



Annual Plan 2008/09



for the wild at heart

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2008/2009 ANNUAL PLAN

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Adopted 19 June 2008



1. INTRODUCTION 2008/09 ANNUAL PLAN

This annual plan sets out Council's activities and projects over the coming year. It has been prepared with direct reference to Council's 2006/2016 Long Term Council Community Plan (LTCCP).

In years when Council does not produce an LTCCP, an annual plan is prepared to provide an update of proposed actions and expenditure for the coming year for each activity. The Annual Plan provides up-to-date budgets and details on specific projects which Council has committed to undertake in 2008/09 as contained in the LTCCP.

The Annual Plan highlights the variations from the LTCCP, providing reasons for these variations, an assessment of the impact of the changes, and how they link to the LTCCP.

The Plan continues the overall theme of the LTCCP by focusing on key infrastructure projects that increase and improve important services like roading, water, wastewater and waste management with projects totaling \$1,462,000 programmed for this year. It also enables the continuation of a range of small projects which add value to our communities.

The resident population of Westland has grown over the last 5 years to 8,403 (2003 7,940) at the 2006 census while the number of properties owned by people who live outside the District has also increased. This contributed to a significant increase in subdivisions, resulting in more ratepayers to contribute to our services.

Rate Changes

We are pleased to report that total rates estimated to be levied for the 2008/2009 year of \$6,518,000 (including metered water charges) represent an increase overall of 4.2% on the estimate in the 2007/2008 Annual Plan, which totaled \$6,278,000. Growth in the number of rateable properties in the District which averages 3% per annum means that the amount required from existing ratepayers stays very much the same.

Because Council uses a range of different rates which are based on levels of service, some sectors of our community will have different rate changes to others.

The significant increase in expenditure in waste management has resulted in the Uniform Annual General Charge levied on each rateable property increasing to \$37.50 from \$16.00 for the 2008-09 year.

Impact of Tourists

We recognise and appreciate the value of tourists to our District, however it is important that the adverse impacts of our visitors are minimised so that our District retains its special values.

To achieve this, Council has introduced a by-law restricting the use of public places for freedom camping to vehicles with self contained grey water facilities. Other types of freedom campers will be encouraged to use the various motor camping facilities throughout Westland.

Major District Initiative Funding (MDI)

The funding available from Development West Coast for Major District Initiative (MDI) Projects will total \$1,400,000 at 30 June 2008. \$100,000 is accumulated each quarter for allocation to projects approved by Council which meet the economic and community benefits set by the Trust.

Three projects have been included in this Plan for MDI funding assistance:

Regent Theatre, Hokitika \$290,000

An application will be made on behalf of the Westland Community Centre Incorporated to enable the next stage of the restoration project to be completed. The work involves the auditorium area, insulation, sound systems, upgrading projection equipment, new seating and improvements to the foyer area. The total cost of this work is \$446,000.

Harihari Community Facility \$489,500

It is proposed to apply for funds to construct a community facility, total cost \$769,500, at the Guy Menzies Park in Harihari. The facility will incorporate public toilets, a play centre, a small meeting centre plus kitchen facility and interpretation panels for tourist information. The outcome of a postal vote in the Harihari Community, to close on 23 June 2008, will determine levels of support for the project and ultimately if the application for funding will be lodged.

Franz Josef Medical Centre Project \$100,000

An application will be made on behalf of the Franz Josef Community Council for \$100,000 to contribute to the construction of the Franz Josef Medical Centre. The project includes a health clinic to service the local and tourist population, housing for the St. John Ambulance, and a shared space to service other community functions.

Establishment of New Business Unit

Council proposes to establish a new stand alone business unit from 1 July 2008 to be called the Wild at Heart Centre.

This will be made up of the current Council Events Department, the Hokitika Visitor Information Centre and the West Coast Historical Museum.

Activities to be undertaken by the Wild at Heart Centre will be:

- Market and promote Westland as a place to visit, work and live.
- Manage events in Westland District.
- Manage and promote the Visitor Information Centre.
- Manage and promote the West Coast Historical Museum.

The main reason for establishing this unit is to ensure that promotion of the District is done in a manner that is commercially efficient and takes advantage of existing opportunities, such as the Wildfoods Festival, as well as identifying and promoting new events or opportunities.

The Business Unit will be based at Council Headquarters in the space currently occupied by the library. The museum administration office will be relocated into the area currently used by the Information Centre in the Carnegie Building.

Library Relocation

The space currently occupied by the library is not considered large enough to allow the facility to operate at its full potential. Council, after considering other possibilities, such as an extension to the current building, approved the lease of the building at 20 Sewell Street to be converted into a new library facility for Westland. This building was formerly the Hokitika Borough Council headquarters and housed the library until its relocation to the existing premises in 1992. The floor area of the building is significantly larger than the current facility which will allow for future development of library services.

Transfer of Council Property to Hokitika Airport Limited

Council intends to investigate, during the 2008/2009 year, the advantages in transferring the management of its land and buildings portfolio to a Council Controlled Trading Organisation, such as Hokitika Airport Limited, which is owned by Council through Westland Holdings Limited.

Criteria for the investigation will be to determine;

- Does Council have the in-house capability to manage the property portfolio to its optimal potential?
- Does Council ownership create the potential for political interference to impose non-market treatment of the property or to prevent its development?
- Does Council ownership create a conflict of interest or unnecessary pressure e.g. competing social policies or historical non commercial treatment?
- Are any statutory restrictions preventing particular uses of property identified?
- Is there potential tourism, industrial or residential uses of the property which could be developed in a more commercial manner if the portfolio was managed by the airport company?
- External advice related to taxation and the manner in which any transfer would be administered will form part of this analysis.

Change in Fees and Charges

All Building Consent Fees have been reviewed as a result of costs involved in Council gaining status as a Building Accreditation Authority.

Dog registration fees have increased to \$65 (\$63 in 2007/08) for Hokitika and Kaniere Townships and \$50 (\$48 in 2007/08) for rural animals. In response to submissions from the public, a 20% discount will be available through the Council's Responsible Owners Policy where criteria are met.

Submissions

Council received a total of 54 individual submissions on various items in the Plan plus 103 regarding the restoration of the Regent Theatre in Hokitika. A petition signed by 204 people was also received in support of the project. A special meeting was held on Wednesday June 4 to consider these submissions, including 16 verbal presentations. Council added funding to the Fox Glacier and Franz Josef Community Councils for new community facilities and funding to paint the Ross Pool to the Plan, after considering the submissions, as well as confirming the Regent Theatre project as an MDI project.

Maureen Pugh
Mayor

Robin Reeves
General Manager

2. DISTRICT PROFILE

Westland District is located on the West Coast of the South Island of New Zealand. The District was formed by the amalgamation of the former Hokitika Borough and Westland County in 1989. The geographical extent of the District is shown below:



The land area of Westland District comprises approximately 11,387 km² (1,138,724 hectares). The District stretches for 330 kilometres from the Taramakau River in the north to Big Bay in the south. The western boundary is mean high water springs (MHWS) on the Tasman Coast and the eastern limit is a line running along the Main Divide of the Southern Alps/Ka Tirititi o te Moana.

The District has common boundaries with Grey, Selwyn, Hurunui, Ashburton, Mackenzie, Waitaki, Queenstown-Lakes and Southland Districts and comes within the jurisdiction of the West Coast Regional Council.

Population

The population of the District stands at 8403 (census 2006) of which approximately 3,900 live in Hokitika and the surrounding area. Other settlements include Haast, Fox Glacier, Franz Josef Glacier/Waiiau, Whataroa, Ross, Harihari, Kumara and Otira. The potential for growth associated with the tourist and agricultural industries cannot be overlooked. Any resultant increase in population will have a positive influence on community viability and associated services.

