<u>(15,464)</u>	<u>25,957</u>
<b>Total operating reserves</b>	<b><u>27,884</u></b>	<b><u>40,275</u></b>	<b><u>(37,875)</u></b>	<b><u>30,284</u></b>

## Special Funds

Special funds have been set up for specific purposes. Their use is restricted to the purpose for which they were set up. They retain their surplus or deficit but are used to meet the costs that comply with their purpose. Many of these funds were inherited from Ashburton County and Ashburton Borough Councils' at the time of amalgamation in 1989. These funds are included in the Miscellaneous activity.

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
7,813	Opening special funds balance	7,014	7,981
1,030	Deposits to reserves	992	1,142
(1,296)	Withdrawals from reserves	(1,215)	(971)
<u>7,547</u>	Closing special funds balance	<u>6,791</u>	<u>8,152</u>

Special funds include the following reserves:

- Roading bridges reserve – to fund the costs associated with maintaining or upgrading Council bridges.
- Road reserves – to meet the costs of maintaining roads in the District.
- Arts Centre improvement reserve – to assist in the provision of art gallery and museum services.
- Historical acquisition reserve – to assist the museum in purchasing items or improving its service.
- Town centre beautification reserve – to meet development costs incurred in the upgrade of the Ashburton town centre.
- Access Trust reserve – this fund was set up with money received from government employment assistance in past years and is used to fund projects that are similar in purpose to those Access programmes of the past.
- Reserve contributions reserve – this reserve is funded from financial contributions levied on subdivisions under the Resource Management Act. Its use is governed by the Act.
- Plant renewal reserve – purchases of new vehicles and equipment are made from this reserve. It is funded through depreciation charges on those items.
- Disaster insurance reserve – Council retains a cash reserve as part of its insurance provisions. This reserve along with its normal insurances and LAPP insurance should ensure that the Government meets its contribution towards any major disaster. This fund meets the annual cost of Council's membership of LAPP.
- Capital services reserve – community development contributions are reflected in this account and are applied when required for the purpose the contribution was initially taken.
- Contingency reserve – a fund set up to meet unforeseen expenditure of any nature.

The following table details the budgeted movement for 2014/15 and is included in the summary of special funds table above.

Special fund	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
Roading Bridges	176	5	-	181
Road	401	12	(267)	146
Arts centre improvement	68	2	-	70
Historial acquisition	15	-	-	15
Town centre beautification	208	5	-	213
Heritage grant funding	42	1	-	43
Access Trust	35	-	-	35
Reserve contributions	2,476	251	(194)	2,533
Plant renewal	695	350	(477)	568
Disaster insurance	2,583	77	(75)	2,585
Capital services	299	289	(202)	386
Contingency	16	-	-	16
Total special funds	7,014	992	(1,215)	6,791

## Trust and Bequest Funds

This fund is subject to specific conditions accepted as binding by the Council, such as bequests or operations in trust under specific Acts, and which may not be revised by the Council without reference to the courts or a third party. Transfers from these reserves may only be made for certain specified purposes or when certain specific conditions are met.

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
20	Opening balance	74	21
1	Deposits to reserves	-	1
(1)	Withdrawals from reserves	-	-
20	Closing balance	74	22

Council took up a loan to buy shares in Ashburton Contracting Limited when the company was first established. Each year a principal repayment is made to the sinking fund reserve and held here until the term of the loan matures and a principal payment can be made.

The trust fund is for a bequest to Council to maintain the John Grigg statue in Baring Square West and educational grants.

The following table details budgeted movements for each fund.

	Forecast balance 1-Jul-14 (\$000)	Deposits to funds (\$000)	Withdrawals from funds (\$000)	Annual Plan balance 30-Jun-15 (\$000)
ACL sinking fund	55	-	-	55
John Grigg statue trust fund	19	-	-	19
Total sinking and trust funds	74	-	-	74

# ***Funding Impact Statements***

The purpose of the Funding Impact Statements is to show the revenue and financing mechanisms that Council uses to cover its estimated expenses.

The funding and rating mechanisms used by Council are contained in the Revenue and Financing Policy in the Long Term Plan 2012 - 22 (Vol.2, Part 8, pg.348) or online on Council's website [www.ashburtondc.govt.nz](http://www.ashburtondc.govt.nz) . The total of the revenue sources expected are shown in the Prospective Financial Statements and information is also shown in each significant activity

The Funding Impact Statements have been prepared in accordance with Part 1, Clause 13 of Schedule 10 of the Local Government Act, 2002.

Council will use a mix of revenue sources to meet operating expenses, with major sources being general rates, dividends, and fees and charges. Revenue from targeted rates is applied to specific activities.



# Funding Impact Statement - Council Summary

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
	<b>Operating funding</b>		
	<i>Sources of operating funding</i>		
8,272	General rates, UAGC*, rates penalties	9,711	9,827
18,335	Targeted rates	19,270	19,200
1,863	Subsidies and grants for operating purposes	1,802	1,221
4,821	Fees, charges and rates for water supply	5,087	4,829
10,889	Petrol tax, fines, infringement fees, other receipts	11,029	8,473
<u>44,180</u>	<b>Total sources of operating funding</b>	<u>46,899</u>	<u>43,550</u>
	<i>Applications of operating funding</i>		
29,805	Payments to staff and suppliers	30,109	31,096
3,110	Finance costs	3,976	4,114
182	Other operating funding applications	495	254
<u>33,097</u>	<b>Total applications of operating funding</b>	<u>34,580</u>	<u>35,464</u>
<u><b>11,083</b></u>	<b>Surplus/(deficit) of operating funding</b>	<u><b>12,319</b></u>	<u><b>8,086</b></u>
	* Uniform Annual General Charges		
	<b>Capital funding</b>		
	<i>Sources of capital funding</i>		
3,308	Subsidies and grants for capital expenditure	3,115	3,946
3,259	Development and/or financial contributions	540	1,450
17,247	Increase/(decrease) in debt	20,166	(3,303)
-	Gross proceeds from sale of assets	-	3,806
<u>23,814</u>	<b>Total sources of capital funding</b>	<u>23,821</u>	<u>5,899</u>
	<i>Applications of capital funding</i>		
	Capital expenditure		
3,882	- to meet additional demand	1,786	698
24,124	- to improve the level of service	26,659	3,970
8,916	- to replace existing assets	9,809	11,016
(2,025)	Increase/(decrease) in reserves	(2,114)	(1,699)
-	Increase/(decrease) in investments	-	-
<u>34,897</u>	<b>Total application of capital funding</b>	<u>36,140</u>	<u>13,985</u>
<u><b>(11,083)</b></u>	<b>Surplus/(deficit) of capital funding</b>	<u><b>(12,319)</b></u>	<u><b>(8,086)</b></u>
<u><b>-</b></u>	<b>FUNDING BALANCE</b>	<u><b>-</b></u>	<u><b>-</b></u>

# Reconciliation of Statement of Comprehensive Revenue and Expense to Council Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)
44,180	<b>Total sources of operating funding per FIS</b>	46,899	43,550
	<i>plus capital funding sources treated as income</i>		
3,308	Subsidies and grants for capital expenditure	3,115	3,946
3,259	Development and/or financial contributions	540	1,450
	<i>plus income not treated as funding sources</i>		
1,746	Vested assets	2,957	1,881
1,269	Gain in fair value of investment properties	1,007	1,358
182	Gain in fair value of forestry	216	253
-	Gain on sale of commercial property	-	3,326
<b>53,944</b>	<b>Revenue per statement of comprehensive revenue and expense</b>	<b>54,734</b>	<b>55,764</b>
	<b>Total applications of operating funding per FIS</b>		
33,097		34,580	35,464
	<i>plus expenditure not treated as funding applications</i>		
10,788	Depreciation	11,324	12,196
	<i>less funding applications not treated as expenditure</i>		
(170)	Income tax	(479)	(233)
<b>43,715</b>	<b>Expenditure per statement of comprehensive revenue and expense</b>	<b>45,425</b>	<b>47,427</b>
<b>10,229</b>	<b>Surplus/(deficit) before tax per statement of comprehensive revenue and expense</b>	<b>9,309</b>	<b>8,337</b>

The depreciation in the Council funding impact statement does not include depreciation incurred in internal activities of Council (overhead departments). Costs of these overhead departments are allocated across all activities of Council but are not specifically identified by their components, such as depreciation costs. The statement of comprehensive revenue and expense does include all depreciation, including overhead departments.

## Transportation Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
267	General rates, UAGC*, rates penalties	380	256	124
6,773	Targeted rates	7,244	6,759	485
1,768	Subsidies and grants for operating purposes	1,729	1,168	561
8	Fees, charges and rates for water supply	8	8	-
56	Internal charges and overheads recovered	-	-	-
483	Petrol tax, fines, infringement fees, other receipts	501	508	(7)
9,355	<b>Total sources of operating funding</b>	9,862	8,699	1,163
<i>Applications of operating funding</i>				
4,614	Payments to staff and suppliers	4,446	4,843	(397)
7	Finance costs	-	7	(7)
138	Internal charges and overheads applied	69	72	(3)
-	Other operating funding applications	-	-	-
4,759	<b>Total applications of operating funding</b>	4,515	4,922	(407)
<b>4,596</b>	<b>Surplus/(deficit) of operating funding</b>	<b>5,347</b>	<b>3,777</b>	<b>1,570</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
3,308	Subsidies and grants for capital expenditure	3,115	3,946	(831)
52	Development and/or financial contributions	52	57	(5)
(114)	Increase/(decrease) in debt	(117)	(117)	-
-	Gross proceeds from sale of assets	-	-	-
3,246	<b>Total sources of capital funding</b>	3,050	3,886	(836)
<i>Applications of capital funding</i>				
Capital expenditure				
406	- to meet additional demand	1,395	202	1,193
656	- to improve the level of service	420	642	(222)
6,538	- to replace existing assets	6,439	6,847	(408)
242	Increase/(decrease) in reserves	143	(28)	171
-	Increase/(decrease) in investments	-	-	-
7,842	<b>Total application of capital funding</b>	8,397	7,663	734
<b>(4,596)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(5,347)</b>	<b>(3,777)</b>	<b>(1,570)</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Reconciliation to activity operating statement

4,596	Surplus/(deficit) of operating funding	5,347	3,777	1,570
3,360	plus capital operating revenue	3,167	4,003	(836)
566	plus vested assets	555	617	(62)
(267)	less funding from general rates	(380)	(256)	(124)
(6,548)	less depreciation	(6,739)	(6,566)	(173)
1,707	Net operating surplus/(deficit) per activity statement	1,950	1,575	375

## Drinking Water Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i><b>Sources of operating funding</b></i>				
28	General rates, UAGC*, rates penalties	-	-	-
3,873	Targeted rates	3,842	4,216	(374)
-	Subsidies and grants for operating purposes	-	-	-
184	Fees, charges and rates for water supply	190	189	1
-	Internal charges and overheads recovered	-	-	-
149	Petrol tax, fines, infringement fees, other receipts	121	123	(2)
4,234	<b>Total sources of operating funding</b>	4,153	4,528	(375)
<i><b>Applications of operating funding</b></i>				
2,218	Payments to staff and suppliers	2,185	2,523	(338)
143	Finance costs	107	273	(166)
573	Internal charges and overheads applied	524	393	131
-	Other operating funding applications	-	-	-
2,934	<b>Total applications of operating funding</b>	2,816	3,189	(373)
<b>1,300</b>	<b>Surplus/(deficit) of operating funding</b>	<b>1,337</b>	<b>1,339</b>	<b>(2)</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i><b>Sources of capital funding</b></i>				
-	Subsidies and grants for capital expenditure	-	-	-
85	Development and/or financial contributions	100	81	19
(244)	Increase/(decrease) in debt	17	7	10
-	Gross proceeds from sale of assets	-	-	-
(159)	<b>Total sources of capital funding</b>	117	88	29
<i><b>Applications of capital funding</b></i>				
Capital expenditure				
-	- to meet additional demand	(374)	-	(374)
155	- to improve the level of service	809	448	361
979	- to replace existing assets	846	872	(26)
7	Increase/(decrease) in reserves	173	107	66
-	Increase/(decrease) in investments	-	-	-
1,141	<b>Total application of capital funding</b>	1,454	1,427	27
<b>(1,300)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(1,337)</b>	<b>(1,339)</b>	<b>2</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Reconciliation to activity operating statement

1,300	Surplus/(deficit) of operating funding	1,337	1,339	(2)
85	plus capital operating revenue	100	81	19
246	plus vested assets	798	422	376
(28)	less funding from general rates	-	-	-
(1,322)	less depreciation	(1,376)	(1,450)	74
281	Net operating surplus/(deficit) per activity statement	859	392	467

