



EARLY MINERS - PHOTO SUPPLIED BY HOKITIKA MUSEUM

WESTLAND DISTRICT COUNCIL ANNUAL PLAN 2014/15

1864 - 2014 150 years of Westland District

WESTLAND
DISTRICT COUNCIL





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WESTLAND

150 years young...

...and STILL the last, best place.

1864 - 2014... 150 years of Westland District

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SECTION ONE: THE WORDS

FOREWORD

A MESSAGE FROM THE MAYOR

As a new Council, we've thought hard about what to put in our first Annual Plan. What's clear to us is that the Council's accounting systems, monitoring and reporting have not been good enough in the past. The result has been years of losses which have meant the Council has had to borrow and expend reserves to pay some of its costs.

That's why the 2013 'Getting Real' plan brought in cutbacks and savings. And it was a step in the right direction. But the reality is we need to do more to make the Council's finances secure over the next 5 to 10 years. We have to front up and tackle the issue of debt. We have to fund depreciation properly so we can repair and replace existing infrastructure without more borrowing. And we need to make sure that our income is greater than our spending.

That's why this year's Annual Plan has an overall 12.67% Rates rise. More than half of that is to cover depreciation and repay debt. We can't put these things off. We only have a limited opportunity to put WDC on a more stable and viable financial footing. Your Councillors realise this and are going to adopt some guiding principles to make it happen.

We've also said we'll have a Rates Review this year, which will look closely at who pays what and how Rates are spread between groups. We want to make sure we've got 'fairness' in our Rating system. At the Annual Plan meetings I presented comparisons between our Rates in Westland and those in similar Councils so you could compare the value of your Rates with that of your neighbours.

Continuing as we have in the past is not an option for Westland District. Sustainability starts now.



Mike Havill



PHOTOGRAPH BY HELEN OLIVER

YOUR COUNCIL

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INTRODUCTION

The 2014-15 Plan: from the Mayor and CE

This Annual Plan is Year 3 of Council's 2012-22 Long Term Plan. Last year we told you that some aspects of the Long Term Plan are "unachievable in the current economic climate and some figures in it are simply wrong". In 2013-14 Council went back to basics and built the core operating budgets from scratch. We also re-examined all projects in the Long Term Plan and presented the community with a new list of prioritised projects. This Annual Plan builds on the work done to produce the 'Getting Real' Annual Plan last year. The Long Term Plan indicates that the overall rates increase for 2014-15 would be 5.4%. The overall rates increase in this Annual Plan is 12.67%. The rates increases in the Long Term Plan were not sustainable.

Last year we told you the Council had been spending more than it was earning. We told you the money we thought was set aside to pay for future work had already been spent to keep Rates low. We said the Council couldn't keep going the way it had. We said things had to change. We told you there was no silver bullet or magic wand. We said all we could do was take the first step and start 'Getting Real'.

And that's what we did.

Since then, there's been an election. We have a new Mayor and a new team of councillors. This is our first Annual Plan. We want the Council to live within its means, keep a tight grip on costs and not spend more than it earns. So there aren't many new projects this year. But unlike last year there are no cuts to service levels.

A total of 73 written submissions were received on the draft Annual Plan, and 20 submitters presented to Council. The most significant theme coming through submissions was the inequity in rates between different groups of ratepayers. While a review of the rates system is underway, any changes made will not take effect until the 2015-16 year.

Council looked at a range of options by which it could legally spread the rates more evenly, and found that by shifting the \$250,000 debt repayment from the Interest and Dividends cost centre to Corporate Services, this reduced the impact on several ratepayer groups.

Debt, depreciation and contracts are the Big 3 pushing Rates up this year (See pages 8 and 9 for more information). And the rise is high. 'Getting Real' isn't easy. But the Council believes it has to happen. Thank you to those people who took an interest in our Annual Plan. We appreciate your feedback.



Mike Havill
Mayor



Tanya Winter
Chief Executive



PHOTOGRAPH BY HELEN OLIVER

THE BIG 3

There are 3 main reasons why we have an overall Rates rise this year of 12.67%.

HERE'S WHAT'S PUSHING RATES UP...

Depreciation

\$435,000 more for future funds

That's what 'depreciation' is. Put simply, it's a future fund, built up slowly, year by year, to make sure there's money on hand to pay for major work when it needs to be done.

And we know it will need to be done at some stage because, sooner or later, everything needs to be replaced, overhauled or upgraded. It's like that with everything we own - cars, computers, washing machines, even houses.

It's the same with Council. Drains, mains, pipes, roads, bridges, water plants, sewerage schemes - they wear out too. And when they do, they need to be overhauled, upgraded or replaced.

The bad news is that kind of work can cost millions of dollars. The good news is we know when it will have to be done and what it's likely to cost.

Let's say we know there's work that will need to be done in 20



\$435,000
*more for future
funds*

"...depreciation is a future fund, built up slowly, year by year, to make sure there's money on hand to pay for major work in the future..."

years and the cost will be \$1.5 million. Putting \$75,000 into a future fund every year for the next 20 means the money will be there when it's needed and ratepayers won't get hit with a huge bill when the work starts.

Last year, the Council cut its future funding in half. This was to give ratepayers, who were already facing big rises, a break. But this is not sustainable long term. The plan was to bring future funding (Depreciation Rates) back up to 60% this year and reach 100% of what's needed in 2017/18.

The Council wants to stick with that, so it plans to collect \$435,000 extra for its future fund (Depreciation) this year. \$275,000 will be put aside to help pay for planned work we know will be needed on new assets while the other \$160,000 will bring our overall Depreciation funding back to 60% of what it should be. And there will be rises for the next 3 years too until we're back at the 100% level.

Debt

\$250,000 more to get debt down

The new Council is worried that debt is too high.

Adding up the \$7m the Council has in the past borrowed to pay for its own projects, plus another \$8m linked to its investment in Westland Holdings Ltd, gives a total of \$15m. This year alone, the interest bill for this debt is \$700,000.

The new Council wants to get debt down with a 20 year repayment plan. And they want to start now. We've voted to add \$250,000 to this year's Annual Plan. This means a 2.5% Rates rise. The money will be used to cut the debt associated with Westland Holdings from \$8,695,000 to \$8,445,000.

As part of our 20 Year Debt Reduction Plan, the Council has asked for a complete list of the land and properties it owns to see which, if any, could be sold. Money from sales would repay debt, meaning less would be needed from Rates in future years.

The list will be ready for the Mayor and Councillors to look at later this year.



\$250,000
*to help get debt
down*

*...debt for past Council projects (\$7m)
and the debt associated with Westland
Holdings (\$8m) gives us a total of \$15m
that needs to be repaid...*

Doing the work

\$160,000 for new contracts

Running our Water and Wastewater plants, looking after our stormwater and sewerage systems, keeping our parks and reserves up to scratch - all that and more is work the Council has contracted different companies to do.

Every long term maintenance or service contract usually has a term of 5 years or 7 years depending on the nature of services. The term includes an extension based on performance and both parties agreement.

On July 1 this year, some of our big contracts are up for renewal. And there will be price rises due to the rising costs and some changes in the scope of the works to be done.

The total price rise for the 3 waters contracts and the parks and reserves contract is \$160,000, or 1.6% in Rates. We've also had to put \$164,400 from Rates to top up our landfill funding, not because the contract price has gone up but because the income from users has gone down.

Between them, those contract price rises (and the landfill income drop) plus the extra \$250,000 to repay the debt associated with Westland Holdings and the \$435,000 rise in Depreciation - funding gives a total of \$1,009,400 or 80% of the total Rates increase.



\$160,000
*for new
contracts*

*“...some of our big contracts are up
for renewal. And there will be price
rises due to the rising costs and some
changes in the scope of the works to be
done...”*

RATES AND REASONS - WHAT IT MEANS FOR YOU

Will everyone's rate rise be the same?

No, it won't. It never is. 12.67% is just a total figure.

What it tells you is how much more cash the Council plans to collect through Rates in the 2014/15 year. But it doesn't tell you what that will mean for different ratepayers. That's because different people pay different Rates, based on the services their property gets and other services in their community. Some people get more services than others and they pay separate Rates for those. Some of those Rates have gone up more than 12.67%, some have gone up less, some haven't changed at all. That's one reason why different ratepayers get different Rates rises. The other is the way the Council's Rating Policy spreads the cost of services. The Policy sets different levels of Rates for different groups in the District. It will be reviewed later this year, but not before July 1, 2014, when this Plan is in place.

Check what it means for you

On Page 49, you'll find a guide giving some examples of what the planned Rates changes will mean for different types of properties (homes, businesses, farms) in different areas. Match your property with those in the guide and you can work out roughly what your % Rates change will be.

Rates Review – it's coming!

You want it. We want it. We know that the current rating system is not working. The rates samples on Page 49 tell us that, with the range of increases spanning from 6.55% to 40.65%.

These extremes in increases across the district are neither fair or equitable. It's time for change.

A complete overhaul of our Rates system has commenced. But...it is a BIG piece of work and any new system we agree on won't be in place until the following year: 2015-16.

Consultation on the Rates Review will take place between July and November 2014. It will be district wide and comprehensive.

All ratepayers will have an opportunity to be involved and we strongly encourage you to do so.

CHANGES FROM THE DRAFT ANNUAL PLAN

The draft Annual Plan proposed a 12.1% overall rates increase and we have ended up with 12.67%. While some corrections were made in the course of final review, these essentially balanced each other out as “unders and overs”. The main change has been the inclusion of a further \$80,000 to implement the review of the Council Controlled Organisations. This money will be spent on tax, legal, commercial, and financial advice to ensure this process is undertaken in a professional and timely manner.

Council held three public meetings to discuss the Annual Plan: Franz Josef, Haast and Hokitika with a total of 31 people in attendance. The Mayor also presented at several community group meetings.

A total of 73 written submissions were received on a range of topics. Those submissions led to some of the following changes included in this final Annual Plan:

| Activity | Change | Impact | Page No. |
|--|---|--|----------|
| Council Controlled Organisations | Increase budget for CCO Review Implementation | Extra \$80,000 rates required | 12 |
| Jackson Bay Wharf | New fees and charges for wharf users | Estimated \$25,000 revenue for repairs and maintenance to the wharf | 57 |
| Administration | New fees and charges for requests under Local Government Official Information and Meetings Act (LGOIMA) | Revenue to cover costs of meeting these requests | 50 |
| Hokitika Museum | Increase children’s admission charge | Increase from \$2.50 to \$3.00 | 50 |
| Hokitika Beachfront Landscape Project | Include this in the projects list | No financial impact. Staff time required. | 13 |
| Regulatory Services | New fees and charges under Sale and Supply Alcohol Act 2012 | Increased revenue to match increased requirements for compliance monitoring. Fees set by central government. | 55 |
| Hokitika Water Supply | Include this in the projects list | No financial impact. Staff time required. | 13 |
| Whataroa Rural Water Supply (Mint Creek) | Include this in the projects list | No financial impact. Staff time required. | 13 |

NEW PROJECTS

Our new projects for this year

What, Where, How Much & Who Pays

Here's a list of all our new projects, including costs and where the money will come from.

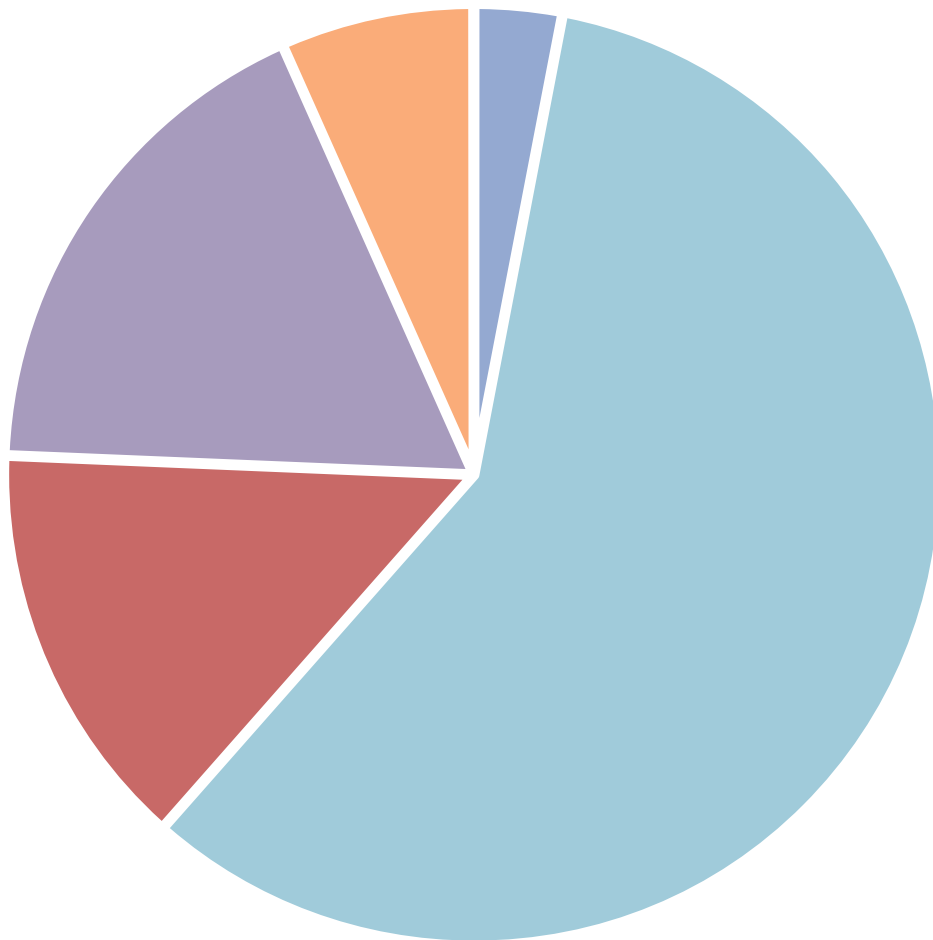
| Project | Reason | Cost | Funding Source |
|---|--|-----------|--|
| Museum | Heat Pump for Drummond Hall. No heating now, very cold in winter. | \$5,000 | General Rates |
| Rates Review | To look at options, prepare Review & consult ratepayers | \$10,000 | General Rates |
| CCO Review Implementation | Implement the recommendations from the Review undertaken in 2013-14 | \$100,000 | General Rates |
| Website Development | The content management system that supports the Council's website is no longer supported, so we need to update this now. | \$15,000 | General Rates |
| IT Upgrades | To fund needed upgrades & replacements. | \$30,000 | General Rates (\$15,000) + Depreciation Funds (\$15,000) |
| Power to Reservoirs | Water supply has been cut at times due to problems with power storage & supply at the Harihari reservoir. This project will prevent that happening again. | \$50,000 | Depreciation Funds |
| Kumara Capital Assistance Programme Funding Application | To ensure Kumara's application for CAP funds is the best possible. | \$15,000 | Targeted Rates |
| Haast WTP Upgrade | The Haast Water Treatment Plant must meet new Drinking Water Standards. This work will ensure it does. | \$400,000 | Subsidy (\$240,000) & Depreciation Funds (\$160,000) |
| Condition Assessments - Water | All Councils must have 30 Year Infrastructure Plans completed by 2015. To have a Plan, we've got to know what condition our water supply infrastructure is in. | \$20,000 | Targeted Rates |
| Fitzherbert Street Pump Upgrade #2 | This pump has to be upgraded. | \$100,000 | Loan |
| Fitzherbert Street – Sewer Pipeline Upgrade | This is Stage 2 of the Pumping Main project. | \$350,000 | Loan |
| Haast Ponds Improvement | This project will enable necessary improvements at the Haast Treatment Plant. | \$150,000 | Loan |
| Condition Assessments - Wastewater | All Councils must have 30 Year Infrastructure Plans completed by 2015. To have a Plan, we've got to know what condition our wastewater infrastructure is in. | \$20,000 | Targeted Rates |
| Stormwater Pipe Repairs | This project allows us to replace problem pipes. | \$50,000 | Depreciation Funds |
| Condition Assessments - Stormwater | All Councils must have 30 Year Infrastructure Plans completed by 2015. To have a Plan, we've got to know what condition our stormwater infrastructure is in. | \$20,000 | General Rates |
| Improvements at Hokitika Landfill | This project will improve capping work at the Hokitika landfill. | \$20,000 | Loan |
| Kumara Landfill | For necessary work at the Kumara landfill. | \$25,000 | Loan |
| Franz Josef capping works design | Capping work has to happen at Franz Josef landfill and this will fund its design. | \$25,000 | Loan |
| RSA Hall demolition | The Hall is potentially earthquake prone and Council has decided to demolish it because strengthening costs are too high. | \$25,000 | General Rates |
| Pensioner Housing Re-roofing | WDPL (Westland District Property Ltd) will re-roof some units this year. | \$20,000 | Loan |

| Project | Reason | Cost | Funding Source |
|--|---|-----------|---|
| Thermal Cover - Hokitika Pool | WDPL will also buy a new thermal cover for the pool. The existing cover has failed. | \$20,000 | Loan |
| Council HQ re-roofing | The ground floor roof will be reclad and repitched. Rotten and damaged timber will also be replaced. | \$125,000 | Loan |
| Kaniere Rural Fire Party | This project will replace Kaniere's existing HVMP pump. | \$11,000 | Subsidy (\$5,500) & General Rates (\$5,500) |
| GIS & Asset Plans | To develop Asset & Activity Management Plans for Council's next Long Term Plan 2015-2025 | \$25,000 | General Rates |
| Asset Valuations | To do Asset Valuations as needed. | \$30,000 | General Rates |
| Hokitika Water Supply | Joint consultation-only project with Westland Milk Products to investigate options for future upgrades. | \$0 | |
| Whataroa Rural Water Supply (Mint Creek) | Management of this untreated stock water supply is returning to the Whataroa community. | \$50,000 | Depreciation Funds |
| Hokitika Beachfront Landscape Project | Non - funded collaboration with Westland Arts Incorporated | \$0 | |

COUNCIL SERVICES AND RATES

What we're doing, what we're spending

We aren't planning many changes in 2014/15, as the guide below will show you. It sets out what's planned in the different areas of Council.