3. DISTRICT STATISTICS

Date of Constitution of Westland District Council	♦ 1 November 1989
Address	♦ 36 Weld Street, Private Bag 704, HOKITIKA.
Council Telephone Number	♦ (03) 756 9010
Council Fax Number	♦ (03) 756 9045
Council E-mail Address	♦ council@westlanddc.govt.nz
Council Website	♦ www.westland.govt.nz
Area of Westland District	♦ 1,138,724 ha
Population- Census Night (2006) - Resident in District	♦ 11,202 ♦ 8,403
Number of Rateable Assessments	♦ 6,269
Rateable Capital Value as at 31/3/08	♦ \$1,556,226,250
Rateable Land Value as at 31/3/08	♦ \$875,906,550
Date of Last Valuation	♦ 1 September 2005
Date of Next Valuation	♦ 1 September 2008
System of Rating - General - Waste Management	♦ Land Value ♦ Capital Value
Public Debt Outstanding at 31 March 2008	♦ \$5,856,628

4. ELECTED MEMBERS AND MANAGEMENT TEAM

MAYOR (elected by District residents)	Maureen Pugh	(03)736 9843
DEPUTY MAYOR	Bryce Thomson (Southern Ward)	(03) 753 3138
COUNCILLORS (elected by Ward residents)		
Northern Ward	Neil Bradley	(03) 755 7279
	Allan Payn	(03) 736 9878
	Ian Hustwick	(03) 755 8003
Hokitika Ward	Allen Hurley	(03)755 8098
	Russell Gugich	(03) 755 6559
	Peter Davidson	(03) 755 7461
	Kyle Scott	(03) 755 6581
Southern Ward	John Birchfield	(03) 751 0095
	Kerry Eggeling	(03) 750 0848
MANAGEMENT TEAM	Robin Reeves	General Manager
	Richard Simpson	Manager: Planning & Regulatory
	Rob Daniel	Manager Operations
	Geoff Day	Manager: Finance & Policy

5. FUNDING IMPACT STATEMENT

Introduction

Council will fund its activities from a mixture of the following:

- Fees and Charges
- Grants and Subsidies
- Interest and Dividends from Investments
- Financial and Development Contributions
- Depreciation Funds and Other Reserves
- Loans and Borrowing
- Donations and Bequests
- Proceeds from Asset Sales

The shortfall between expenditure and the above funding sources will then be funded from General and Targeted Rates. (Refer to the Income Statement and calculation of Council's Rating Requirements.)

General Rate

Council agreed to fund part of its general rate requirement from a rate per dollar on the land value of each rateable property.

This will be a differential rate dependant on the underlying zoning of each property as denoted in the District Plan.

1. Rural General – Properties 10 Hectares or Larger Zoned Rural.
2. Small Holdings – Properties less than 10 Hectares, Zoned Rural.
3. Rural Residential – Properties in a Tourist, Residential, Small Settlement or Coastal Settlement Zone.
4. Rural Commercial – Commercial Properties in a Rural Zone.
5. Commercial in Rural Residential – Commercial Properties in a Tourist, Residential, Small Settlement or Coastal Settlement Zone.
6. Hokitika 1-6 units – Properties within the previous Hokitika Borough.
7. Hokitika Commercial – Commercial Properties within the previous Hokitika Borough.

The appropriate rate will be charged on the rateable land value as assessed by our valuation provider, Quotable Value, as at 30 June 2008.

Uniform Annual General Charge (UAGC)

A uniform annual general charge was approved, to be charged as a fixed amount of \$319.30, on each separately occupied portion of a rateable property and is estimated to total \$1,647,269 (including GST).

Where more than one property is owned by the same Ratepayer, the properties are contiguous, and are utilised as a single property, then only one UAGC in total will be assessed. Similarly, where an adjoining leased area is utilised as part of the parent property, then only one UAGC in total will be assessed.

This reassessment is reliant on property owners satisfying Council that they meet the relevant criteria.

Targeted Rates

Waste Management

Council has approved a uniform annual charge of \$37.50 plus targeted rates based on capital value to fund the net \$538,164 (including GST) cost of Waste Management in the District.

1. A Waste Management Uniform Charge on each property which has a General Rate Uniform Annual Charge.
2. Waste Management (Commercial). Properties whose General Rate is either Rural Commercial, Commercial in Rural Residential, or Hokitika Commercial.
3. Waste Management (Rural). Properties whose General Rate is Rural General.
4. Waste Management (Small Holdings). Properties whose General Rate is Small Holdings.
5. Waste Management (Urban). Properties whose General Rate is Rural Residential, or Residential within the previous Hokitika Borough.

The appropriate rate will be charged on the rateable capital value as assessed by our valuation provider as at 30 June 2008.

Utilities which are not charged a differential general rate will not be charged this targeted rate.

Hokitika Refuse Collection

Council has approved a targeted rate to fund refuse collection in Hokitika totaling \$90,560 (including GST).

The rate will be charged on each separately occupied portion of a property where rubbish collection is available.

Rural Refuse Collection

Council approved a targeted rate to fund rural refuse collection totaling \$57,695 (including GST).

The rate will be charged on each separately occupied portion of a property where rubbish collection is available, other than in Hokitika, in the area from Kumara Township in the north to Ross Township in the south including Kaniere Township.

Water Charges

Council approved targeted rates to fund the cost of its Water Supplies totaling \$1,404,400 (including GST) including commercial metered water for 2008/2009.

1. Treated Water in Rural Townships – Whataroa, Franz Josef/Waiiau & Fox Glacier plus metered charge of \$0.85 per cubic metre.
2. Untreated Water in Rural Townships – Kumara, Arahura, Ross, Harihari, Whataroa Rural, Haast and Hannah's Clearing.
3. Treated Water in Hokitika and Kaniere plus metered charge of \$0.71 per cubic metre.

The rate will be charged for each separately occupied portion of a property supplied with water, unless separately metered. Commercial properties will be charged a differential rate unless separately metered.

An unconnected rate of 50% of the connected charge will be charged on any property where a water supply is available but is not connected.

Kokatahi Rural Fire

Council approved a targeted rate to fund a replacement Kokatahi fire engine totaling \$9,058 (including GST) per annum for five years from 2006/2007 as part of the LTCCP process.

1. A Kokatahi Fire Uniform Charge of 0.000038 in \$.
2. A Kokatahi Fire Rate of \$25.00.

The uniform charge will be charged on each property in the Kokatahi/Kowhitirangi area which has a general rate uniform annual charge.

The rate will be charged on the rateable land value of each property in the Kokatahi/Kowhitirangi area from Geologist Creek in the north to Hokitika Gorge in the south and the Kaniere/Kowhitirangi Road from Nesses Creek onward.

Sewerage Charges

Council approved targeted rates to fund the costs of sewerage disposal in Hokitika, Kaniere, Franz Josef/Waiiau, Fox Glacier and Haast totaling \$413,767 (including GST) for the 2008/2009 year.

1. Sewerage Charge \$110.00 per property for Residential Properties.
2. Sewerage Charge \$110.00 per pan or urinal for Commercial Properties.

The rate will be charged on each separately occupied portion of a property connected to the sewerage disposal system provided by Council.

An unconnected rate of 50% of the connected charge will be charged on any property where Council sewerage disposal is available but is not connected.

Kaniere Sewerage Capital Contribution

Council has approved a targeted rate to recover the capital cost of the Kaniere sewerage system totaling \$29,784 (including GST) for the 2008/2009 year.

The rate has been assessed as a capital contribution of \$4,800 per property on a table mortgage basis over 25 years from 1 July 2000. The interest rate is re-assessed periodically and is currently 7%. The balance outstanding on a property may be paid in part or full at any time, and the repayment completion date re-calculated accordingly.

The rate will be charged on each property able to be connected to the Kaniere sewerage system which has not already completed payment of the capital contribution.

Glacier Country Promotions

Council has approved targeted rates to fund Glacier Country Promotions Officers of \$72,692 (including GST) for the 2008/2009 year made up of:

1. A Glacier Country Uniform Charge of \$50.00.
2. A Glacier Country Commercial Uniform Charge of \$250.00
3. A Glacier Country Promotions Rate 0.001272 in \$.

The uniform charge will be charged on each property in the Glacier region which has a general rate uniform annual charge, but has not been commercial rated.

The commercial uniform charge will be charged on each commercial rated property in the Glacier region. The promotion rate will be charged on the rateable land value of each commercial rated property in the Glacier region.

These rates will be levied on all rateable properties in the area from Lake Mapourika in the north to the Ohinetamatea River in the south.

Hokitika Area Promotions

Council has approved a targeted rate of \$140.00 to be levied on each Hokitika Commercial ratepayer, totaling \$19,600 (including GST).

The purpose of this rate is to fund the annual payment toward costs associated with the Promotions Officer employed by Enterprise Hokitika.

The General and Targeted Rates to be collected by Council for the 2008/2009 year and the revenue generated from each are as follows.