## Wastewater Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
-	General rates, UAGC*, rates penalties	-	-	-
3,859	Targeted rates	4,110	4,267	(157)
-	Subsidies and grants for operating purposes	-	-	-
43	Fees, charges and rates for water supply	43	50	(7)
-	Internal charges and overheads recovered	-	-	-
464	Petrol tax, fines, infringement fees, other receipts	447	334	113
<b>4,366</b>	<b>Total sources of operating funding</b>	<b>4,600</b>	<b>4,651</b>	<b>(51)</b>
<i>Applications of operating funding</i>				
1,708	Payments to staff and suppliers	1,707	1,957	(250)
909	Finance costs	1,017	945	72
261	Internal charges and overheads applied	230	65	165
-	Other operating funding applications	-	-	-
<b>2,878</b>	<b>Total applications of operating funding</b>	<b>2,954</b>	<b>2,967</b>	<b>(13)</b>
<b>1,488</b>	<b>Surplus/(deficit) of operating funding</b>	<b>1,646</b>	<b>1,684</b>	<b>(38)</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
186	Development and/or financial contributions	212	192	20
911	Increase/(decrease) in debt	2,730	328	2,402
-	Gross proceeds from sale of assets	-	-	-
<b>1,097</b>	<b>Total sources of capital funding</b>	<b>2,942</b>	<b>520</b>	<b>2,422</b>
<i>Applications of capital funding</i>				
Capital expenditure				
429	- to meet additional demand	-	-	-
1,445	- to improve the level of service	3,040	-	3,040
724	- to replace existing assets	2,202	2,276	(74)
(13)	Increase/(decrease) in reserves	(654)	(72)	(582)
-	Increase/(decrease) in investments	-	-	-
<b>2,585</b>	<b>Total application of capital funding</b>	<b>4,588</b>	<b>2,204</b>	<b>2,384</b>
<b>(1,488)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(1,646)</b>	<b>(1,684)</b>	<b>38</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
1,488	Surplus/(deficit) of operating funding	1,646	1,684	(38)
186	plus capital operating revenue	212	192	20
619	plus vested assets	820	574	246
-	less funding from general rates	-	-	-
(1,463)	less depreciation	(1,441)	(1,542)	101
<b>830</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>1,237</b>	<b>908</b>	<b>329</b>

## Stormwater Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i><b>Sources of operating funding</b></i>				
89	General rates, UAGC*, rates penalties	80	83	(3)
797	Targeted rates	721	750	(29)
-	Subsidies and grants for operating purposes	-	-	-
2	Fees, charges and rates for water supply	2	2	-
6	Internal charges and overheads recovered	6	-	6
45	Petrol tax, fines, infringement fees, other receipts	22	58	(36)
939	<b>Total sources of operating funding</b>	831	893	(62)
<i><b>Applications of operating funding</b></i>				
303	Payments to staff and suppliers	351	320	31
60	Finance costs	73	98	(25)
111	Internal charges and overheads applied	97	101	(4)
-	Other operating funding applications	-	-	-
474	<b>Total applications of operating funding</b>	521	519	2
465	<b>Surplus/(deficit) of operating funding</b>	310	374	(64)
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i><b>Sources of capital funding</b></i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	-	-
(96)	Increase/(decrease) in debt	1,176	426	750
-	Gross proceeds from sale of assets	-	-	-
(96)	<b>Total sources of capital funding</b>	1,176	426	750
<i><b>Applications of capital funding</b></i>				
Capital expenditure				
62	- to meet additional demand	-	-	-
758	- to improve the level of service	1,490	535	955
-	- to replace existing assets	-	-	-
(451)	Increase/(decrease) in reserves	(4)	265	(269)
-	Increase/(decrease) in investments	-	-	-
369	<b>Total application of capital funding</b>	1,486	800	686
(465)	<b>Surplus/(deficit) of capital funding</b>	(310)	(374)	64
-	<b>FUNDING BALANCE</b>	-	-	-
<b>Reconciliation to activity operating statement</b>				
465	Surplus/(deficit) of operating funding	310	374	(64)
-	plus capital operating revenue	-	-	-
315	plus vested assets	784	268	516
(89)	less funding from general rates	(80)	(83)	3
(292)	less depreciation	(321)	(338)	17
399	<b>Net operating surplus/(deficit) per activity statement</b>	693	221	472

## Refuse and Recycling Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
964	General rates, UAGC*, rates penalties	881	1,023	(142)
475	Targeted rates	755	595	160
-	Subsidies and grants for operating purposes	-	-	-
1,337	Fees, charges and rates for water supply	1,419	1,362	57
396	Internal charges and overheads recovered	396	426	(30)
761	Petrol tax, fines, infringement fees, other receipts	809	637	172
<b>3,933</b>	<b>Total sources of operating funding</b>	<b>4,260</b>	<b>4,043</b>	<b>217</b>
<i>Applications of operating funding</i>				
3,432	Payments to staff and suppliers	3,747	3,544	203
-	Finance costs	-	20	(20)
396	Internal charges and overheads applied	398	426	(28)
-	Other operating funding applications	-	-	-
<b>3,828</b>	<b>Total applications of operating funding</b>	<b>4,145</b>	<b>3,990</b>	<b>155</b>
<b>105</b>	<b>Surplus/(deficit) of operating funding</b>	<b>115</b>	<b>53</b>	<b>62</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	109	(109)
-	Increase/(decrease) in debt	(6)	(14)	8
-	Gross proceeds from sale of assets	-	-	-
<b>-</b>	<b>Total sources of capital funding</b>	<b>(6)</b>	<b>95</b>	<b>(101)</b>
<i>Applications of capital funding</i>				
Capital expenditure				
4	- to meet additional demand	-	4	(4)
57	- to improve the level of service	66	54	12
17	- to replace existing assets	15	14	1
27	Increase/(decrease) in reserves	28	76	(48)
-	Increase/(decrease) in investments	-	-	-
<b>105</b>	<b>Total application of capital funding</b>	<b>109</b>	<b>148</b>	<b>(39)</b>
<b>(105)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(115)</b>	<b>(53)</b>	<b>(62)</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Reconciliation to activity operating statement

105	Surplus/(deficit) of operating funding	115	53	62
-	plus capital operating revenue	-	109	(109)
-	plus vested assets	-	-	-
(964)	less funding from general rates	(881)	(1,023)	142
(105)	less depreciation	(110)	(111)	1
<b>(964)</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>(876)</b>	<b>(972)</b>	<b>96</b>

## Recreation and Leisure Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i><b>Sources of operating funding</b></i>				
3,280	General rates, UAGC*, rates penalties	4,656	4,810	(154)
29	Targeted rates	29	29	-
-	Subsidies and grants for operating purposes	-	-	-
15	Fees, charges and rates for water supply	16	23	(7)
-	Internal charges and overheads recovered	-	-	-
143	Petrol tax, fines, infringement fees, other receipts	278	1,135	(857)
<b>3,467</b>	<i><b>Total sources of operating funding</b></i>	<b>4,979</b>	<b>5,997</b>	<b>(1,018)</b>
<i><b>Applications of operating funding</b></i>				
2,570	Payments to staff and suppliers	2,616	3,332	(716)
717	Finance costs	1,667	1,578	89
-	Internal charges and overheads applied	578	623	(45)
-	Other operating funding applications	-	-	-
<b>3,287</b>	<i><b>Total applications of operating funding</b></i>	<b>4,861</b>	<b>5,533</b>	<b>(672)</b>
<b>180</b>	<b>Surplus/(deficit) of operating funding</b>	<b>118</b>	<b>464</b>	<b>(346)</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i><b>Sources of capital funding</b></i>				
-	Subsidies and grants for capital expenditure	-	-	-
2,500	Development and/or financial contributions	-	416	(416)
14,090	Increase/(decrease) in debt	17,956	1,386	16,570
-	Gross proceeds from sale of assets	-	-	-
<b>16,590</b>	<i><b>Total sources of capital funding</b></i>	<b>17,956</b>	<b>1,802</b>	<b>16,154</b>
<i><b>Applications of capital funding</b></i>				
Capital expenditure				
2,446	- to meet additional demand	-	492	(492)
14,525	- to improve the level of service	18,284	1,966	16,318
-	- to replace existing assets	-	-	-
(201)	Increase/(decrease) in reserves	(210)	(192)	18
-	Increase/(decrease) in investments	-	-	-
<b>16,770</b>	<i><b>Total application of capital funding</b></i>	<b>18,074</b>	<b>2,266</b>	<b>15,808</b>
<b>(180)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(118)</b>	<b>(464)</b>	<b>346</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>

### Reconciliation to activity operating statement

180	Surplus/(deficit) of operating funding	118	464	(346)
2,500	plus capital operating revenue	-	416	(416)
-	plus vested assets	-	-	-
(3,280)	less funding from general rates	(4,656)	(4,810)	154
(112)	less depreciation	(124)	(870)	746
<b>(712)</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>(4,662)</b>	<b>(4,800)</b>	<b>138</b>



## Community Facilities and Support Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
986	General rates, UAGC*, rates penalties	1,050	986	64
394	Targeted rates	431	385	46
90	Subsidies and grants for operating purposes	68	48	20
2	Fees, charges and rates for water supply	2	2	-
-	Internal charges and overheads recovered	-	-	-
592	Petrol tax, fines, infringement fees, other receipts	638	594	44
<b>2,064</b>	<b>Total sources of operating funding</b>	<b>2,189</b>	<b>2,015</b>	<b>174</b>
<i>Applications of operating funding</i>				
1,454	Payments to staff and suppliers	1,837	1,677	160
-	Finance costs	-	-	-
300	Internal charges and overheads applied	107	73	34
-	Other operating funding applications	-	-	-
<b>1,754</b>	<b>Total applications of operating funding</b>	<b>1,944</b>	<b>1,750</b>	<b>194</b>
<b>310</b>	<b>Surplus/(deficit) of operating funding</b>	<b>245</b>	<b>265</b>	<b>(20)</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
280	Development and/or financial contributions	-	290	(290)
-	Increase/(decrease) in debt	-	-	-
-	Gross proceeds from sale of assets	-	-	-
<b>280</b>	<b>Total sources of capital funding</b>	<b>-</b>	<b>290</b>	<b>(290)</b>
<i>Applications of capital funding</i>				
Capital expenditure				
-	- to meet additional demand	-	-	-
100	- to improve the level of service	190	11	179
23	- to replace existing assets	12	43	(31)
467	Increase/(decrease) in reserves	43	501	(458)
-	Increase/(decrease) in investments	-	-	-
<b>590</b>	<b>Total application of capital funding</b>	<b>245</b>	<b>555</b>	<b>(310)</b>
<b>(310)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(245)</b>	<b>(265)</b>	<b>20</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
310	Surplus/(deficit) of operating funding	245	265	(20)
280	plus capital operating revenue	-	290	(290)
-	plus vested assets	-	-	-
(986)	less funding from general rates	(1,050)	(986)	(64)
(304)	less depreciation	(294)	(327)	33
<b>(700)</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>(1,099)</b>	<b>(758)</b>	<b>(341)</b>

## Economic Development Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
(579)	General rates, UAGC*, rates penalties	(668)	(316)	(352)
1,192	Targeted rates	1,171	1,215	(44)
-	Subsidies and grants for operating purposes	-	-	-
-	Fees, charges and rates for water supply	-	-	-
318	Internal charges and overheads recovered	637	694	(57)
6,369	Petrol tax, fines, infringement fees, other receipts	6,954	2,889	4,065
<b>7,300</b>	<b>Total sources of operating funding</b>	<b>8,094</b>	<b>4,482</b>	<b>3,612</b>
<i>Applications of operating funding</i>				
4,196	Payments to staff and suppliers	4,046	3,740	306
954	Finance costs	917	857	60
541	Internal charges and overheads applied	691	372	319
170	Other operating funding applications	479	233	246
<b>5,861</b>	<b>Total applications of operating funding</b>	<b>6,133</b>	<b>5,202</b>	<b>931</b>
<b>1,439</b>	<b>Surplus/(deficit) of operating funding</b>	<b>1,961</b>	<b>(720)</b>	<b>2,681</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	-	-
2,763	Increase/(decrease) in debt	(1,375)	(2,857)	1,482
-	Gross proceeds from sale of assets	-	3,806	(3,806)
<b>2,763</b>	<b>Total sources of capital funding</b>	<b>(1,375)</b>	<b>949</b>	<b>(2,324)</b>
<i>Applications of capital funding</i>				
Capital expenditure				
-	- to meet additional demand	-	-	-
5,649	- to improve the level of service	1,744	11	1,733
28	- to replace existing assets	66	63	3
(1,475)	Increase/(decrease) in reserves	(1,224)	155	(1,379)
-	Increase/(decrease) in investments	-	-	-
<b>4,202</b>	<b>Total application of capital funding</b>	<b>586</b>	<b>229</b>	<b>357</b>
<b>(1,439)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(1,961)</b>	<b>720</b>	<b>(2,681)</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
1,439	Surplus/(deficit) of operating funding	1,961	(720)	2,681
-	plus capital operating revenue	-	3,806	-
-	plus vested assets	-	-	-
1,269	plus gain/(loss) in fair value of forestry	1,007	1,358	(351)
182	plus gain/(loss) in fair value of forestry	216	253	(37)
	less cost of sale of commercial property	-	(480)	(3,326)
579	plus transfer to general rate reserve	668	316	352
(262)	less depreciation	(500)	(604)	104
<b>3,207</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>3,352</b>	<b>3,929</b>	<b>(577)</b>