58.5%

Infrastructure

14.1%

Leisure and Culture

17.7%

Other Assets & Services

6.7%

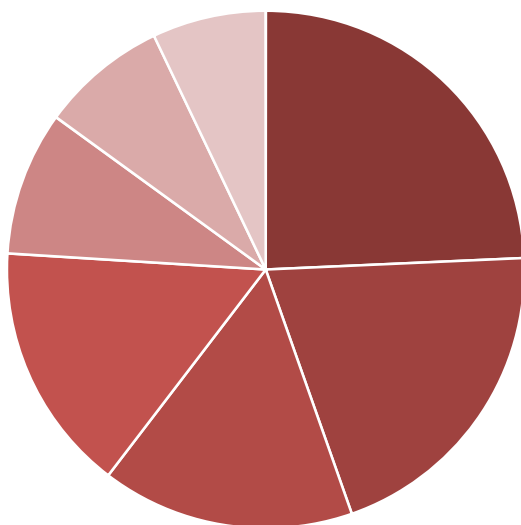
Planning & Regulatory Services

3.0%

Community Services

LEISURE AND CULTURE

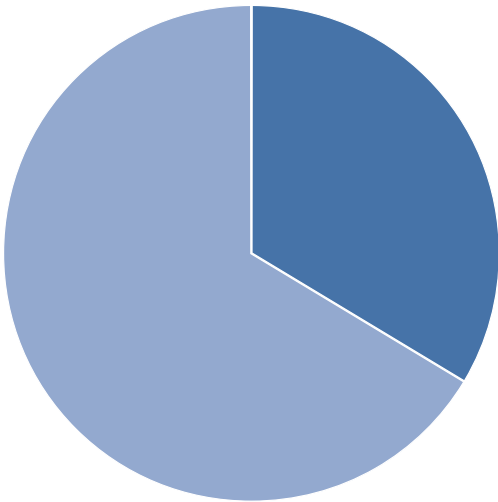
| What we're doing | What we're Spending | |
|---|---|-----------|
| Library | | |
| Opening hours will not change this year | Cost to Ratepayers | \$397,901 |
| | % Share of Rates | 3.5% |
| Museum | | |
| Opening hours also stay the same | Cost to Ratepayers | \$257,787 |
| | % Share of Rates | 2.3% |
| Swimming Pool | | |
| The Hokitika Pool will get a thermal cover (\$20,000). | Cost to Ratepayers (Hokitika Pool) | \$229,000 |
| | (Ross Pool) | \$26,266 |
| | % Share of Rates | 2.2% |
| i-Site | | |
| As it did last year, the i-Site will stay open till 6pm in summer months. | Cost to Ratepayers | \$148,071 |
| | % Share of Rates | 1.3% |
| Parks & Reserves | | |
| There's no money in the budget this year for Hokitika seawall planting. Council will work with community groups on a planting plan | Cost to Ratepayers | \$332,041 |
| | % Share of Rates | 3.0% |
| Community Halls & Buildings | | |
| Council will keep working with community groups who want to develop the Fox Glacier Community Centre and the Harihari Community Facility. | Cost to Ratepayers | \$129,607 |
| | % Share of Rates | 1.2% |
| Cemeteries | | |
| Maintenance levels won't change this year. | Cost to Ratepayers | \$116,051 |
| | % Share of Rates | 1.0% |
| Elderly Housing | | |
| This activity is managed by our Council Controlled Organisation, Westland District Property Ltd (any expenditure required by Council will be funded by loan). | Cost to Ratepayers | \$0 |
| | % Share of Rates | 0% |
| Events | | |
| As it did last year, Events will only work on the Wildfoods Festival. It won't develop or support any other events. | Cost to Ratepayers | \$0 |
| | Expected income from Wildfoods Festival | \$48,765 |



| | |
|-------|-----------------------------|
| 24.1% | Library |
| 15.6% | Museum |
| 15.4% | Swimming Pool |
| 9.0% | i-Site |
| 20.1% | Parks & Reserves |
| 7.9% | Community Halls & Buildings |
| 7.9% | Cemeteries |

COMMUNITY SERVICES

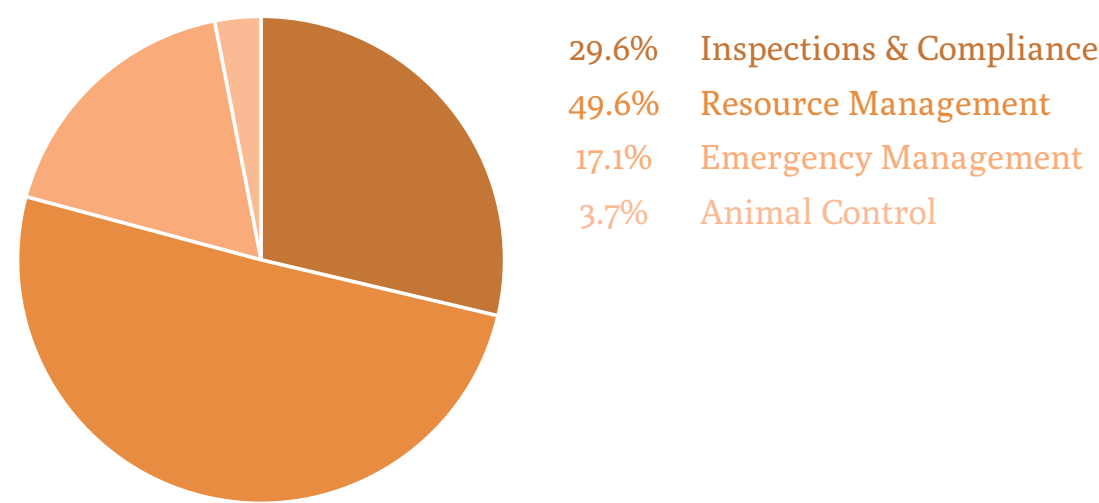
| What we're doing | What we're Spending | |
|---|---------------------|-----------|
| Community Development | | |
| The Community Development Advisor will support and advise a number of community organisations, but not play a 'hands on' role | Cost to Ratepayers | \$116,671 |
| | % Share of Rates | 1.0% |
| Community Assistance | | |
| Grants for public transport (Hokitika Taxis), Glacier Country, Enterprise Hokitika, the Regent Theatre, and Tourism West Coast will remain the same this year | Cost to Ratepayers | \$223,500 |
| | % Share of Rates | 2.0% |



34.3% Community Development
65.7% Community Assistance

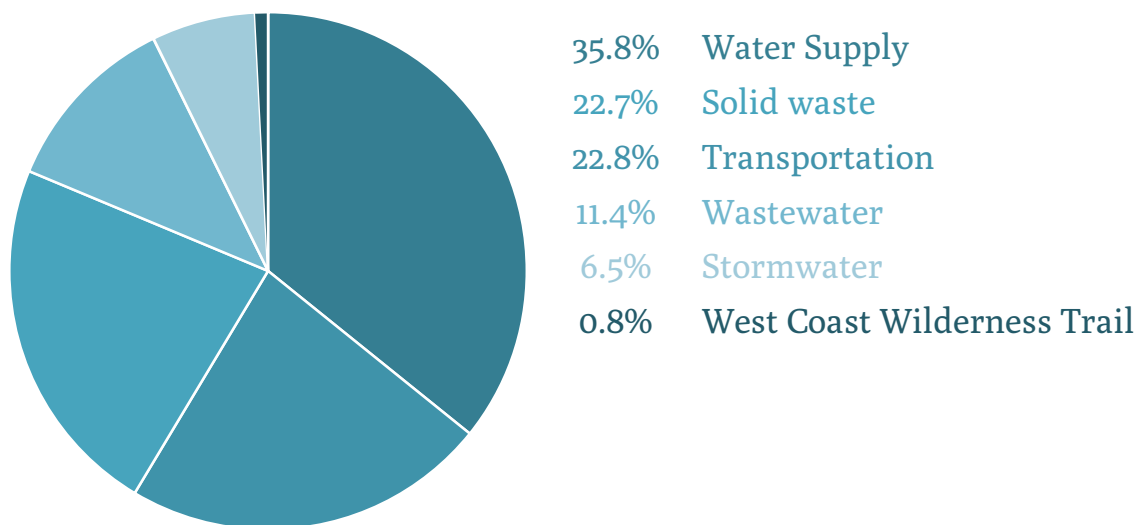
PLANNING & REGULATORY SERVICES

| What we're doing | What we're Spending | |
|--|---------------------|-----------|
| Inspections & Compliance | | |
| Our team will continue with regular inspections of businesses to make sure standards are being met. | Cost to Ratepayers | \$222,457 |
| | % Share of Rates | 2% |
| Resource Management | | |
| Planning and consent work will continue as before. | Cost to Ratepayers | \$372,028 |
| | % Share of Rates | 3.3% |
| Emergency Management | | |
| \$5000 has been added to the Emergency Management budget this year to train Rural Fire Volunteers. | Cost to Ratepayers | \$128,631 |
| | % Share of Rates | 1.1% |
| Animal Control | | |
| Sensible animal control and well behaved, registered dogs make the experience of living and residing in Westland much more pleasant and enjoyable. | Cost to Ratepayers | \$27,440 |
| | % Share of Rates | 0.2% |



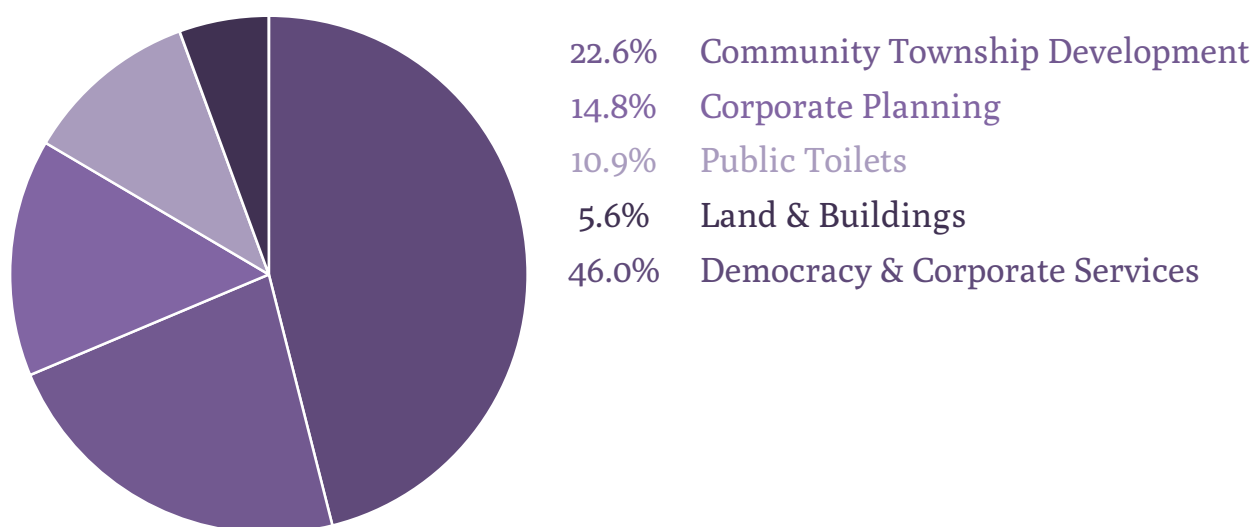
INFRASTRUCTURE (ROADS, 3 WATERS, WASTE)

| What we're doing | What we're Spending | |
|---|---------------------|-------------|
| Transportation | | |
| We will continue normal road maintenance. \$100,000 has been added for Flood Damage. Of this \$42,000 is rates funded. The remainder is NZTA subsidy. | Cost to Ratepayers | \$1,493,486 |
| | % Share of Rates | 13.3% |
| West Coast Wilderness Trail | | |
| \$55,605 will come from Depreciation Funds this year to maintain the new cycle trail. | Cost to Ratepayers | \$55,605 |
| | % Share of Rates | 0.5% |
| Water Supply | | |
| Clean, healthy water will continue to be provided. | Cost to Ratepayers | \$2,349,571 |
| | % Share of Rates | 20.9% |
| Wastewater | | |
| And wastewater will continue to be treated. | Cost to Ratepayers | \$745,864 |
| | % Share of Rates | 6.6% |
| Stormwater | | |
| Another vital area with no change | Cost to Ratepayers | \$427,880 |
| | % Share of Rates | 3.8% |
| Solid waste | | |
| Income is down here by \$164,400 and budgets have been adjusted to reflect that. | Cost to Ratepayers | \$1,492,240 |
| | % Share of Rates | 13.3% |



OTHER ASSETS & SERVICES

| What we're doing | What we're Spending | |
|---|---------------------|-----------|
| Public Toilets | | |
| No changes are proposed to this activity | Cost to Ratepayers | \$216,504 |
| | % Share of Rates | 1.9% |
| Land & Buildings | | |
| Budgets stay the same but one Council building is set to go. The RSA building in Hokitika has been assessed as potentially earthquake-prone. The cost of strengthening it to meet new Building Standards is very high, so the Council plans to demolish the building. | Cost to Ratepayers | \$110,145 |
| | % Share of Rates | 1.0% |
| Community Township Development | | |
| No changes are proposed to this activity | Cost to Ratepayers | \$449,084 |
| | % Share of Rates | 4.0% |
| Corporate Planning | | |
| Corporate Planning was included in the Corporate Services budget but we have separated it out as a new cost centre this year. | Cost to Ratepayers | \$294,055 |
| Corporate Planning will focus on producing the Long Term Plan, Annual Plan, Annual Report, Bylaw Reviews, Council strategy and policy, and communications. \$10,000 is included here to cover the higher cost of the Audits all Councils must have. . | % Share of Rates | 2.6% |
| Council Controlled Organisations | | |
| We will continue the work that commenced in 2013-14 with a review of the Council Controlled Organisations. This year will see the implementation of the recommendations in that review. | Cost to Ratepayers | \$100,000 |
| \$100,000 has been included to undertake this work | % Share of Rates | 0.9% |



There's a full list of the Council's Activity Areas on the next page, showing the 2014/15 Rates figures and how changes compare with last year's Annual Plan.

