



# ANNUAL PLAN

---



2007/2008

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## **FOREWORD**

It is pleasing to be able to report that the proposed rate take increase is only 1.8% higher than signalled in the LTCCP 2006/16. This demonstrates the robustness of Council's financial planning process and should give ratepayers comfort that the use of their rate money is in good hands.

Nevertheless the rate take proposed is 11.02% higher than for the current year. Some of this relates to increased expenditure on the roading network, as we are accelerating the sealing of roads throughout the district. Another significant cause is the increased amount needed to fund depreciation on water and wastewater assets. This is necessary to ensure that money is available to replace those assets when they wear out.

During the past few months Council has consulted extensively in regard to the roading contribution element of the development contributions policy, and it has been revised to reflect those consultations.

Finally, there are some big projects being undertaken, such as upgrading the Alexandra Central Business District and upgrading the Cromwell Swim Centre.

MALCOLM MACPHERSON  
MAYOR

JOHN COONEY  
CHIEF EXECUTIVE OFFICER

## INTRODUCTION

Last year Council adopted the Long Term Council Community Plan (LTCCP), which covers the 10 financial years starting with 2006/07. It sets out Council's intentions for the 10 years, and details Council's objectives and outcomes; the first three years are a firm commitment of Council's intentions, the following seven years being indicative only.

The upcoming financial year, 2007/08, is year 2 of the LTCCP, and details from that become the Annual Plan for the year.

However, Council has reviewed its plans, and changes from those in the LTCCP are set out in this document, which is the Annual Plan.

Section 95 of the Local Government Act 2002 (the Act) sets out the purpose of an Annual Plan. It is to:

- contain the proposed annual budget and funding impact statement for the year (s.95(5)(a))
- identify variations from the figures and funding impact statement included in the LTCCP (s.95(5)(b))
- support the LTCCP with integrated decision-making and coordination of resources (s.95(5)(c))
- contribute to accountability (s.95(5)(d))
- allow participation by the public in decision-making relating to costs and funding of activities (s.95(5)(e))

Part 2, Schedule 10 of the Act sets out the prescribed contents of an Annual Plan.

These are:

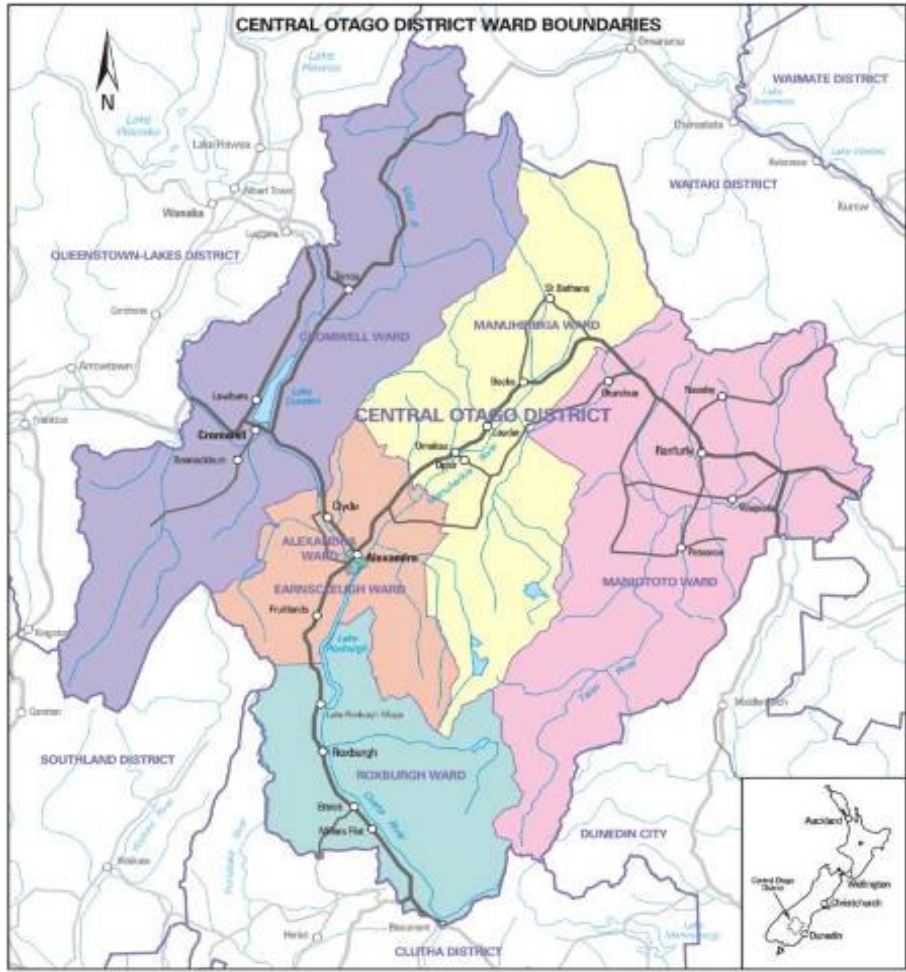
- Forecast Financial Statements
- Funding Impact Statement

This document is therefore very brief and all the detail is contained in the LTCCP, which is available on the Council's website ([www.codc.govt.nz](http://www.codc.govt.nz)) or at any of the Council's Service Centres, libraries or the Alexandra office.

Further detailed information may be obtained from the Council agenda of 4 April 2007, the meeting relating to the adoption of the Draft 2007/2008 Annual Plan.