## Parks and Open Space Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
1,334	General rates, UAGC*, rates penalties	1,463	1,448	15
876	Targeted rates	900	917	(17)
4	Subsidies and grants for operating purposes	4	4	-
404	Fees, charges and rates for water supply	410	399	11
168	Internal charges and overheads recovered	310	83	227
389	Petrol tax, fines, infringement fees, other receipts	241	348	(107)
<u>3,175</u>	<b>Total sources of operating funding</b>	<u>3,328</u>	<u>3,199</u>	<u>129</u>
<i>Applications of operating funding</i>				
2,735	Payments to staff and suppliers	2,807	2,862	(55)
1	Finance costs	1	4	(3)
69	Internal charges and overheads applied	57	62	(5)
-	Other operating funding applications	-	-	-
<u>2,805</u>	<b>Total applications of operating funding</b>	<u>2,865</u>	<u>2,928</u>	<u>(63)</u>
<u><b>370</b></u>	<b>Surplus/(deficit) of operating funding</b>	<u><b>463</b></u>	<u><b>271</b></u>	<u><b>192</b></u>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
156	Development and/or financial contributions	176	305	(129)
(39)	Increase/(decrease) in debt	(39)	(39)	-
-	Gross proceeds from sale of assets	-	-	-
<u>117</u>	<b>Total sources of capital funding</b>	<u>137</u>	<u>266</u>	<u>(129)</u>
<i>Applications of capital funding</i>				
Capital expenditure				
285	- to meet additional demand	165	-	165
235	- to improve the level of service	287	164	123
147	- to replace existing assets	69	70	(1)
(180)	Increase/(decrease) in reserves	79	303	(224)
-	Increase/(decrease) in investments	-	-	-
<u>487</u>	<b>Total application of capital funding</b>	<u>600</u>	<u>537</u>	<u>63</u>
<u><b>(370)</b></u>	<b>Surplus/(deficit) of capital funding</b>	<u><b>(463)</b></u>	<u><b>(271)</b></u>	<u><b>(192)</b></u>
<u><b>-</b></u>	<b>FUNDING BALANCE</b>	<u><b>-</b></u>	<u><b>-</b></u>	<u><b>-</b></u>
<b>Reconciliation to activity operating statement</b>				
370	Surplus/(deficit) of operating funding	463	271	192
156	plus capital operating revenue	176	305	(129)
-	plus vested assets	-	-	-
(1,334)	less funding from general rates	(1,463)	(1,448)	(15)
(374)	less depreciation	(411)	(374)	(37)
<u>(1,182)</u>	<b>Net operating surplus/(deficit) per activity statement</b>	<u>(1,235)</u>	<u>(1,246)</u>	<u>11</u>

## Democracy and Governance Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i><b>Sources of operating funding</b></i>				
1,647	General rates, UAGC*, rates penalties	1,499	1,658	(159)
67	Targeted rates	67	67	-
1	Subsidies and grants for operating purposes	1	1	-
-	Fees, charges and rates for water supply	-	-	-
-	Internal charges and overheads recovered	-	-	-
89	Petrol tax, fines, infringement fees, other receipts	116	19	97
<b>1,804</b>	<b>Total sources of operating funding</b>	<b>1,683</b>	<b>1,745</b>	<b>(62)</b>
<i><b>Applications of operating funding</b></i>				
1,804	Payments to staff and suppliers	1,683	1,745	(62)
-	Finance costs	-	-	-
-	Internal charges and overheads applied	-	-	-
-	Other operating funding applications	-	-	-
<b>1,804</b>	<b>Total applications of operating funding</b>	<b>1,683</b>	<b>1,745</b>	<b>(62)</b>
<b>-</b>	<b>Surplus/(deficit) of operating funding</b>	<b>-</b>	<b>-</b>	<b>-</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i><b>Sources of capital funding</b></i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	-	-
-	Increase/(decrease) in debt	-	-	-
-	Gross proceeds from sale of assets	-	-	-
<b>-</b>	<b>Total sources of capital funding</b>	<b>-</b>	<b>-</b>	<b>-</b>
<i><b>Applications of capital funding</b></i>				
Capital expenditure				
-	- to meet additional demand	-	-	-
-	- to improve the level of service	-	-	-
-	- to replace existing assets	-	-	-
-	Increase/(decrease) in reserves	-	-	-
-	Increase/(decrease) in investments	-	-	-
<b>-</b>	<b>Total application of capital funding</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>-</b>	<b>Surplus/(deficit) of capital funding</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
-	Surplus/(deficit) of operating funding	-	-	-
-	plus capital operating revenue	-	-	-
-	plus vested assets	-	-	-
(1,647)	less funding from general rates	(1,499)	(1,658)	159
-	less depreciation	-	-	-
<b>(1,647)</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>(1,499)</b>	<b>(1,658)</b>	<b>159</b>

## Regulatory Services Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i>Sources of operating funding</i>				
1,362	General rates, UAGC*, rates penalties	1,239	1,286	(47)
-	Targeted rates	-	-	-
-	Subsidies and grants for operating purposes	-	-	-
2,826	Fees, charges and rates for water supply	2,997	2,794	203
273	Internal charges and overheads recovered	327	-	327
683	Petrol tax, fines, infringement fees, other receipts	707	838	(131)
<b>5,144</b>	<b>Total sources of operating funding</b>	<b>5,270</b>	<b>4,918</b>	<b>352</b>
<i>Applications of operating funding</i>				
4,648	Payments to staff and suppliers	4,565	4,350	215
23	Finance costs	21	39	(18)
125	Internal charges and overheads applied	175	96	79
12	Other operating funding applications	16	21	(5)
<b>4,808</b>	<b>Total applications of operating funding</b>	<b>4,777</b>	<b>4,506</b>	<b>271</b>
<b>336</b>	<b>Surplus/(deficit) of operating funding</b>	<b>493</b>	<b>412</b>	<b>81</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i>Sources of capital funding</i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	-	-
6	Increase/(decrease) in debt	(176)	(225)	49
-	Gross proceeds from sale of assets	-	-	-
<b>6</b>	<b>Total sources of capital funding</b>	<b>(176)</b>	<b>(225)</b>	<b>49</b>
<i>Applications of capital funding</i>				
Capital expenditure				
-	- to meet additional demand	-	-	-
-	- to improve the level of service	-	-	-
-	- to replace existing assets	-	-	-
342	Increase/(decrease) in reserves	317	187	130
-	Increase/(decrease) in investments	-	-	-
<b>342</b>	<b>Total application of capital funding</b>	<b>317</b>	<b>187</b>	<b>130</b>
<b>(336)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(493)</b>	<b>(412)</b>	<b>(81)</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
336	Surplus/(deficit) of operating funding	493	412	81
-	plus capital operating revenue	-	-	-
-	plus vested assets	-	-	-
(1,362)	less funding from general rates	(1,239)	(1,286)	47
(6)	less depreciation	(8)	(15)	7
<b>(1,032)</b>	<b>Net operating surplus/(deficit) per activity statement</b>	<b>(754)</b>	<b>(889)</b>	<b>135</b>

## Miscellaneous Funding Impact Statement

Annual Plan 2013/14 (\$000)		Annual Plan 2014/15 (\$000)	LTP 2014/15 (\$000)	Variance increase/ (decrease)
<b>Operating Funding</b>				
<i><b>Sources of operating funding</b></i>				
(1,106)	General rates, UAGC*, rates penalties	(869)	(1,407)	538
-	Targeted rates	-	-	-
-	Subsidies and grants for operating purposes	-	-	-
-	Fees, charges and rates for water supply	-	-	-
1,296	Internal charges and overheads recovered	1,250	1,080	170
720	Petrol tax, fines, infringement fees, other receipts	222	990	(768)
910	<b>Total sources of operating funding</b>	603	663	(60)
<i><b>Applications of operating funding</b></i>				
120	Payments to staff and suppliers	146	202	(56)
296	Finance costs	173	293	(120)
-	Internal charges and overheads applied	-	-	-
-	Other operating funding applications	-	-	-
416	<b>Total applications of operating funding</b>	319	495	(176)
<b>494</b>	<b>Surplus/(deficit) of operating funding</b>	<b>284</b>	<b>168</b>	<b>116</b>
* Uniform Annual General Charges				
<b>Capital Funding</b>				
<i><b>Sources of capital funding</b></i>				
-	Subsidies and grants for capital expenditure	-	-	-
-	Development and/or financial contributions	-	-	-
(30)	Increase/(decrease) in debt	-	(3,030)	3,030
-	Gross proceeds from sale of assets	-	-	-
(30)	<b>Total sources of capital funding</b>	-	(3,030)	3,030
<i><b>Applications of capital funding</b></i>				
Capital expenditure				
250	- to meet additional demand	600	-	600
544	- to improve the level of service	329	139	190
460	- to replace existing assets	160	831	(671)
(790)	Increase/(decrease) in reserves	(805)	(3,832)	3,027
-	Increase/(decrease) in investments	-	-	-
464	<b>Total application of capital funding</b>	284	(2,862)	3,146
<b>(494)</b>	<b>Surplus/(deficit) of capital funding</b>	<b>(284)</b>	<b>(168)</b>	<b>(116)</b>
<b>-</b>	<b>FUNDING BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Reconciliation to activity operating statement</b>				
494	Surplus/(deficit) of operating funding	284	168	116
-	plus capital operating revenue	-	-	-
-	plus vested assets	-	-	-
1,106	less funding from general rates	1,050	1,407	(357)
-	less depreciation	-	-	-
1,600	<b>Net operating surplus/(deficit) per activity statement</b>	<b>1,334</b>	<b>1,575</b>	<b>(241)</b>

# ***Funding Impact Statement - Rating Policy and Schedule of Rates***

(All amounts are GST inclusive.)

## **Definitions**

In the following policy:

**Connected** means the rating unit is physically connected to the Council's supply scheme.

**Serviceable** means the rating unit is not connected but is able and / or entitled to be connected to the Council's supply scheme.

**Separately used or inhabited part of a rating unit** means any portion of a rating unit used or inhabited by any person, other than the ratepayer or member of the ratepayer's household, having a right to use or inhabit that portion by virtue of a tenancy, lease, licence or other agreement.

**Separate rateable unit** means where targeted rates and/or a uniform annual general charge is to be levied on each separately used or inhabited part of a rating unit, the following definitions will apply:

- Business rating unit includes a building or part of a building that is, or is intended to be, separately tenanted, leased or subleased for commercial purposes.
- Residential rating unit includes a building or part of a building that is, or is intended to be, or is able to be used as, an independent residence by any person(s) other than the ratepayer or member of the ratepayer's household, including apartments, flats, semi-detached or detached houses, units, town houses and baches.

**Business** means those rating units where there are any or all of the following:

- Business operations are carried out on the property
- Purpose-built buildings or modified premises for the purpose of carrying out business
- Resource consents relating to business activity
- Advertising business services on the property, or through media identifying the property as a place of business
- Property has a traffic flow greater than would be expected from a residential residence.

**Ashburton CBD (Inner)** means all properties used for business purposes within, or adjoining East Street, Havelock Street, Cass Street and Moore Street (as more particularly described by reference to the Ashburton District Council "Rating Areas Map Book" held by the Council).

**Ashburton CBD (Expanded)** means all properties used for business purposes within the area bounded within or adjoining Park Street, Havelock Street, East Street, Walnut Avenue, Cass Street, and Dobson Street (as more particularly described by reference to the Ashburton District Council "Rating Areas Map Book" held by the Council).

**Ashburton Business** means all properties within the urban area of Ashburton (as more particularly described by reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) used for business purposes

**Ashburton Residential** means all properties within the urban area of Ashburton (as more particularly described in reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) which are not categorised as Ashburton Business.

**Methven Residential** means all properties within the urban area of Methven (as more particularly described in reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) which are not categorised as Methven business.

**Methven Business** means all properties within the urban area of Methven (as more particularly described by reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) which are used for business purposes.

**Rakaia Business** means all properties within the urban area of Rakaia (as more particularly described by reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) which are used for business purposes.