Council Activity Areas - 2014/15 Rates figures

| Activities | 2013/14 Annual Plan Budget | 2014/15 Annual Plan Budget | Change in % from 2013/14 Annual Plan to 2014/15 | % of Total Rates |
|--------------------------------|----------------------------|----------------------------|---|------------------|
| Library | 394,817 | 397,901 | 1% | 3.5% |
| Museum | 238,664 | 257,787 | 8% | 2.3% |
| i-Site | 140,049 | 148,071 | 6% | 1.3% |
| Events | (447) | (48,765) | | -0.4% |
| Corporate Planning | 0 | 294,055 | 100% | 2.6% |
| Swimming Pool Hokitika | 229,000 | 229,000 | 0% | 2.0% |
| Ross Swimming Pool | 24,653 | 26,266 | 7% | 0.2% |
| Elderly Housing | 0 | 0 | 0% | 0.0% |
| Community Halls & Buildings | 92,054 | 129,607 | 41% | 1.2% |
| Parks & Reserves | 362,052 | 332,041 | -8% | 3.0% |
| Cemeteries | 83,634 | 116,051 | 39% | 1.0% |
| Safer Community Council | 13,615 | 0 | | |
| Community Assistance | 231,576 | 223,500 | -3% | 2.0% |
| Community Development | 65,546 | 116,671 | 78% | 1.0% |
| Inspections & Compliance | 236,516 | 222,457 | -6% | 2.0% |
| Resource Management | 273,830 | 372,028 | 36% | 3.3% |
| Animal Control | 21,507 | 27,440 | 28% | 0.2% |
| Emergency Management | 103,864 | 128,631 | 24% | 1.1% |
| Cycletrail | 30,000 | 55,605 | 85% | 0.5% |
| Transportation | 1,416,143 | 1,493,486 | 5% | 13.3% |
| Water Supply | 1,978,681 | 2,349,571 | 19% | 20.9% |
| Wastewater | 674,370 | 745,864 | 11% | 6.6% |
| Stormwater | 405,565 | 427,880 | 6% | 3.8% |
| Solid Waste Management | 1,311,116 | 1,492,240 | 14% | 13.3% |
| Community Township Development | 424,087 | 449,084 | 6% | 4.0% |
| Land & Buildings | 106,761 | 110,145 | 3% | 1.0% |
| Public Toilets | 208,583 | 216,504 | 4% | 1.9% |
| Democracy | 962,640 | 1,014,402 | 5% | 9.0% |
| Finance & Treasury | -65,529 | -101,380 | -55% | -0.9% |
| Total | 9,963,348 | 11,226,143 | 12.67% | 100% |

SECTION TWO: THE NUMBERS

STATEMENT OF PROSPECTIVE CASHFLOWS

For the year ended 30 June

| | Note | Long Term Plan 2014/15 \$000 | Annual Plan 2013/14 \$000 | Annual Report 2012/13 \$000 | Annual Plan 2014/15 \$000 |
|--|------|------------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Cash flows from operating activities | | | | | |
| Cash provided from | | | | | |
| Receipts from General Rates | | 5,305 | 5,991 | 6,514 | 6,626 |
| Receipts from Targeted Rates | | 4,746 | 3,972 | 2,259 | 4,600 |
| Receipts from Activities and other income | | 7,548 | 5,947 | 10,742 | 6,202 |
| Interest (paid) / Received | R | (514) | (731) | (544) | (722) |
| Cash paid to suppliers and Employees | | (12,102) | (12,513) | (13,650) | (12,966) |
| Net cash flows from operating activities | | 4,983 | 2,666 | 5,321 | 3,740 |
| Cash flows from investing activities | | | | | |
| Purchase of Property, Plant & Equipment | S | (3,885) | (3,845) | (6,296) | (3,237) |
| Sale of Investments | | 0 | 923 | 1,041 | 0 |
| Net cash flows from investing activities | | (3,885) | (2,922) | (5,255) | (3,237) |
| Cash flows from financing activities | | | | | |
| Proceeds from Borrowings | 4 | 694 | 1,365 | 510 | 835 |
| Repayment of Loans | | (732) | (738) | (490) | (424) |
| Net cash flows from financing activities | | (38) | 627 | 20 | 411 |
| Net Increase/(Decrease) in Cash, cash equivalents and bank overdraft | | 1,060 | 371 | 86 | 914 |
| Opening Cash and Cash Equivalents | T | 1,391 | 1,332 | 1,574 | 1,703 |
| Closing Cash and Cash Equivalents | | 2,451 | 1,703 | 1,660 | 2,617 |

STATEMENT OF PROSPECTIVE COMPREHENSIVE INCOME

For the year ended 30 June

| | Note | Long Term Plan 2014/15 \$000 | Annual Plan 2013/14 \$000 | Annual Report 2012/13 \$000 | Annual Plan 2014/15 \$000 |
|---|-------|------------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Income | | | | | |
| General rates | A | 5,323 | 5,991 | 6,826 | 6,626 |
| Targeted rates | B | 4,277 | 3,972 | 2,259 | 4,600 |
| Vested assets income | C | 1,188 | 0 | 0 | 0 |
| Income from activities | 1 & D | 8,026 | 5,947 | 8,890 | 6,202 |
| Other Gains/ (Losses) | | 0 | 0 | 337 | 0 |
| Total income | | 18,814 | 15,910 | 18,312 | 17,428 |
| Expenditure | | | | | |
| Employee benefit expenses | E | 1,366 | 3,150 | 3,042 | 3,104 |
| Depreciation and amortisation | F | 4,959 | 5,044 | 5,083 | 5,319 |
| Other expenses | 2 & G | 10,803 | 9,108 | 10,500 | 9,388 |
| Interest & Finance Costs | | 514 | 781 | 737 | 772 |
| Total operating expenditure | | 17,642 | 18,083 | 19,362 | 18,583 |
| Net Surplus/(Deficit) before tax | | | | | |
| Net Surplus/(Deficit) before tax | H | 1,172 | (2,172) | (1,050) | (1,155) |
| Income tax expense | | 0 | 0 | (20) | 0 |
| Net Surplus/(Deficit) after tax | | 1,172 | (2,172) | (1,030) | (1,155) |
| Add Other Comprehensive Income | | | | | |
| Gain/(Losses) on revaluation of Assets | | 10,345 | 1,887 | 0 | 0 |
| Total Comprehensive Income | | 11,517 | (285) | (1,030) | (1,155) |

STATEMENT OF CHANGES IN EQUITY

For the year ended 30 June

| | Note | Long Term Plan 2014/15 \$000 | Annual Plan 2013/14 \$000 | Annual Report 2012/13 \$000 | Annual Plan 2014/15 \$000 |
|---|------|------------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Equity at start of year | I | 413,390 | 374,626 | 373,235 | 374,341 |
| Add Total Comprehensive Income for Year | | 11,517 | (285) | (1,030) | (1,155) |
| Equity at end of year | | 424,907 | 374,341 | 372,205 | 373,186 |

STATEMENT OF FINANCIAL POSITION

Prospective Statement Of Financial Position For the year ended 30 June

| | Note | Long Term Plan 2014/15 \$000 | Annual Plan 2013/14 \$000 | Annual Report 2012/13 \$000 | Annual Plan 2014/15 \$000 |
|---|------|------------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Assets | | | | | |
| Current assets | | | | | |
| Cash and cash equivalents | J | 2,451 | 1,703 | 1,660 | 2,617 |
| Trade and other receivables | K | 968 | 2,248 | 2,817 | 2,303 |
| Inventories | | 0 | 30 | 0 | 0 |
| Other financial assets | 3 | 2,231 | 982 | 1,354 | 982 |
| Total current assets | | 5,650 | 4,963 | 5,831 | 5,902 |
| Non-current assets | | | | | |
| Work in progress | L | 1,546 | 1,000 | 4,425 | 500 |
| Intangible assets | | 0 | 65 | 59 | 65 |
| Property, plant and equipment | | 423,712 | 379,732 | 372,994 | 378,482 |
| Other financial assets | 3 | 8,929 | 8,697 | 8,993 | 8,758 |
| Total non-current assets | | 434,187 | 389,494 | 386,471 | 387,805 |
| Total assets | | 439,837 | 394,457 | 392,302 | 393,707 |
| Liabilities | | | | | |
| Current liabilities | | | | | |
| Trade and other payables | M | 1,021 | 2,463 | 2,065 | 2,117 |
| Borrowings | N | 429 | 0 | 15,498 | 0 |
| Employee benefit liabilities | O | 250 | 210 | 273 | 180 |
| Provisions | | 165 | 67 | 90 | 70 |
| Other Current Liabilities | | 134 | 175 | 150 | 158 |
| Total current liabilities | | 1,999 | 2,915 | 18,076 | 2,525 |
| Non-current liabilities | | | | | |
| Borrowings | N&4 | 12,300 | 16,125 | - | 16,536 |
| Provisions - Non Current | | 380 | 400 | 1,498 | 747 |
| Employee Benefit liabilities | | 250 | 60 | 117 | 63 |
| Other Non Current Liabilities | P | 0 | 616 | 406 | 650 |
| Total non-current liabilities | | 12,930 | 17,201 | 2,021 | 17,996 |
| Total liabilities | | 14,929 | 20,116 | 20,097 | 20,521 |
| Net Assets | | 424,908 | 374,341 | 372,205 | 373,186 |
| Equity | | | | | |
| Retained earnings | I | 163,311 | 153,107 | 152,911 | 150,935 |
| Restricted reserves & Council Created Reserve | Q | 3,517 | 2,462 | 2,783 | 4,520 |
| Revaluation reserve | | 258,079 | 218,773 | 216,511 | 217,731 |
| Total equity | | 424,907 | 374,342 | 372,205 | 373,186 |

STATEMENT OF RESERVE FUNDS

Council has two types of Reserve Funds which are available to fund Council activities:

Restricted Reserves: These are held on behalf of other parties or required by legislation and the funds can only be used for the purposes imposed by those parties or by the legislation.

Council Created Reserves: These are established and disestablished at Council's discretion. Council generally establishes reserves to allow for project funding, to spread costs over multiple years, to hold asset renewal funds, to manage self-funding activities and to hold rate reserves.

In early 2013 Council reviewed its cash reserves to ensure that the funds allocated are available should they be needed. Resulting from this, Council created reserves were reduced to match the funding available. These balances vary from LTP balances, as LTP balances could not be funded.

These funds are available as cash or internal borrowing under Council Borrowing and Investment policies. Funds cannot be withdrawn from reserves without a Council resolution.

| Name | Purpose / Activities | Notes | Balance 1-Jul-14 \$000 | Deposits \$000 | Withdrawals \$000 | Balance 30-Jun-15 \$000 |
|----------------------------------|---|-------|------------------------------|-------------------|----------------------|-------------------------------|
| Offstreet Parking | Collected for off-street parking. Imposed by RMA/District Plan | | 29 | 1 | 0 | 30 |
| Reserve Development | Monies collected from developments. Imposed by RMA/District Plan. | 1 | 647 | 7 | 0 | 654 |
| Museum Assistance Fund | Originally the Museum Bequest Fund & Carnegie Furnishings. | | 18 | 0 | 0 | 18 |
| Kumara Endowment Fund | Proceeds from sale of endowment land for the purpose of the Borough. | | 459 | 8 | 0 | 466 |
| Euphemia Brown Bequest | From the estates of Euphemia & William E Brown. To provide Christmas cheer or comfort for orphan children, or aged or infirm persons residing in and around Hokitika. | | 21 | 1 | 0 | 22 |
| Waiho River-Franz Josef | Money from the Crown to pay for relocation of properties south of the Waiho River. | | 347 | 9 | 0 | 356 |
| Mayors Trust Funds | Contributions from James & Margaret Isdell Trust; Coulston Herbert Trust. | | 3 | 1 | 0 | 4 |
| Three Mile Domain | To fund Three Mile Domain costs. | | 150 | 4 | 0 | 154 |
| Ross Endowment Land | Proceeds from sale of endowment land for the purpose of the Borough. | | 245 | 6 | -155 | 137 |
| Driveway deposits | Bond collected from developers and held until works complete | | 159 | 0 | 0 | 159 |
| Big Brothers Big Sisters | Grant funding received | | 0 | 0 | 0 | 0 |
| Community Patrol | Grant funding received | | 0 | 0 | 0 | 0 |
| Graffiti | Grant funding received | | 0 | 0 | 0 | 0 |
| Taxi Chits | Grant funding received | | 0 | 0 | 0 | 0 |
| Total Restricted Reserves | | | 2,077 | 36 | -115 | 1,998 |

| Name | Purpose / Activities | Notes | Balance 1-Jul-14 \$000 | Deposits \$000 | Withdrawals \$000 | Balance 30-Jun-15 \$000 |
|---|--|-------|------------------------------|-------------------|----------------------|-------------------------------|
| Kumara Township Fund | Township funding for the purpose of community related projects | | 14 | 14 | (14) | 14 |
| Harihari Township Fund | Township funding for the purpose of community related projects | | 14 | 14 | (14) | 14 |
| Whataroa Township Fund | Township funding for the purpose of community related projects | | 49 | 15 | (14) | 50 |
| Ross Township Fund | Township funding for the purpose of community related projects | | 27 | 15 | (14) | 28 |
| Haast Township Fund | Township funding for the purpose of community related projects | | 17 | 14 | (14) | 17 |
| Franz Township Fund | Township funding for the purpose of community related projects | | 35 | 36 | (35) | 36 |
| Fox Township Fund | Township funding for the purpose of community related projects | | 51 | 36 | (35) | 52 |
| Kokatahi/ Kowhitirangi Community Rate | Allowing the community to have funds for various community related projects | | 8 | 8 | (8) | 8 |
| Foreshore Protection Fund | Foreshore Protection for groin replacement on the foreshore. | | 24 | 1 | (24) | 25 |
| Glacier Country Promotions | Targeted rates collected from Glacier Country to provide funding for marketing projects. | | 114 | 3 | (17) | 117 |
| The Preston Bush Trust | Mr Preston donated the reserve to Council. This fund was for the community to beautify the bush with tracks and interpretation boards. | | 9 | 0 | - | 9 |
| Harihari Community Complex | The Harihari Pony Club land was sold and the funding was provisionally allocated to a new community complex proposal. | 2 | 196 | 6 | (190) | 202 |
| Guy Menzies Day | Surplus from Guy Menzies Day Event. | | 0 | 0 | | - |
| Cycletrail | Road Reserve sold to Westland Milk Products allocated to fund towards construction of the West Coast Wilderness Trail. | | 0 | 0 | (242) | - |
| Emergency Contingency Fund | Rates collected to support Westland in a Civil Defence emergency. | | 49 | 1 | - | 50 |
| Transportation Asset Renewal | For funding the renewal of roads and bridges. | | 0 | 881 | (881) | - |
| Water Renewal | For funding the renewal of water supplies networks | | 354 | 651 | (120) | 745 |
| Waste Water Renewal | For funding the renewal of sewerage and sewage networks | | 153 | 244 | (50) | 397 |
| Stormwater Renewal | For funding the renewal of stormwater systems | | 188 | 231 | - | 369 |
| Solid Waste Renewal | For funding the renewal of refuse transfer stations and landfills. | | 0 | - | - | - |
| Landfill Post Closure Provision | For funding the aftercare costs for closed landfills. | | 33 | 34 | - | 67 |
| Parks Renewal | For funding Parks, Reserves, Public Toilets, Ross Pool and Cemeteries Asset Renewal | | 18 | 37 | - | 55 |
| Buildings Renewal | For renewal of all Council operational buildings. | | 76 | 83 | - | 159 |
| Administration Renewal | For renewal of office equipment, furniture, technical equipment, vehicles and technology | | 52 | 70 | - | 107 |
| Library Book Renewals | To replace library books | | - | 52 | (52) | - |
| Total Council Created Reserves | | | 1,482 | 2,446 | (1,406) | 2,522 |
| Total All Reserves | | | 3,559 | 2,482 | (1,521) | 4,520 |

Notes to the Statement of Reserve Funds:

1. Council has not budgeted to receive any contributions as subdivision activity in 2014/15 is unpredictable. Any contributions received will be placed into the reserve.
2. Following a funding shortfall identified in the Council Meeting of March 2014 this project is under review.

WHOLE OF COUNCIL GROUP ACTIVITIES

| Financial Impact Statement | Annual Plan 2014/2015 \$'000 | Leisure & Cultural Assets | Community Services | Planning & Regula- tory | Trans- portation | Water Supply | Waste water | Storm water | Solid Waste Manage- ment | Other Infra- structural Assets & Services | Demo- cracy Services |
|--|------------------------------------|---------------------------------|-----------------------|-------------------------------|---------------------|-----------------|----------------|----------------|-----------------------------------|--|----------------------------|
| SOURCES OF OPERATING FUNDING | | | | | | | | | | | |
| General rates, uniform annual general charges, rates penalties | 6,516 | 1,617 | 332 | 740 | 1,549 | 0 | 0 | 428 | 2 | 776 | 1,073 |
| Targeted rates (other than a targeted rate for water supply) | 2,264 | 20 | 8 | 0 | 0 | 0 | 746 | 0 | 1,490 | 0 | 0 |
| Fees, Charges and targeted rates for water supply | 2,350 | 0 | 0 | 0 | 0 | 2,350 | 0 | 0 | 0 | 0 | 0 |
| Subsidies and grants for operating purposes | 1,829 | 34 | 20 | 6 | 1,770 | 0 | 0 | 0 | 0 | 0 | 0 |
| Interest & Dividends from Investments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Fees and charges | 2,757 | 647 | 0 | 813 | 0 | 0 | 46 | 0 | 703 | 0 | 549 |
| Local authorities fuel tax, fines, infringement fees, and other receipts | 120 | 0 | 0 | 0 | 120 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total operating funding [A] | 15,836 | 2,318 | 360 | 1,558 | 3,439 | 2,350 | 791 | 428 | 2,196 | 776 | 1,622 |
| APPLICATIONS OF OPERATING FUNDING | | | | | | | | | | | |
| Payments to staff and suppliers | 12,930 | 2,185 | 356 | 1,553 | 2,506 | 1,734 | 552 | 202 | 1,990 | 758 | 1,095 |
| Finance costs | 946 | 0 | 0 | 0 | 0 | 215 | 0 | 0 | 205 | 0 | 526 |
| Other operating funding applications | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total applications of operating funding [B] | 13,876 | 2,185 | 356 | 1,553 | 2,506 | 1,949 | 552 | 202 | 2,196 | 758 | 1,620 |
| Surplus (deficit) of operating funding [A - B] | 1,960 | 133 | 4 | 5 | 933 | 401 | 240 | 226 | 0 | 18 | 1 |
| SOURCES OF CAPITAL FUNDING | | | | | | | | | | | |
| Subsidies and grants for capital expenditure | 1,344 | 0 | 0 | 0 | 1,104 | 240 | 0 | 0 | 0 | 0 | 0 |
| Development and financial contributions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Increase (decrease) in debt | 830 | 0 | 0 | 0 | 0 | 160 | 600 | 0 | 70 | 0 | 0 |
| Gross proceeds from sale of assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Lump sum contributions | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total sources of capital funding [C] | 2,174 | 0 | 0 | 0 | 1,104 | 400 | 600 | 0 | 70 | 0 | 0 |
| APPLICATIONS OF CAPITAL FUNDING | | | | | | | | | | | |
| Capital expenditure | | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| —to meet additional demand | 0 | 0 | 0 | 0 | 0 | - | 0 | 0 | 0 | 0 | 0 |
| —to improve the level of service | 420 | 5 | 0 | 0 | 0 | 415 | 0 | 0 | 0 | 0 | 0 |
| —to replace existing assets | 2,817 | 51 | 0 | 11 | 1,985 | 50 | 600 | 50 | 70 | 0 | 0 |
| Increase (decrease) in reserves | 898 | 77 | 4 | (6) | 53 | 336 | 240 | 176 | 0 | 18 | 1 |
| Increase (decrease) of investments | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total applications of capital funding [D] | 4,135 | 133 | 4 | 5 | 2,037 | 801 | 840 | 226 | 70 | 18 | 1 |
| Surplus (deficit) of capital funding [C - D] | (1,960) | (133) | (4) | (5) | (933) | (401) | (240) | (226) | 0 | (18) | (1) |