The Forecast Financial Statements have been prepared under Financial Reporting Standard 42 on the basis of assumptions as to future events Council reasonably expects to occur, associated with actions Council expects to take. They have been prepared in accordance with Council's accounting policies as set out in the LTCCP 2006/16.

All significant forecasting assumptions and risks considered when preparing this Annual Plan are as set out in the LTCCP 2006/16.



## CONSULTATIVE PROCESS

Council adopted the Draft Annual Plan 2007/08 on Wednesday 4 April 2007 and in accordance with Section 95(2) Council has used the special consultative procedure as set out in s.83 of the Act.

The Draft Plan was adopted on Wednesday 4 April 2007 and was made available for consideration by the public until Monday 14 May 2007.

Submissions on the contents of the Draft Annual Plan were heard by the relevant Community Boards during their May or June board meetings and then by Council on Wednesday 6 June 2007.

*The 2007/08 Annual Plan was adopted at the meeting of Council on Wednesday 20 June 2007.*

Listed below are amendments to the Draft Annual Plan resulting from submissions and Community Board recommendations.

### 1. Financial amendments

Item	Draft AP 2007/08	Final AP 2007/08	Rates Effect
<b><u>District</u></b>			
<b>Chief Executive</b>			
Allow \$5,000 to investigate the funding of a district museum and art gallery service	0	5,000	5,000
Allow \$1,500 for emptying Litter Bins in St Bathans	0	1,500	1,500
<b>Public Toilets</b>			
Increase to allow for cleaning toilets at Lowburn	6,644	8,669	2,025
<b>Capital</b> - an allowance for public toilets in Cromwell or Alexandra - increase in depreciation	0	160,000	1,600
<b>Total effect District</b>			10,125
<b><u>Alexandra</u></b>			
<b>Alexandra Town Centre</b>			
Reduced capital expenditure 07/08	660,000	570,000	0
Land sales replaced by a loan (no interest effect until 08/09)	(350,000)	(300,000)	0
<b>Alexandra Grants</b>			
Increased Historical Society Grant	37,130	57,130	20,000
<b>Reserves Alexandra</b>			
Increase in Physical works contract	128,523	133,639	5,116
<b>Alexandra Cemetery</b>			
Increase in Physical works contract	12,940	15,067	2,127
<b>Total effect Alexandra</b>			25,116

<b><u>Cromwell</u></b>			
<b>Anderson Park</b>			
Deferral of Bore to assist funding Swim Centre	150,000	50,000	0
<b>Cromwell Swim Centre</b>			
A larger portion of both the capital contributions and capital expenditure have been deferred from 2006/07 to 2007/08			0
<b>Urban Reserves</b>			
Increase in Physical works contract	169,795	176,586	6,791
<b>Rural Reserves</b>			
Capital - Playground for Pisa Moorings	0	35,000	0
Depreciation effect	0	1,750	1,750
<b>Total effect Cromwell</b>			<b>8,541</b>
<b><u>Earnsclough/Manuheria</u></b>			
<b>Clyde &amp; Fraser Domains</b>			
Increase Physical Works Contract	32,773	34,084	1,311
<b>Clyde Pool</b>			
Council to take over running for the Clyde Pool	0	26,370	26,370
Transfer \$5,000 grant from grants to Pool	0	5,000	5,000
\$1,000 capital for new chlorinator	0	1,000	0
<b>Grants and Promotions</b>			
Taken out St Bathans Caretaker	2,000	0	(2,000)
Include Grant to Ida Valley Playcentre Group (Funded from E/M Rural Subdivision Fund)	0	15,000	0
Take out Grant to Clyde Pool	5,000	0	(5,000)
<b>Clyde &amp; Fraser Domains</b>			
Increase Physical works contracts	32,773	34,084	1,311
<b>Total effect Earnsclough/Manuherikia</b>			<b>26,992</b>
<b><u>Maniototo</u></b>			
<b>Reserves</b>			
Increase Physical works contracts	80,081	83,284	3,203
<b>Pateaoroa Water Scheme</b>			
Supports water meters to go in, funded from Pateaoroa Water Investment account			0
<b>Total Effect Maniototo</b>			<b>3,203</b>
<b><u>Roxburgh</u></b>			
<b>Roxburgh Reserves</b>			
Physical works contract	60,153	62,599	2,446
<b>Total effect Roxburgh</b>			<b>2,446</b>
<b>Increase in rates as a result of Submissions</b>			<b>76,423</b>

2. Inclusion of grant to Central Otago Wastebuster in the list of 2007/08 Grants.
3. Correction of any typos or grammatical errors.
4. Allowance for movement in interest and depreciation where capital items have been added or deferred.

## GENERAL INFORMATION

### CENTRAL OTAGO DISTRICT

<b>Population:</b>	Resident Population	<u>2006 Census</u> 16,647
<b>Area:</b>	9,959 km <sup>2</sup>	
<b>Wards:</b>	Alexandra, Cromwell, Earnscliffe, Maniototo, Manuherikia and Roxburgh	
<b>Main Towns:</b>	Alexandra, Clyde, Cromwell, Ranfurly and Roxburgh	
<b>Capital Value:</b>	Capital Value of the District (gross) \$5,065,365,654	

### ADMINISTRATION

**Executive Staff:**

Chief Executive Officer:	J G Cooney (John)
Corporate Services Manager:	H Kinsey (Heather)
Manager, Planning and Environment:	L van der Voort (Louise)
Manager, Assets and Contracts:	M F Washington (Murray)
District Development Manager	A Pullar (Anne)

**Auditor:**

The Controller and Auditor General  
The Audit Office  
WELLINGTON

**Privacy Officer:**

Corporate Services Manager



## **FINANCIAL OVERVIEW**

The Annual Plan is year two of the LTCCP with some variances where it was considered necessary.