**Rakaia Residential** means all properties within the urban area of Rakaia (as more particularly described in reference to the Ashburton District Council "Rating Areas Map Book" held by the Council) which are not categorised as Rakaia business.

*Note: The rationale determining how the rate is applied to various rating groups is contained in Council's Revenue & Funding Policy.*

**Rural** means properties that are not defined as part of the above rating areas.

## Rate Charges and examples

The Annual Plan proposes a number of rate increases in both the general and targeted rates. The average annual rates increase is around 7.2%. The increase in total rates revenue over the period is higher, but this is due to the expected increase in the district's population.

Approximately 41% of Council's total expenditure is funded by rates. The remainder of the expenditure is funded from other sources including government grants, user-pay charges, Council investment income and community funds.

Property development contributions also provide funds for new reserves, roads and footpaths, water and wastewater assets.

The following examples show how the proposed changes will affect properties in different areas. The examples show the proposed rate charges for 2014/2015 as well as giving actual rates for the previous year.

In the following examples the variables are used to demonstrate the potential impacts on rateable properties in different locations:

- Methven-Springfield, Montalto, Lyndhurst and Barrhill water supply rates are not included and are additional to the rates identified.
- Water metered charges are not included and are additional to the rates identified
- Wastewater pan charges are not included and are additional to the rates identified
- Stockwater rates are not included and are additional to the rates identified

### Ashburton - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	241,500	241,500
General Rate	92.10	95.30
UAGC	287.50	357.40
Roading Rate	133.80	136.60
Ashburton Residential Amenity Rate	62.20	84.40
Ashburton Urban Amenity Rate	120.50	108.60
Ashburton Water Supply Rate	172.20	169.90
Group Water Supply Rate	198.80	195.10
Ashburton Wastewater Rate	457.00	484.40
Ashburton Refuse Collection Rate	36.10	58.20
Ashburton Urban Community Pool Rate	2.10	2.10
	<b>1,562</b>	<b>1,692</b>

### Ashburton – commercial

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	1,040,000	1,040,000
General Rate	396.50	410.60
UAGC	287.50	357.40
Roading Rate	576.20	588.10
Ashburton Business Amenity Rate	1,568.0	1,835.40
Ashburton Urban Amenity Rate	519.00	467.80
Ashburton Water Supply Rate	172.20	169.90
Group Water Supply Rate	198.80	195.10
Ashburton Wastewater Rate	457.00	484.40
Ashburton Refuse Collection Rate	36.10	58.20
Ashburton Urban Community Pool Rate	2.10	2.10
	<b>4,214</b>	<b>4,569</b>

### Ashburton – commercial (Inner) CBD

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	1,040,000	1,040,000
General Rate	396.50	410.60
UAGC	287.50	357.40
Roading Rate	576.20	588.10
Ashburton Business Amenity Rate	1,568.0	1,835.40
Ashburton Urban Amenity Rate	519.00	467.80
Ashburton Water Supply Rate	172.20	169.90
Group Water Supply Rate	198.80	195.10
Ashburton Wastewater Rate	457.00	484.40
Ashburton Refuse Collection Rate	72.10	116.30
Ashburton Urban Community Pool Rate	2.10	2.10
Ashburton CBD (Inner) Footpath Cleaning Rate	426.80	410.40
Ashburton CBD (Expanded) Convenience Rate	239.50	301.90
	<b>4,916</b>	<b>5,339</b>

### Ashburton – commercial (Expanded) CBD

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	1,040,000	1,040,000
General Rate	396.50	410.60
UAGC	287.50	357.40
Roading Rate	576.20	588.10
Ashburton Business Amenity Rate	1,568.0	1,835.40
Ashburton Urban Amenity Rate	519.00	467.80
Ashburton Water Supply Rate	172.20	169.90
Group Water Supply Rate	198.80	195.10
Ashburton Wastewater Rate	457.00	484.40
Ashburton Refuse Collection Rate	36.10	58.20
Ashburton Urban Community Pool Rate	2.10	2.10
Ashburton CBD (Expanded) Convenience Rate	239.50	301.90
	<b>4,453</b>	<b>4,871</b>



### Methven - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	241,500	241,500
General Rate	92.10	95.30
UAGC	287.50	357.40
Roading Rate	133.80	136.60
Methven Residential Amenity Rate	131.60	137.60
Methven Amenity Rate	43.70	43.10
Methven Water Supply Rate	230.00	212.90
Group Water Supply Rate	198.80	195.10
Methven Wastewater Rate	276.40	287.70
Methven Refuse Collection Rate	74.40	121.80
Methven Community Board Rate	28.20	27.60
Methven Community UAC Rate	39.40	38.10
Methven Community Pool Rate	16.80	16.30
	<b>1,553</b>	<b>1,670</b>

### Rakaia – residential (lump sum paid)

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	239,200	239,200
General Rate	91.20	94.40
UAGC	287.50	357.40
Roading Rate	132.50	135.30
Rakaia Amenity Rate	234.00	251.80
Rakaia Water Supply Rate	158.50	151.10
Group Water Supply Rate	198.80	195.10
Rakaia Wastewater Rate	399.20	394.40
Rakaia Refuse Collection Rate	94.70	113.10
	<b>1,596</b>	<b>1,693</b>

### Rakaia – commercial (lump sum paid)

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	780,000	780,000
General Rate	297.40	307.90
UAGC	287.50	357.40
Roading Rate	432.10	441.10
Rakaia Business Amenity Rate	995.20	1,003.40
Rakaia Amenity Rate	763.00	821.10
Rakaia Water Supply Rate	158.50	151.10
Group Water Supply Rate	198.80	195.10
Rakaia Wastewater Rate	399.20	394.40
Rakaia Refuse Collection Rate	94.70	113.10
	<b>3,626</b>	<b>3,785</b>

### Cherstey - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	241,500	241,500
General Rate	92.10	95.30
UAGC	287.50	357.40
Roading Rate	133.80	136.60
Rural Amenity Rate	12.40	13.30
Chertsey Water Supply Rate	260.30	245.30
Group Water Supply Rate	198.80	195.10
	<b>985</b>	<b>1,043</b>

### Methven - commercial

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	780,000	780,000
General Rate	297.40	307.90
UAGC	287.50	357.40
Roading Rate	432.10	441.10
Methven Business Amenity Rate	1,715.40	1,881.60
Methven Amenity Rate	141.00	139.30
Methven Water Supply Rate	230.00	212.90
Group Water Supply Rate	198.80	195.10
Methven Wastewater Rate	276.40	287.70
Methven Refuse Collection Rate	74.40	121.80
Methven Community Board Rate	91.00	89.30
Methven Community UAC Rate	39.40	38.10
Methven Community Pool Rate	16.80	16.30
	<b>3,800</b>	<b>4,089</b>

### Rakaia – residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	239,200	239,200
General Rate	91.20	94.40
UAGC	287.50	357.40
Roading Rate	132.50	135.30
Rakaia Amenity Rate	234.00	251.80
Rakaia Water Supply Rate	158.50	151.10
Group Water Supply Rate	198.80	195.10
Rakaia Wastewater Rate	399.20	394.40
Rakaia Wastewater Loan Rate	248.40	210.80
Rakaia Refuse Collection Rate	94.70	113.10
	<b>1,845</b>	<b>1,903</b>

### Rakaia – commercial

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	780,000	780,000
General Rate	297.40	307.90
UAGC	287.50	357.40
Roading Rate	432.10	441.10
Rakaia Business Amenity Rate	995.20	1,003.00
Rakaia Amenity Rate	763.00	821.10
Rakaia Water Supply Rate	158.50	151.10
Group Water Supply Rate	198.80	195.10
Rakaia Wastewater Rate	399.20	394.40
Rakaia Wastewater Loan Rate	248.40	210.80
Rakaia Refuse Collection Rate	94.70	113.10
	<b>3,875</b>	<b>3,995</b>

### Dromore

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	7,280,000	7,280,000
General Rate	2,775.60	2,874.10
UAGC	287.50	357.40
Roading Rate	4,033.30	4,116.70
Rural Amenity Rate	373.10	399.80
Dromore Water Supply Rate	2,208.00	2,128.40
	<b>9,677</b>	<b>9,876</b>

#### Fairton – residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	230,000	230,000
General Rate	87.70	90.80
UAGC	287.50	357.40
Roading Rate	127.40	130.10
Rural Amenity Rate	11.80	12.60
Fairton Water Supply Rate	437.60	402.90
Group Water Supply Rate	198.80	195.10
	<b>1,151</b>	<b>1,189</b>

#### Hinds – residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	210,000	210,000
General Rate	80.10	82.90
UAGC	287.50	357.40
Roading Rate	116.30	118.80
Rural Amenity Rate	10.80	11.50
Hinds Amenity Rate	12.20	12.80
Hinds Water Supply Rate	276.00	258.90
Group Water Supply Rate	198.80	195.10
Hinds Refuse Collection Rate	61.70	95.60
	<b>1,043</b>	<b>1,133</b>

#### Mayfield - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	210,000	210,000
General Rate	80.10	82.90
UAGC	287.50	357.40
Roading Rate	116.30	118.80
Rural Amenity Rate	10.80	11.50
Mayfield Water Supply Rate	792.20	715.20
Group Water Supply Rate	198.80	195.10
Mayfield Refuse Collection Rate	61.20	95.60
	<b>1,547</b>	<b>1,577</b>

#### Rural

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	7,280,000	7,280,000
General Rate	2,775.60	2,874.10
UAGC	287.50	357.40
Roading Rate	4,033.30	4,116.70
Rural Amenity Rate	373.10	399.80
	<b>7,469</b>	<b>7,748</b>

#### Hakatere - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	150,000	150,000
General Rate	57.20	59.20
UAGC	287.50	357.40
Roading Rate	83.10	84.80
Rural Amenity Rate	7.70	8.20
Hakatere Water Supply Rate	337.40	342.20
Group Water Supply Rate	198.80	195.10
	<b>972</b>	<b>1,047</b>

#### Lake Hood

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	572,000	572,000
General Rate	218.10	2,874.10
UAGC	287.50	357.40
Roading Rate	316.90	4,116.70
Rural Amenity Rate	29.30	399.80
Lake Hood Water Supply Rate	179.70	2,128.40
Group Water Supply Rate	198.80	195.10
Ashburton Wastewater Rate	457.00	484.40
	<b>1,687</b>	<b>1,802</b>

#### Mt Somers - residential

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	210,000	210,000
General Rate	80.10	82.90
UAGC	287.50	357.40
Roading Rate	116.30	118.80
Rural Amenity Rate	10.80	11.50
Mt Somers Water Supply Rate	536.30	516.30
Group Water Supply Rate	198.80	195.10
Mt Somers Refuse Collection Rate	61.20	95.60
	<b>1,291</b>	<b>1,378</b>

#### Winchmore

	Actual 2013/14	Annual Plan 2014/15
<b>Capital Valuation</b>	7,280,000	7,280,000
General Rate	2,775.60	2,874.10
UAGC	287.50	357.40
Roading Rate	4,033.30	4,116.70
Rural Amenity Rate	373.10	399.80
Winchmore Operating Water Supply Rate	1,488.60	1,599.40
Winchmore Loan Water Supply Rate	961.80	929.20
	<b>9,920</b>	<b>10,277</b>

## Uniform Annual General Charge

Council sets a uniform annual general charge on each separately used or inhabited part of a rating unit in the district as follows:

2013/14		2014/15
\$287.50	<b>UAGC</b>	\$357.40
\$4,645,055	<b>Estimated revenue</b>	\$5,854,686

The Uniform Annual General Charge (UAGC) funds wholly or in part, the following activities of Council:

- Library
- Arts, culture and heritage
- Recreation facilities and services
- Community grants and events
- Community safety and wellbeing
- Civil defence
- Public conveniences
- Democracy
- Environmental health

## General Rate

Council sets a uniform general rate on the capital value of each separately used or inhabited part of a rating unit in the district.

2013/14		2014/15
0.000381	<b>Rate in the \$</b>	0.000395
\$4,868,054	<b>Estimated Revenue</b>	\$5,103,522

The general rate will be used to fund either wholly or in part, the following activities of Council:

- Footpaths
- Wastewater
- Stormwater
- Solid waste management
- Community safety and wellbeing
- Civil defence
- Rural fire protection
- Memorial halls
- Business and economic development
- District promotion
- District water management
- Stockwater
- Ashburton domain
- Cemeteries
- Reserve boards
- Reserves and camp grounds
- Rural beautification
- Township beautification
- Democracy
- Animal control
- Building regulation
- District planning
- Inspections
- Licensing

## Targeted Rates

### Roads

Council sets a targeted rate to fund road services. The targeted rate will be on the capital value of each separately used or inhabited part of a rating unit in the district.