NOTES TO THE FINANCIAL STATEMENTS

| NOTE 1 REVENUE BY ACTIVITY FOR THE YEAR ENDED 30 JUNE 2014 | Annual Plan 2013/14 \$000 | Annual Plan 2014/15 \$000 |
|--|---------------------------------|---------------------------------|
| Library | 29 | 28 |
| Museum | 41 | 34 |
| I-Site * | 171 | 150 |
| Events ** | 452 | 416 |
| Swimming Pool Hokitika | 0 | - |
| Corporate Planning | 0 | - |
| Ross Swimming Pool | 0 | - |
| Community Halls & Buildings | 13 | 13 |
| Parks & Reserves | 7 | 7 |
| Cemeteries | 35 | 33 |
| Safer Community Council *** | 20 | - |
| Community Assistance | 20 | 20 |
| Community Development | 0 | - |
| Inspections & Compliance **** | 542 | 570 |
| Resource Management ^ | 156 | 138 |
| Animal Control | 87 | 96 |
| Emergency Management | 0 | 5 |
| Cycletrail ^^ | 56 | - |
| Transportation ^^ | 2,709 | 2,994 |
| Water Supply # | 0 | 240 |
| Wastewater | 30 | 46 |
| Stormwater | 0 | - |
| Solid Waste Management ## | 859 | 703 |
| Community Township Development | 0 | - |
| Land & Buildings | 6 | - |
| Public Toilets | 0 | - |
| Democracy ### | 27 | 2 |
| Finance & Treasury | 687 | 707 |
| Total Income per Activity | 5,947 | 6,202 |

EXPLANATIONS FOR NOTE 1 REVENUE BY ACTIVITY

* i-Site - increase in direct bookings with tourist operators

** Events - based on declining ticket sales in recent years

*** Safer Community Council - now run by individual communities with Council support

**** Inspections & Compliance - increased licence costs as prescribed by central government

^ Resource Management - predicted reduction in volume of consents

^^ Cycletrail - The final portion of Development West Coast and Central Government Grant was received in 2013/14

^^^ Transportation - offset against expense of emergency flood repairs budget

Water Supply - subsidy for Haast upgrade

Solid Waste - correction of overestimate in previous year

Democracy - 2013/14 included reimbursements for counting services during the elections

| NOTE 2 EXPENDITURE BY ACTIVITY FOR THE YEAR ENDED 30 JUNE 2014 | | Annual Plan 2013/14 \$000 | Annual Plan 2014/15 \$000 |
|--|------|------------------------------|------------------------------|
| Library | | 458 | 461 |
| Museum | | 290 | 297 |
| I-Site | | 317 | 306 |
| Events | * | 452 | 369 |
| Corporate Planning | ** | 0 | 294 |
| Swimming Pool Hokitika | | 249 | 248 |
| Ross Swimming Pool | | 25 | 26 |
| Community Halls & Buildings | | 112 | 147 |
| Parks & Reserves | *** | 397 | 355 |
| Cemeteries | | 123 | 152 |
| Safer Community Council | **** | 34 | 0 |
| Community Assistance | | 252 | 245 |
| Community Development | ^ | 69 | 120 |
| Inspections & Compliance | | 782 | 795 |
| Resource Management | ^^ | 431 | 510 |
| Animal Control | | 109 | 123 |
| Emergency Management | | 110 | 138 |
| Cycletrail | ^^^ | 141 | 56 |
| Transportation | # | 4,896 | 5,341 |
| Water Supply | ## | 2,580 | 2,767 |
| Wastewater | ### | 906 | 951 |
| Stormwater | | 594 | 578 |
| Solid Waste Management | | 2,265 | 2,301 |
| Community Township Development | x | 543 | 463 |
| Land & Buildings | xx | 319 | 115 |
| Public Toilets | | 217 | 223 |
| Democracy | xxx | 995 | 1,020 |
| Finance & Treasury | *^ | 622 | 606 |
| Total Expenditure per Activity | | 18,288 | 19,007 |
| Debt repayments included in rates funding | | 205 | 424 |
| Expenditure per Statement of Comprehensive Income | | 18,083 | 18,583 |

EXPLANATIONS FOR NOTE 2 EXPENDITURE BY ACTIVITY

* Events - volume driven reduction

** Corporate Planning - separately created costs centre (expenditure previously included in Corporate Services)

*** Parks & Reserves - reduced maintenance expenditure

**** Safer Community Council - now run by individual communities with Council support

^ Community Development - the annual plan for 2013/14 contained forecast savings across all community activities
These are now properly allocated

^^ Resource Management - includes cost of updating the district plan

^^^ Cycletrail - reflects start-up costs, including marketing that will not recur in 2014/15

Transportation - reinstatement of emergency flood repairs budget plus inflationary increase

Water Supply - unwind of Austerity Depreciation Funding Policy (ADFP)

Waste Water - ADFP

x Community Township Development - the 2013-14 annual plan included one-off grant expenditure

xx Land & Buildings - the 2013-14 Annual Plan included capital renewals

xxx Democracy - additional costs were included in the 2013-14 Annual Plan due to the elections

*^ Finance & Treasury - Council has resolved to repay additional \$250k of debt in 2014-15. The category also includes rates remissions

| NOTE 3 OTHER FINANCIAL ASSETS | Annual Report 2012/13 \$000 | Annual Plan 2013/14 \$000 | Annual Plan 2014/15 \$000 |
|---|-----------------------------------|---------------------------------|---------------------------------|
| Current portion | | | |
| Assets available for sale | | | |
| Civic Assurance | 37 | 26 | 26 |
| Bonds | 1,317 | 956 | 956 |
| Loans and receivables | 0 | 0 | 0 |
| Total current portion | 1,354 | 982 | 982 |
| Non-current portion | | | |
| Loans and receivables | | | |
| Loan to Hokitika Airport Ltd | 0 | 0 | 0 |
| Loan Westland District Property Ltd | 124 | | |
| Assets available for sale | | | |
| Forestry | 2 | 2 | 2 |
| Hannahs Clearing Loan | 61 | 0 | 61 |
| Cost | | | |
| Westland Holdings Ltd - Westland District Property Ltd. | 2,627 | 2,627 | 2,627 |
| Westland Holdings Ltd - Hokitika Airport Ltd | 2,718 | 2,718 | 2,718 |
| Westland Holdings Ltd - Westroads Ltd | 3,350 | 3,350 | 3,350 |
| Total non-current portion | 8,882 | 8,697 | 8,758 |

| NOTE 4 : Debt | Actual 2012/13 Balance \$000 | Annual Plan 2013/14 Additions \$000 | Repayments \$000 | Balance \$000 | Annual Plan 2014/15 Additions \$000 | Repayments \$000 | Balance \$000 |
|--|---------------------------------|---|---------------------|------------------|---|---------------------|------------------|
| Loan Balances | | | | | | | |
| Description | | | | | | | |
| Borrowings associated with Westland Holdings Ltd | 8,695 | | | 8,695 | | -250 | 8,445 |
| Infrastructure Assets | | | | | | | |
| Waste Management | 3,070 | | -97 | 2,973 | | -63 | 2,910 |
| Water Supply | 3,223 | | -108 | 3,115 | | -65 | 3,050 |
| Operational Debt | 510 | | -510 | 0 | | | 0 |
| Borrowing requirement for new Projects | | 1,365 | -23 | 1,342 | 835 | -46 | 2,131 |
| Balance at 30 June | 15,498 | 1,365 | (738) | 16,125 | 835 | (424) | 16,536 |
| Interest Charges | 737 | | | 781 | | | 772 |

A General Rates

The General Rates requirement has increased due to increases in operating costs and debt repayment

B Targeted Rates

The Targeted Rates requirement is higher than the 2013-14 Annual Plan due to the increased funding of depreciation, which is in line with the austerity depreciation policy

C Vested Assets

The LTP for 2014/15 shows income from vested assets, however these events are not a direct consequence of Council operations and are more prudently accounted for when they arise.

D Income From Activities

Income from activities is higher in the 2014-15 Annual Plan than the 2013-14 Annual Plan due to one-off subsidies for upgrading of some water plants being included

E Employee Benefit Expense

Reduced headcount with full year savings realised following restructure in 2013-14

F Depreciation

The increase of \$275,000 from the 2013-14 Annual Plan to the 2014-15 Annual Plan is due to capital projects being completed and recognised as an asset to Council.

G Other Expenses

The increase of \$280,000 includes new maintenance contracts and CCO review implementation

H Surplus/Deficit

The reduced deficit from the 2013-14 Annual Plan of \$1,017,000 is due to funding more depreciation. Unfunding depreciation means a deficit in comprehensive income.

I Gain/(Losses) on revaluation of Assets

The only revaluations that are planned in 2014-15 are for rating purposes

J Opening Equity

The opening equity figure in the Annual Plan includes the forecast deficit for 2013-14

K Cash and cash equivalents

The balance sheet valuation includes bonds, of which \$1.8m represent restricted reserves. This is distinct from cash in note T

L Trade and other receivables

Amounts recoverable from rates and trade debtors, inclusive of GST

M Work in Progress

The reduced work in progress figure assumes that the cycletrail will be fully completed and that there will be some outstanding capital work associated with other activities that will carryover into the next financial year.

N Trade and Other Payables

Amounts due to suppliers and other short term creditors, including GST

O Borrowings

Council expects it will be borrowing for longer terms to better manage refinancing risks. This is to come more in line with Council's treasury policy. The Annual Plan reflects this process by showing no current debt. Council does not have an overdraft.

P Employee benefit liabilities

Holiday and other leave entitlements accrued not taken

Q Other Non Current Liabilities

Other Non Current Liabilities are Deferred Tax Liability \$250,000 and Derivative Financial Instruments \$400,000. Council is forecasting an increase in movement in interest rates and is not expecting a significant change in the Derivatives.

R Interest Paid / Received

The Interest (paid) / Received figure in the Annual Report column is the net figure of \$50,000 interest received and \$772,000 interest paid.

S Purchase Property Plant & Equipment

Renewals and new assets per the Projects schedule plus Transportation renewals part-funded by subsidy

T Cash and Cash Equivalents

The council's investment in bonds has not been included in these figures as they are a long term investment

STATEMENT OF ACCOUNTING POLICIES

STATEMENT OF ACCOUNTING POLICIES

REPORTING ENTITY

Westland District Council (Council) is a territorial local authority governed by the Local Government Act 2002.

The primary objective of Council is to contribute to the purpose of local government in the Westland District by:

- enabling democratic local decision-making and action by, and on behalf of, communities; and
- meeting the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions in a way that is most cost-effective for households and businesses.

By providing goods or services for the community rather than making a financial return, Council has designated itself as a public benefit entity for the purposes of New Zealand equivalents to International Financial Reporting Standards (NZ IFRS).

The prospective financial statements are for Westland District Council only and do not include transactions related to the group.

BASIS OF PREPARATION

The financial statements are prospective information in terms of FRS42: Prospective Financial Information. The purpose for which the information is prepared is to enable the public to participate in decision making processes as to the services to be provided by Council to the community. The prospective information may not be appropriate for purposes other than those described.

In preparing these prospective financial statements, estimates and assumptions have been made concerning the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations or future events that are believed to be reasonable under the circumstances.

The information in the prospective financial statements is uncertain and its preparation requires the exercise of judgement. Actual financial results achieved are likely to vary from the information presented and the variations may be material. Events and circumstances may not occur as expected and may or may not have been predicted or the Council may subsequently take actions that differ from the proposed course of action on which the prospective financial statements are based.

The Council authorised the prospective financial statements on the 26th June 2014. The Council, which is authorised to do so and believes that the assumptions underlying these prospective financial statements are appropriate, approved the draft annual plan for consultation. Council and management of Westland District Council accept responsibility for the preparation of the prospective financial statements, including the appropriateness of the assumptions underlying the prospective financial statements and all other required disclosures. No actual results have been incorporated within the prospective financial statements.

In September 2011, the External Reporting Board issued a position paper and consultation papers proposing a new external reporting framework for public benefit entities (PBEs). The papers proposed that accounting standards for PBEs would be based on International Public Sector Accounting Standards, modified as necessary. The proposals in these papers do not provide certainty about any specific requirements of future accounting standards. Therefore, the accounting policies on which the forecast information for 2014-15 has been prepared are based on the current New Zealand equivalents to International Financial Reporting Standards.

Statement of Compliance

The prospective financial statements of the Council have been prepared in accordance with the requirements of the Local Government Act 2002, which include the requirement to comply with New Zealand generally accepted accounting practice (NZ GAAP).

Functional and Presentation Currency

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

Accounting Policies

The accounting policies have been applied consistently to all periods presented.

SIGNIFICANT ACCOUNTING POLICIES

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.
- 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.

The costs of internal services not directly charged to activities are allocated as overheads using appropriate cost drivers such as staff numbers, items processed, and/or based on level of support provided to each activity.

SUBSIDIARIES

Subsidiaries are those entities in which Council has control. Westland Holdings Ltd is Council's direct reporting subsidiary. This company controls three Council Controlled Organisations which are reporting entities under the Financial Reporting Act 1993. The Group consists of Westland District Properties Ltd, Hokitika Airport Ltd, and Westroads Ltd.

The prospective financial statements show the investment in this subsidiary at cost.

REVENUE

Revenue is measured at the fair value of consideration received.

Rates revenue

Rates are set annually by a resolution of Council and relate to a financial year. All ratepayers are invoiced within the financial year to which the rates have been set. Rates revenue is recognised when payable.

Water billing revenue is recognised on an accrual basis. Unbilled usage, as a result of unread meters at year end, is accrued on an average usage basis.

Other revenue

Council receives government grants from New Zealand Transport Agency, which subsidises part of Council's costs in maintaining the local roading infrastructure. The subsidies are recognised as revenue upon entitlement as conditions pertaining to eligible expenditure have been fulfilled. Council also from time to time receives grants from other parties that are recognised on the same basis.

Revenue from the rendering of services is recognised by reference to the stage of completion of the transaction at balance date, based on the actual service provided as a percentage of the total services to be provided. The stage of completion is assessed by reference to surveys of work performed.

Revenue from the sale of goods is measured at fair value of the consideration received or receivable, net of returns or allowances, trade discounts and volume rebates. Revenue is recognised when the significant risks and rewards of ownership have been transferred to the buyer, recovery of the consideration is probable, the associated costs and possible return of goods can be estimated reliably, and there is no continuing management involvement with the goods. Where a physical asset is acquired for nil or nominal consideration the fair value of the asset received is recognised as revenue. Assets vested in Council are valued, by external valuers, at fair value and recognised as revenue when control over the asset is obtained.

Where revenue is derived by acting as an agent for another party, the revenue that is recognised is the commission or fee on the transaction.

Interest income is recognised using the effective interest method.

Dividends are recognised when the right to receive payment has been established.

CONSTRUCTION CONTRACTS

When the outcome of a construction contract can be estimated reliably, contract revenue and expenses are recognised in the surplus or deficit in proportion to the stage of completion of the contract. Contract revenue includes the initial amount agreed in the contract plus any variations in contract work, claims and incentive payments to the extent that it is probable that they will result in revenue and can be measured reliably. The stage of completion is assessed by reference to surveys of work performed. When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that are likely to be recoverable. An expected loss on a contract is recognised immediately in the surplus or deficit.

BORROWING COSTS

The Council has elected to defer the adoption of NZ IAS 23 Borrowing Costs (Revised 2007) in accordance with its transitional provisions that are applicable to public benefit entities. Consequently, all borrowing costs are recognised as an expense in the period in which they are incurred.

INCOME TAX

Income tax expense in relation to the surplus or deficit for the period comprises current tax and deferred tax.

Current tax is the amount of income tax payable based on the taxable profit for the current year, plus any adjustments to income tax payable in respect of prior years. Current tax is calculated using rates that have been enacted or substantively enacted by balance date.

Deferred tax is the amount of income tax payable or recoverable in future periods in respect of temporary differences and unused tax losses. Temporary differences are 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.

Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences or tax losses can be utilized.

Deferred tax is not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition of an asset and liability in a transaction that is not a business combination, and at the time of the transaction, affects neither accounting profit nor taxable profit.

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

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised, using tax rates that have been enacted or substantively enacted by balance date.

Current tax and deferred tax is recognised against the surplus or deficit, except when it relates to items charged or credited directly to other comprehensive income or equity, in which case the tax is dealt with in other comprehensive income or equity.

LEASES

Finance leases

A finance lease is a lease that transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred.