DESCRIPTION	LAND VALUE	2008/2009	RATE STRUCK
Rural General	467,622,500	0.001526	713,592
Small Holdings	156,993,450	0.002172	340,990
Rural Residential	108,341,400	0.004527	490,462
Rural Commercial	12,151,000	0.007021	85,312
Commercial in Rural Res.	27,639,000	0.009940	274,732
Hokitika Res. 1	76,182,200	0.011562	880,818
Hokitika Res. 2	2,575,000	0.013910	35,818
Hokitika Res. 3	112,000	0.016258	1,821
Hokitika Res. 4	102,000	0.018547	1,892
Hokitika Res. 6	189,000	0.020835	3,938
Hokitika Commercial	23,999,000	0.017456	418,926
	875,906,550		3,248,301
Uniform Annual General Charge	5,159	319.30	1,647,269
Total General Rate (incl GST)			\$4,895,570
Total General Rates (excl GST)			\$4,351,618
Targeted Rates	Capital Value /Rating Units		
Waste Management Uniform Charge	5,159	37.50	193,462
Waste Management (Commercial)	218,973,000	0.000788	172,543
Waste Management (Rural)	578,676,000	0.000038	21,948
Waste Management(Small Holdings)	281,998,350	0.000211	59,415
Waste Management (Urban)	476,618,900	0.000191	90,796
Hokitika Refuse Collection (res)	1,392	55.00	76,560
Hokitika Refuse Collection (com)	140	100.00	14,000
Rural Refuse Collection	1,049	55.00	57,695
Total Waste Management Rates			\$686,419
Rural Township Treated Water			
Domestic		331.50	
(unmetered) Commercial		903.50	
Unconnected		165.75	85,475
Rural Township Untreated Water			
Domestic		177.00	
(unmetered) Commercial		541.00	
Unconnected		88.50	124,692
Hokitika/Kaniere Water			
Domestic		177.00	
(unmetered) Commercial		541.00	
Unconnected		88.50	311,108
Total Water Rates			\$521,275
Metered Water Charges			\$883,125
Sewerage Rate			
Domestic		110.00	
Commercial (per water closet/urinal)		110.00	
Unconnected		55.00	383,983
Kaniere Sewerage Capital		408.00	29,784
Total Sewerage Rates			\$413,767

Kokatahi Rural Fire			
Levy	120,856,000	0.000038	4,583
Uniform Charge	179	25.00	<u>4,475</u>
Total Kokatahi Rural Fire			\$9,058
Glacier Country Promotions			
Levy	29,987,000	0.001272	38,142
Uniform Charge	366	50.00	18,300
Commercial Uniform Annual Charge	65	250.00	<u>16,250</u>
Total Glacier Country Promotions			\$72,692
Hokitika Area Promotions			
Uniform Charge	140	140.00	<u>19,600</u>
Total Hokitika Promotions			\$19,600
Total Targeted Rates (incl GST)			\$2,605,936
Total Targeted Rates (excl GST)			2,316,387
General Rates (excl GST)			4,351,618
Total Rates (excl GST)			<u>\$6,668,005</u>

Rating by Instalments and Rates Penalties

The Council provides for 2008/2009 Rates to be paid in four instalments with a 10% additional charge added to the current instalment rates remaining unpaid on the penalty dates.

	Final Date for Payment	Penalty Date
Instalment 1	31 August 2008	1 September 2008
Instalment 2	30 November 2008	1 December 2008
Instalment 3	28 February 2009	1 March 2009
Instalment 4	31 May 2009	1 June 2009

A further 10% will be added to all rates and additional charges remaining unpaid on 1 July 2008 and a further 10% will be added to any rate to which the additional charges referred to above is added and remains unpaid at 1 January 2009.

Definition of a 'Separately Occupied Portion of a Rateable Property'

A separately occupied portion of a rateable property is defined as:

- Any part of a rating unit that can be separately let and /or permanently occupied: and
- Used for separate purposes.

Early Payment of Rates

A Discount of 2.5%, calculated on the Total Annual Levy, will apply when all due rates are paid in full, together with any outstanding rates and penalties from prior years, by the due date for payment of the first instalment being 31 August 2008.

6. STATEMENT OF ACCOUNTING POLICIES AND PROSPECTIVE FINANCIAL STATEMENTS

1. Reporting

The Westland District Council is a Territorial Local Authority governed by the Local Government Act 2002. It was formed in November 1989 from the amalgamation of Westland County Council and Hokitika Borough Council.

Council's operations are divided between the following key areas:

- Elected Representatives
- Planning & Regulatory Services
- Rooding Services
- Water Supplies
- Sewerage
- Solid Waste Management
- Other Operational Activities
- Community Services

The accounting policies are intended to comply with New Zealand International Financial Reporting Standards ('NZ IFRS') and to be applicable to the following entities and their subsidiaries and associates, namely: Westland District Council, Westland Holdings Limited, Westroads Limited, Westroads Greymouth Limited, and Hokitika Airport Limited. Group financial statements have not been presented, only those of the parent, Westland District Council. These policies however apply equally to all members within the group.

On 1 January 1995, Westroads Limited was established as a Council Controlled Organisation. Westroads Greymouth Limited is a wholly owned subsidiary of Westroads Limited.

Hokitika Airport Ltd was established as a Local Council Controlled Organisation in March 2002.

Westland Holdings Limited was capitalised in 2003 and the shares and assets of Westroads Limited and Hokitika Airport Limited transferred from Council ownership. Westland Holdings Limited is owned 100% by Council. Other Council Controlled Organisations of Council are Tourism West Coast which is based in Greymouth. The operations of these Organisations are not consolidated into the financial statements.

The Prospective Financial Statements of the Westland District Council have been prepared in accordance with the requirements of FRS-42, Prospective Financial Statements, and section 111 of the Local Government Act 2002 which includes the requirement to comply with generally accepted accounting practice. The NZ IFRS regime will be reviewed on an on-going basis, and changes to these accounting policies proposed as necessary when changes to NZ IFRS are adopted.

2. Measurement Base

The financial statements are prepared under the historical cost convention, as modified by the revaluation of certain assets.

3. Statement of Responsibility

The purpose of the Annual Plan is to consult with the community and interested parties on the planned activities and expenditure of Council for the 2008/2009 year. The use of this information for purposes other than for which it was prepared may not be appropriate. The information presented is in line with the 2006/16 LTCCP adopted by Council in 2006.

The Council is responsible for the prospective financial statements presented, including the appropriateness of the underlying assumptions and related disclosures. The forecast financial statements have been prepared in compliance with FRS 42 Prospective Financial Statements.

4. Statement of Compliance

The forecast financial statements have been prepared in accordance with the requirements of the Local Government Act 2002, which includes the requirement to comply with generally accepted accounting practice.

The Westland District Council is a public benefit entity whose primary objective is to provide goods and services for community or social benefit and where any equity has been provided with a view to supporting that primary objective rather than for a financial return. All available reporting exemptions allowed under the framework for public benefit entities have been applied.

5. Basis of Forecast Financial Statement Preparation

The preparation of forecast financial statements in conformity with NZ IFRS requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and 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 judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements will be detailed in the notes to the financial statements for each entity.

The estimates 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 accounting policies set out below will be applied consistently to all periods presented in the financial statements and in preparing an opening IFRS balance sheet at 1 July 2006 for the purposes of the transition to IFRS.

6. Revenue

Rates and levies are recognised by Council as being income on the due date of each instalment.

Land Transport roading subsidies are recognised at fair value as revenue upon entitlement, that is, when the conditions related to eligible expenditure have been fulfilled.

Other grants and bequests and assets vested in the Council, are recognised as revenue when control over the assets is obtained.

Dividends are only recognised as income, net of imputation credits, when the dividends have been declared and have or are almost certain to receive the necessary shareholder approval.

Revenue from the sale of goods is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer.

Rental income from investment property is recognised in the income statement on a straight-line basis over the term of the lease.

7. 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 cost drivers such as staff numbers, items processed, and/or based on level of support provided to each activity.

8. Investments

Westland District Council classifies its investments in the following categories:

Financial assets or financial liabilities at fair value through profit or loss.

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that management has the positive intention and ability to hold to maturity.

Available-for-sale financial assets

Available-for-sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories.

The classification depends on the purpose for which the investments were acquired.

Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date.

Parent investment in subsidiaries

For the purposes of the parent (Council) financial statements, Westland District Council's equity investments in its subsidiary companies are stated at fair value, based on periodic, but at least triennial, valuations by external independent valuers.

Investments in debt and equity securities

Financial instruments held for trading are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in the income statement.

Where Westland District Council has the positive intent and ability to hold government bonds to maturity, they are stated at amortised cost less impairment losses.

Community loans are held-to-maturity assets and are stated at fair value.

Other financial instruments held by Westland District Council are classified as being available-for-sale and are stated at fair value, with any resultant gain or loss being recognised directly in equity, except for impairment losses. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised the income statement. Where these investments are interest-bearing, interest calculated using the effective interest method is recognised in profit or loss.

The fair value of financial instruments classified as available-for-sale is their quoted bid price at the balance sheet date.

Financial instruments classified as available-for-sale investments are recognised / derecognised by Westland District Council on the date it commits to purchase / sell the investments. Securities held-to-maturity are recognised / derecognised on the day they are transferred to / by Westland District Council.

Investment property

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. Any gain or loss arising from a change in fair value is recognised in the income statement.

Rental income from investment property is accounted for as described in accounting policy (6).

A property interest under an operating lease is classified and accounted for as an investment property on a property-by-property basis when Westland District 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 payments are accounted for as described in accounting policy (15).

9. Taxation Expense

Income tax expense is charged in the Income Statement in respect of the year's surplus after allowing for permanent differences.

Deferred taxation is determined on a comprehensive basis using the liability of realisation.

Deferred tax assets attributable to timing differences or include tax losses are only recognised when it is probable they will be realised.