2013/14		2014/15
0.000554	<b>Rate in the \$</b>	0.000565
\$7,073,740	<b>Estimated revenue</b>	\$7,309,999

## Drinking Water

### Water Supplies

Council sets targeted rates for water supplies. These rates are based on a fixed amount per separately used or inhabited part of a rating unit in the water supply areas outlined below, which are either connected, or for which connection is available (serviceable).

Rating units outside the defined water supply areas listed below, but which are nonetheless connected to a water supply scheme servicing a particular supply area, will be charged the connected rate for that water supply area. Each of the targeted rates are set on a differential basis based on location and based on the availability of the service (the categories are “connected” and “serviceable”), as listed below.

The Group Rate is set in addition to each defined water supply area rate except for Winchmore and Dromore. The Group rate is for operational expenditure. The defined water supply area rate (excluding Winchmore and Dromore) is for interest, depreciation, cyclic renewals and capital costs for that water supply area.

2013/14			2014/15	Estimated revenue
\$199.00	<b>Group</b>	Connected	\$195.10	\$1,974,815
\$99.50		Serviceable	\$97.60	\$71,346
\$172.00	<b>Ashburton</b>	Connected	\$169.90	\$1,363,687
\$86.00		Serviceable	\$85.00	\$34,830
\$230.00	<b>Methven</b>	Connected	\$212.90	\$204,813
\$115.00		Serviceable	\$106.40	\$12,668
\$159.00	<b>Rakaia</b>	Connected	\$151.10	\$80,984
\$79.50		Serviceable	\$75.60	\$4,986
\$438.00	<b>Fairton</b>	Connected	\$402.90	\$29,811
\$219.00		Serviceable	\$201.50	\$1,209
\$337.00	<b>Hakatere</b>	Connected	\$342.20	\$20,190
\$168.50		Serviceable	\$171.10	\$171
\$276.00	<b>Hinds</b>	Connected	\$258.90	\$33,649
\$138.00		Serviceable	\$129.50	\$2,202
\$792.00	<b>Mayfield</b>	Connected	\$715.20	\$46,491
\$396.00		Serviceable	\$357.60	\$3,218
\$260.00	<b>Chertsey</b>	Connected	\$245.30	\$20,115
\$130.00		Serviceable	\$122.70	\$1,472
\$536.00	<b>Mt Somers</b>	Connected	\$516.30	\$53,175
\$268.00		Serviceable	\$258.20	\$3,615
\$2,208.00	<b>Dromore</b>	Connected	\$2,128.40	\$74,493
\$1,104.00		Serviceable	\$1,064.20	\$1,064
\$1,489.00	<b>Winchmore operating</b>	Connected	\$1,599.40	\$35,188
\$744.50		Serviceable	\$799.70	\$0
\$962.00	<b>Winchmore loan</b>	Connected	\$929.20	\$20,442
\$481.00		Serviceable	\$464.60	\$0
\$180.00	<b>Lake Hood</b>	Connected	\$184.80	\$15,712
<b>\$90.00</b>		Serviceable	\$92.40	\$6,930

## Water Meters – Extraordinary and Non-residential Supply

Council sets additional targeted rates for water supply on:

1. Rating units which fall outside a defined water supply area, but which are nonetheless connected to a water supply scheme servicing a water supply area (except Methven-Springfield, Montalto, Lyndhurst and Barrhill); or
2. Rating units which are used for non-residential purposes and which are connected to a water supply scheme in a water supply area (except Methven-Springfield, Montalto, Lyndhurst and Barrhill)

The rates will be a fixed amount per 1,000 litres of water in excess of 90 cubic metres consumed in the quarterly periods during each year. The quarterly periods are 1 July to 30 September, 1 October to 31 December, 1 January to 31 March, and 1 April to 30 June. The rate is listed below.

2013/14		2014/15
\$0.87	Rate per 1000 litres	\$0.87
\$189,003	Estimated revenue	\$193,200

### Methven-Springfield Water Supply

Council sets a targeted rate for the Methven-Springfield water supply. The basis of the Methven-Springfield water supply rate will be a combination of a fixed amount on all rating units connected to the Methven-Springfield water supply scheme, plus a rate per additional unit of water in excess of 12 units. A unit equals 1,000 litres. The rate is listed below.

2013/14		2014/15
\$886.00	Rate per connection (12 units)	\$964.90
\$74.00	Rate per additional unit	\$80.40
\$109,511	Estimated revenue	\$119,257

### Montalto Water Supply

Council sets a targeted rate for the Montalto water supply. The basis of the Montalto targeted rate will be a combination of a fixed amount per rating unit in the Montalto water supply scheme area plus a differential rate based on hectares of land, as listed below.

2013/14		2014/15
\$747.00	Rate per rating unit	\$720.70
\$25.00	Rate per hectare	\$24.60
\$137,219	Estimated revenue	\$132,525

### Lyndhurst Water Supply

Council sets a targeted rate for the Lyndhurst water supply. The basis of the Lyndhurst water supply rate will be a fixed amount on all rating units connected to the Lyndhurst water supply scheme, as listed below.

2013/14		2014/15
\$277.00	Rate per rating unit	\$238.50
\$34,931	Estimated revenue	\$29,807

### Barrhill Water Supply

Council sets a targeted rate for the Barrhill Village water supply. The basis of the Barrhill Village water supply rate will be a fixed amount on all rating units within the proposed scheme boundary, as listed below.

2013/14		2014/15
\$731.00	Rate per rating unit	\$1,107.90
\$20,482	Estimated revenue	\$19,942

## Total Water Supply Estimated Revenue

2013/14		2014/15
\$4,643,082	Estimated revenue	\$4,612,008

## Wastewater Disposal

### Residential Wastewater Disposal

Council sets targeted rates for wastewater disposal on the basis of a fixed amount per separately used or inhabited part of a rating unit in the Ashburton urban area, Methven and Rakaia townships, and a further loan rate in the Rakaia township. These rates will be set on a differential basis based on location and based on the availability of the service (the categories are “connected” and “serviceable”), as listed below.

2013/14			2014/15	Estimated revenue
\$457.00	Ashburton	Connected	\$484.40	\$3,822,865
\$228.50		Serviceable	\$242.20	\$122,553
\$276.00	Methven	Connected	\$287.70	\$262,429
\$138.00		Serviceable	\$143.90	\$17,981
\$399.00	Rakaia	Connected	\$394.40	\$201,934
\$199.50		Serviceable	\$197.20	\$13,015
\$248.00	Rakaia Loan	Connected	\$210.80	\$62,830
\$124.00		Serviceable	\$105.40	\$4,005

### Non-residential Wastewater Disposal

In addition to the targeted rates set out above, Council sets three additional targeted rates for wastewater disposal on connected rating units within the Ashburton urban area, Methven and Rakaia. These rates are set differentially based on location and the number of urinals / pans in excess of three in each rating unit, as listed below.

2013/14		2014/15	Estimated revenue
\$152.30	Ashburton	\$161.40	\$179,154
\$92.00	Methven	\$95.90	\$35,387
\$133.00	Rakaia	\$131.50	\$3,786

## Total Wastewater Disposal Estimated Revenue

2013/14		2014/15
\$4,437,706	Estimated revenue	\$4,725,940

## Solid Waste Collection

Council sets targeted rates for waste collection on the basis of a fixed amount per separately used or inhabited part of a rating unit for each area to which the service is provided as listed below:

- Ashburton urban
- Methven
- Hinds
- Mayfield
- Rangitata
- Ashburton CBD (inner) wellbeing
- Rakaia
- Mt Somers
- Lake Clearwater

2013/14		2014/15	Estimated revenue
\$36.00	Ashburton Urban	\$58.20	\$446,635
\$72.00	Ashburton CBD (inner)	\$116.40	\$16,063
\$75.00	Methven	\$121.80	\$110,488
\$95.00	Rakaia	\$113.10	\$57,134
\$62.00	Hinds	\$95.60	\$11,759
\$62.00	Mt Somers	\$95.60	\$7,839
\$62.00	Mayfield	\$95.60	\$4,971
\$32.00	Lake Clearwater	\$32.10	\$5,881
\$57.00	Rangitata	\$66.40	\$5,377
\$423,839	<b>Total estimated Revenue</b>		\$666,149

## Stockwater

Council sets a targeted rate for the general stockwater scheme. The rate on each rating unit within the general stockwater scheme will be determined in accordance with the factors listed below:

- (A) the total length of any stockwater races, aqueducts or water channels that pass through, along, or adjacent to, or abuts the rating unit of such occupier or owner, and
- (B) each pond service, pipe service, ram service, pump service, water wheel or windmill, and
- (C) each dip service or extension pump service using water from the Council's water race system.

2013/14		2014/15
\$66.90	(A) charge where length ≤161 metres	\$70.20
\$0.42	(A) charge per metre where length >161 metres	\$0.44
\$83.10	(B) each	\$87.20
\$41.60	(C) each	\$43.60
\$1,094,877	<b>Estimated Revenue</b>	\$1,094,877

## Amenity Services

### Ashburton CBD (Inner) Footpath Cleaning Rate

Council sets a targeted rate for footpath services on the capital value of each business rating unit in the Ashburton CBD (inner) rating area as listed below.

2013/14		2014/15
0.000410	<b>Rate in the \$</b>	0.000395
\$35,650	<b>Estimated Revenue</b>	\$35,650

### Ashburton Urban Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each rating unit in the Ashburton urban area. This amenity rate covers stormwater services and reserve board costs as listed below.

2013/14		2014/15
0.000499	<b>Rate in the \$</b>	0.000450
\$1,214,018	<b>Estimated Revenue</b>	\$1,123,276

### Ashburton CBD (Expanded) Convenience Rate

Council sets a targeted rate for public conveniences on the capital value of each business rating unit in the expanded Ashburton CBD (Expanded) area as listed below.

2013/14		2014/15
0.000230	<b>Rate in the \$</b>	0.000290
\$49,095	<b>Estimated Revenue</b>	\$63,204

#### Ashburton Business Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each business rating unit in the Ashburton urban area as listed below. This rate is for Parks and Open Space, Economic Development, Footpaths, Solid Waste Collection and Community Safety and Wellbeing.

2013/14		2014/15
0.001508	Rate in the \$	0.001765
\$683,492	Estimated Revenue	\$821,713

#### Ashburton Residential Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each residential rating unit in the Ashburton urban area as listed below. This rate is for footpaths and parks and open space.

2013/14		2014/15
0.000257	Rate in the \$	0.000350
\$509,985	Estimated Revenue	\$710,723

#### Methven Business Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each business rating unit in the Methven Township as listed below. This rate is for footpaths, public conveniences, solid waste collection, parks and open space and economic development.

2013/14		Proposed 2014/15
0.002199	Rate in the \$	0.002412
\$153,210	Estimated Revenue	\$169,136

#### Methven Residential Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each residential rating unit in the Methven Township as listed below. This rate is for footpaths, and parks and open space.

2013/14		2014/15
0.000545	Rate in the \$	0.000570
\$132,845	Estimated Revenue	\$141,995

#### Methven Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each rating unit in the Methven Township as listed below. This rate is for stormwater services and reserve boards.

2013/14		2014/15
0.000181	Rate in the \$	0.000179
\$56,938	Estimated Revenue	\$57,239

#### Rakaia Business Amenity Rate

Council sets a targeted rate for amenity services on the capital values of each business rating unit in the Rakaia Township as listed below. This rate is for solid waste collection, public conveniences and economic development.

2013/14		2014/15
0.001276	Rate in the \$	0.001286
\$26,931	Estimated Revenue	\$29,630



### Rakaia Amenity Rate

Council sets a targeted rate for stormwater, footpath services, reserve boards and, parks and open space on the capital value of each rating unit in the Rakaia Township as listed below.

2013/14		2014/15
0.000978	Rate in the \$	0.001053
\$139,997	Estimated Revenue	\$154,029

### Hinds Stormwater Rate

Council sets a targeted rate for stormwater services on the capital value of each rating unit in the Hinds Township as listed below.

2013/14		2014/15
0.000058	Rate in the \$	0.000061
\$1,605	Estimated Revenue	\$1,675

### Rural Amenity Rate

Council sets a targeted rate for amenity services on the capital value of each rating unit in the rural area as listed below. This rate is for footpaths, emergency management, and parks and open space.

2013/14		2014/15
0.000051	Rate in the \$	0.000055
\$487,140	Estimated Revenue	\$527,057

### Total Amenity Services Rates

2013/14		2014/15
\$3,490,906	Estimated Revenue	\$3,835,328

### Ashburton Urban Community Pool Rate

Council sets a targeted rate to partially fund the Ashburton Community Pool (Tinwald). The rate will be a fixed amount per separately used or inhabited part of a rating unit in the Ashburton urban area as listed below.