Total estimated rates (GST exclusive) for 2007/08 are \$15,660,434 which is an increase of \$1,553,894 (11.02%) over 2006/07 and \$281,258 (1.8%) higher than year 2007/08 of the LTCCP.

Inflation of 3% was added to 2007/08 in the LTCCP; changes to this are roading, where the actual escalation was a further 7.9%, utilities where escalation has occurred and insurance where 10% was added on the advice of Council's insurers.

There are two types of variances:

- 1) Minor – which are under \$5,000 and are mainly inflation or items that are required to increase due to the increasing volume of business.
- 2) Items over \$5,000 which are explained on the relevant Forecast Statement of Financial Performance

Major financial changes to the 2006/16 LTCCP are the Alexandra Town Centre, (details on page 53) the deferral of the upgrade of Alexandra Water supply (page 68). The increased cost, and deferral of the capital work and receipt of capital contributions for the proposed Cromwell Swim Centre (page 34) have led to an increase in the surplus as shown from the Draft Annual Plan. This is because the income is shown on the income statement but the corresponding capital expenditure is not.

There has also been an amendment to the Development and Financial Contributions Policy relating to the roading contribution basis. This does not affect the proportionality between various development activities. An updated version can be seen at Council's offices.

The Funding Impact Statement includes a definition of separate use or habitation of a rating unit.

**FORECAST INCOME STATEMENT (OVERALL) (\$000'S)**

<u>2006/07</u>		<u>2007/08</u>	<u>2007/08</u>
LTCCP	REVENUE	Annual Plan	LTCCP
14,096	Rates	15,655	15,368
3,531	Government grants and subsidies	2,921	2,764
692	Interest and dividends	564	547
1,088	Regulatory fees	1,185	1,120
4,557	User fees and other income	3,528	4,290
3,030	Contributions for capital purposes	3,340	1,453
930	Vested Assets	830	830
<b>27,924</b>	<b>Total Revenue</b>	<b>28,023</b>	<b>26,372</b>
	<b>Less COSTS OF SERVICES</b>		
	<b>Community Services</b>		
60	Cemeteries	81	61
514	Community buildings	593	571
336	Elderly persons housing	360	335
223	Emergency management	244	222
332	Grants	364	377
106	Clutha management	75	84
743	Libraries	836	779
1,314	Parks and recreation	1,470	1,352
1,043	Swim centres	1,274	1,186
	<b>District Development</b>		
24	Airports	49	23
353	Commercial and other property	426	367
422	Community	497	447
166	Economic development	173	170
181	Tourism - promotion groups	185	181
238	Tourism	231	240
855	Visitor information centres	1,033	892
	<b>Utility Services</b>		
6,115	District roading	6,798	6,199
815	Footpaths, carparks and street cleaning	505	540
143	Public toilets	150	146
338	Stormwater	364	341
2,169	Water	2,166	2,330
1,660	Wastewater	1,917	1,801
247	Utilities management	278	269
1,815	Waste management	2,019	1,869
1,958	<b>Environmental Services</b>	2,116	2,006
	<b>Governance and Administration</b>		
769	Democracy	854	861
20	Overheads	18	15
<b>22,959</b>	<b>Total Costs</b>	<b>25,076</b>	<b>23,664</b>
<b>4,965</b>	<b>NET SURPLUS (DEFICIT)</b>	<b>2,947</b>	<b>2,708</b>

**Note:** These figures may differ from the Activity Statements as internal interest has been extracted.

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**FORECAST STATEMENT OF CHANGES IN EQUITY (000'S)**

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<u>2006/07</u>	<u>as at 30 June</u>	<u>2007/08</u>
317,305	Ratepayers opening equity	318,699
1,397	Plus surplus (less deficit)	2,947
<u>-3</u>	Transferred from (to) reserves	<u>-3</u>
<u>318,699</u>	Ratepayers closing equity	<u>321,643</u>

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**FORECAST BALANCE SHEET (000'S)**

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<u>2006/07</u>	<u>as at 30 June</u>	<u>2007/08</u>
<b>PUBLIC EQUITY</b>		
318,699	Ratepayers equity	321,643
127,211	Revaluation reserves	127,211
<u>46</u>	Trust and bequest funds	<u>49</u>
<u>445,956</u>		<u>448,903</u>
<b>REPRESENTED BY:</b>		
<b>CURRENT ASSETS</b>		
467	Cash and bank	94
0	Inventories	0
7,479	Available-for-sale financial assets	4,479
2,268	Accounts receivable	2,268
<u>2,038</u>	Properties held for sale	<u>2,038</u>
12,252		8,879
<b>LESS CURRENT LIABILITIES</b>		
211	Agency and deposits	211
3,151	Accounts payable	3,151
17	Provisions for other liabilities	17
<u>0</u>	Current portion term liabilities	<u>0</u>
3,379		3,379
8,873	<b>WORKING CAPITAL</b>	5,500
<b>NON-CURRENT ASSETS</b>		
2,532	Available-for-sale financial assets	2,421
834	Loans and receivables	834
245	Intangible assets	245
849	Biological assets (Forests)	926
1,481	Investment properties	1,481
<u>431,272</u>	Fixed assets	<u>437,606</u>
437,213		443,513
130	<b>LESS NON CURRENT LIABILITIES</b>	110
<u>445,956</u>	<b>NET ASSETS</b>	<u>448,903</u>

**Notes:** Available for sale financial assets were formerly described as investments.  
Inventories represent properties designated as available for sale.