10. Fixed Assets

Council's fixed assets consist of the following categories:

Operational Assets

These include land, buildings, improvements, motor vehicles, plant and equipment, library collections, and museum artefacts.

Infrastructural Assets

Infrastructural Assets are the fixed utility systems owned by Council. These include roading, water, sewer and stormwater networks. Land under roads has been recognised in the financial statements.

Restricted Assets

Restricted Assets are those assets that cannot be disposed of because of legal or other restrictions and that provide a benefit of service to the Community. These include land vested under the Reserves Act and endowments or other property held in trust for specific purposes.

Valuation

All assets are valued at historical cost, except for the following, which are shown at fair value:

Land

Operational, restricted and infrastructural land has been valued at net current value by Quotable Value New Zealand as at 1/9/05. This has been confirmed by Quotable Value New Zealand Ltd as being appropriate for external accounting purposes.

Valuations are carried out on a three yearly cycle by independent qualified valuers.

Infrastructural Assets

Roading infrastructural assets (including bridges) have been valued by Montgomery Watson, registered valuers, at depreciated replacement cost as at 30 June 2007. Sewerage, Water Supply and Stormwater infrastructural assets have been valued by BECA Valuations Ltd, registered valuers, at depreciated replacement cost as at 30 June 2007.

Land under roads was valued by Quotable Value (New Zealand) Ltd at 30 June 2002 based on the value and use of adjoining land.

Valuations are carried out with sufficient regularity by independent qualified valuers to ensure that the carrying amount of an item of property, plant and equipment does not differ materially from that which would be determined using fair value at the balance sheet date

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the re-valued amount of the asset. Re-valued assets must be carried at a value not materially different from fair value.

Depreciation

Museum artifacts, works of art and monuments, operational land, restricted land and infrastructural land are not depreciated. Depreciation has been provided on a straight line basis on all other assets (except Motor Vehicles) at rates which will write off the cost (or valuation) of the assets to their estimated residual values over their useful lives. Motor Vehicles are depreciated on a diminishing value basis. Assets depreciated are as follows:

Asset	Depreciable Life (Years)
Infrastructural	
Roads	
• Formation	N/A
• Sub-base	N/A
• Base Course	20-75
• Surfacing (Sealed)	5-15
• Surfacing (Unsealed)	5
• Bridges	40-100
• Box Culverts/Channels	50-100
• Footpaths	40
• Streetlights	10
• Signs	8
Water	
• Pipeline	60-80
• Connections	60
• Reservoirs and Tanks	20-50
Pump Stations	15-20
Sewer	
• Pipeline	60-80
• Manholes	50-60
• Pump Stations	15-20
• Oxidation Ponds	60-100
Stormwater	
• Pipeline	60-80
• Bank Protection	50-100
• Manholes	50-60
• Pump Stations	15-20
Operational	
• Buildings	50
• Furniture and Fittings	10
• Motor Vehicles	5
• Plant & Equipment	3-10
• Library Collection	8
• Jackson Bay Wharf	30
Restricted	
• Buildings	50

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement. When re-valued assets are sold, the amounts included in other reserves in respect of those assets are transferred to retained earnings.

11. Landfill aftercare Costs

As operator of the Hokitika Landfill and other rural sites, the Council has a legal obligation to provide ongoing maintenance and monitoring services at the landfill site after closure. To provide for the estimated cost of aftercare, a charge is made each year to spread the costs over the life of the landfill.

The estimated cost is calculated based on estimates of:

Total current cost

This is defined as the amount that would be paid if all equipment, facilities and services included in the estimate were acquired during the current period.

The estimate has been based on costs of closure of similar landfill by other local authorities.

Total capacity

The estimated length of time needed for post-closure care is 30 years.

The Council also has a legal obligation to provide ongoing maintenance and monitoring services for the closed landfill sites of the former amalgamating authorities.

The estimated future costs to perform this obligation have been accrued and charged.

The calculations assume no change in the legislative requirements for closure and post-closure treatment.

12. Accounts Receivable

Accounts receivables (debtors) are stated at expected realisable value after providing for doubtful and uncollectible debts.

13. Inventories and Work in Progress

Inventories and work in progress are valued at the lower at cost and net realisable value.

Assets under construction are not depreciated. The total cost of a project is transferred to the relevant asset class on its completion, and then depreciated.

14. Employee Entitlements

Provision is made in respect of Westland District Council's liability for retiring gratuities, long service leave, and annual leave.

The liability for retiring gratuities and long service leave is calculated on an actuarial basis taking into account current rates of pay, years of service, periods remaining to entitlement and probability factors.

Liabilities for annual leave are measured at the amount of unused entitlement accumulated at balance date at relevant current rates of pay. Liabilities for non vesting sick leave are measured at the amounts of unused entitlement accumulated at balance date that Council anticipates employees will use in future periods in excess of the days that they will be entitled to in each of these periods.

15. 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 in the period in which these are incurred.

16. Statement of Cash Flows

Cash and cash equivalents comprise cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments in which the Council or group invests as part of its day-to-day cash management.

Operating activities include cash received from all income sources of the group and record the cash payments made for the supply of goods and services.

Investing activities are those activities relating to the acquisition and disposal of non-current assets.

Financing activities comprise activities that result in a change in equity and debt capital structure of the Council and group.

17. Statements of Financial Performance

The Statements of Financial Performance, as provided in the Activity Summaries, report the net cost of service for significant activities of the Council and are represented by the costs of providing the service less all revenues that can be allocated to those activities.

18. Financial Instruments

Except for loans, which are recorded at cost and those items covered by a separate accounting policy, all financial instruments are shown at their fair value.

The Council is party to financial instruments as part of its normal operations. These financial instruments include bank accounts, investments, debtors and creditors and loans. All of these are recognised in the Balance Sheet. Revenues and expenses in relation to financial instruments are recognised in the Income Statement.

19. Debt Servicing Costs

Borrowing costs are recognized as an expense in the period in which they are incurred, except to the extent they are directly attributable to the acquisition, construction or production of a qualifying asset, in which case the borrowing costs will be capitalised as part of the cost of the asset.

20. Donated Goods and Services

The Council receives the benefits of many services provided by volunteers. These services are greatly valued. They are, however, difficult to measure in monetary terms. From an accounting point of view these services are not considered material in relation to the Council's total expenditure.

Any donated property, plant, and equipment are recorded at fair value.

Vested Land is included at current value and Infrastructural Assets are included at the cost to the sub divider.

21. Goods and Services Tax

All amounts shown in the financial statements are exclusive of Goods and Services Tax, except for accounts receivable and accounts payable which are inclusive of GST. Where GST is not recoverable as an input tax then it is recognised as part of the related asset class or expense.

22. Third Party Transfer Payment Agencies

The Council collects monies for many organisations including Liquor Licensing Authority, Department of Building and Housing and others. Where collections are processed through the Council's books, any monies held are shown as Accounts Payable in the Balance Sheet.

Amounts collected on behalf of third parties are not recognised as revenue, but commissions earned from acting as agent are recognised in revenue.

23. Accounting for Council Controlled Trading Organisations

The Council has not presented group prospective financial statements because it believes that the parent financial statements are more relevant to users. The main purpose of prospective financial statements in the Annual Plan is to provide users with information about the core services that the Council intends to provide ratepayers, the expected cost of those services and as a consequence how much the Council requires by way of rates to fund the intended levels of service. The level of rates funding required is not affected by subsidiaries except to the extent that the Council obtains distributions from, or further invests, in those subsidiaries. Such effects are included in the prospective financial statements.

24. Changes in Accounting Policy

There are no changes in Accounting Policies. All Accounting Policies have been applied in accordance with the adoption of the NZIFRS.

25. Prospective Financial Information

Prospective financial information is based on assumptions about future events which may or may not occur. Actual results achieved for the period are likely to vary from the information presented and these variations may be material.