2013/14		2014/15
\$2.00	Rate	\$2.10
\$17,250	Estimated Revenue	\$17,250

### Methven Community Pool Rate

Council sets a targeted rate to partially fund the Methven Community Pool. The rate will be a fixed amount per separately used or inhabited part of a rating unit in the Methven Township as listed below.

2013/14		2014/15
\$17.00	Rate	\$16.30
\$16,503	Estimated Revenue	\$16,503

### Methven Community Board Rate

Council sets two targeted rates to fund the Methven Community Board.

The first targeted rate will be on the capital value of each rating unit in the Methven Township and is listed below

2013/14		2014/15
0.000117	Rate in the \$	0.000114
\$38,766	Estimated Revenue	\$38,684

The second targeted rate will be a fixed amount per rating unit in the Methven Township and is listed below

2013/14		2014/15
\$39.00	Rate	\$38.20
\$38,766	Estimated Revenue	\$38,684

## **Due Dates for 2014/15**

Ashburton District Council's rates are payable in six instalments, due on:

<b>Instalment 1</b>	20 August 2014
<b>Instalment 2</b>	20 October 2014
<b>Instalment 3</b>	20 December 2014
<b>Instalment 4</b>	20 February 2015
<b>Instalment 5</b>	20 April 2015
<b>Instalment 6</b>	20 June 2015

Where the 20th of a month in which rates are due does not fall on a working day, rate payments will be accepted without penalty up to and including the first working day after the 20th of that month.

## **Rates Penalties**

In accordance with s57 and s58 of the Local Government (Rating) Act 2002, a 10% penalty will be added to instalment balances remaining unpaid as at the following dates:

21 August 2014  
21 October 2014  
23 December 2014  
23 February 2015  
21 April 2015  
23 June 2015

In addition, unpaid rates and charges levied prior to 30 June 2014 will attract a further 10% penalty if still unpaid as at 31 August 2014.

# Fees and Charges Schedule

## 2014/15

Notes: The following notes should be read in conjunction with the schedule of fees and charges.

- All fees and charges are inclusive of GST at the rate of 15%.
- All fees and charges scheduled apply to the 2014/15 year only. Changes may be made during the year by resolution of Council or statutory requirement.
- While Council has aimed to provide a complete and accurate schedule of charges, if any errors or omissions are identified, charges will be calculated by reference to the appropriate underlying authority/resolution. Council reserves the right to vary and introduce fees and charges at its discretion.
- All fees are fixed fees, unless stated as minimum charge and charged at time and cost (T/C)

### 1. Building Regulation

<sup>(A)</sup> These fees are a **minimum** fee. When the cost to Council of providing the service exceeds this minimum charge, the Council may recover all additional costs on a time and cost basis. Time in excess of that covered by minimum fees will be charged in 30 minute increments to the nearest half hour.

Building consent processing is charged at a fixed hourly rate, in 30 minute increments.

<sup>(B)</sup> Additional costs incurred by Council to provide the service required, such as materials and consultants are charged at the cost to Council plus 10% cost for administration.

Building fees and charges are charged under the Building Act 2004. Building infringements are determined by statute and can be found in the Building (Infringement Offences, Fees and Forms) Regulations 2007. The BRANZ levy is charged under the Building Research Levies Act 1969. The DBH levy is charged under the Building Levy Order 2005.

1 July 2014 - 30 June 2015

<b>1.1</b>	<b>Charge-out rates</b>	
	Administration Officer - per hour	\$90.00
	Building Official – per hour	\$129.00
	Senior Building Official – per hour	\$155.00
	Miscellaneous Documents	\$90.00
	Scanning fee (where a digital copy of an application is not provided at lodgement)	\$80.00
<b>1.2</b>	<b>Building Consent – Projects up to \$19,999 value</b>	
	PIM Fee (up to 30 minutes) <sup>(A)</sup>	\$77.60
	Administration <sup>(A)</sup>	\$154.80
	Processing (per hour)	\$129.00
	Code of Compliance Certificate Fee (up to 30 minutes) <sup>(A)</sup>	\$65.00
	Inspection Fee (per inspection) <sup>(A)</sup>	\$162.00
	District Plan Compliance Fee <sup>(A)</sup>	\$32.00
<b>1.3</b>	<b>Building Consent – Projects between \$20,000 and \$99,999 value</b>	
	PIM Fee (up to one hour) <sup>(A)</sup>	\$155.10
	Administration <sup>(A)</sup>	\$194.40
	Processing (per hour)	\$129.00
	Code of Compliance Certificate (up to one hour) <sup>(A)</sup>	\$129.00
	Inspection Fee (per inspection) <sup>(A)</sup>	\$162.00
	BCA Accreditation levy - per \$1,000 of project value	\$0.50
	BRANZ levy – per \$1,000 of project value	\$1.00
	DBH levy - per \$1,000 of project value	\$2.01
	District Plan Compliance Fee <sup>(A)</sup>	\$60.00
<b>1.4</b>	<b>Building Consent - Projects Between \$100,000 and \$499,999</b>	
	PIM Fee (up to one hour and 45 minutes) <sup>(A)</sup>	\$271.60
	Administration <sup>(A)</sup>	\$310.80
	Processing (per hour)	\$129.00
	Code of Compliance Certificate Fee (up to 2 hours) <sup>(A)</sup>	\$259.00
	Inspection Fee (per inspection) <sup>(A)</sup>	\$162.00
	BCA Accreditation levy - per \$1,000 of project value	\$0.50

	BRANZ levy – per \$1,000 of project value	\$1.00
	DBH levy – per \$1,000 of project value	\$2.01
	District Plan Compliance Fee <sup>(A)</sup>	\$120.00
<b>1.5</b>	<b>Building Consent - Projects \$500,000 and Above</b>	
	PIM Fee (up to 2.5 hours) <sup>(A)</sup>	\$387.90
	Administration <sup>(A)</sup>	\$387.60
	Processing Fee (per hour)	\$129.00
	Code of Compliance Certificate Fee (up to 2 hours) <sup>(A)</sup>	\$259.00
	Inspection Fee (per inspection) <sup>(A)</sup>	\$162.00
	BCA Accreditation levy - per \$1,000 of project value	\$0.50
	BRANZ levy – per \$1,000 of project value	\$1.00
	DBH levy – per \$1,000 of project value	\$2.01
	District Plan Compliance fee <sup>(A)</sup>	\$130.00
<b>1.6</b>	<b>Building Consents – General Fees</b>	
	Demolition (Residential) <sup>(A)</sup>	\$305.00
	Building Consent Amendment - Application Fee	\$97.00
	Building Consent Amendment – Processing Fee (per hour)	\$129.00
	Additional Inspection (per inspection) <sup>(A)</sup>	\$162.00
	Building Consent Extension of Time	\$97.00
	Building Consent Activity Report - per month	\$15.00
	Building Consent Extension of Time	\$97.00
	Building Consent Activity Report - per month	\$15.00
	Building Consent Activity Report - per year	\$150.00
	Fencing of Swimming Pool – (per inspection) <sup>(A)</sup>	\$162.00
	Fencing of Swimming Pools Exemption Application Fee	\$210.00
	Compliance Schedule Fee <sup>(A)</sup>	\$129.00
	Compliance Schedule Audit <sup>(A)</sup> – section 111 Building Act (per hour)	\$135.00
	Compliance Schedule Amendment Application Fee	\$97.00
	Marquee Application Fee (max. of 3 Marques per application)	\$168.00
	Marquee Inspection Fee (per inspection) <sup>(A)</sup>	\$162.00
	Heating Appliances <sup>(A)</sup>	\$304.00
	Solar Hot Water Heater (Stand Alone) <sup>(A)</sup>	\$433.00
	Notice to Fix <sup>(A)</sup>	\$67.00
	Notices for section 73 or 77 of the Building Act 2004 <sup>(A)</sup>	\$140.00
	Certificate for Public Use <sup>(A)</sup>	\$249.00
	Building Exemption Processing <sup>(A)</sup>	\$245.00
<b>1.7</b>	<b>Hairdresser Warrant of Fitness</b>	\$31.00
<b>1.8</b>	<b>Building Warrant of Fitness - Administration Fee</b>	\$110.00
<b>1.9</b>	<b>Property File Inspection Fee <sup>(A)</sup></b>	\$15.00 per file
	<b>Note:</b> ADC ratepayers can inspect one of their own files once per year free of charge	
<b>1.10</b>	<b>Written/Photocopied Information in respect of any Building Consent<sup>(A)</sup></b>	
	Administration fee per half hour	\$45.00
	Photocopying charges	See Section 20.3
<b>1.11</b>	<b>Certificate of Acceptance – Application Fee <sup>(A)</sup> - section 96-99 Building Act 2004</b>	\$562.00
<b>1.12</b>	<b>Fire Service Audit Fee <sup>(A)</sup></b>	\$162.00
	<b>Fire Service Report Fee <sup>(B)</sup></b>	At Cost
<b>1.13</b>	<b>Building Infringements</b>	Statutory fee
<b>1.14</b>	<b>Certificate of Title Request Fee</b>	\$15.00

## 2. Development Contributions

Further information on development contributions can be found in Council's "Policy on Development and Financial Contributions". Development contributions are charged under the Local Government Act 2002.

Catchment	Water	Wastewater	Community Infrastructure	Total
Ashburton	\$995	\$3,023	\$1,500	\$5,518.00
Lake Hood	-	\$3,023	\$1,500	\$4,523.00
Methven	\$3,667	\$326	\$1,500	\$5,493.00
Rakaia	\$131	-	\$1,500	\$1,631.00
Hinds	\$1,269	-	\$1,500	\$2,769.00
Fairton	\$2,309	-	\$1,500	\$3,809.00
Chertsey	\$2,197	-	\$1,500	\$3,697.00
All Other	-	-	\$1,500	\$1,500.00

## 3. Food Hygiene Licence Renewal Fee

Food hygiene license renewal fees are charged under Ashburton District Council Bylaws Chapter 8 – Food Safety.

"Risk Rating" relates to the type of work being undertaken at the premises. "Inspection Rating" relates to the past performance of the premises.

(Contact a Council Environmental Health Officer for definition of gradings and risks)

Inspection Rating	Grade	Risk Rating - 1	Risk Rating - 2	Risk Rating - 3	Risk Rating - 4
18-20	A Excellent	\$127.61	\$153.10	\$178.57	\$204.10
14-17	B Good	\$191.36	\$306.18	\$357.24	\$408.20
8-13	C Adequate	\$255.11	\$459.30	\$714.40	\$835.60
<8	D Unsatisfactory	\$382.72	\$612.35	\$1071.61	\$1632.90

## 4. Land Information Memorandum (LIM)

LIM fees are charged under the Local Government Official Information and Meetings Act 1987.

1 July 2014 - 30 June 2015

<b>4.1</b>	<b>Land Information Memorandum (LIM) fee</b>	
	Residential property	\$248.40
	Non-residential property	\$496.80

## 5. Alcohol Licensing and Gambling Venue Consent Fees

Alcohol licensing fees are charged under Sale and Supply of Alcohol Act (Fees) Regulations 2013. Gambling venue consent fees are charged under the Gambling Act 2003 and Racing Act 2003.

1 July 2014 - 30 June 2015

<b>5.1</b>	<b>Cost and Risk Fee Category</b>	<b>Licence Application Fee*</b>	<b>Licence Annual Fee</b>
	Very Low	\$368.00	\$161.00
	Low	\$609.50	\$391.00
	Medium	\$816.50	\$632.50
	High	\$1,023.50	\$1,035.00
	Very High	\$1,207.50	\$1,437.50

*\*Applies to applications for new licences, renewals of licences and variations to licences (including redefinition of licensed premises)*

<b>5.2</b>	<b>Special Licences</b> <i>(Future processing of Special Licences may be subject to change following the Council adoption of the Local Alcohol Policy)</i>	
	Class 3 - One or two small events	\$63.25
	<i>Note: A "small" event is an event that will have less than 100 attendees</i>	
	Class 2 - Three to twelve small events or one to three medium events	\$207.00
	<i>Note: A "medium" event is an event that will have between 100 and 400 attendees</i>	
	Class 1 - Thirteen or more small events or; four or more medium events or; a large event and / or (irrespective of number of attendees) the event is a Rodeo	\$575.00
	<i>Note: A "large" event is an event that will have more than 400 attendees</i>	
<b>5.3</b>	<b>Application Type</b>	
	Manager's certificate application	\$316.25
	Temporary authority	\$296.70
	Temporary licence	-\$296.70
	Appeal to ARLA	\$517.50
	Extract of register (ARLA or DLC)	\$52.50
<b>5.4</b>	<b>Gambling Venue Consent Fee</b>	\$575.00

## 6. Public Health Licensing

Public health license fees are charged under Health (Registration of Premises) Regulations 1966.