**FORECAST CASH FLOW STATEMENT**  
**(000'S)**

<u>2006/07</u>		<u>2007/08</u>
	<b>Cash flows from operating activities</b>	
	Cash was provided from:	
25,248	Operating revenue	26,629
754	Interest	560
4	Dividends	<u>4</u>
26,006		27,193
	Cash was disbursed to	
18,479	Suppliers and employees	17,767
7,527	<b>Net cash inflow (outflow) from operating activities</b>	9,426
	<b>Cash flows from investing activities</b>	
	Cash was provided from:	
2,181	Sale of fixed assets	2,518
<u>2,796</u>	Withdrawal of investments	<u>111</u>
4,977		2,629
	Cash was applied to:	
12,711	Purchase of fixed assets	15,428
<u>185</u>	Purchase of investments	<u>0</u>
12,896		15,428
-7,919	<b>Net cash inflow (outflow) from investing activities</b>	-12,799
	<b>Cash flows from financing activities (nil)</b>	
	Cash was provided from:	
0	Loans raised	0
	Cash was applied to:	
0	Loans repaid	0
0	<b>Net cash inflow (outflow) from financing activities</b>	0
<u>-392</u>	<b>Net cash increase (decrease) in cash held</b>	<u>-3,373</u>
<u>8,338</u>	<b>Opening cash held</b>	<u>7,946</u>
<u>7,946</u>	<b>Closing cash held</b>	<u>4,573</u>
	<b>Represented by:</b>	
467	Bank accounts	94
<u>7,479</u>	Short term deposits	<u>4,479</u>

## SUMMARY OF ASSET SALES

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Community Services</b>		
200,000	Parks and recreation		
	<b>District Development</b>		
6,090,000	Commercial and other property Community	2,210,000 10,000	3,000,000 10,000
	<b>Utility Services</b>		
15,000	Utilities management	250,000	
	<b>Environmental services</b>	22,500	32,500
	<b>Governance and Administration</b>		
	Democracy	15,000	15,000
5,000	Overheads	10,000	15,000
<u>6,310,000</u>	Total Depreciation	<u>2,517,500</u>	<u>3,072,500</u>
	<b>Details</b>		
	<b>Parks and Recreation</b>		
200,000	Alexandra:- Land - Other reserves	-	-
	<b>Commercial and other property</b>		
	District Wide -		
	Abandoned land	10,000	-
	Alexandra:-		
1,500,000	Land - Property general Cromwell	1,000,000	-
3,000,000	Land - Property general	-	3,000,000
1,250,000	Land - Industrial Estate Earnsclough/Manuherikia	1,200,000	
90,000	Land - Property general Maniototo:-		
250,000	Land - Property general	-	-
	<b>Community</b>		
	Motor Vehicles - District development	10,000	10,000
	<b>Utilities management</b>		
15,000	Motor Vehicles Land - Closed roads (district wide)	250,000	-
	<b>Environmental services</b>		
	Motor vehicles - Environmental Health and building	22,500	22,500
	Motor vehicles - Resource Management	-	10,000
	<b>Democracy</b>		
	Motor Vehicles - Mayor	15,000	15,000
	<b>Overheads</b>		
5,000	Motor vehicles - Administration Alexandra	5,000	10,000
	Motor vehicles - Corporate Services	5,000	5,000
<u>6,310,000</u>		<u>2,517,500</u>	<u>3,072,500</u>

## SUMMARY OF DEPRECIATION

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Community Services</b>		
2,865	Cemeteries	13,822	2,479
155,313	Community buildings	155,630	165,669
68,552	Elderly persons housing	72,537	70,453
36,136	Emergency management	44,068	40,392
	Grants		
10,538	Clutha management	10,130	10,580
111,026	Libraries	115,860	115,624
180,397	Parks and recreation	195,536	190,809
182,258	Swim centres	220,106	252,147
	<b>District Development</b>		
8,939	Airports	8,939	8,939
157,603	Commercial and other property	167,507	161,015
206	Community	17,118	2,746
4,983	Economic development	5,023	4,903
22,565	Tourism	4,377	19,088
558	Visitor information centres	2,589	8,244
	<b>Utility Services</b>		
3,071,128	District roading	3,455,339	3,180,564
322,864	Footpaths, carparks and street cleaning	279,973	335,160
9,134	Public toilets	9,573	9,566
254,707	Stormwater	266,236	254,707
910,187	Water	918,480	939,032
675,031	Wastewater	772,549	706,391
14,733	Utilities management	15,478	18,014
41,693	Waste management	44,288	38,578
27,071	<b>Environmental services</b>	35,954	30,848
	<b>Governance and Administration</b>		
5,351	Democracy	5,293	8,310
445,940	Overheads	465,247	486,691
<u>6,719,778</u>	Total Depreciation	<u>7,301,515</u>	<u>7,060,949</u>

<b>SCHEDULE OF FINANCING - TOTAL</b>
--------------------------------------

<u>2006/07</u> LTCCP		<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
	<b><u>PROPOSED FUNDS REQUIRED</u></b>		
60,495	Elderly Persons Housing	60,080	37,706
178,375	Alexandra Wastewater	509,323	125,932
78,325	Alexandra Water	564,714	2,253,489
0	Alexandra Town Centre	300,000	0
1,109,902	Cromwell General Development A/c	1,691,337	318,387
5,000	Clyde Wastewater	29,730	99,375
345,396	Clyde Water	282,816	0
34,698	Omakau Water	43,302	38,593
0	Naseby Water	23,709	2,623
<u>1,812,191</u>	<b>TOTAL FUNDS REQUIRED</b>	<u>3,505,011</u>	<u>2,876,105</u>

**NOTE:** Funds required may be sourced from internal cash reserves, creating an internal loan, otherwise external loans may be required.