PROSPECTIVE INCOME STATEMENT

	Annual Plan 2008/2009 '000	LTCCP 2008/2009 '000
<u>Income</u>		
Rates - General	4,228	4,024
- Targeted	1,505	1,939
- Metered Water	785	962
Petroleum Tax	115	96
Interest	555	230
Dividends	165	170
Other Income	295	197
Governance	12	0
Planning & Regulatory	570	432
Operations	3,190	2,995
Community Services	2,197	1,388
Total Operating Income	13,616	12,434
<u>Expenditure</u>		
Governance	594	594
Planning & Regulatory	1,359	1,043
Operations	4,520	3,844
Community Services	2,624	2,772
Interest Paid	474	404
Depreciation	3,079	3,520
Total Operating Expenditure	12,650	12,177
Operating Surplus	965	257
Less Tax Expense/Benefit	0	0
<u>Net Operating Surplus</u>	965	257

PROSPECTIVE STATEMENT OF CHANGES IN EQUITY

	Annual Plan 2008/2009 '000	LTCCP 2008/2009 '000
<u>Equity at 1 July</u>	310,612	317,608
Plus Net Surplus(Deficit) for the year	965	257
Movement in Revaluation Reserve	10,689	10,689
Total Recognised Revenues and Expenses	11,654	10,945
<u>Equity at 30 June</u>	322,266	328,554

PROSPECTIVE BALANCE SHEET

	Annual Plan 2008/2009 '000	LTCCP 2008/2009 '000
<u>Ratepayer's Equity</u>	322,266	328,554
Represented by:		
<u>Assets</u>		
Current Assets		
Cash & Bank	1,000	2,000
Accounts Receivable	1,600	1,491
Inventories	0	0
Total Current Assets	2,600	3,491
Non Current Assets		
Fixed Assets	321,072	325,233
Investments	7,000	7,926
Business Development Loans	0	0
Deferred Tax	0	0
Total Non Current Assets	328,072	333,159
Total Assets	330,672	336,650
<u>Liabilities</u>		
Current Liabilities		
Accounts Payable	1,800	1,491
Accrued Expenses	373	373
Rates Received in Advance	59	59
Current Portion of Term Debt	5	5
Taxation Provision	0	0
Total Current Liabilities	2,237	1,927
Non Current Liabilities		
Term Debt	5,813	5,813
Employee Entitlements	266	266
Landfill Closure and Monitoring	90	90
Total Non Current Liabilities	6,169	6,169
Total Liabilities	8,406	8,097
<u>Net Assets</u>	322,266	328,554

PROSPECTIVE STATEMENT OF CASH FLOWS

	Annual Plan 2008/2009 '000	LTCCP 2008/2009 '000
<u>Cashflow from Operating Activities</u>		
Cash was provided from:		
Receipts from rates, grants, and other sources	12,896	12,033
Interest Received	555	230
Dividends	165	170
Total Cash Inflows from Operating Activities	13,616	12,434
Cash was disbursed to:		
Suppliers & Employees	-9,066	-8,196
Interest Paid on Long Term Debt	-474	-404
Income Tax Expenses	0	0
Net GST Movement	-100	-100
Total Cash Outflows from Operating Activities	-9,640	-8,700
Net Cash Inflow from Operating Activities	3,976	3,733
<u>Cashflow from Investing Activities</u>		
Cash was provided from:		
Disposal of Fixed Assets	250	180
Miscellaneous Sale of Investments	0	0
Total Cash Inflows from Investing Activities	250	180
Cash was applied to:		
Purchase of Fixed Assets	-5,181	-3,870
Purchase of Investments	0	0
Total Cash Outflows from Investing Activities	-5,181	-3,870
Net Cash Outflow from Investing Activities	-4,931	-3,690
<u>Cashflow from Financing Activities</u>		
Cash was provided from:		
Issue of Shares	0	0
New Loans Raised	0	0
Total Cash Inflows from Financing Activities	0	0
Cash was applied to:		
Repayment of Loans	-44	-44
Total Cash Outflows from Financing Activities	-44	-44
Net Cash Outflow from Financing Activities	-44	-44
Net Increase(Decrease) in Cash	-1,000	-1
Add Opening Balance	2,000	2,000
Closing Cash Balance	1,000	2,000
Represented by:		
Cash & Bank	1,000	2,000
Closing Bank Balance	1,000	2,000

7. OUTLINE OF THE REVENUE AND FINANCING POLICY

TYPE OF EXPENDITURE	SOURCE OF FUNDING	%
PLANNING AND REGULATORY		
Animal Control	General Rates Fees and Charges	6% 94%
Civil Defence	General Rates Grants and Subsidies	98% 2%
Resource Management	General Rates Fees and Charges	76% 24%
Inspections and Compliance	Fees and Charges General Rates	55% 45%
Community/Township Planning	General Rates	100%
Biodiversity Strategy	Westland's Working Reserve	100%
COMMUNITY SERVICES		
Library	General Rates Fees and Charges	94% 6%
Museum/Carnegie Centre Gallery	General Rates	100%
Visitor Information Centre	General Rates	100%
Westland District Safer Community Council	General Rates Grants and Subsidies	24% 76%
Events Management	Grants and Subsidies Fees and Charges	19% 81%
Community Halls and Buildings	General Rates Fees and Charges	80% 20%
Hokitika Heritage Walkway	General Rates	5%
Parks and Reserves	General Rates Fees and Charges	90% 10%
Land and Buildings	Fees and Charges	100%
Public Toilets	General Rates Fees and Charges	89% 11%
Swimming Pools	General Rates Fees and Charges	80% 20%
Cemeteries	General Rates Fees and Charges	62% 38%
Elderly Housing	Fees and Charges	100%
Governance	General Rates	100%
OPERATIONS		
Transportation	General Rates Grants and Subsidies	35% 65%
Water Supply	Targeted Rates Fees and Charges	30% 70%
Wastewater	Targeted Rates Fees and Charges	82% 18%
Stormwater	General Rates	100%
Waste Management	Targeted Rates Fees and Charges	62% 38%
Rural Fire	General Rates	100%

Council reviewed the Revenue and Financing Policy as part of the LTCCP process in 2006. The full version of the Policy is available in Volume 2 of the LTCCP which is available on the Council website or by enquiring at the Council Office.

8. 2008/2009 PROJECTS

Funding Key

- | | |
|---|-----------------------------|
| 1. General Rates | 5. Development West Coast |
| 2. Targeted Rates | 6. Internal Loans |
| 3. Reserves Development Account | 7. Government Subsidies |
| 4. Transfers from Depreciation Reserves | 8. Commercial Contributions |
| | 9. Dog Control Reserve |

1. General Projects – Funded from General Rates and Reserves

		Total	Funding
<u>Animal Control</u>			
- Proposed Upgrade of Dog Pound Facilities	<u>5,000</u>		9
Total Animal Control		5,000	
<u>Reserves</u>			
- Harihari Community Facility	489,500		5
- Upgrade Heritage Trail - Beachfront to Bridge	60,000		\$10,000 3
			\$50,000 5
- Heritage Walkway Extension	5,160		3
- Development Kaniere Hall Reserve	<u>10,000</u>		3
Total Reserves		564,660	
<u>Community Halls and Buildings</u>			
Regent Theatre	<u>290,000</u>		
Total Community Halls and Buildings		290,000	5
<u>Land and Buildings</u>			
Franz Josef Medical Centre	100,000		5
Fox Glacier Land Purchase/Plan Preparation	<u>152,000</u>		3
Total Land and Buildings		252,000	
<u>Swimming Pools</u>			
- Hokitika Pool, Replacement of Rear Doors	3,000		1
- Ross Pool, Repaint	<u>12,000</u>		1
Total Swimming Pools		15,000	
<u>Cemeteries</u>			
- Identify/Acknowledge Graves under Carpark	<u>2,000</u>		1
Total Cemeteries		2,000	
<u>Library</u>			
- Relocation to 20 Sewell Street	150,000		5 or 3
- Book Purchases	42,601		1
- Signage	2,000		1
- Library Chairs (8)	<u>1,200</u>		1
Total Library		195,801	
<u>Wild at Heart Business Unit</u>			
- Establish and Relocate Business Unit	200,000		5 or 6
- Heat Pump/Dehumidifier - Museum	3,750		1
- Carnegie Building 100 year Celebration	<u>2,000</u>		1
Total Museum/Information Office		205,750	
<u>Drainage</u>			
- Mains Replacements in District	<u>181,757</u>		4
Total Drainage		181,757	

5. 2008/2009 PROJECTS

Hokitika Works

- Business Area Concept Plan	106,709	\$56,709	1
		\$50,000	3
- Figurines Around Hokitika Township	<u>12,000</u>		5
Total Hokitika Works		118,709	

Rural Township Works

- Township Projects	<u>50,000</u>		1
Total Rural Township Works		<u>50,000</u>	
Total General Projects		<u>\$1,880,677</u>	

2. Projects Related to Infrastructure

All projects listed were included in the Adopted 2006-2016 LTCCP for completion in 2008/2009 with the exception of the "R" Funded Roothing Projects.