<b>6.</b>	<b>Hairdressers Licence</b>	\$127.60
	Change Of Ownership	\$53.10
	Extra inspection fee for non-compliance per inspection	\$79.80
<b>6.2</b>	<b>Funeral Directors Licence</b>	\$127.60
	Change of Ownership	\$53.10
	Extra inspection fee for non-compliance per inspection	\$79.80
<b>6.3</b>	<b>Camping Ground Licence</b>	\$127.60
	Change of Ownership	\$53.10
	Extra inspection fee for non-compliance per inspection	\$79.80
<b>6.4</b>	<b>Offensive Trades Licence</b>	\$127.60
	Change of Ownership	\$53.10
	Extra inspection fee for non-compliance per inspection	\$79.80
<b>6.5</b>	<b>Food Premises Licence</b>	
	New Food Premises	\$255.10
	Extra inspection fee for non-compliance per inspection	\$79.80
<b>6.6</b>	<b>Mobile Shop or Stall Licence</b> (Other than Food)	\$53.10
<b>6.7</b>		
	Risk A	\$53.10
	Risk B	\$79.80
	Risk C	\$106.30
	Additional Inspection Fee (per inspection)	\$79.80
<b>6.8</b>		
	Risk A	\$21.20
	Risk B	\$31.80
	Risk C	\$42.50
	Additional Inspections Fee per inspection	\$79.80

## 7. Miscellaneous Licensing

Miscellaneous license fees are charged under Ashburton District Bylaws Chapter 9 – Mobile or Travelling Shops, Stalls and Hawkers. The amusement devices fee is set by the Amusement Devices Regulations 1978.

1 July 2014 - 30 June 2015

7.1	<b>Hawkers and Itinerant Traders Licence</b>	\$53.10
7.2	<b>Circuses and Fairs Licence – per day</b>	\$73.00
	Ground rental – per day	\$301.00
	Deposit	\$1244.00
7.3	<b>Amusement Devices Fee</b>	
	First device	\$11.50
	Each subsequent device	\$2.30

## 8. Rural Fire Protection

Rural fire permits and other fees are charged under the Rural Fires Act 1977.

1 July 2014 - 30 June 2015

8.1	Fire Permit	\$76.70
8.2	Extra inspections for extension to a fire permit	\$145.00

## 9. Planning and Resource Consents

Planning and resource consent fees are charged under the Resource Management Act 1991. Fees indicated by a <sup>(C)</sup> below are a **minimum** fee. Council may recover all additional costs on a time and cost basis. Additional charges will be determined on the basis of actual and reasonable costs. Time in excess of that covered by minimum fees will be charged in 30 minute increments to the nearest half hour.

Costs incurred by Council, such as travel, materials and consultant fees are charged at the cost to Council plus 10% cost of administration.

Costs associated with the review of compliance with the provisions of the Resource Management Act 1991, the Ashburton District Plan and the monitoring of resource consent conditions will be recovered on a time/cost basis. For the monitoring of consent conditions, any costs to be recovered will be less any monitoring fees paid at the time of application.

If the cost of receiving and processing a resource consent application is less than the prescribed fee, Council may refund the difference to the applicant <sup>(D)</sup>

For Land Use Consents a \$70 monitoring fee will be charged. This fee is refundable where consent is not granted or the application is withdrawn. <sup>(E)</sup>

Council may create and install a new rapid plate and number on a site where it has been identified that the existing plate has been moved from its surveyed location by more than 20m. All costs associated with resurveying, creating and installing new plates will be passed on to the landowner.

1 July 2014 - 30 June 2015

9.1	<b>Charge-out Rates - per hour</b>	
	The first 30 minutes of Pre-application advice is free of charge.	
	District Planning Manager/ Senior Planner	\$150.00
	Planner/ Environmental Monitoring Staff	\$120.00
	Graduate Planner	\$100.00
	Planning Administration Officer	\$90.00
	Affixing seal	\$90.00
	Miscellaneous documents	\$80.00
	Internal technical advice	At cost
	Consultants	Cost + 10% admin fee
	Legal advice	Cost + 10% admin fee
	Scanning fee (where a digital copy of an application is not provided at lodgement)	\$80.00
9.2	<b>Application for change to District Plan <sup>(C) (D)</sup></b>	\$10,000.00

<b>9.3</b>	<b>Land Use Consent Applications – Minimum charges <sup>(C)</sup></b>	
	Non-notified <sup>(E)</sup>	\$870.00
	Non-notified (non-complying status)	\$1070.00
	Full / limited notified <sup>(D)(E)</sup>	\$3,870.00
	Full/limited notified (non-complying status)	\$4,070.00
	Non-notified application for non-compliance with internal setback and / or recession plane rules only.	\$650.00
<b>9.4</b>	<b>Subdivision Consent Applications – Minimum charges <sup>(C)</sup></b>	
	Change to Flats Plan or Unit Title	\$800.00
	Non-notified	\$800.00
	Non-notified (non-complying status)	\$1,000.00
	Full / limited notified <sup>(D)</sup>	\$3,800.00
	Full/limited notified (non-complying status)	\$4,000.00
	Per lot fee (for the fourth lot and each additional lot, including reserves for utilities / recreation)	\$55.00
	Section 223 Certificate	\$250.00
	Section 224 Certificate	\$250.00
	Section 226 Certificate	\$400.00
	District Land Registrar consultation	\$105.00
	Right of way consent – Section 348 of LGA 2002	\$310.00
<b>9.5</b>	<b>Hearing Panel Charges (additional to fee for full / limited notification)</b>	
	Commissioner	At cost + 10%
	Panel comprising 2 Councillors	\$180.00
	Panel comprising 3 Councillors (per hour)	\$260.00
	Pre-hearing meeting (per hour)	At cost
<b>9.6</b>	<b>Other Applications – Minimum charge <sup>(C)</sup></b>	
	For any application lodged under the following sections	
	- S125 Extension of time for consent (non-notified)	\$500.00
	- S125 Extension of time for consent (notified)	\$3,000.00
	- S127 Application to change/cancel a condition (non-notified)	\$500.00
	- S127 Application to change/cancel a condition (notified)	\$3,000.00
	- S139 Certificate of Compliance	\$500.00
	- S139A Certificate of Existing Use	\$800.00
	- S10 (2) Extension of existing use rights	\$800.00
	- S168/168A Notice of Requirement for designation	\$3,000.00
	- S181 Application for alteration to a designation	\$1,000.00
	- S181 (3) Minor changes to a designation	\$500.00
	- S182 Removal of a designation	\$200.00
	- S184 Extension of time for designations	\$500.00
	- S176 Application for outline plan	\$500.00
	- S176A Application for outline plan waiver	\$100.00
	- Preparation/change or cancellation of consent notices	\$100.00
	- Removal/refund of bonds and caveats	\$100.00
	- Review of delegated decision to reject application	\$800.00
	- Cancellation of amalgamation	\$500.00
	- Overseas investment certificate application	\$200.00
	- Removal of building line restriction	\$500.00
<b>9.7</b>	<b>Rapid Number Plate</b>	
	Allocation of new Rapid Number (Includes plate)	\$60.00
	Staff time associated with resurveying access changes	At cost
	Replacement Rapid Number plate	\$25.00



## 10. Bylaw Fees and Fines

Bylaw fees and fines are charged under the Local Government Act 2002. When the cost of bylaw monitoring and/or enforcement related processes exceed the stated fee (minimum charge) Council may recover all additional costs on a time and cost basis. <sup>(F)</sup>

1 July 2014 - 30 June 2015

<b>10.1</b>	<b>Fees under the Ashburton District Bylaws</b>	
	Licence to keep bees or poultry (urban areas)	\$26.60
	Licence to keep stock (urban areas)	\$26.60
	Removal of advertising signs <sup>(F)</sup>	\$159.40
	Regulatory functions and enforcement <sup>(F)</sup>	\$79.80
<b>10.2</b>	<b>Litter Fines</b> – Maximum permitted under the Litter Act 1979	\$408.90
	Clean-up relating to litter and illegal dumping infringements <sup>(E)</sup>	\$53.10
<b>10.3</b>	<b>Noise Equipment Seizure</b> - Return of seized equipment <sup>(F)</sup>	\$106.30

## 11. Water Sampling – Private Supplies

Water sampling fees are charged under the Health Act 1956. The fee stated below is a **minimum** fee. When the cost of water testing exceeds the stated fee (minimum charge) the Council may recover all additional costs on a time charge basis. <sup>(G)</sup>

1 July 2014 - 30 June 2015

<b>11.1</b>	<b>Bacteriological Water Testing</b> - Minimum charge <sup>(G)</sup>	\$30.00
-------------	----------------------------------------------------------------------	---------

## 12. Water Services – Service Connection Fees

Water service connection fees are charged under Ashburton District Council Bylaws Chapter 14 – Water Supply.

1 July 2014 - 30 June 2015

<b>12.1</b>	<b>Service Connection Application and Inspection Fee (payable on application)</b>	
	Single Service – for one type of service i.e. water only or sewer only	\$300.00
	Multiple Services – two or more types of service i.e. water & sewer or sewer & stormwater etc.	\$350.00
	<b>Note:</b> Only Council-approved contractors can undertake service connection or disconnection work. The scope of the work includes all construction from the property boundary up to and including connection to the Council main* (or kerb and channel for stormwater connections). The applicant is required to engage an “Approved Contractor” of their choice and meet the costs of the work directly. Council undertakes to inspect the work during and/ or at the completion of construction. Written approval of the physical work will be provided to the applicant and the contractor.	
<b>12.2</b>	<b>Water Main Tapping Fee</b> (payable on application)	
	Connections 50mm diameter and smaller - Ashburton	\$168.50
	Connections 50mm diameter and smaller - Other ADC supplies	\$268.50
	Connections greater than 50mm diameter (All Supplies)	At Cost (Deposit \$1,000)
	Physical work associated with live tapping of water mains shall be undertaken only by Council’s maintenance contractor. The cost of this work will be recovered by Council.	

		1 July 2014 - 30 June 2015
<b>12.3</b>	<b>NW Ashburton Reticulation Cost Recovery Fee</b> This fee recovers the cost of providing reticulation to the North West Ashburton area and is payable at the time of application to connect to the Ashburton water supply.  This fee is in addition to development contributions, service connection application and inspection fee and main tapping fee. The fee applies to new connections to the Ashburton water supply in the following locations: <ul style="list-style-type: none"> <li>• Farm Road (Middle Road to Racecourse Road)</li> <li>• Allens Road (Mill Creek to Racecourse Road)</li> <li>• Carters Road (Farm Road to Allens Road)</li> <li>• Racecourse Road (Farm Road to Belt Road)</li> </ul>	\$1,213.00  This fee will now apply to new connections to the Ashburton water supply in the following additional locations: <ul style="list-style-type: none"> <li>• Charlesworth Drive</li> <li>• Primrose Place</li> <li>• Hanrahan Street (Extension)</li> </ul>
<b>12.4</b>	<b>Additional Inspection</b> – payable by contractor should re-inspection be required	\$150.00
<b>12.5</b>	<b>Service Disconnection Fee</b> (Invoiced at completion)	At Cost
<b>12.6</b>	<b>Bulk Water Charge (Per m³)</b> – For water supplied through contractor filling points (or nominated hydrants) for purposes other than fire-fighting and hydrant testing	\$3.90 per m³
<b>12.7</b>	<b>Water Meter Testing Charge</b> (Payable on Application)  Customers who believe their water meter is not measuring correctly can apply to have the meter tested for accuracy. This fee includes the cost of recovering the meter, testing at an approved facility, and provision of a test report. If the tested meter fails to meet accuracy requirements detailed in the ADC Bylaw, the cost of the testing is refunded. Meter smaller than 25mm diameter – Ashburton water supply Meter smaller than 25mm diameter – Other ADC water supplies Meter 25mm diameter or larger – All ADC water supplies	       \$264.20 \$354.20 At Cost

## 13. Roading and Footpaths

Roading and footpath fees are charged under the Local Government Act 1974.