Funding requirements in cost centres other than those listed above are sourced from accumulated surpluses held in those cost centres' investment accounts.

Expenditure from the Cromwell general development account includes funding for the Cromwell pool (\$1,382k), Anderson Park bore pump (\$50k) and Cromwell cemetery (\$50k). It is anticipated that these funds will be sourced from land sales, which are not included in the annual plan budgets as they are for an as yet indeterminate amount.

## **COMMUNITY SERVICES**

### **Cemeteries**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

##### **Alexandra Cemetery**

Burial income has reduced to reflect actuals

Lease income reduced due to lease area being less than anticipated

Physical works contract has increased due to maintenance arising from landscaping and development in 2005

No change to capital expenditure

##### **Cromwell Cemetery**

No change to the LTCCP

##### **Clyde Cemetery**

An allowance has been made for repairs required to stone stack boundary walls and entrance gates

##### **Ranfurly Cemetery**

No changes to operating expenses

Capital expenditure:

\$1,500 has been allowed for beam construction

\$3,000 for fencing around the cemetery, this has been transferred from reserves fencing



<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>CEMETERIES</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
3,065	Rates	31,227	2,441
56,281	<b>Other Income</b> User fees	48,995	57,484
59,346	<b>Total Income</b>	80,222	59,925
<b>EXPENDITURE</b>			
21,673	Alexandra	40,477	21,678
14,697	Cromwell	14,902	15,059
15,221	Earnsclough/Manuherikia	16,919	15,223
8,355	Maniototo	8,524	8,565
59,946	<b>Total Expenditure</b>	80,222	60,525
(600)	<b>Net Surplus/(Deficit)</b>	(600)	(600)
<b><u>Cemeteries Capital Expenditure</u></b>			
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
50,000	<b><u>Cromwell</u></b> Landscaping	50,000	50,000
50,000	<b>Total Cromwell</b>	50,000	50,000
0	<b><u>Clyde</u></b> Landscaping	6,000	6,000
0	<b>Total Clyde</b>	6,000	6,000
0	<b><u>Maniototo</u></b> Ranfurly - Beam construction	1,500	0
0	Ranfurly - Fencing	3,000	0
1,000	Ranfurly - Feasibility study	0	0
0	Naseby – Consultant fees	5,000	0
1,000	<b>Total Maniototo</b>	9,500	0
51,000	<b>Total Capital Expenditure</b>	65,500	56,000

## **COMMUNITY SERVICES**

### **Emergency Management**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

##### **Civil Defence**

\$5,000 has been allowed to establish Lifelines Projects, this has been funded from the General Development Fund and not rates

Capital expenditure:

\$10,000 for radios, this was deferred from 2006/07 as the funds were used to purchase a generator

##### **District Rural Fires**

Minor changes only

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>EMERGENCY MANAGEMENT</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
213,128	Rates	226,526	209,518
	<b>Other Income</b>		
5,150	Government grants and subsidies	5,305	5,305
4,975	User Fees and Charges	7,400	7,400
223,253	<b>Total Income</b>	239,231	222,223
	<b>EXPENDITURE</b>		
43,923	Civil Defence	64,059	45,275
179,330	District Rural Fire	180,172	176,948
223,253	<b>Total Expenditure</b>	244,231	222,223
<b>0</b>	<b>Net Surplus/(Deficit)</b>	<b>(5,000)</b>	<b>0</b>

**Revenue**

**Emergency Management Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Civil Defence</b>		
0	Communication System	10,000	0
<b>0</b>		<b>10,000</b>	<b>0</b>
	<b>District Rural Fire</b>		
45,000	Machinery and plant	40,000	40,000
2,000	Hoses	2,000	2,000
7,000	Fire fighting pump	7,000	7,000
<b>54,000</b>	<b>Total District Rural Fire</b>	<b>49,000</b>	<b>49,000</b>
<b>54,000</b>	<b>Total Capital Expenditure</b>	<b>59,000</b>	<b>49,000</b>

# COMMUNITY SERVICES

## Community Buildings

### Key Issues:

Council Buildings have had an additional \$3,000 approved for the preparation of a full comprehensive 10 year maintenance plan and reassessment of the remaining lived based on this plan. The purpose of this is to aim to try to reduce the annual depreciation assessed by the revaluation required for the next LTCCP. This has been funded from General Reserves.

The expected upgrade of the Molyneux Stadium is not likely to proceed in 2007/08. \$30,000 has been added to repairs and maintenance to address urgent repairs.

### Variance to the LTCCP:

#### **Alexandra**

Molyneux stadium as above

#### **Cromwell**

Minor changes only

#### **Earnscliffe/Manuherikia**

Minor changes only with an adjustment to insurance for the Poolburn Hall

#### **Maniototo**

Naseby Public Hall

\$330,000 anticipated donation in 2007/08 to allow a working committee to fund raise and plan the extent of internal refurbishment to be made. This is offset against \$330,000 capital expenditure.

The Board has made available \$40,000 for external maintenance in 2007/08 and a further \$50,000 from the Naseby Endowment Fund for hall refurbishment.