At the commencement of the lease term, the Council and Group recognises finance leases as assets and liabilities in the Statement of Financial Position at the lower of the fair value of the leased item or the present value of the minimum lease payments.

The amount recognised as an asset is depreciated over its useful life. If there is no certainty as to whether the Council will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

Operating leases

An operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset. Lease payments under an operating lease are recognised as an expense on a straight-line basis over the lease term.

FINANCIAL ASSETS

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Bank overdrafts are shown within borrowings in current liabilities in the Statement of Financial Position.

Trade and other receivables

Debtors and other receivables are measured at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

Loans, including loans to community organisations made by Council 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 asset/investment. They are subsequently measured at amortised cost using the effective interest method. The difference between the face value and present value of expected future cash flows of the loan is recognised in the surplus or deficit as a grant.

A provision for impairment of receivables is established when there is objective evidence that the Council will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted using the effective interest method.

Other Financial assets

The Council classify its financial assets into the following four categories: financial assets at fair value through the surplus or deficit, held-to-maturity investments, loans and receivables, and financial assets available for sale. 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.

Financial assets and liabilities are initially measured at fair value plus transaction costs unless they are carried at fair value through the surplus or deficit in which case the transaction costs are recognised therein.

Purchases or sales of financial assets are recognised on trade-date, the date on which the Council commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Council has transferred substantially all the risks and rewards of ownership.

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price used is the current bid price. The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Council use a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Quoted market prices or dealer quotes for similar instruments are used for long-term debt instruments held. Other techniques, such as estimated discounted cash flows, are used to determine fair value for the remaining financial instruments.

The four categories of financial assets are:

Financial assets at fair value through surplus or deficit

This category has two sub-categories: financial assets held for trading, and those designated at fair value through surplus or deficit at inception. 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. Derivatives are also categorised as held for trading unless they are designated as hedges. Assets in this category are classified as current assets if they are either held for trading or are expected to be realised within 12 months of the balance sheet date. After initial recognition they are measured at their fair values. Gains or losses on re-measurement are recognised in the surplus or deficit where hedge accounting is not applied.

Financial assets in this category include derivative financial instruments.

Loans and receivables

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

After initial recognition they are measured at amortised cost using the effective interest method. Gains and losses when the asset is impaired or de-recognised are recognised in the surplus or deficit. Loans and receivables are classified as "trade and other receivables" in the Statement of Financial Position.

Held to maturity investments

Held to maturity investments are assets with fixed or determinable payments and fixed maturities that the Council has the positive intention and ability to hold to maturity.

After initial recognition they are measured at amortised cost using the effective interest method. Gains and losses when the asset is impaired or de-recognised are recognised in the surplus or deficit.

The Council currently does not have any investments that have been classified as held to maturity investments.

Financial assets available for sale

Financial assets available for sale are those that are designated as available for sale or are not classified in any of the other categories above.

- Investments held for the long-term but which may be realised before maturity;
- Share holdings held for strategic purposes.

After initial recognition these investments are measured at their fair value.

Gains and losses are recognised directly in equity except for impairment losses, which are recognised in the surplus or deficit. In the event of impairment, any cumulative losses previously recognised in other comprehensive income will be removed from equity and recognised in surplus or deficit even though the asset has not been de-recognised. On de-recognition, the cumulative gain or loss previously recognised in other comprehensive income is recognised in the surplus or deficit.

Council's investments in its subsidiaries are not included in this category as they are held at cost as allowed by NZ IAS 27 Consolidated and Separate Financial Statements.

Impairment of financial assets

At each balance sheet date, the Council assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired. Any impairment losses are recognised in the surplus or deficit.

INVENTORIES

Inventories are measured at the lower of cost or net realisable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition.

In the case of metal inventories and work in progress, cost includes an appropriate share of production overheads based on normal operating capacity. Metal inventory cost is calculated on a discounted sale value basis, as an approximation of weighted average cost.

Inventories include development properties that are being developed for sale. These properties are measured at the lower of cost and net realisable value and the cost include development costs to date.

Net realisable value is the estimated selling prices in the ordinary course of business, less the estimated costs of completion and selling expenses.

PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment consist of:

Operational assets

These include land, buildings, improvements, museum artefacts, Jackson Bay Wharf, library books, plant and equipment, and motor vehicles.

Restricted assets

Restricted assets are parks and reserves owned by the Council which provide a benefit or service to the community and cannot be disposed of because of legal or other restrictions. These include land vested under the Reserves Act 1977 and endowments or other property held in trust for specific purposes.

Infrastructure assets

Infrastructural assets are the fixed utility systems owned by the Council. Property, plant and equipment is shown at cost or valuation, less accumulated depreciation and impairment losses. Assets carried at a valuation are detailed below.

Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to the Council and Group and the cost of the item can be measured reliably. In most instances, an item of property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value as at the date of acquisition.

Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the assets. Gains and losses on disposals are included in the surplus or deficit. When revalued assets are sold, the amounts included in asset revaluation reserves in respect of those assets are transferred to retained earnings.

Subsequent costs

Costs incurred subsequent to initial acquisition are capitalised only when it is probable that future economic benefits or service potential associated with the item will flow to the Council and the cost of the item can be measured reliably.

Depreciation

Depreciation is provided on a straight-line basis on all property, plant and equipment other than land and museum artefacts, at rates that will write off the cost (or valuation) of the assets to their estimated residual values over their useful lives. The useful lives and associated depreciation rates of major classes of assets have been estimated as follows:

| Asset Class | Depreciable life (years) |
|---|--------------------------|
| Operational | |
| Buildings | 50 |
| Furniture and Fittings | 10 |
| Plant & Equipment (including computers) | 3 to 10 |
| Library Collection | 8 |
| Jackson Bay Wharf | 30 |
| Restricted | |
| Buildings | 50 |
| Infrastructure | |
| Roads | |
| Formation | N/A |
| Sub base | N/A |
| Base Course | 20 to 75 |
| Surfacing (sealed) | 1 to 16 |
| Surfacing (unsealed) | 5 |
| Bridges | 60 to 150 |
| Box Culverts / channels | 60 to 150 |
| Footpaths | 5 to 50 |
| Streetlights | 20 to 40 |
| Signs | 10 |
| Water | |
| Pipeline | 60 to 80 |
| Connections | 60 |
| Reservoirs and Tanks | 20 to 50 |
| Pump Stations | 15 to 20 |
| Sewer | |
| Pipeline | 60 to 80 |
| Manholes | 50 to 60 |
| Pump Stations | 15 to 20 |
| Oxidisation Ponds | 60 to 100 |
| Stormwater | |
| Open Drains | N/A |
| Pipeline | 60 to 80 |
| Bank Protection | 50 to 100 |
| Manholes | 50 to 60 |
| Pump Stations | 15 to 20 |
| Runway | 0 to 67 |

The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year end.

Revaluation

All valuations are carried out on a five-yearly cycle by independent qualified valuers, unless there is a significant change in carrying value, in which case they will be revalued as required. All other asset classes are carried at depreciated historical cost.

The carrying values of revalued items are reviewed at each balance date to ensure that those values are not materially different to fair value.

Land and buildings

Council's operational, restricted and infrastructural land has been valued at fair value by Quotable Value NZ as at 30 June 2011.

Council buildings, excluding pump stations, Treatment Plant buildings and other infrastructure assets, have been valued at net current value as at 30 June 2011 by Quotable NZ.

Infrastructural asset classes

Roading infrastructural assets (including bridges) have been valued by MWH Limited registered valuer at depreciated replacement cost as at 30 June 2012.

Sewerage, Water Supply and Stormwater infrastructural assets have been valued by Westland District Council and at depreciated replacement cost peer reviewed by Buller District Council as at 30 June 2012.

Land under roads

Land under roads was valued based on fair value determined by MWH Limited effective 30 June 2003. Under NZ IFRS Council has elected to use the fair value of land under roads as at 30 June 2003 as deemed cost. Land under roads is no longer revalued.

Accounting for revaluations:

The Council accounts for revaluations of property, plant and equipment on a class of asset basis. The results of revaluing are credited or debited to other comprehensive income and an 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 or deficit. Any subsequent increase on revaluation that off-sets a previous decrease in value recognised in the surplus or deficit will be recognised first in the surplus or deficit up to the amount previously expensed, and then credited to other comprehensive income and the revaluation reserve for that class of asset.

INTANGIBLE ASSETS

Mining licences

Mining licences that are acquired by the Council, which have finite useful lives, are measured at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised in the surplus or deficit on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use. The estimated remaining useful lives for the mining licences is 2 years.

IMPAIRMENT OF NON-FINANCIAL ASSETS

Non-financial assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that have a finite useful life are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. Value in use is depreciated replacement cost for an asset where the future economic benefits or service potential of the asset are not primarily dependent on the assets ability to generate net cash inflows and where the entity would, if deprived of the asset, replace its remaining future economic benefits or service potential.

The value in use for cash-generating assets is the present value of expected future cash flows.

If an asset's carrying amount exceeds its recoverable amount the asset is impaired and the carrying amount is written down to the recoverable amount. For revalued assets the impairment loss is recognised against other comprehensive income and the revaluation reserve for that class of asset. Where that results in a debit balance in the revaluation reserve, the balance is recognised in the surplus or deficit.

For assets not carried at a revalued amount (other than goodwill) the reversal of an impairment loss is recognised in the surplus or deficit.

INVESTMENT PROPERTY

Properties leased to third parties under operating leases are classified as investment property unless the property is held to meet service delivery objectives, rather than to earn rentals or for capital appreciation.

Investment property is measured initially at its cost, including transaction costs. After initial recognition, all investment property is measured at fair value as determined annually by an independent valuer. Gains or losses arising from a change in the fair value of investment property are recognised in the surplus or deficit.

EMPLOYEE BENEFITS

Short-term benefits

Employee benefits that the Council expects to be settled within 12 months of balance date are measured at nominal values based on accrued entitlements at current rates of pay. These include salaries and wages accrued up to balance date, annual leave earned to, but not yet taken at balance date and retiring and long service leave entitlements expected to be settled within 12 months.

The Council recognise a liability and an expense for bonuses where contractually obliged or where there is a past practice that has created a constructive obligation.

Long-term benefits

Long service leave and retirement leave

Entitlements that are payable beyond 12 months, such as long service leave and retiring leave, have been calculated on an actuarial basis. The calculations are based on:

- Likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff will reach the point of entitlement and contractual entitlements information; and
- The present value of the estimated future cash flows. A discount rate of between 6.13 and 7.0%, and an inflation factor of 2.1 to 3.0% were used. The discount rate is based on the weighted average of Government interest rates for stock with terms to maturity similar to those of the relevant liabilities. The inflation factor is based on the expected long-term increase in remuneration for employees.

Superannuation schemes

Defined contribution schemes

Obligations for contributions to defined contribution superannuation schemes are recognised as an expense in the surplus or deficit as incurred.

Council belongs to the Defined Benefit Plan Contributors Scheme (the scheme), which is managed by the board of trustees of the National Provident Fund. The scheme is a multi-employer defined benefit scheme. Insufficient information is available to use defined benefit accounting, as it is not possible to determine from the terms of the scheme, the extent to which the surplus/ deficit will affect future contributions by individual employers, as there is no prescribed basis for allocation. The scheme is therefore accounted for as a defined contribution scheme.

PROVISIONS

The Council recognises a provision for future expenditure of uncertain amount or timing when there is a present obligation (either legal or constructive) as a result of a past event, it is probable that expenditures will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not recognised for future operating losses. Provisions are measured at the present value of the expenditures expected to be required to settle the obligation using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognised as an interest expense.

TRADE AND OTHER PAYABLES

Trade and other payables are initially measured at fair value, and subsequently measured at amortised cost using the effective interest method.

BORROWINGS

Borrowings are initially recognised at their fair value. After initial recognition, all borrowings are measured at amortised cost using the effective interest method.

Borrowings are classified as current liabilities unless the Council has an unconditional right to defer settlement of the liability for at least 12 months after balance date or if the borrowings are expected to be settled within 12 months of balance date.

Accounting for derivative financial instruments and hedging activities

The Council use derivative financial instruments to hedge exposure to interest rate risks arising from financing activities. The Council does not hold or issue derivative financial instruments for trading purposes.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value at each balance date. The movement in the fair value of the derivative contracts is recognised in the surplus or deficit.

EQUITY

Equity is the community's interest in the Council and is measured as the difference between total assets and total liabilities. Equity is disaggregated and classified into a number of reserves. The components of equity are:

- Retained earnings
- Restricted Reserves*
- Council Created Reserves*
- Asset revaluation reserves

*Following a shortfall in cash available to fund reserves the Council reorganised reserves into two categories in 2013. Reserves may be legally restricted or created by Council.

Council created reserves

Council created reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned.

Restricted Reserves

Funds are provided to the Council by various people and organisations for specific projects. Each account is separately accounted for to maintain a degree of independence from general council funds. Payments made from these funds during the year are in accordance with the conditions of the trust or bequest.

GOODS AND SERVICES TAX (GST)

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the Statement of Financial Position.

BUDGET FIGURES

Budgets are prepared with reference to the Council in the Long Term Plan 2012-22. They have been constructed in accordance with NZ GAAP, using accounting policies that are consistent with those adopted by the Council for the preparation of the financial statements.

ASSUMPTIONS

In preparing these financial statements the Council has made estimates and assumptions concerning the future. These estimates and assumptions may differ from the subsequent actual results.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations or future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Landfill aftercare provision

The estimate of the provision for landfill post-closures is based on assumptions, which may be influenced by changes in technology and society's expectations and could affect future results.

Infrastructural assets

There are a number of assumptions and estimates used when performing DRC valuations over infrastructural assets. These include:

- The physical deterioration and condition of an asset, for example Council could be carrying an asset at an amount that does not reflect its actual condition. This is particularly so for those assets which are not visible, for example stormwater, wastewater and water supply pipes which are underground. This risk is minimised by Council performing a combination of physical inspections and condition modelling assessments of underground assets;
- Estimating any obsolescence or surplus capacity of an asset; and
- Estimates are made when determining the remaining useful lives over which the asset will be depreciated. These estimates can be affected by the local conditions, for example weather patterns and traffic growth. If useful lives do not reflect the actual consumption of the benefits of the asset, then Council could be over or under estimating the annual depreciation charge recognised as an expense in the surplus or deficit.

To minimise this risk, Council's infrastructural asset useful lives have been determined with reference to the NZ Infrastructural Asset Valuation and Depreciation Guidelines published by the National Asset Management Steering Group, and have been adjusted for local conditions based on past experience. Asset inspections, deterioration and condition modelling are also carried out regularly as part of Council's asset management planning activities, which gives Council further assurance over its useful life estimates.

Experienced independent valuers perform Council's infrastructural asset revaluations.

Critical judgements in applying Council's accounting policies

Management does not consider that there are any material critical judgements in applying Council's accounting policies for the period ended 30 June 2015.

CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies during the financial year.

ACCOUNTING STANDARDS ISSUED FOR PUBLIC BENEFIT ENTITIES

The Council is a public benefit entity (PBE) and a new set of Accounting Standards based on International Public Sector Accounting Standards have been formulated. The effective date for the new standards for PBEs is for reporting periods beginning on or after 1 July 2014. However, at this stage accounting standards for PBEs and not for profit entities are very closely aligned. No material differences are expected at this stage.

STANDARDS ISSUED BUT NOT YET EFFECTIVE

NZIFRS 9 Financial Instruments will eventually replace NZ IAS 39 Financial Instruments: Recognition and Measurement. NZ IAS 39 is being replaced by NZ IFRS 9 through three phases: Phase 1 classification and measurement, Phase 2 impairment methodology, and Phase 3 hedge accounting. The new standard is required to be adopted for the year ended 30 June 2016. However, as a new Accounting Standards Framework will apply before that date, there is no certainty when an equivalent standard to NZ IFRS 9 will be applied by public benefit entities.

FUNDING IMPACT STATEMENT

Pursuant of section 23 of the Local Government (Rating) Act 2002, Council adopt the rates for the financial year commencing on 1 July 2014 and ending on 30 June 2015 as follows:

General Rate

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 or the location of the property.

1. Rural General – Properties 10 Hectares or larger zoned Rural.
2. Small Holdings – Properties less than 10 Hectares zoned Rural, except those in Hokitika Zone 1 or Glacier Towns Small Holdings.
3. Hokitika Zone 1 – Properties less than 10 hectares, within 5 kilometres of the boundary of Hokitika township, zoned Rural.
4. Hokitika Zone 2 – Properties in Kaniere which are within the Small Settlement zone
5. Rural Townships – Properties in Kumara, Arahura, Ross, Harihari, Whataroa, and Haast which are within a Tourist, Small Settlement or Coastal Settlement zone.
6. Small Settlements - Properties at Lake Kaniere, Kokatahi, Okarito, Okuru, Neils Beach, Hannah's Clearing and Jackson Bay which are within a Tourist, Small Settlement or Coastal Settlement zone.
7. Glacier Towns - Properties in Franz Josef/Waiau, Franz Alpine Resort and Fox Glacier which are within a Tourist or Residential zone.
8. Rural Commercial – Commercial Properties in a Rural zone except those in Glacier Towns Small Holdings Commercial.
9. Commercial in Rural Residential – Commercial Properties in a Tourist, Small settlement or Coastal Settlement zone except those in Glacier Towns Commercial.
10. Glacier Towns Commercial – Commercial Properties in Franz Josef/Waiau, Franz Alpine Resort and Fox Glacier which are within a Tourist or Residential zone.
11. Glacier Towns Small Holdings – Properties between the southern boundary of Lake Mapourika and the Fox River which are less than 10 hectares in size, except for those properties within the Glacier Towns.
12. Glacier Towns Small Holdings Commercial - Commercial properties between the southern boundary of Lake Mapourika and the Fox River, except for those properties within the Glacier Towns.
13. Hokitika 1-6 units – Residential properties in Hokitika except those in Hokitika Beachfront.
14. Hokitika Beachfront – Residential properties that bound the sea on Revell Street and Beach Street in Hokitika.
15. Hokitika Commercial – Commercial Properties in Hokitika.