		Total	Funding
<u>Water Supplies</u>			
- Reservoir and Intake, Franz Josef/Waiiau	272,000		6
- Capital Works Per Activity Plan	91,513		6
- Mains Replacement Kumara	80,000		4
- Mains Replacement Hokitika	107,000		4
- Mains Replacement General	<u>156,843</u>		4
Total Water Supply Systems		707,356	
<u>Wastewater/Sewerage Systems</u>			
- Haast Oxidation Ponds Outflow	110,000		6
- Capital Works per Activity Plan	106,916		6
- Mains Replacement General	<u>159,754</u>		4
Total Wastewater/Sewerage Systems		376,670	
<u>Waste Management</u>			
- Replacement of Waste Bins Hokitika	5,000		2
- Develop Kumara Transfer Station	22,000		6
- Dennis Road Landfill Haast	54,000		6
- Develop Neils Beach Transfer Station	<u>10,000</u>		6
Total Waste Management		91,000	
<u>Roothing</u>			
- Upgrade Railway Terrace, Hokitika	20,000		1
- Projects Funded LTNZ "R" Funding			
Seal Extension Waiho Flat Road	60,000		7
Seal Extension Union Street, Kumara	50,000		7
Seal Outside Houses Camelback Road	30,000		7
Seal Extension - Old West Coast Road	<u>127,000</u>		7
		<u>287,000</u>	
Total Infrastructural Projects		<u>\$1,462,026</u>	

8. 2008/2009 PROJECTS

SUMMARY 2008/2009 PROJECTS

Animal Control	5,000
Reserves	564,660
Community Halls and Buildings	290,000
Land and Buildings	252,000
Swimming Pools	15,000
Cemeteries	2,000
Library	195,801
Wild at Heart Business Unit	205,750
Drainage	181,757
Hokitika Works	118,709
Rural Township Works	50,000
Water Supplies Systems	707,356
Wastewater/Sewerage Systems	376,670
Waste Management	91,000
Roading	<u>287,000</u>
Total 2008/2009 Projects	<u>\$3,342,703</u>

9. COUNCIL ACTIVITIES

This Annual Plan was prepared on the basis that activities included in the LTCCP, adopted by Council in 2006, remain the same for the 2008/2009 year.

Levels of service and performance measures included in that LTCCP continue to apply for all the activities Council is involved in.

This information is available in the full 2006-2016 LTCCP on Council's Website, www.westland.govt.nz, at the Hokitika Library or Community Libraries throughout Westland or it can be viewed at the Council Office.

Estimates proposed for the 2008/2009 year and explanations for variations from the Adopted LTCCP, for the activities Council is involved in under the Planning and Regulatory, Community Services and Operations divisions of Council are:

PLANNING AND REGULATORY

Animal Control	2008/2009	2008/2009
Activity Income	73,155	75,191
Activity Expenditure	96,314	82,687
Net Cost/Surplus (-) of Activity	23,159	7,497
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	23,159	7,497
Funded by:		
General Rates	18,159	5,000
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	5,000	2,497
Total Source of Funds	23,159	7,497

Variations to the LTCCP:

Income from Dog Registration is less than estimated due to the 20% discounts expected to be granted under the Responsible Dog Owner Policy introduced by Council this year. Dog registration fees for the 2008/2009 year have been set at \$65.00 for dogs in the Hokitika and Kaniere Townships and \$50.00 in other areas. Support costs are also greater than the LTCCP estimate due to general cost increases.

As a result of the submissions hearing, Council has committed \$5,000 to working with the SPCA to upgrade the Dog Pound facilities. This will be funded from the Dog Control Reserve.

PLANNING AND REGULATORY

Civil Defence	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	500	533
Activity Expenditure	43,156	37,575
Net Cost/Surplus (-) of Activity	42,656	37,043
Capital Expenditure	0	0
Renewals Expenditure	1,065	1,065
Loan Principal Repayments	0	0
Total Funds Required	43,721	38,108
Funded by:		
General Rates	42,456	35,978
Targeted Rates	0	0
Depreciation	200	2,130
Loans Raised	0	0
Transfers from / to (-) Reserves	1,065	0
Total Source of Funds	43,721	38,108

Variations to the LTCCP:

No significant variation apart from adjustments to the budget to reflect actual anticipated results.

PLANNING AND REGULATORY

Resource Management	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	64,850	50,961
Activity Expenditure	294,887	216,510
Net Cost/Surplus (-) of Activity	230,037	165,548
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	230,037	165,548
Funded by:		
General Rates	209,537	165,016
Targeted Rates	0	0
Depreciation	500	533
Loans Raised	0	0
Transfers from / to (-) Reserves	20,000	0
Total Source of Funds	230,037	165,548

Variations to the LTCCP:

Activity income has increased to reflect increases approved by Council in fees and charges to recover a greater portion of the costs involved in processing resource consents from the user.

Expenditure has also increased to reflect the increased workload in this area and the staff resources required to manage this workload. The sum of \$35,000 has also been included to engage expert assistance to collect and collate on the way that Westland is expected to develop over the next twenty years and to give assistance with the preparation of Community and MDI grant applications to Development West Coast.

\$20,000 expenditure estimated for the completion of the Significant Natural Area (SNA) process is funded from Council Reserves as the expenditure was rated for in previous years and this project has not yet been completed.

PLANNING AND REGULATORY

Inspections & Compliance	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	419,020	305,385
Activity Expenditure	753,615	562,603
Net Cost/Surplus (-) of Activity	334,595	257,218
Capital Expenditure		0
Renewals Expenditure	2,500	0
Loan Principal Repayments	0	0
Total Funds Required	337,095	257,218
Funded by:		
General Rates	333,595	256,153
Targeted Rates	0	0
Depreciation	1,000	1,065
Loans Raised	0	0
Transfers from / to (-) Reserves	2,500	0
Total Source of Funds	337,095	257,218

Variations to the LTCCP:

Activity income reflects the increases approved by Council in fees and charges designed to recover a greater portion of the costs involved in processing building consents and licensing applications. This recovery is in line with the Council Revenue and Financing Policy.

The processes required for Council to obtain accreditation as a Building Consent Authority and the extra workload involved in processing building consents, in particular, has required Council to increase the staff resources of the Department. These increases have resulted in expenditure estimates greater than those anticipated in the LTCCP.

Costs associated with the Building Consent Authority Accreditation audit process for Westland District Council of \$20,000 have also been added, while a \$55 charge was added to the cost of obtaining a building consent, from 1 July 2007, to recover that sum and is reflected in activity income.

PLANNING AND REGULATORY

Community Township Planning	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	12,000	0
Activity Expenditure	172,776	147,287
Net Cost/Surplus (-) of Activity	160,776	147,287
Capital Expenditure	168,709	213,831
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	329,485	361,119
Funded by:		
General Rates	279,485	351,119
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	50,000	10,000
Total Source of Funds	329,485	361,119

Variations to the LTCCP:

Income of \$12,000 relates to the Development West Coast Community Grants Scheme. An application will be prepared for funding for the placement of figurines around Hokitika as approved by Council.

Capital Expenditure in the adopted LTCCP included a provision for work which was not identified at that time for improvements in Rural Townships which total \$50,000. Actual projects, which total \$168,709, include year 3 of the Hokitika Township Concept Plan improvements at \$106,709. \$50,000 of the Hokitika Concept Plan improvements will be funded from the Reserves Development Account in 2008/2009 with the remainder from general rates.

Other variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results.

COMMUNITY SERVICES

Library	2008/2009	2008/2009
Activity Income	124,100	19,277
Activity Expenditure	312,326	319,563
Net Cost/Surplus (-) of Activity	188,226	300,286
Capital Expenditure	153,200	42,766
Renewals Expenditure	45,181	2,580
Loan Principal Repayments	0	0
Total Funds Required	386,607	343,052
Funded by:		
General Rates	341,426	297,871
Targeted Rates	0	0
Depreciation	42,601	42,601
Loans Raised	0	0
Transfers from / to (-) Reserves	2,580	2,580
Total Source of Funds	386,607	343,052

Variations to the LTCCP:

Library Relocation

The space currently occupied by the library is not considered large enough to allow the facility to operate at its full potential, Council, after considering other possibilities, such as an extension to the current building, approved the lease of the building at 20 Sewell Street to be converted into a new library facility for Westland. This building was formerly the Hokitika Borough Council headquarters and housed the library until it moved to its current premises in 1992. The floor area of the building is significantly larger which will allow for future development of library services.

It is proposed that the Wild at Heart Centre made up of the Information Centre, Events Department and Museum administration function will be located in the area currently occupied by the Library.

Capital expenditure includes the amounts of \$150,000 for relocation expenditure plus \$3,200 for new signage and library chairs for the public. An application will be made to the Development West Coast to fund the relocation of the library. Renewals expenditure relates to \$42,601 for new library book purchases and the sum of \$2,580 for the renewal of computer equipment.

Other variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results.

COMMUNITY SERVICES

Council proposes to establish a new stand alone business unit from 1 July 2008 to be called the Wild at Heart Centre.

This will be made up of the current Council Events Department, the Hokitika Visitor Information Centre and the West Coast Historical Museum.

The Business Unit will be based at Council headquarters in the space currently occupied by the library, which will be relocated to the former Sheep Station building in Sewell Street when the lease has been finalised. The museum administration office will be relocated into the area currently used by the Information Centre in the Carnegie Building.

The sum of \$200,000 has been included to facilitate this process and an application will be made to Development West Coast once final costings have been collated.