#### **Roxburgh**

Community Halls

Expenditure on repairs and maintenance has been increased from \$500 for all halls to \$500 for each hall.

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
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<b><u>COMMUNITY BUILDINGS</u></b>				
<b><u>2006/07</u></b> <b>LTCCP</b> \$	<b>INCOME</b>	<b><u>2007/08</u></b> <b>Annual Plan</b> \$	<b>LTCCP</b>	<b><u>2007/08</u></b> <b>LTCCP</b> \$
378,701	Rates	425,435		447,999
	<b>Other Income</b>			
1,607	Interest and Dividends	2,746		2,004
104,814	User Fees	86,213		100,372
930,800	Capital Contributions	333,000		3,000
0	Developers Contributions	14,159		0
<b>1,415,922</b>	<b>Total Income</b>	<b>861,553</b>		<b>553,375</b>
	<b>EXPENDITURE</b>			
460,161	Community Buildings	526,656		505,159
47,227	Museums	48,594		47,524
6,202	Other Buildings	19,996		18,231
<b>513,590</b>	<b>Total Expenditure</b>	<b>595,246</b>		<b>570,914</b>
<b>902,332</b>	<b>Net Surplus/(Deficit)</b>	<b>266,307</b>		<b>(17,539)</b>
<b><u>Capital Expenditure</u></b>				
<b><u>2006/07</u></b> <b>LTCCP</b> \$	<b><u>Alexandra</u></b>	<b><u>2007/08</u></b> <b>Annual Plan</b> \$		<b><u>2007/08</u></b> <b>LTCCP</b> \$
0	Alex Community Centre - Plant & machinery	1,000		1,000
500,000	Molyneux Stadium - Buildings Improvements	0		0
<b>500,000</b>	<b>Total Alexandra</b>	<b>1,000</b>		<b>1,000</b>
	<b><u>Cromwell</u></b>			
6,000	BB Community Centre - Landscaping	0		0
4,500	Tarras Community Centre - Chairs	0		0
5,000	Tarras CC - Cap exp Machinery & Plant	0		0
25,000	Resource Centre - Bldgs/Improves	0		0
<b>40,500</b>	<b>Total Cromwell</b>	<b>0</b>		<b>0</b>
	<b><u>Maniototo</u></b>			
4,000	Maniototo Park Stadium - Security Locks	0		0
1,000	Ranfurly Railway Station - Seats	0		0
0	Community Halls - Machinery & Plant	8,000		8,000
370,000	Naseby Public Hall - Bldgs/Improves	330,000		0
<b>375,000</b>	<b>Total Maniototo</b>	<b>338,000</b>		<b>8,000</b>
	<b><u>Roxburgh</u></b>			
393,800	Roxburgh Town Hall - Bldgs/Improves	0		0
<b>393,800</b>	<b>Total Roxburgh</b>	<b>0</b>		<b>0</b>
<b>1,309,300</b>	<b>Total Community Buildings</b>	<b>339,000</b>		<b>9,000</b>

## **COMMUNITY SERVICES**

### **Elderly Persons Housing**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

Repairs and maintenance has increased by \$24,400 to reflect the 10 year maintenance forecast presented to the LTCCP. The programme was accepted at the time of the adoption of the plan but the budget was not increased to reflect this.

Capital expenditure:

Buildings improvements and Furniture and Fittings have also increased for the same reason as above.

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

**ELDERLY PERSONS HOUSING**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
8,484	Rates	23,220	-5,326
	<b>Other Income</b>		
404,430	User fees	416,563	416,563
<hr/> 412,914	<b>Total Income</b>	<hr/> 439,783	<hr/> 411,237
	<b>EXPENDITURE</b>		
412,914	Elderly Persons Housing Expenditure	439,783	411,237
<hr/> 412,914	<b>Total Expenditure</b>	<hr/> 439,783	<hr/> 411,237
<hr/> <b>0</b> <hr/>	<b>Net Surplus/(Deficit)</b>	<hr/> <b>0</b> <hr/>	<hr/> <b>0</b> <hr/>

**Elderly Persons Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
36,672	Building Improvements	28,900	16,068
27,560	Furniture & Fittings	33,340	22,577
<hr/> <b>64,232</b> <hr/>	<b>Total Elderly Persons</b>	<hr/> <b>62,240</b> <hr/>	<hr/> <b>38,645</b> <hr/>

# COMMUNITY SERVICES

## Grants

### Key Issues:

None

### Variance to the LTCCP:

See a full list of grants on page 24-25

#### **District**

##### **Otago Museum**

The grant has increased from \$15,337 to \$20,331 to reflect the changes in the new Heads of Agreement for Otago Museum. In the previous Heads of Agreement Council was only paying an annual CPI adjustment; this apparently was not the intention. Council should, in fact, have been paying the budget increase per annum and the CPI adjustment. This has been rectified in the new Heads of Agreement. For 2006/07 the actual cost was \$19,739.

##### **Alexandra**

Grant to Ice In Line increased to \$60,000.

After consideration of submissions the grant to the Historical Society was increased to \$57,130.

##### **Cromwell**

\$100,000 grant to Cromwell Race Course was bought forward to 2006/07. This was funded by reserves and with no rate effect.

A new grant to Cromwell Promotions of \$10,000 towards Christmas Decorations in the town and the \$7,500 grant towards Lake Dunstan track was deferred from 2005/06 to 2007/08. Both these grants are funded from reserves and have no rate effect.