The appropriate rate will be charged on the rateable land value as assessed by our valuation provider, Quotable Value, each year.

Uniform Annual General Charge

A uniform annual general charge to be levied as a fixed amount per rating unit.

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.

Tourism Promotions

A Targeted Rate to fund Tourism Promotions, charged as follows:

1. Four differentials are applied on a Uniform basis to Commercial Properties, determined by ranges of Capital Values
 - Over \$10 million
 - \$3 - \$10 million
 - \$1 - \$3 million
 - \$0 - \$1 million
2. A Targeted Rate applied on a Uniform basis to all other ratepayers.

Targeted Rates

Waste Management

1. Waste minimisation activity is budgeted to be self-funding. As such no Waste Management rate charged on a uniform basis will apply.
2. A targeted rate per dollar on the capital value of each rateable property as follows:
 - (a) Waste Management (Commercial). Properties whose General Rate is either Commercial, Commercial in Rural Residential, Hokitika Commercial, Glacier Town Commercial, or Glacier town Small Holding commercial
 - (b) Waste Management (Rural). Properties whose General Rate is Rural General.
 - (c) Waste Management (Small Holdings). Properties whose General Rate is Small Holdings, Hokitika Zone (1), or Glacier Towns Small Holdings.
 - (d) Waste Management (Urban). Properties whose General Rate is Rural Towns, Small Settlements, Residential within the previous Hokitika Borough or Hokitika Zone (2).

The appropriate rate will be charged on the rateable capital value as assessed by our valuation provider each year. A waste management rate will not be charged on utilities where a differential general is not charged.

Refuse Collection

Targeted rates set on a uniform basis will apply in the following areas to fund Hokitika and rural refuse collection services.

The rate will be charged on each rateable unit where rubbish collection is available, in Hokitika, and in the area from Kumara township in the north to Ross township in the south, including Kaniere township.

Water Charges

Targeted rates applied on a uniform basis according to a scale of charges and commercial metered water to fund the cost of water supplies.

1. Treated Water in Rural Townships – Ross, Harihari, Whataroa, Franz Josef/Waiiau & Fox Glacier.
2. Untreated Water in Rural Townships – Kumara, Arahura, Harihari untreated, Whataroa Rural, Haast. A uniform charge.
3. Treated Water in Hokitika and Kaniere.

Commercial properties will be charged a targeted differential rate if not 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 Community Rate

A targeted rate to fund projects in the Kokatahi community, applied as follows:

1. A Kokatahi Community targeted rate set on a uniform basis on each property in the Kokatahi/Kowhitirangi area which has a general rate uniform annual general charge.
2. A Kokatahi Community Rate per dollar on the land value of each rateable property.

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

A targeted uniform charge to fund the costs of sewerage disposal in Hokitika, Kaniere, Franz Josef/Waiiau, Fox Glacier and Haast.

1. A sewerage Charge per property for Residential Properties.
2. A sewerage Charge per pan or urinal for Commercial Properties.

The rate would be charged on rateable unit 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

A targeted rate to recover the capital cost of the Kaniere sewerage system. The rate has been assessed as a capital contribution of \$4,907 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

Targeted rates to fund Glacier Country Promotions Officers made up of:

1. A Glacier Country rate set on a uniform basis each property in the Glacier region which has a general rate uniform annual charge, but has not been commercial rated.
2. A Glacier Country Commercial rate set on a uniform basis on each commercial rated property in the Glacier region.
3. A Glacier Country Promotions Rate per dollar on the land value of commercial rated properties.

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

A targeted rate set on a uniform basis to be levied on each Hokitika Commercial ratepayer. The purpose of this rate is to fund the annual payment toward costs associated with the Promotions Officer employed by Enterprise Hokitika.

Ross Swimming Pool

A targeted rate to fund 75% of the cost of operating the Ross swimming pool. The rate will be charged per dollar on the land value of every rateable property in the town of Ross.

Hannah's Clearing Water Supply Capital Repayment

A targeted uniform charge to recover the capital cost of providing individual water supply systems to Hannah's Clearing properties. The rate will be \$575 per annum and the amount to be recovered will be the actual cost per property plus 6% interest on a table mortgage basis plus GST. The interest rate will be re-assessed periodically.

The rate will be charged on each property provided with a water supply system which has not already completed payment of the capital cost.

Rates Summary

The General and Targeted Rates to be collected by Council for the year and the revenue generated from each are as follows. These figures are GST inclusive. The rates are per dollar but are shown on the rates assessment as a rate per cent.

Rating by Instalments and Rates Penalties

The Council provides for 2014/2015 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 2014 | 1 September 2014 |
| Instalment 2 | 30 November 2014 | 1 December 2014 |
| Instalment 3 | 28 February 2015 | 1 March 2015 |
| Instalment 4 | 31 May 2015 | 1 June 2015 |

A further 10% will be added to all rates and additional charges remaining unpaid on 1 July 2015 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 2016.

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 2014.

Funding Impact Statement

| Description | Land value | 2013/14 | 2014/15 | % | Rate struck |
|---|----------------------|------------|------------|-------|-------------|
| General Rates | | | | | |
| Rural General | 779,516,000 | 0.0013281 | 0.0017054 | 28.4% | \$1,329,360 |
| Small Holdings | 150,609,600 | 0.0019257 | 0.0024728 | 28.4% | \$372,425 |
| Hokitika Zone 1 | 51,422,000 | 0.0024282 | 0.0029773 | 22.6% | \$153,099 |
| Hokitika Zone 2 | 23,925,900 | 0.0052569 | 0.0058753 | 11.8% | \$140,571 |
| Rural Townships | 34,770,000 | 0.0040021 | 0.0046457 | 16.1% | \$161,531 |
| Small Settlements | 52,634,000 | 0.0026159 | 0.0030948 | 18.3% | \$162,889 |
| Glacier Towns | 35,481,500 | 0.0036740 | 0.0042303 | 15.1% | \$150,098 |
| Rural Commercial | 7,143,000 | 0.0021843 | 0.0025508 | 16.8% | \$18,220 |
| Commercial in Rur Res | 4,999,000 | 0.0047323 | 0.0053332 | 12.7% | \$26,661 |
| Glacier Towns Commercial | 37,097,000 | 0.0044042 | 0.0049178 | 11.7% | \$182,436 |
| Glacier Towns Small Holdings | 19,861,500 | 0.0028922 | 0.0034379 | 18.9% | \$68,281 |
| Glacier Towns SH Commercial | 5,502,000 | 0.0036224 | 0.0041253 | 13.9% | \$22,698 |
| Hokitika Res 1 | 100,038,500 | 0.0101938 | 0.0108618 | 6.6% | \$1,086,603 |
| Hokitika Res 2 | 2,996,000 | 0.0163100 | 0.0173789 | 6.6% | \$52,067 |
| Hokitika Res 3 | 246,000 | 0.0193681 | 0.0206375 | 6.6% | \$5,077 |
| Hokitika Res 4 | 233,000 | 0.0234457 | 0.0249822 | 6.6% | \$5,821 |
| Hokitika Res 6 | 306,000 | 0.0234457 | 0.0249822 | 6.6% | \$7,645 |
| Hokitika Beachfront | 13,119,000 | 0.0081692 | 0.0088453 | 8.3% | \$116,042 |
| Hokitika Commercial | 38,290,000 | 0.0111910 | 0.0118339 | 5.7% | \$453,118 |
| | 1,358,190,000 | | | | 4,514,641 |
| Uniform Annual General Charge | 5,538 | \$ 497.60 | \$506.53 | 1.8% | 2,805,188 |
| | Capital Value | | | | |
| Emergency Management Contingency Fund | 2,284,837,500 | 0.0000000 | 0.0000000 | | 0 |
| Tourism Promotions | | | | | |
| All Commercial Properties with capital value: | Rating Unit | | | | |
| Over \$10 million | 3 | \$2,626.60 | \$3,176.02 | 20.9% | \$9,528 |
| \$3 - 10 million | 11 | \$1,313.30 | \$1,588.01 | 20.9% | \$17,468 |
| \$1 - 3 million | 74 | \$ 525.32 | \$635.20 | 20.9% | \$47,005 |
| \$0 - 1 million | 201 | \$ 262.66 | \$317.60 | 20.9% | \$63,838 |
| All other ratepayers | 5249 | \$ 3.94 | \$4.76 | 20.9% | \$25,006 |
| | | | | | \$162,846 |
| Total General Rate (incl GST) | | | | | \$7,482,676 |
| Total General Rates (excl GST) | | | | | \$6,506,674 |

Funding Impact Statement cont...

| Description | Capital Value / Rating Units | 2013/14 | 2014/15 | % | Rate Struck |
|---|---------------------------------|-----------------|-----------------|-------------|---------------------|
| Targeted Rates | | | | | |
| Waste Management | | | | | |
| Waste Management rate - uniform | 5,538 | \$35.96 | \$- | -100.0% | 0 |
| Waste Management (Commercial) | 305,954,000 | 0.0008562 | 0.0014869 | 73.7% | 454,934 |
| Waste Management (Rural) | 929,671,500 | 0.0000339 | 0.0000595 | 75.6% | 55,353 |
| Waste Management(Small Holdings) | 430,033,900 | 0.0002526 | 0.0004256 | 68.5% | 183,035 |
| Waste Management (Urban) | 633,271,600 | 0.0001946 | 0.0003419 | 75.7% | 216,547 |
| Hokitika Refuse Collection | 1,581 | \$283.14 | \$285.68 | 0.9% | 451,659 |
| Rural Refuse Collection | 1,337 | \$263.10 | \$265.18 | 0.8% | 354,548 |
| Total Waste Management Rates | | | | | \$1,716,076 |
| Water Supply | | | | | |
| Rural Township Untreated Water | | | | | |
| Domestic | | \$271.90 | \$390.31 | 43.5% | |
| (unmetered) Commercial | | \$453.17 | \$650.52 | 43.5% | |
| Unconnected | | \$135.95 | \$195.15 | 43.5% | |
| Rural Township Treated Water | | | | | |
| Domestic | | \$362.52 | \$520.40 | 43.5% | |
| (unmetered) Commercial | | \$623.54 | \$895.09 | 43.5% | |
| Unconnected | | \$181.26 | \$260.20 | 43.5% | |
| Hokitika/Kaniere Water | | | | | |
| Domestic | | \$362.52 | \$520.40 | 43.5% | |
| (unmetered) Commercial | | \$623.54 | \$895.09 | 43.5% | |
| Unconnected | | \$181.26 | \$260.20 | 43.5% | 1,372,032 |
| Hannah's Clearing Capital | 13 | \$575.00 | \$575.00 | 0.0% | 7,475 |
| Total Water Rates | | | | | \$1,379,507 |
| Metered Water Charges | | | | | \$1,322,500 |
| Sewerage Rate | | | | | |
| Connected | | \$197.90 | \$219.90 | 11.1% | |
| Unconnected | | \$98.95 | \$109.95 | 11.1% | \$832,498 |
| Kaniere Sewerage Capital | 66 | \$417.00 | \$382.51 | -8.3% | 25,246 |
| Total Sewerage Rates | | | | | \$857,744 |
| Kokatahi Community Rate | | | | | |
| Levy | 218,928,000 | 0.0000212 | 0.0000210 | -0.9% | 4,600 |
| Per Unit Rate | 181 | \$25.56 | \$25.41 | -0.6% | 4,600 |
| Total Kokatahi Community Rate | | | | | \$9,200 |
| Glacier Country Promotions | | | | | |
| Levy | 42,909,500 | 0.0008753 | 0.0008710 | -0.5% | 37,375 |
| Per Unit Non-Commercial Rate | 396 | \$48.41 | \$48.16 | -0.5% | 19,073 |
| Per Unit Commercial Rate | 76 | \$242.07 | \$240.82 | -0.5% | 18,302 |
| Total Glacier Country Promotions | | | | | \$74,750 |
| Hokitika Area Promotions | | | | | |
| Per Unit Rate | 134 | \$334.70 | \$334.70 | 0.0% | 44,850 |
| Total Hokitika Promotions | | | | | \$44,850 |
| Ross Swimming Pool | | | | | |
| Levy | 8480000 | 0.001972800 | 0.002684116 | 36.1% | \$22,761 |
| Total Ross Swimming Pool Rates | | | | | \$22,761 |
| Total Targeted Rates (incl GST) | | | | | \$5,427,388 |
| Total Targeted Rates (excl GST) | | | | | 4,719,468 |
| General Rates (excl GST) | | | | | 6,506,674 |
| Total Rates (excl GST) | | | | | \$11,226,143 |

Funding Impact Statement cont...

| | Long Term Plan 2013/14 \$000 | Annual Plan 2013/14 \$000 | Annual Report 2012/13 \$000 | Annual Plan 2014/15 \$000 |
|--|------------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| SOURCES OF OPERATING FUNDING | | | | |
| General rates, uniform annual general charges, rates penalties | 5,323 | 6,889 | 5,275 | 6,516 |
| Targeted rates (other than a targeted rate for water supply) | 3,561 | 1,258 | 1,636 | 2,264 |
| Fees, Charges and targeted rates for water supply | 1,210 | 1,979 | 2,259 | 2,350 |
| Subsidies and grants for operating purposes | 1,577 | 1,544 | 757 | 1,829 |
| Interest & Dividends from Investments | 0 | 547 | 868 | 0 |
| Fees and charges | 4,062 | 2,455 | 6,950 | 2,757 |
| Local authorities fuel tax, fines, infringement fees, and other receipts | 0 | 120 | 113 | 120 |
| Total operating funding [A] | 15,733 | 14,792 | 17,858 | 15,836 |
| APPLICATIONS OF OPERATING FUNDING | | | | |
| Payments to staff and suppliers | 14,156 | 12,250 | 16,831 | 12,930 |
| Finance costs | 514 | 1,034 | 743 | 946 |
| Other operating funding applications | 0 | 0 | 0 | 0 |
| Total applications of operating funding [B] | 14,670 | 13,284 | 17,574 | 13,876 |
| Surplus (deficit) of operating funding [A - B] | 1,063 | 1,508 | 284 | 1,960 |
| SOURCES OF CAPITAL FUNDING | | | | |
| Subsidies and grants for capital expenditure | 1,894 | 1,066 | 3,720 | 1,344 |
| Development and financial contributions | 0 | 0 | 0 | 0 |
| Increase (decrease) in debt | 482 | 1,094 | 0 | 830 |
| Gross proceeds from sale of assets | 0 | 0 | 0 | 0 |
| Lump sum contributions | 0 | 0 | 0 | 0 |
| Total sources of capital funding [C] | 2,376 | 2,160 | 3,720 | 2,174 |
| APPLICATIONS OF CAPITAL FUNDING | | | | |
| Capital expenditure | | | | |
| —to meet additional demand | 0 | 200 | 117 | 0 |
| —to improve the level of service | 1,602 | 290 | 1,376 | 420 |
| —to replace existing assets | 2,440 | 3,397 | 3,047 | 2,817 |
| Increase (decrease) in reserves | (603) | (219) | (536) | 898 |
| Increase (decrease) of investments | 0 | 0 | 0 | 0 |
| Total applications of capital funding [D] | 3,439 | 3,668 | 4,004 | 4,135 |
| Surplus (deficit) of capital funding [C - D] | (1,063) | (1,508) | (284) | (1,961) |