Activities to be undertaken by the Wild at Heart Centre will be;

- Market and promote Westland as a place to visit, work and live.
- Manage events in Westland District.
- Manage and promote the Visitor Information Centre.
- Manage and promote the West Coast Historical Museum.

The main reason for establishing this unit is to ensure that promotion of the District is done in a manner that is commercially efficient and takes advantage of existing opportunities, such as the Wildfoods Festival, as well as identifying and promoting new events or opportunities.

Wild at Heart Centre	2008/2009	2008/2009
Activity Income	250,000	0
Activity Expenditure	257,231	0
Net Cost/Surplus (-) of Activity	7,231	0
Capital Expenditure	203,750	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	210,981	0
Funded by:		
General Rates	210,981	0
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	210,981	0

COMMUNITY SERVICES

Museum	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	0	133,095
Net Cost/Surplus (-) of Activity	0	133,095
Capital Expenditure	0	0
Renewals Expenditure	0	2,450
Loan Principal Repayments	0	0
Total Funds Required	0	135,545
Funded by:		
General Rates	0	125,107
Targeted Rates	0	0
Depreciation	0	7,988
Loans Raised	0	0
Transfers from / to (-) Reserves	0	2,450
Total Source of Funds	0	135,545

Variations to the LTCCP:

The Hokitika Historical Museum is proposed to form part of the Wild at Heart Centre Business Unit which will be made up of the Visitor Information Centre, Museum and Events Department.

Visitor Information Centre	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	0	79,365
Net Cost/Surplus (-) of Activity	0	79,365
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	0	79,365
Funded by:		
General Rates	0	79,365
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	0	79,365

Variations to the LTCCP:

The Visitor Information Centre is proposed to form part of the Wild at Heart Centre Business Unit which will be made of the Visitor Information Centre, Museum and Events Department.

COMMUNITY SERVICES

Safer Community Council	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	51,000	40,684
Activity Expenditure	101,066	64,114
Net Cost/Surplus (-) of Activity	50,066	23,431
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	50,066	23,431
Funded by:		
General Rates	45,816	23,431
Targeted Rates	0	0
Depreciation	4,250	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	50,066	23,431

Variations to the LTCCP:

It is proposed to extend the hours worked by the Safer Community Council Coordinator from 32 to 40 per week as the level of activities involved in that role continue to increase. Revenue from grants and donations has also increased to reflect these levels of activity.

Events Management	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	686,408
Activity Expenditure	0	618,861
Net Cost/Surplus (-) of Activity	0	-67,547
Capital Expenditure	0	0
Renewals Expenditure	0	1,065
Loan Principal Repayments	0	0
Total Funds Required	0	-66,482
Funded by:		
General Rates	0	0
Targeted Rates	0	0
Depreciation	0	1,065
Loans Raised	0	0
Transfers from / to (-) Reserves	0	-67,547
Total Source of Funds	0	-66,482

Variations to the LTCCP:

The Events Department is proposed to form part of the Wild at Heart Centre Business Unit which will be made up of the Visitor Information Centre, Museum and Events Department.

COMMUNITY SERVICES

Community Halls & Buildings	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	302,000	20,768
Activity Expenditure	372,456	106,685
Net Cost/Surplus (-) of Activity	70,456	85,917
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	70,456	85,917
Funded by:		
General Rates	70,725	39,708
Targeted Rates	0	0
Depreciation	22,231	23,708
Loans Raised	0	0
Transfers from / to (-) Reserves	-22,500	22,500
Total Source of Funds	70,456	85,917

Variations to the LTCCP:

Council has undertaken a review of recreation and entertainment facilities throughout the District as signaled in the LTCCP. The purpose of the review is to identify where best to invest future resources, two of which are Development West Coasts Major District Initiatives Funding (MDI) and its Community Grants Scheme.

The Westland District has an abundance of sporting and entertainment facilities. Hokitika alone has 20 hall and lounge spaces for its 3500 residents. While some are well utilised, others are not. Many are being maintained by small hardworking committees in organisations with limited membership and financial resources.

The intention is to rationalise the number of facilities in each community. Where appropriate, we expect to dispose of under-utilised facilities thus freeing up funds to either enhance remaining, or build new multi use facilities. With the available MDI funding providing up to 65% of the cost of the upgraded or new facilities it is important for Council and each Community to use existing under-utilised facilities to fund the local share.

Three projects have been included in this Plan for applications to be made to the Development West Coast for MDI funding as detailed in the introduction to this Plan on page 4.

COMMUNITY SERVICES

	Annual Plan	LTCCP
Hokitika Heritage Walkway	2008/2009	2008/2009
Activity Income	50,000	0
Activity Expenditure	9,981	5,325
Net Cost/Surplus (-) of Activity	-40,019	5,325
Capital Expenditure	65,160	5,160
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	25,141	10,485
Funded by:		
General Rates	19,981	5,325
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	5,160	5,160
Total Source of Funds	25,141	10,485

Variations to the LTCCP:

Capital expenditure includes \$60,000 for improvements to the Heritage Walkway from Hokitika Bridge to the beachfront. \$50,000 of this is proposed to be funded from the Development West Coast community grants scheme.

Parks & Reserves	2008/2009	2008/2009
Activity Income	696,460	25,518
Activity Expenditure	284,523	270,977
Net Cost/Surplus (-) of Activity	-411,937	245,459
Capital Expenditure	779,500	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	367,563	245,459
Funded by:		
General Rates	244,763	234,170
Targeted Rates	0	0
Depreciation	12,800	11,289
Loans Raised	0	0
Transfers from / to (-) Reserves	110,000	0
Total Source of Funds	367,563	245,459

Variations to the LTCCP:

The only variations to the LTCCP, apart from adjustments to the budget to reflect actual anticipated results, relate to the following capital expenditure projects which Council resolved to include in the Annual Plan. \$10,000 has been allocated to complete landscaping at the Kaniere Hall Reserve and the proposal to build a community facility at the Guy Menzies Park Harihari at a total cost of \$769,500 is also shown under capital expenditure, of which \$489,500 will be applied for under the Development West Coast Major District Initiative funding scheme, \$180,000 from sale of land, and \$100,000 from the Reserves Contribution Account.

COMMUNITY SERVICES

Land & Buildings	2008/2009	2008/2009
Activity Income	483,100	319,492
Activity Expenditure	426,026	325,387
Net Cost/Surplus (-) of Activity	-57,074	5,895
Capital Expenditure	130,000	0
Renewals Expenditure	20,640	20,640
Loan Principal Repayments	0	0
Total Funds Required	93,566	26,535
Funded by:		
General Rates	0	0
Targeted Rates	0	0
Depreciation	49,695	40,066
Loans Raised	0	0
Transfers from / to (-) Reserves	43,871	-13,531
Total Source of Funds	93,566	26,535

Variations to the LTCCP:

Council has committed to supporting the Fox Glacier Community Council by purchasing land for \$130,000 and providing \$22,000 for the completion of plans for the proposed Community Centre. This will be funded from the Reserves Development Account.

	Annual Plan	LTCCP
Public Toilets	2008/2009	2008/2009
Activity Income	0	11,510
Activity Expenditure	146,084	138,452
Net Cost/Surplus (-) of Activity	146,084	126,942
Capital Expenditure	0	0
Renewals Expenditure	2,663	2,663
Loan Principal Repayments	0	0
Total Funds Required	148,747	129,605
Funded by:		
General Rates	133,584	111,537
Targeted Rates	0	0
Depreciation	12,500	18,068
Loans Raised	0	0
Transfers from / to (-) Reserves	2,663	0
Total Source of Funds	148,747	129,605

Variations to the LTCCP:

Income included in the LTCCP related to the Franz Josef public toilets where users previously had to pay to get access. Access is now free as it was reported by the community that the facility was not being used correctly under the user pays system.

Expenditure increases reflect the cost of maintaining the new Fox Glacier public toilets build in 2007 and those on the Hokitika Beachfront which will be completed by September 2008.

COMMUNITY SERVICES

Swimming Pools	2008/2009	2008/2009
Activity Income	87,000	48,991
Activity Expenditure	300,145	217,048
Net Cost/Surplus (-) of Activity	213,145	168,057
Capital Expenditure	15,000	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	228,145	168,057
Funded by:		
General Rates	213,865	153,913
Targeted Rates	0	0
Depreciation	14,280	14,144
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	228,145	168,057

Variations to the LTCCP:

Income and expenditure budgets have been adjusted to reflect the actual anticipated results and changes that have been made to opening hours and season length since the LTCCP was adopted. \$8,000 has also been included in the building maintenance budget for external and interior painting of the complex as part of a management contract with a property management company. Capital expenditure of \$15,000 relates to the replacement of the rear doors to the Hokitika Pool (3,000) and for re-painting the Ross Pool (\$12,000).