##### **Earnscleugh/Manuherikia**

The proposed grant of \$40,000 for a Clyde caretaker has been reduced to \$20,000 due to timing of setting up the contract. Ophir pool is to receive a grant of \$500 and \$600 for an Omakau caretaker.

\$2,000 for a caretaker at St Bathans has been taken out.

The grant for the Clyde Pool (which was deferred a year) has been moved to the operating of the Clyde Pool.

A grant of \$15,000 has been allowed for the Ida Valley Playcentre Group and this is to be funded from the E/M Rural subdivision fund with no rate effect.

##### **Maniototo**

Naseby Visitors Centre and Greenwaste grants have been increased. Otirehua toilets are to receive an annual grant of \$1,500.

##### **Roxburgh**

Lake Roxburgh Walkway deferred from 2006/07. Roxburgh Pioneer Generation Brass Band grant increased and the grant to the Teviot Valley Bulletin is no longer required.

Other minor changes



<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
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<u>2006/07</u> LTCCP \$	<u>GRANTS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
187,376	Rates	225,900	203,919
	<b>Other Income</b>		
21,000	Government Grants and Subsidies	23,000	20,750
53	Interest	57	56
2,060	Other Income	2,122	2,122
210,489	<b>Total Income</b>	251,079	226,847
	<b>EXPENDITURE</b>		
85,339	District	92,680	63,522
99,798	Alexandra	181,607	144,463
109,201	Cromwell	19,018	101,709
12,151	Earnscliffe/Manuherikia	41,251	48,651
8,451	Maniototo	11,951	8,450
17,501	Roxburgh	17,015	10,001
332,441	<b>Total Expenditure</b>	363,522	376,796
<b>(121,952)</b>	<b>Net Surplus/(Deficit)</b>	<b>(112,443)</b>	<b>(149,949)</b>

## Grants 2007/2008 (Does not include administration costs)

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	<b>District</b>		
	Litter Bins – Grant to Omakau R R	600	0
500	Grants general	500	500
1,200	Omakau Rec Res	1,200	1,200
6,000	COHinc	6,000	6,000
675	Keep NZ Beautiful	675	675
15,337	Otago Museum	20,331	15,337
7,000	SPARC/Hillary Commission	9,000	9,000
180,000	Central Otago Wastebusters	213,200	185,400
35,000	Sports Central	35,000	14,000
13,300	Creative NZ	13,300	13,300
<b>79,012</b>	<b>Total District</b>	<b>299,806</b>	<b>60,012</b>
	<b>Alexandra</b>		
37,130	Historical Society	57,130	38,245
1,000	Grants general	1,000	1,000
3,183	Alex. Citizens Advice	3,183	3,278
1,000	ANZAC Day Observance	1,000	1,000
3,530	Alex. Pipe Band	500	3,636
9,500	Alex Cultural Centre	9,500	9,500
50,000	Ice and Line	60,000	50,000
31,512	Blossom Festival	32,493	32,458
<b>136,855</b>	<b>Total Alexandra</b>	<b>164,806</b>	<b>139,117</b>
	<b>Cromwell</b>		
500	Grants general	500	500
75	Anzac Day Observance	75	75
7,500	Lake Dunstan Track	7,500	0
100,000	Crom Race Course	0	100,000
0	Crom Promotions	10,000	0
500	Community Assistance	500	500
350	Rotary Glen Irrigation	350	350
<b>108,925</b>	<b>Total Cromwell</b>	<b>18,925</b>	<b>101,425</b>
	<b>Earnsclough/Manuherikia</b>		
1,500	Grants general	1,500	1,500
2,500	Non Council Halls	2,500	2,500
500	Alex Citizen Advice	500	500
250	Anzac Day Observation	250	250
2,000	St Bathans Caretaker	0	0
0	Clyde Caretaker	20,000	40,000
5,000	Clyde Pool	0	0
0	Ida Valley Playcentre Group	15,000	0
100	Grants Venue Hire	0	100
300	Keep Alex/Clyde Beautiful	100	300
0	Ophir Caretaker	300	1,500
0	Omakau Caretaker	600	0
0	Ophir Pool	500	0
<b>12,150</b>	<b>Total Earnsclough/Mauherikia</b>	<b>41,250</b>	<b>46,650</b>
	<b>Maniototo</b>		
3,000	Grants general	3,000	3,000
700	Naseby Info Centre	1,400	700
250	Ice Rink	250	250
3,500	Early Settlers	3,500	3,500
1,000	Greenwaste	2,300	1,000
<b>8,450</b>	<b>Total Maniototo Grants</b>	<b>10,450</b>	<b>8,450</b>

<u>2006/07</u> LTCCP		<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
	<b>Roxburgh</b>		
4,700	Grants general	4,700	4,700
300	Anzac Day Observance	300	300
7,500	Lake Dunstan W/W	7,500	0
500	Grants Venue Hire	500	500
1,250	Millers Flat Athletics	1,250	1,250
250	Teviot Museum grant	250	250
500	Roxburgh Silver Band	500	500
1,000	Rox Sports Ground Cmttee	1,000	1,000
1,500	Newspaper P/copyng	0	1,500
<b>17,500</b>	<b>Total Roxburgh</b>	<b>16,000</b>	<b>10,000</b>

## **COMMUNITY SERVICES**

### **Lake Dunstan (Clutha Management)**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

Contract costs will be less due to the non implementation of the proposal to appoint a caretaker to look after the lakeshore facilities.

Lake Dunstan Walking Tracks deferred to 2007/08.