Funding Impact Statement cont... Rates Sample

| | Farm Kokatahi | Farm Waitaha | Small Holding Awatuna | Small Holding Brickfield | Residential Kumara | Residential Hokitika | Residential Beachfront Hokitika | Residential Ross | Residential Keogans Road | Residential Whataroa |
|-------------------------------|-------------------------|---------------------|-------------------------|--------------------------|--------------------|----------------------|---------------------------------|---------------------|--------------------------|----------------------|
| Capital Value | 3,425,000 | 1,750,000 | 490,000 | 475,000 | 235,000 | 340,000 | 390,000 | 200,000 | 500,000 | 235,000 |
| Land Value | 2,525,000 | 1,450,000 | 149,000 | 132,000 | 52,000 | 75,000 | 242,000 | 50,000 | 90,000 | 54,000 |
| General Rates | | | | | | | | | | |
| General Rate | 4,306 | 2,473 | 368 | 393 | 242 | 815 | 2,141 | 232 | 268 | 251 |
| Uniform Annual General Charge | 507 | 507 | 507 | 507 | 507 | 507 | 507 | 507 | 507 | 507 |
| Waste Management Uniform Ch | - | - | - | - | - | - | - | - | - | - |
| Tourism Promotion | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Emergency Fund | - | - | - | - | - | - | - | - | - | - |
| Targeted Rates | | | | | | | | | | |
| Waste Management | 204 | 104 | 209 | 202 | 80 | 116 | 133 | 68 | 213 | 80 |
| Enterprise Hokitika | | | | | | | | | | |
| Ross Swimming Pool | | | | | | | | 134 | | |
| Targeted Service Rates | | | | | | | | | | |
| Water | | | | 520 | 390 | 520 | 520 | 520 | | 520 |
| Refuse Collection | | | 265 | 265 | 265 | 286 | 286 | 265 | 265 | |
| Sewerage | | | | | | 220 | 220 | | | |
| Local Community Rates | | | | | | | | | | |
| Kokatahi Amenity Rate | 53 | - | - | - | - | - | - | - | - | - |
| Kokatahi Amenity Rate (Fixed) | 25 | - | - | - | - | - | - | - | - | - |
| Glacier Country Promotions | | | | | | | | | | |
| Total Rates | 5,100 | 3,088 | 1,353 | 1,892 | 1,489 | 2,468 | 3,811 | 1,732 | 1,257 | 1,363 |
| Current Rates | 4,086 | 2,522 | 1,211 | 1,603 | 1,326 | 2,212 | 3,434 | 1,501 | 1,145 | 1,162 |
| Percentage Change | 24.81% | 22.43% | 11.76% | 18.00% | 12.25% | 11.61% | 11.00% | 15.40% | 9.77% | 17.32% |
| | Residential Franz Josef | Residential Okarito | Residential Fox Glacier | Residential Okuru | Shop Hokitika | Motel Hokitika | Commercial Haast | Commercial Harihari | Hotel Franz Josef | |
| Capital Value | 385,000 | 335,000 | 270,000 | 240,000 | 290,000 | 1,325,000 | 1,800,000 | 920,000 | 12,000,000 | |
| Land Value | 150,000 | 170,000 | 82,000 | 94,000 | 215,000 | 395,000 | 310,000 | 210,000 | 3,500,000 | |
| General Rates | | | | | | | | | | |
| General Rate | 635 | 526 | 482 | 291 | 2,544 | 4,674 | 791 | 1,120 | 17,212 | |
| Uniform Annual General Charge | 507 | 507 | 507 | 507 | 507 | 507 | 507 | 507 | 507 | |
| Waste Management Uniform Ch | - | - | - | - | - | - | - | - | - | |
| Tourism Promotion | 5 | 5 | 5 | 5 | 318 | 635 | 635 | 318 | 3,176 | |
| Emergency Fund | - | - | - | - | - | - | - | - | - | |
| Targeted Rates | | | | | | | | | | |
| Waste Management | 132 | 115 | 92 | 82 | 431 | 1,970 | 2,676 | 1,368 | 17,843 | |
| Enterprise Hokitika | | | | | 335 | 335 | | | | |
| Ross Swimming Pool | | | | | | | | | | |
| Targeted Service Rates | | | | | | | | | | |
| Water | 520 | | 520 | | 520 | | | 895 | | |
| Refuse Collection | | | 265 | | 286 | 286 | | | | |
| Sewerage | 220 | | 220 | | 440 | 3,299 | | | 30,566 | |
| Local Community Rates | | | | | | | | | | |
| Kokatahi Amenity Rate | - | - | - | - | - | - | - | - | - | |
| Kokatahi Amenity Rate (Fixed) | - | - | - | - | - | - | - | - | - | |
| Glacier Country Promotions | 48 | | | | | | | | 3,289 | |
| Total Rates | 2,066 | 1,152 | 2,091 | 884 | 5,380 | 11,705 | 4,609 | 4,207 | 72,594 | |
| Current Rates | 1,772 | 1,047 | 1,844 | 830 | 4,827 | 10,200 | 3,277 | 3,201 | 59,663 | |
| Percentage Change | 16.58% | 10.00% | 13.36% | 6.55% | 11.47% | 14.76% | 40.65% | 31.43% | 21.67% | |

FEES AND CHARGES

Note: All Fees and Charges are GST inclusive unless otherwise stated

| Corporate Services | | Corporate Services | |
|---|-------------------|--|---|
| Black & White Photocopying: | | Other charges as per the fees and charges schedule | |
| Single Sided - A4 | \$0.30 | Library | |
| Single Sided - A3 | \$0.50 | Overdue Charges - per day (Adults) | \$0.30 (Max \$9.00) |
| Double Sided - A4 | \$0.40 | Overdue charges - per day (Children) | \$0.10 (Max \$3.00) |
| Double Sided - A3 | \$0.60 | DVD's | \$3.00 |
| Single Sided - A2 | \$2.60 | Adult music CD's and audio books | \$2.00 |
| Single Sided - A1 | \$3.60 | Book reserve fee | \$1.00 |
| Single Sided - A0 | \$5.10 | Replacement cards | \$5.00 |
| Overheads - A4 | \$0.50 | Lost / Damaged Items | Replacement Cost |
| Colour Photocopying | | Visitors from other NZ Districts - Subscription charges - \$20.00 per Card per Month, \$25.00 for Three Months, \$50.00 for Six Months | |
| Single Sided - A4 | \$2.60 | No subscription charge for those holding a library card from Buller or Grey Districts | |
| Single Sided - A3 | \$4.10 | No subscription charge is made for exchange students staying with families in the District for six months or more. | |
| Double Sided - A4 | \$3.60 | Interloan Items (per item) | \$21.00 |
| Double Sided - A3 | \$5.10 | | \$7 - \$21.00 |
| Laminating | | Corporate Interlibrary Loans (per Item) | \$41.00 |
| A4 - Per Page | \$3.10 | Book Covering | \$4 - 6.00 |
| A3 - Per Page | \$4.10 | Computer print outs – single sided A4 | \$0.30 |
| Binding | | Computer print outs – double sided A4 | \$0.40 |
| Small - less than 100 pages | \$4.10 | Hokitika Museum | |
| Large - more than 100 pages | \$6.10 | Admission | |
| Scanning and scanning to email | | Adults | \$6.00 |
| Large scale format scanning | \$3.00 per scan | School age children (under 5 years old free) | \$3.00 |
| Document scanning via photocopy machine | \$1.00 per scan | Westland Residents | Free |
| Faxes | | Research | |
| Domestic | \$3.00 | In person enquiry first half hour | \$5.00 |
| International | \$5.00 | Additional hours thereafter | \$15 per half hour |
| Received | \$1.00 | Written research service (per hour) | \$60.00 |
| Council Chambers | | Minimum charge | \$30.00 |
| Full day - maximum charge | \$307.00 | Special Project Research by Negotiation | |
| Half day - maximum charge | \$102.00 | Copies and Reproduction Fees | |
| Equipment Hire | | Photographs (depending on size plus postage and packaging) | \$18.00 - \$40.00 |
| Data Projector- per day | \$51.00 | Photocopying- Black and white A4 and A3 | (Refer to charges as set out in Corporate Services Station) |
| Overhead Projector - per day | \$21.00 | Books - reproduction fee | \$20.00 per item |
| Requests under the Local Government Official Information and Meetings Act (LGOIMA) | | | |
| First hour of staff costs | Free | | |
| First 20 black & white copies | Free | | |
| Additional time | \$38 per 1/2 hour | | |

| Hokitika Museum | |
|--|--|
| Greeting cards- reproduction fee | \$100.00 per item |
| Advertising, display or publicity | \$125.00 per item |
| Reproduction of books, manuscripts, fine art or other material in collection | 5% of the recommended retail price of entire print run |
| Filming of items in collection (per item) | \$22.50 |
| Filming (excluding advertising) under supervision (per hour or part thereof) | \$75.00 |
| Newspaper articles, news broadcasts | No fee |
| Family History publications | Negotiable |
| Commercial display | \$225.00 |

Venue Hire

| | |
|----------------------------------|----------------|
| Carnegie Gallery Hire (per week) | \$60.00 |
| Commission on sales | 20% |
| Museum Hire for events | by negotiation |
| Meeting room hire (per meeting) | \$25.00 |

Sports field charges

Cass Square (season hire)

| | |
|------------------------|----------|
| Touch Rugby per season | \$165.00 |
| Softball per season | \$165.00 |
| Rugby per season | \$900.00 |
| Cricket per season | \$165.00 |
| Soccer per season | \$900.00 |

Cass Square (casual use)

| | |
|----------------------------|---|
| Daily | \$60.00 |
| Hourly | \$25.00 |
| Wildfoods Festival | \$5,750.00 |
| Showers and Changing Rooms | \$40.00 |
| Changing Rooms Only | \$20.00 |
| Commercial Operators. | To be negotiated depending on type of usage |

Cemetery Charges - Hokitika

| | |
|--|------------|
| New Grave (includes plot, interment and maintenance in perpetuity) | \$1,620.00 |
| Ashes Plot Purchase and Interment (includes plot in Ashes Garden area and opening of plot) | \$454.00 |
| Pre-purchase new Plot | \$1,236.00 |
| Dig Grave site to extra depth | \$118.00 |
| Interment on Saturday, Sunday or Public Holiday | \$256.00 |
| Additional Cost to excavate grave on Saturday, Sunday or Public Holiday | \$332.00 |
| Reopen a grave site | \$650.00 |
| Inter Ashes in an existing grave | \$132.00 |
| New grave in RSA Area | \$613.00 |

Cemetery Charges - Hokitika

| | |
|---|------------|
| Reopen a grave in the RSA Area | \$613.00 |
| Inter a child under 12 in Lawn Area | \$1,620.00 |
| Inter a child under 12 in children's section | \$368.00 |
| Inter a child under 18 months in the children's section | \$172.00 |
| Research of cemetery records for family trees etc. (per hour) | \$35.00 |
| Minimum Charge | \$37.00 |

Cemetery Charges – Ross and Kumara

| | |
|--|----------|
| New Grave (includes plot, interment and maintenance in perpetuity) | \$854.00 |
| Inter a child under 18 months in a new grave | \$429.00 |
| Pre-purchase new plot | \$245.00 |
| Bury Ashes (including registration) | \$368.00 |
| Reopen a grave site | \$419.00 |
| Research of cemetery records for family trees etc. (per hour) | \$35.00 |
| Minimum Charge | \$35.00 |

Marriage services

| | |
|------------------------------------|----------|
| Marriage Licence - Registry Office | \$174.00 |
| Marriage Celebrant | \$123.00 |

Note: Application forms for Marriage Licences are available from Council Offices.

All other enquiries regarding Births, Deaths, or Marriages please free phone 0800 225 252

Land information services

| | |
|---|---------|
| Landonline Search—CT or Plan Instrument | \$10.00 |
|---|---------|

Land Information

| | |
|---------------------------------|---------|
| GIS Map—A4 | \$10.00 |
| GIS Map- A4 with aerial photos | \$15.00 |
| GIS Map - A3 | \$20.40 |
| GIS Map - A3 with aerial photos | \$31.00 |
| GIS Client Services (per hour) | \$51.00 |

Land information memoranda

| | |
|----------------------------|----------|
| Land Information Memoranda | \$210.00 |
| Urgent - within 48 hours | \$330.00 |

Planning & Regulatory

Dog control

| | |
|---|---------------------------|
| Registration Fee - Hokitika & Kaniere | \$74.00 |
| Townships | |
| Registration Fee – dangerous or menacing dogs | Registration Fee plus 50% |
| Other Areas | \$58.50 |
| Registration Penalty - 31 July | 50% of registration fee. |

| Planning & Regulatory | |
|---|---------------------------|
| Dog Impounding Fees | |
| First Impounding Offence | \$82.00 |
| Second Impounding Offence | \$164.00 |
| Third Impounding Offence | \$245.00 |
| Feeding per day | \$26.00 |
| Second & Third Impoundings will apply if occurring within 12 months of the first impounding date. | |
| Call-out for Dog Reclaiming | \$78.00 |
| Impounding Act Stock impounding fees: | |
| Actual costs with a minimum charge of | \$51.00 |
| Sustenance Fees | \$23.00 /head/day |
| Health Act | |
| Category I Food Premises Registration | \$380.00 |
| Minimal Food Handling/ Preparation | |
| Category II Food Premises Registration | \$480.00 |
| Category III Food Premises Registration | \$580.00 |
| Food Premises Re-Inspection | \$380.00 |
| Food Safety Programme Auditor Fees | \$200 plus \$200 per hour |
| Hairdressers Registration | \$388.00 |
| Offensive Trade Registration | \$388.00 |
| Mortuary Registration | \$388.00 |
| Camping Ground Registration | \$388.00 |
| Camping Ground - fewer than 10 sites | \$286.00 |
| Transfer of Registration | 50% of registration fee. |
| LGA | |
| Hawkers and Pedlars | \$153.00 |
| Mobile Shops | \$429.00 |

Resource Consent Fees

NOTE: All fees and charges below are deposits and minimum fees paid as initial charges on application. Staff time will be calculated at the hourly rates below. Any fees included over the deposit will be invoiced under Section 36, Resource Management Act 1991.

| | |
|---|------------------------|
| Preparation and change of a plan | \$2,044.00 |
| Pre-application enquiries exceeding 30 minutes | Rate \$200.00/ Hour |
| Notified Resource Consents and Designations including changes and variations. | \$1,022.00 |
| Land use activities (not listed elsewhere) | \$510.00 |
| Land use: setback reductions | \$410.00 |
| Subdivisions including changes | \$614.00 |
| Variations to Resource Consents | \$320.00 |
| Subdivision Consents - including land use | \$818.00 |
| Certificates of Compliance | \$510.00 |
| Extension of time (S 125) | \$307.00 |
| Survey Plan Approval Fee (S 223) | \$102.00 |
| S 224 approval fee | \$204.00 |
| Certification Fee | \$204.00 |

| Planning & Regulatory | |
|---|---------------|
| Existing Use Certificate | \$204.00 |
| Notices of Requirement & Heritage Orders | \$1,022.00 |
| Monitoring charges | \$200.00/hour |
| Approval of Outline Plan | \$358.00 |
| Consideration of Waiving of Outline Plan | \$204.00 |
| Issue of abatement notice | \$307.00 |
| Return of items seized pursuant to Section 328 of the Resource Management Act 1991 | \$154.00 |
| Release of Covenants | \$100.00 |
| Staff processing time for resource management activities | \$200.00/hour |
| In-house Engineering Services | \$200.00/hour |
| Councillor Hearing Commissioner (Chair) | \$87.00/hr |
| Councillor Hearing Commissioner (Committee) | \$70.00/hour |
| Independent commissioner | at cost |
| NOTE: Where a charge is, in any particular case, inadequate to enable the recovery of actual and reasonable costs in respect of the matter concerned, the Council may require the person who is liable to pay the charge, to also pay any additional charge (Refer to Section 36, Resource Management Act 1991) | |

Recreation Contribution

5% of the value of all additional allotments created on all commercial, industrial and residential subdivisions; the rate is 5% on a nominal 4000 m² building site. This amount (5%) will be calculated plus GST. Recreation contributions are subject to a maximum amount of \$3,000.00 per additional allotment created. The maximum will be GST inclusive.