		1 July 2014 - 30 June 2015
<b>13.1</b>	<b>Vehicle Crossing</b> - Includes application fee and two inspections - Costs to construct are the responsibility of the applicant	\$150.00
<b>13.2</b>	<b>Temporary Fence</b> - Includes application fee and two inspections - Costs to construct are the responsibility of the applicant	\$150.00
<b>13.3</b>	<b>Oil on Road</b> - Includes application fee and two inspections - Costs to construct are the responsibility of the applicant	\$150.00
<b>13.4</b>	<b>Additional inspections</b>	\$150.00
<b>13.2</b>	<b>Sealing or Resealing Rural Gateways</b>	60% of total cost
<b>13.3</b>	<b>Sealed Road Reinstatement for Pipe or Cable Crossing Under Road</b> Permit – applies to all road crossings Metal Surface Reinstatement (undertaken by applicant)	\$55.00 Nil
<b>13.4</b>	<b>Sealed Surfaces – must be undertaken by Council.</b> Charges according to the diameter of the pipe Up to 125 mm 150 – 300 mm 375 – 450 mm 525 – 600 mm 750 mm 900 mm 975 – 1050 mm	       \$65.00 \$110.00 \$130.00 \$175.00 \$220.00 \$265.00 \$375.00

	1 July 2014 - 30 June 2015
1200 mm	\$440.00
1350 mm	\$485.00
1600 mm	\$550.00
1800 mm	\$660.00
<b>13.5 Abandoned Vehicle Recovery</b>	
Ashburton Urban Area	\$150.00
All other areas	\$300.00

## 14. Parks and Recreation

Parks and Recreation hire fees are charged under Ashburton District Council Bylaws Chapter 18 – Parks and Public Gardens.

	1 July 2014 - 30 June 2015
<b>14.1 Hire of Picnic Ground</b> (plus \$25 refundable key bond)	\$30.00

## 15. Property

Property fees are charged under the Local Government Act 2002. Mobile shop or stall site rentals are charged under the Ashburton District Bylaws Chapter 9 – Mobile or Travelling Shops, Stalls and Hawkers.

	1 July 2014 - 30 June 2015
<b>15.1 Signing Documents Under Seal</b>	
Registerable Memorandum of Transfer of Lease	\$90.00
Registerable Memorandum of Variation of Lease	
Registerable Memorandum of Lease	
Registerable Deed of Lease	
Registerable Variation of Deed of Lease	
Non-Registerable Deed of Lease (Reserves, Hut Sites etc.)	
Consent to Transfer Lessees Interest (non-registerable deeds)	
New Lease prepared “in house” (non-registerable deed)	\$200.00
New Licence to occupy prepared “in house”	\$145.00
<b>15.2 Mobile Shop or Stall Site Rental</b>	
Methven site rental – per week	\$16.00
Ashburton site rental – per week	\$107.00

## 16. Refuse and Recycling

Refuse and recycling fees and charges are charged under the Waste Minimisation Act 2008.

	1 July 2014 - 30 June 2015
<b>16.1 Kerbside Refuse Collection</b>	
Prepaid Refuse Bags – roll of 5 bags	\$10.00
Recycling Bin	\$15.00
Recycling Bag (Blue) – Rakaia – per bag	\$0.60
<b>16.2 Ashburton Resource Recovery Park Fees</b>	
Minimum charge (up to 80kg)	\$8.20
Green waste – per tonne	\$95.10
Residual waste – per tonne	\$221.75
E-waste – CRT monitors	\$10.00
E-waste – flat screen monitors	\$6.00
E-waste – televisions	\$15.00
Car body – each	\$59.30
Clean and sorted concrete waste and demolition waste – per tonne	\$136.00
Weigh only – per weigh	\$15.00
<b>16.3 Rakaia Resource Recovery Park</b>	
Minimum charge	\$8.20
Residual waste – per / m <sup>3</sup>	\$83.50
Green waste – per / m <sup>3</sup>	\$25.60
Waste is charged on volume basis (m <sup>3</sup> ) at the Rakaia Resource Recovery Park.	
E-waste – CRT monitors	\$10.00
E-waste – flat screen monitors	\$6.00
E-waste – televisions	\$15.00
<b>16.4 Methven Green Waste and Inorganic Material Drop Off Facility</b>	
Minimum charge	\$8.20

		1 July 2014 - 30 June 2015
	Inorganic / inert material – per/ m <sup>3</sup>	\$55.20
	Green waste – per/ m <sup>3</sup>	\$25.60
	Waste is charged on volume basis (m <sup>3</sup> ) at the Methven Green Waste and Inorganic Material Drop Off Facility	
<b>16.5</b>	<b>Tyre Disposal – Ashburton and Rakaia Resource Recovery Park</b>	
	Car/ Light Truck/ 4x4 per tyre	\$5.10
	Heavy Truck per tyre	\$10.20
	Tractor Tyre	Not accepted

## 17. Cemetery

Cemetery fees are charged under the Burial and Cremation Act 1964 and Ashburton District Council Bylaws Chapter 19 – Cemeteries.

		1 July 2014 - 30 June 2015
<b>17.1</b>	<b>Purchase of Burial or Cremation Plot:</b>	
	For exclusive right in perpetuity of burial in Division 1 of the standard cemetery or the lawn cemetery and the issue of a Certificate of Purchase	
	Grave plot 2.75m by 1.22 m (standard cemetery) - no concrete beam	\$590.00
	Grave plot 3.12m by 1.22 m (lawn cemetery) - includes concrete beam	\$1067.00
	Grave plot 1.8m by 0.60m (children's section) - includes concrete beam).	\$765.00
	Cremation plot	\$560.00
	Duplicate Certificate of Purchase	\$75.00
<b>17.2</b>	<b>Interment Fees</b>	
	Burial fee	\$890.00
	Burial of stillbirth child	\$235.00
	Burial of infant under 9 years	\$425.00
	Burial of ashes	\$200.00
<b>17.3</b>	<b>Additional Interment Fees</b>	
	Additional fee for less than eight (8) working hours' notice of burial	\$200.00
	Additional fee for burial performed up to 1:00 pm on a Saturday (including digging and /or burial where the casket is in the ground and ceremony completed)	\$210.00
	Additional fee for burial past 1:00 pm on Saturday, all day Sunday, and on any statutory or recognised holiday. (the additional fee outlined for a Saturday burial prior to 1pm is not charged if this fee is applicable)	\$610.00
	Additional fee for work after 4:30 pm. (where possible funeral ceremonies should be clear of the cemetery by 4:00 pm to enable the sexton to close the grave)	\$210.00
	Disinterment Fee	\$520.00
	Re-interment Fee	\$520.00
	Extra depth (i.e. grave deeper than 1.5m / 200mm)	\$115.00
	Re-open grave for second interment (in addition to interment fee)	\$115.00
<b>17.4</b>	For work involved in piercing, cutting or removing stone, brickwork, concrete, or similar material for the purpose of opening, for interment, disinterment, or any other purpose any grave or vault (in addition to any interment, disinterment, reopening and other fees payable)	\$290.00
	<b>Non-resident/Ratepayer Fee</b> Applies to all cemeteries.	Additional 30% of plot and interment fee
	“Resident of Ashburton District” means any person who has resided in the District for a period of 3 months of his or her life, and does not include a person who has been temporarily in the District at the time of death or during illness immediately preceding death.	

1 July 2014 - 30 June 2015

17.5	<b>Approval of Plans and Specifications</b> of proposed tombstone, memorial, vault or similar and the issue of a permit for the erection and construction	\$50.00
------	-----------------------------------------------------------------------------------------------------------------------------------------------------------	---------

17.6	<b>Cemetery Record Printout</b>	\$4.00
------	---------------------------------	--------

Note: Funeral directors arranging interments and collecting cemetery fees in Ashburton District cemeteries are eligible for a ten percent (10%) fee commission on all fees paid by the due date.

## 18. Trade Waste Disposal

Trade waste fees are charged under Ashburton District Council Bylaws Chapter 17 – Trade Wastes Bylaw.

1 July 2014 - 30 June 2015

18.1	Trade Waste Application Fee	\$0.00
18.2	Registration fee for a trade waste consent	\$115.00
18.3	Annual charge for a permitted category	\$86.90
18.4	Annual charge for conditional consent	\$143.10
18.5	Transgression follow up inspections/ investigations	At Cost
18.6	Trade waste excess volume charges – per m <sup>3</sup>	\$0.50
18.7	Trade waste excess BOD5 charges – per kg	\$1.80
18.8	Septic tank waste – per m <sup>3</sup>	\$12.30

## 19. Parking

Parking fees are charged under Ashburton District Council Bylaws Chapter 10 – Transportation and Parking Management.

1 July 2014 - 30 June 2015

19.1	<b>Parking Meter Charges</b>	
	P60 meters	\$1.00 per hour
	P120 meters	\$0.60 per hour
19.2	<b>Parking Permit – Metered Parking Space</b>	
	Day	\$12.00
	Week	\$50.00
	Month	\$180.00
19.3	<b>Parking Permit – Restricted Parking Space</b>	
	Day	\$6.00
	Week	\$25.00
	Month	\$90.00

## 20. Administration

Administration fees are charged under the Local Government Act 2002.

1 July 2014 - 30 June 2015

20.1	<b>Research and archive retrieval fee</b> – per hour. Minimum half hour charge.	\$52.50
20.2	<b>Taxi rank fee</b> – per taxi per year	\$76.70
20.3	<b>Photocopy Charges</b>	
	A4 – per page black and white	\$0.20
	A4 – per page colour	\$0.40
	A3 – per page black and white	\$0.40
	A3 – per page colour	\$0.80
	A2 Plans per page	\$4.00
	A1 Plans per page	\$6.00
	A0 Plans per page	\$9.00
	A2-A0 Full colour posters	At cost
	Microfiche reader print – per A4 page (Library)	\$0.50
20.4	<b>Rates Search and GIS Fees</b> – per hour. Minimum half hour charge.	\$81.80

## 21. Library

Library charges are charged under the Local Government Act 2002.

1 July 2014 - 30 June 2015

<b>21.1</b>	<b>Rentals and Services</b>	
	Reserved books	\$2.00
	Inter-loan requests – minimum fee	\$5.50
	Videos/DVDs – Adults - per week	\$2.60
	Videos/DVDs Sets – Adults - per week	\$6.10
	Rental magazines per issue	\$1.00
	Replacement card	\$3.50
	Cancelled books	\$1.00
	Non-resident issues – Adults – surcharge	\$1.00
	Non-resident issues – Children’s – surcharge	\$0.50
	Library research fee – per 30 minutes	\$15.50
	Book covering – per book	\$3.50
<b>21.2</b>	<b>Fines</b>	
	Overdue fines – Adults -per week or part thereof	\$1.00
	Overdue fines – Children -per week or part thereof	\$0.50
<b>21.3</b>	<b>Sales</b>	
	RAPID Map	\$10.50
	RAPID Map – laminated	\$26.00
	Library Bag	\$0.50

## 22. Animal Control

Animal control fees are charged under the Dog Control Act 1996.

<sup>(H)</sup> When the cost of animal control and enforcement and related processes exceeds the stated fee (minimum charge) the Council may recover all additional costs on a time and cost basis. Note: Dogs must be registered by three months of age.

1 July 2014 - 30 June 2015

<b>22.1</b>	<b>Dog Registration Fees</b>	
	Rural - per dog	\$44.00
	Late registration penalty fee - Rural	\$22.00
	Urban - per dog	\$65.00
	Late registration penalty fee - Urban	\$32.50
	Selected Owners or Urban desexed dog - per dog	\$44.00
	Penalty fee for late registration of urban desexed dogs	\$22.00
	Licence to keep 3 or more dogs (urban)	\$41.00
	Renewal of licence to keep 3 or more dogs	\$21.00
	Micro-chip fee per dog <sup>(H)</sup>	\$20.00
	Dangerous Dog - Urban	\$97.50
	Dangerous Dog – Rural	\$66.00
	Urban de-sexed dog fee reductions will only be given at the commencement of the registration year and upon receipt of a veterinarian's certificate.	
	Dog owners are advised that the fees set out above become <b>due for payment on 1 July</b> and that registration forms will be sent out in late June.	
	* Rural fees apply to all dogs that are kept on properties within the Rural A, B & C Zones of the Ashburton District Plan. For all other zones the urban dog registration fee will apply.	

1 July 2014 - 30 June 2015

**22.2 Impounding Fees - Dogs**

First offence	\$80.00
Second offence	\$100.00
Third or more offence (per offence)	\$120.00
Microchip fee <sup>(H)</sup>	\$25.00
Daily sustenance fee – charged on impound and every 24 hours thereafter	\$15.00

**22.3 Impounding Fees – Stock**

Stock call-out fee <sup>(H)</sup>	\$52.00
Impounding fee per head (when stock have to be transported to alternative area for impounding)	\$52.00
Daily sustenance fee	At cost

**23. Local Government Official Information and Meetings Act 1987 (LGOIMA) Requests**

**23.1 Official Information Request – Staff Time**

1 July 2014 - 30 June 2015

First hour	Free
Per half hour	\$39.00
Copying and printing is charged as per the fees in 20.3. All other charges incurred in responding to a request for official information will be recovered on an actual cost basis.	



**Ashburton**  
DISTRICT COUNCIL