	Annual Plan	LTCCP
Cemeteries	2008/2009	2008/2009
Activity Income	18,000	28,117
Activity Expenditure	77,347	73,562
Net Cost/Surplus (-) of Activity	59,347	45,446
Capital Expenditure	2,000	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	61,347	45,446
Funded by:		
General Rates	60,224	44,250
Targeted Rates	0	0
Depreciation	1,123	1,196
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	61,347	45,446

Variations to the LTCCP:

Income from burial fees has been reduced to more accurately reflect fees anticipated to be received.

Other variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results.

COMMUNITY SERVICES

Elderly Housing	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	118,800	118,800
Activity Expenditure	128,445	120,489
Net Cost/Surplus (-) of Activity	9,645	1,689
Capital Expenditure	0	0
Renewals Expenditure	65,150	25,000
Loan Principal Repayments	0	0
Total Funds Required	74,795	26,689
Funded by:		
General Rates	0	0
Targeted Rates	0	0
Depreciation	40,360	28,010
Loans Raised	0	0
Transfers from / to (-) Reserves	34,435	-1,321
Total Source of Funds	74,795	26,689

Variations to the LTCCP:

Variations to the LTCCP relate to renewals expenditure on the Sewell Street flats to complete the painting of the facility, at a cost of \$44,000.

Other variations arise from adjustments to the budget to reflect actual anticipated results.

Governance	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	12,000	0
Activity Expenditure	595,267	594,084
Net Cost/Surplus (-) of Activity	583,267	594,084
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	583,267	594,084
Funded by:		
General Rates	581,967	594,084
Targeted Rates	0	0
Depreciation	1,300	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	583,267	594,084

Variations to the LTCCP:

Variations to the LTCCP relate to income of \$12,000, which offsets expenditure, for secretarial services by Westland District Council to the Zone 5 South Island Local Authorities organisation.

Other variations arise from adjustments to the budget to reflect actual anticipated results.

COMMUNITY SERVICES

Council would also like to report on three other activities which are a part of Community Services: The Community Services Department, Grants, and Community Levies. While these three activities are not documented separately in the LTCCP, the financial information is included in the Council's Prospective Financial Statements.

Community Services Department	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	150,884	0
Net Cost/Surplus (-) of Activity	150,884	0
Capital Expenditure	600	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	151,484	0
Funded by:		
General Rates	151,484	0
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	151,484	0

Variations to the LTCCP:

The Community Services Department was not included as a separate activity in the LTCCP. Expenditure in this area was however included in the Income Statement and Summary Financial Statements.

Grants	2008/2009	2008/2009
Activity Income	16,500	0
Activity Expenditure	179,179	0
Net Cost/Surplus (-) of Activity	162,679	0
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	162,679	
Funded by:		
General Rates	162,679	0
Targeted Rates	0	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	0	0
Total Source of Funds	162,679	0

Variations to the LTCCP:

Council grants were not included as a separate activity in the LTCCP. Income and expenditure in this area was however included in the Income Statement and Summary Financial Statements.

COMMUNITY SERVICES

Community Levies	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	78,000	0
Net Cost/Surplus (-) of Activity	78,000	0
Capital Expenditure	0	0
Renewals Expenditure	0	0
Loan Principal Repayments	0	0
Total Funds Required	78,000	0
Funded by:		
General Rates	0	0
Targeted Rates	90,085	0
Depreciation	0	0
Loans Raised	0	0
Transfers from / to (-) Reserves	-12,085	0
Total Source of Funds	78,000	0

Variations to the LTCCP:

Community levies are targeted rates levied to fund specific community activities. These rates are generally levied at the request of these communities. Current rates levied in Westland are to the:

- Kokatahi/Kowhitirangi community to fund the new fire appliance.
- Glacier Country ratepayers to fund the position of promotions officer.
- Hokitika commercial ratepayers to assist with funding the promotions officer employed by Enterprise Hokitika.

OPERATIONS

Transportation	2008/2009	2008/2009
Activity Income	2,868,730	2,526,247
Activity Expenditure	4,497,752	4,064,801
Net Cost/Surplus (-) of Activity	1,629,022	1,538,555
Capital Expenditure	487,000	320,747
Renewals Expenditure	1,676,000	1,757,290
Loan Principal Repayments	0	0
Total Funds Required	3,792,022	3,616,591
Funded by:		
General Rates	1,493,022	1,156,138
Targeted Rates	0	0
Depreciation	2,199,000	2,396,304
Loans Raised	0	0
Transfers from / to (-) Reserves	100,000	64,149
Total Source of Funds	3,792,022	3,616,591

Variations to the LTCCP:

Variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results in accordance with the approved Land Transport New Zealand programme. Capital expenditure includes \$267,000 of projects to be funded 75% from LTNZ "R" Funding, and \$20,000 to upgrade Railway Terrace.

	Annual Plan	LTCCP
Water Supply	2008/2009	2008/2009
Activity Income	9,500	1,059,386
Activity Expenditure	1,159,244	1,344,933
Net Cost/Surplus (-) of Activity	1,149,744	285,546
Capital Expenditure	363,513	363,513
Renewals Expenditure	343,843	343,843
Loan Principal Repayments	0	0
Total Funds Required	1,857,100	992,902
Funded by:		
General Rates	0	0
Targeted Rates	1,248,339	564,379
Depreciation	312,740	419,087
Loans Raised	363,513	363,513
Transfers from / to (-) Reserves	-67,492	-354,077
Total Source of Funds	1,857,100	992,902

Variations to the LTCCP:

Variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results, Changes are mainly related to cost increases for the monitoring of supplies and departmental support costs.

Activity income of \$794,500 is less than the LTCCP estimate which included metered water charges as income. These charges are a targeted rate as defined in the Local Government (Rating) Act 2002. The estimate for 2008/2009 of \$883,125 for metered water charges is therefore included in the targeted rates estimate.

OPERATIONS

Waste Water	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	76,385	72,494
Activity Expenditure	454,574	795,564
Net Cost/Surplus (-) of Activity	378,189	723,070
Capital Expenditure	216,916	106,916
Renewals Expenditure	159,754	159,754
Loan Principal Repayments	0	0
Total Funds Required	754,859	989,739
Funded by:		
General Rates	0	0
Targeted Rates	341,315	627,835
Depreciation	160,502	263,890
Loans Raised	216,916	106,916
Transfers from / to (-) Reserves	36,126	-8,903
Total Source of Funds	754,859	989,739

Variations to the LTCCP:

The LTCCP expenditure included maintenance and interest costs for the Ross Sewerage System which has not yet eventuated due to the project being dependent on Government assistance. Other variations to the LTCCP arise from adjustments to the budget to reflect actual anticipated results.

Storm Water	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	379,921	351,084
Net Cost/Surplus (-) of Activity	379,921	351,084
Capital Expenditure	0	0
Renewals Expenditure	181,757	181,757
Loan Principal Repayments	0	0
Total Funds Required	561,678	532,841
Funded by:		
General Rates	0	0
Hokitika Rates	332,431	307,199
Rural Towns Rates	47,490	43,886
Targeted Rates	0	0
Depreciation	195,004	215,210
Loans Raised	0	0
Transfers from / to (-) Reserves	-13,247	-33,454
Total Source of Funds	561,678	532,841

Variations to the LTCCP:

Variations to the LTCCP arise from adjustment to the budget to reflect actual anticipated results.

OPERATIONS

Waste Management	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	235,000	288,302
Activity Expenditure	844,541	854,522
Net Cost/Surplus (-) of Activity	609,541	566,220
Capital Expenditure	91,000	85,532
Renewals Expenditure	5,325	5,325
Loan Principal Repayments	0	0
Total Funds Required	705,866	657,077
Funded by:		
General Rates	0	0
Targeted Rates	610,143	655,532
Depreciation	4,700	21,431
Loans Raised	91,000	85,532
Transfers from / to (-) Reserves	23	-24,567
Total Source of Funds	705,866	737,929

Variations to the LTCCP:

Income from user fees has decreased from that estimated in the LTCCP to reflect decreased usage at rural sites throughout the District.

Expenditure estimates reflect the actual anticipated results of operating waste disposal sites, transfer stations and the Waste Management Department for the 2008/2009 year.

A new Waste Management Contract is currently being advertised and will be in place for the 2008/2009 year.

Rural Fire	Annual Plan	LTCCP
	2008/2009	2008/2009
Activity Income	0	0
Activity Expenditure	60,613	59,631
Net Cost/Surplus (-) of Activity	60,613	59,631
Capital Expenditure	0	
Renewals Expenditure	1,065	1,065
Loan Principal Repayments	0	0
Total Funds Required	61,678	60,696
Funded by:		
General Rates	64,163	55,903
Targeted Rates		
Depreciation	4,500	4,793
Loans Raised	0	
Transfers from / to (-) Reserves	-6,985	
Total Source of Funds	61,678	60,696

Variations to the LTCCP:

The only variations arise from adjustments to the budget to reflect actual anticipated results.