Performance Bonds

Performance bonds may be put in place from time to time with the amount to be established on a case by case basis. Lodgement fee \$250.00

Building consent fees:

- 1) Total fees may vary according to the extent of processing required to approve an application for the grant of a building consent and the number of inspections that may need to be undertaken.
- 2) The following scales of charges are indicative only and will vary depending on individual processing and inspection requirements.
- 3) Where any building consent fees exceeds 4% of the value of the building (excluding spaceheaters), the fee will be reduced to 4% of the building value

Free-standing Fire Places

| | |
|--------------------------------|--|
| Project Information Memorandum | At cost \$200.00/ hour |
| Consent | \$31.00 Flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (1 Inspection) | \$205.00 |
| Code Compliance Certificate | \$31.00 Flat Fee and \$200.00 per hour |

| Planning & Regulatory | |
|--|---|
| Accessory Buildings | |
| Project Information Memorandum | At cost \$200.00/hour |
| Compliance Check | \$61.00 |
| Consent | \$184.00 Flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (2 Inspections) | \$410.00 |
| Code Compliance Certificate | \$61.00 Flat Fee and \$200.00 per hour |
| Alterations/Renovations (Minor) | |
| Project Information Memorandum | At cost \$200.00/hour |
| Compliance Check | \$61.00 |
| Consent | \$184.00 flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (3 Inspections) | \$615.00 |
| Code Compliance Certificate | \$61.00 Flat Fee and \$200.00 per hour |
| Alterations/Renovations (Major) | |
| Project Information Memorandum | At cost \$200.00/hour |
| Compliance Check | \$61.00 |
| Consent | \$409.00 flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (5 Inspections) | \$1,025.00 |
| Code Compliance Certificate | \$511.00 Flat Fee and \$200.00 per hour |
| Temporary Buildings | |
| Project Information Memorandum | At cost \$200.00/hour |
| Compliance Check | \$61.00 |
| Consent | \$102.00 Flat fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (2 Inspections) | \$410.00 |
| Code Compliance Certificate | \$61.00 Flat Fee and \$200.00 per hour |
| Marquees only | \$61.00 Flat Fee and \$200.00 per hour |
| Reports | |
| Monthly building consent reports | \$49.10 |
| Printed copy of the District Plan | \$154.00 |

| Planning & Regulatory | |
|--|---|
| Signs | |
| Project Information Memorandum | At cost \$200.00/hour |
| Compliance Check | \$61.00 |
| Consent | \$123.00 Flat Fee and \$200.00 per Hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (1 Inspection) | \$205.00 |
| Code Compliance Certificate | \$31.00 Flat Fee and \$200.00 per hour |
| Election Signs | |
| Up to 3 signs | \$307.00 |
| Up to 6 signs | \$613.00 |
| for each additional sign in excess of 6. | \$20.00 |
| Housing - Average (<120m2) | |
| Project Information Memorandum | At cost \$200.00 per hour |
| Compliance Check | \$61.00 |
| Consent | \$409 Flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fees (8 Inspections) | \$1,640.00 |
| Code Compliance Certificate | \$511.00 Flat Fee and \$200.00 per hour |
| Housing Executive (>120m2) | |
| Project Information Memorandum | At cost \$200.00 per hour |
| Compliance Check | \$61.00 |
| Consent | \$613.00 Flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fees (10 Inspections) | \$2,050.00 |
| Code Compliance Certificate | \$613.00 Flat Fee and \$200.00 per hour |
| Drainage & Plumbing - Public System | |
| Project Information Memorandum | At cost \$200.00 per hour |
| Consent- Public Sewerage System | \$123.00 Flat Fee and \$200.00 per hour |
| BCA Accreditation Levy | \$56.00 |
| Inspection Fee (2 Inspections) | \$410.00 |
| Code Compliance Certificate | \$51.00 Flat Fee and \$200.00 per hour |

| Planning & Regulatory | | Planning & Regulatory | |
|--|---|---|---|
| Drainage & Plumbing - Stand Alone System | | Other Building Charges | |
| Project Information Memorandum | At cost \$200.00 per hour | Soakage Tests | \$204.00 |
| Consent - Stand Alone System | \$184.00 Flat Fee and \$200.00 per hour | Receiving and Checking Building Warrant of Fitness | |
| BCA Accreditation Levy | \$56.00 | On or before due date , plus | \$90.00 |
| Inspection Fee (2 Inspections) | \$410.00 | for 3 systems or less | \$40.00 |
| Code Compliance Certificate | \$51.00 Flat Fee and \$200.00 per hour | additional systems in excess of 3 | \$15.00 for each |
| | | After due date, plus | \$180.00 |
| | | for 3 systems or less | \$40.00 |
| | | additional systems in excess of 3 | \$15.00 for each |
| | | Certificate of Public Use | \$256.00 Flat fee and \$200.00 per hour |
| | | Certificate of Acceptance | \$511.00 Flat Fee and \$200.00 per hour |
| | | Compliance Schedules | \$286.00 |
| | | Duplicate Schedules | \$143.00 |
| | | Amendment to Compliance Schedule | \$92.00 |
| | | Preparation of Certificates for Lodgement | \$358.00 |
| | | Preparation of Sec 37 Certificate | \$153.00 |
| | | Receipt and checking of Schedule 1 advice | \$123.00 |
| | | Notices to Fix | \$256.00 Flat fee and \$200.00 per hour |
| | | Additional Inspections | \$205.00 |
| | | Application for PIM only | |
| | | Residential | \$75.00 flat fee and 200.00/hour |
| | | Commercial/Industrial | \$125.00 and 200.00/hour |
| | | Stock Underpass | Levies Only |
| | | Solar water heating installations | Levies Only |
| | | Where any building charge is inadequate to enable the recovery of the actual and reasonable costs, a further charge may be payable. | |
| | | Amusement Devices | |
| | | For one device, for the first seven days of proposed operation or part thereof. | \$11.50 |
| | | For each additional device operated by the same owner, for the first seven days or part thereof. | \$2.30 |
| | | For each device, (for each further period of seven days or part thereof.) | \$1.12 |
| | | Class 4 Gaming | |
| | | Class 4 Gambling Venue | \$287.50 |
| Commercial/Industrial/Multi Unit Development | | | |
| Project Information Memorandum | At cost \$200.00 per hour | | |
| Compliance Check | \$61.00 | | |
| Consent | \$664.00 Flat Fee and \$200.00 per hour | | |
| BCA Accreditation Levy | \$56.00 | | |
| Inspection Fee | \$1,640.00 | | |
| Building Consent Amendment | \$123.00 Flat fee and \$200.00 per hour | | |
| Extension of time for exercise of building consent | \$123.00 | | |
| Extension if time for obtaining CCC | \$123.00 | | |
| Building Consent Holding fee (Not uplifted within 10 working days) | \$72.00 | | |
| Road Damage Deposit - Refundable deposit | \$716.00 | | |
| Building Research Levy | | | |
| In addition to the Building Consent fee, a Building Research levy based upon \$1.00 per \$1,000 or part thereof of total value is required to be paid. | | | |
| Consents of lesser value than \$20,000 are exempt from this levy | | | |
| Building –Department of Building and Housing Levy | | | |
| In addition to the Building Consent, a Building Industry levy based upon \$2.01 per \$1,000 or part thereof of total value is required to be paid. Consents of lesser value than \$20,000 are exempt from this levy. | | | |
| Independent Building Consent Authority (BCA) Where the services of a Building Certifier are used, the fee will be established on a case by case basis to ensure full cost recovery. | | | |
| Relocated buildings. In addition to building consent fees, and the Building Research levy, a minimum deposit of up to \$10,000 is required for buildings being relocated. | | | |
| Demolition | | | |
| Consent | \$123.00 Flat Fee and \$200.00 per hour | | |
| Inspection Fee (where necessary) | \$225.00 Flat fee and \$200.00 per hour | | |

Sale and Supply of Alcohol

On, Off or Club Licence

Applications and renewals for On, Off or Club Licence are assessed using a cost/risk rating system. The cost/risk rating of the premises is the sum of the highest applicable weighting for the type of premises and type of licence, the hours of operation and any enforcement holdings in the last 18 months.

In addition an annual fee is payable which will be due on the anniversary date of the licence.

| Cost/Risk Rating | Fees Category | Application fee \$ inc GST | Annual Fee \$ inc GST |
|------------------|---------------|----------------------------|-----------------------|
| 0-2 | Very Low | \$368.00 | \$161.00 |
| 3-5 | Low | \$609.50 | \$391.00 |
| 6-15 | Medium | \$816.50 | \$632.50 |
| 16-25 | High | \$1,035.00 | \$1035.00 |
| 26 plus | Very High | \$1437.50 | \$1437.50 |

The cost/risk rating used to set the fees above is calculated using the tables below.

Latest alcohol sales time allowed for premises

| Type of Premises | Latest trading time allowed (during 24 hour period) | Weighting |
|---|---|-----------|
| Premises for which an on-licence or club-licence is held or sought | 2.00 am or earlier | 0 |
| | Between 2.01 and 3.00 am | 3 |
| | Any time after 3.00 am | 5 |
| Premises for which an off-licence is held or sought (other than remote sales) | 10.00 pm or earlier | 0 |
| | Any time after 10pm | 3 |
| Remote sales premises | Not applicable | 0 |

Type of premises

| Type of Licence | Type of Premises | Weighting |
|-----------------|--|-----------|
| On-licence | Class 1 restaurant, night club, tavern, adult premises | 15 |
| | Class 2 restaurant, hotel, function centre | 10 |
| | Class 3 restaurant, other premises not otherwise specified | 5 |
| | BYO restaurants, theatres, cinemas, winery cellar doors | 2 |
| Off-licence | Supermarket, grocery store, bottle store | 15 |
| | Hotel, Tavern | 10 |
| | Class 1, 2 or 3 club, remote sale premises, premises not otherwise specified | 5 |
| | Winery cellar doors | 2 |
| Club-licence | Class 1 club | 10 |
| | Class 2 club | 5 |
| | Class 3 club | 2 |

Enforcement holdings

| Number of enforcement holdings in respect of the premises in the last 18 months | Weighting |
|---|-----------|
| None | 0 |
| One | 10 |
| Two or more | 20 |

Definitions for types of premises

| Type | Class | Description |
|-----------------------|-------|--|
| Restaurants | 1 | A restaurant that has or applies for an on-licence and has, in the opinion of the Territorial Authority, a significant bar area and operates that bar area at least one night a week in the manner of a tavern. |
| | 2 | A restaurant that has or applies for an on-licence and has, in the opinion of the Territorial Authority, a separate bar area and does not operate that bar area in the manner of a tavern at any time. |
| | 3 | A restaurant that has or applies for an on-licence and, in the opinion of the Territorial Authority, only serves alcohol to the table and does not have a separate bar area. |
| | BYO | A restaurant for which an on-licence is or will be endorsed under section 37 of the Act. |
| Clubs | 1 | A club that has or applies for a club licence and has at least 1,000 members of purchase age and in the opinion of the territorial authority, operates any part of the premises in the nature of a tavern at any time. |
| | 2 | A club that has or applies for a club licence and is not a class 1 or class 3 club |
| | 3 | A club that has or applies for a club licence and has fewer than 250 members of purchase age and in the opinion of the territorial authority, operates a bar for no more than 40 hours each week. |
| Remote sales premises | | Premises for which an off-licence is or will be endorsed under section 40 of the Act. |
| Enforcement holding | | A holding as defined in section 288 of the Act, or an offence under the Sale of Liquor Act 1989 for which a holding could have been made if the conduct had occurred after 18 December 2013. |

Other Licence Fees

| Type | Description of activity | Application fee \$ incl GST |
|---------------------|--|-----------------------------|
| Temporary Authority | Fee payable to the territorial authority under s.136(2) of the Act for a temporary authority to carry on the sale and supply of alcohol | \$296.70 |
| Temporary Licence | Fee payable to the territorial authority by a person applying under section 74 of the Act to sell alcohol pursuant to a licence from premises other than the premises to which the licence relates | \$296.70 |

| Sale and Supply of Alcohol | | |
|----------------------------|---|----------|
| Permanent Club Charter | Annual fee payable to the territorial authority in which the club's premises are situated by the holder of a permanent club charter as described in section 414 of the Act. | \$632.50 |
| Extract from register | Fee payable to a licensing committee under section 66(2) of the Act for an extract from a register. | \$57.50 |
| | Fee payable to ARLA under section 65(2) of the Act for an extract from a register. | \$57.50 |
| Appeals | Fee payable to ARLA under section 154 of the Act (against a decision of a licensing committee) | \$517.50 |
| | Fee payable to ARLA under section 81 of the Act (against a local alcohol policy) | \$517.50 |
| Manager's Certificate | New or Renewal | \$316.20 |

Special Licences

The fee payable for a Special Licence is assessed using a cost/risk rating system depending on the size of the event and the number of events applied for.

| | |
|---------------------|---|
| Large event | Means an event that the territorial authority believes on reasonable grounds will have patronage of more than 400 people. |
| Medium event | Means an event that the territorial authority believes on reasonable grounds will have patronage of between 100 and 400 people. |
| Small event | Means an event that the territorial authority believes on reasonable grounds will have patronage of fewer than 100 people. |

| Class | Issued in respect of | Application fee \$ inc GST |
|-------|---|----------------------------|
| 1 | 1 large event: More than 3 medium events: More than 12 small events | \$575.00 |
| 2 | 3 to 12 small events: 1 to 3 medium events | \$207.00 |
| 3 | 1 or 2 small events | \$63.20 |

Operations

Water Supply Connections

Actual cost recovery relating to the installation of water supply connections.

Sewerage & Stormwater Connections

Actual cost recovery relating to the installation of sewerage and stormwater connections.

Vehicle Crossings

Actual and reasonable cost recovery relating to the installation of vehicle crossing.

Sewerage Supply

Trade Wastes - charges are levied separately according to waste volume and utilisation of sewerage system. Minimum fee of \$500 per annum

Operations

Water supply annual charges

| | |
|-------------------------------|--|
| Hokitika/Kaniere Water Supply | Commercial metered supply per cubic metre \$1.30 |
|-------------------------------|--|

Council reserves the right to negotiate metered charges with significant users.

| | |
|--|--|
| Treated Supplies—Rural Towns Fox Glacier/ Franz Josef/Whataroa/ Harihari | Commercial metered supply per cubic metre \$1.07 |
|--|--|

Property Rentals

Council property rentals are regularly reviewed to ensure they are set at fair market value.

Temporary Road Closures

| | |
|---|-------------------|
| Non refundable application fee | \$100.00 |
| Additional Information request (from applicant) | \$100 per hour |
| Public Notification on approval | At cost |
| Management of temporary road closure | At cost |
| Call Out / Audit of Traffic Management Plan | \$225.00 per hour |
| Not for Profit Organisations | Exempt. |

Refuse Site Gate Fees

Hokitika Transfer Station

| | |
|---------------------------------|----------|
| General Waste | |
| Per tonne | \$475.00 |
| 60L bag | \$4.00 |
| Green Waste | |
| Green Waste per tonne | \$46.00 |
| 60L bag Green Waste uncompacted | \$0.50 |
| Accepted Recyclable Items* | Free |

Non Weighbridge Sites

| | |
|---|----------|
| Uncompacted General Waste | |
| Per Cubic Metre small loads < 0.5m ³ | \$65.00 |
| Per Cubic Metre large loads > 0.5m ³ | \$95.00 |
| 60L bag | \$4.00 |
| 120L Wheelie Bin | \$8.00 |
| 240L Wheelie Bin | \$16.00 |
| Small Trailer /Ute (0.68m ³) | \$65.00 |
| Medium Trailer (0.91m ³) | \$90.00 |
| Cage or Large Trailer (2.7m ³) | \$260.00 |
| Accepted Recyclable Items* | Free |
| Uncompacted Green Waste | |
| Per Cubic Metre | \$10.00 |
| 60L bag | \$0.50 |

| Refuse Site Gate Fees | |
|--|---------|
| Small Trailer /Ute (0.68m ³) | \$6.00 |
| Medium Trailer (0.91m ³) | \$10.00 |
| All Sites | |
| Other Items | |
| Whiteware (Fridges must be degassed,per item) | \$10.00 |
| Tyres (Based on average weight of 7.5kg, per item) | \$3.50 |
| Cars Prepared (Conditions apply, per item) | \$45.00 |

Any legislative charges under the Waste Management Act will be imposed as a levy if required.

Note: From 1 July 2009, Government requires Council to charge a levy of \$10.00 per tonne, (or equivalent volume at non weighbridge sites), on all waste disposed of to landfill. This is included in the above fees.

For non standard loads the Transfer Station Operators reserve the right:

- to measure the waste and charge the per cubic metre rate or;
- to measure the load and use the Ministry for the Environment Conversion Factors for compacted or dense waste.

*Accepted Recycle Items: only colour sorted glass will be accepted free of charge, all unsorted glass will be charged at the general waste rate.

Jackson Bay Wharf Charges (Please note prices exclude GST)

Commercial Fishing Vessels operating from the Jackson Bay Wharf for discharge of wet fish and/or crayfish must have a license to occupy.

Annual Charge:

| | |
|---|------------|
| Vessels over 13.7 metres (45 feet) | \$4,000.00 |
| Vessels between 9.1 metres and 13.7 metres (30-45 feet) | \$1,500.00 |
| Vessels up to 9.1 metres (30 feet) | \$1,000.00 |
| Casual users landing tuna (per tonne) | \$23.00 |

Other Vessels using the Jackson Bay Wharf (not discharging) must pay a daily charge (24 hours) as below

| | |
|---|----------|
| Vessels over 13.7 metres (45 feet) | \$250.00 |
| Vessels between 9.1 metres and 13.7 metres (30-45 feet) | \$200.00 |
| Vessels up to 9.1 metres (30 feet) | \$100.00 |

Email: management@westlanddistrictproperty.co.nz

Phone: Westland District Property Ltd (03) 755 8497

Hokitika Swimming Pool

Single Admission

| | |
|--------------------------------|---------|
| Adult | \$5.00 |
| Senior Citizen (60+) | \$4.00 |
| Child at school | \$3.00 |
| Pre Schooler | \$1.50 |
| Pre Schooler and Parent | \$3.00 |
| Family (2 adults / 2 children) | \$13.00 |

| Hokitika Swimming Pool | |
|--|---------|
| Spectator | Free |
| Concession Ticket - 10 Swims | |
| Adult | \$40.00 |
| Senior Citizen (60+) | \$32.00 |
| Child at school | \$24.00 |
| Pre Schooler | \$12.00 |
| Pre Schooler and Parent | \$24.00 |
| Family (2 adults / 2 children) | |

Season Ticket

| | |
|----------------------|----------|
| Adult | \$280.00 |
| Senior Citizen (60+) | \$224.00 |
| Child at school | \$168.00 |

More information and fees explanation and conditions

Email: management@westlanddistrictproperty.co.nz

Phone: Westland District Property Ltd (03) 755 8497

Baches on Unformed Legal Roads

| | |
|-----------------|------------|
| Annual Site Fee | \$2,050.00 |
|-----------------|------------|

More information and fees explanation and conditions

Email: management@westlanddistrictproperty.co.nz

Phone: Westland District Property Ltd (03) 755 8497



GLACIER COUNTRY- PHOTO SUPPLIED BY HOKITIKA MUSEUM