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

**CLUTHA MANAGEMENT (including Lake Dunstan)**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
69,323	Rates	58,238	67,538
	<b>Other Income</b>		
16,858	Interest	16,946	16,268
22,500	Capital Donations	22,500	0
108,681	<b>Total Income</b>	97,684	83,806
	<b>EXPENDITURE</b>		
106,181	Operating Expenditure	75,184	83,806
106,181	<b>Total Expenditure</b>	75,184	83,806
<b>2,500</b>	<b>Net Surplus/(Deficit)</b>	<b>22,500</b>	<b>0</b>

**Clutha Management Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
10,000	Landscaping	10,000	10,000
22,500	Walking Tracks	22,500	0
<b>32,500</b>	<b>Total Capital Expenditure</b>	<b>32,500</b>	<b>10,000</b>

# COMMUNITY SERVICES

## Libraries

### Key Issues:

None

### Variance to the LTCCP:

#### **District**

The annual maintenance fee of Liberty software and on-site support visits and training of an administrator have increased. These costs are shared with Queenstown Lakes District Council.

#### Capital Expenditure:

Libraries are to upgrade to Liberty3 Library system which reflects a total increase in capital expenditure of \$7,266.

#### **Alexandra**

##### Capital Expenditure

An increase in Talking Books and Video/DVD budgets

#### **Cromwell**

There is a small increase in repairs and maintenance for upgrade of workroom.

#### **Clyde**

No change to the LTCCP

#### **Maniototo**

No change to the LTCCP

#### **Roxburgh**

Remuneration decreases, slightly offset by the funding of a new position at Millers Flat Library.

#### Capital Expenditure

There is to be an increase in the budgets for library books for of \$2,500.

Other minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>LIBRARIES</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
687,309	Rates	773,403	716,588
	<b>Other Income</b>		
55,788	Users Fees and Other Income	62,189	62,719
743,097	<b>Total Income</b>	835,592	779,307
	<b>EXPENDITURE</b>		
83,944	District	88,494	84,905
359,987	Alexandra	391,416	379,046
186,594	Cromwell	238,073	193,656
13,878	Clyde	14,905	14,842
40,010	Maniototo	43,870	44,171
58,684	Roxburgh	58,834	62,687
743,097	<b>Total Expenditure</b>	835,592	779,307
0	<b>Net Surplus/(Deficit)</b>	0	0

**Capital Expenditure**

<u>2006/07</u> LTCCP	<u>District Library Policy</u>	<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
0	Computing software	5,566	0
0	Computing implementation	1,700	0
0	<b>Total District</b>	7,266	0
\$	<b><u>Alexandra Library</u></b>	\$	\$
50,000	Library Books	50,000	50,000
1,000	Talking Books	2,000	1,000
1,000	Video/DVDs	2,000	1,000
5,000	Signs	5,000	5,000
57,000	<b>Total Alexandra Library</b>	59,000	57,000
27,500	<b><u>Cromwell Library</u></b>	30,000	30,000
500	Library Books	500	500
1,000	Talking Books	1,000	1,000
4,000	Video/DVDs	0	0
33,000	<b>Total Cromwell Library</b>	31,500	31,500

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
5,000	<b><u>Clyde Library</u></b> Library Books	7,000	7,000
<b><u>5,000</u></b>	<b>Total Clyde Library</b>	<b><u>7,000</u></b>	<b><u>7,000</u></b>
20,000	<b><u>Maniototo Library</u></b> Library Books	22,000	22,000
<b><u>20,000</u></b>	<b>Total Maniototo Library</b>	<b><u>22,000</u></b>	<b><u>22,000</u></b>
3,000	<b><u>Roxburgh Library</u></b> Office Equipment General	500	0
12,000	Library Books	17,250	15,000
500	Periodicals	500	500
500	Video/DVDs	500	500
<b><u>16,000</u></b>	<b>Total Roxburgh Library</b>	<b><u>18,750</u></b>	<b><u>16,000</u></b>
<b><u>131,000</u></b>	<b>Total Capital Expenditure</b>	<b><u>145,516</u></b>	<b><u>133,500</u></b>



# COMMUNITY SERVICES

## Parks and Recreation

### Key Issues:

There is an increase in all reserves following a reassessment of greenways irrigation to bring the cost of water used closer to actual units used. This is an internal charge from the water accounts with a negative effect on rates for parks and recreation.

### **Patearoa Recreation Reserve**

There is an anticipated deficit in the investment account of \$15,000 at the end of 2006/07. This is to be funded by \$10,000 from General Reserves and \$5,000 from the Patearoa Recreation Reserve Committee.

In 2007/08 rates will be set and assessed to partially fund the operating cost of the Reserve, the rate being raised across the whole Ward. It is anticipated that the proposed camping ground on the Reserve will eventually obviate the necessity for rating.

### Variance to the LTCCP:

Minor increases in Physical Works contracts for all reserves

#### **Alexandra**

Increase in reserves charges for irrigation as explained above.

Other minor changes

#### **Cromwell**

Increase in reserves charges for irrigation as explained above.

Deferral of the Anderson Park bore to assist in funding of Cromwell Swim Centre

Playground for Pisa Moorings \$35,000 has been bought forward from 2010/2011

Other minor changes

#### **Earnscleugh/Manuherikia**

Budget for Children's Playground increased to \$50,000.

#### **Maniototo**

Patearoa Recreation Reserve

Now to have \$3,000 rates collected as part of the ward rate. (see above)

Other Reserves Maniototo

Capital Expenditure:

Fencing to reduce by \$5,000 with \$2,000 transferred to Ranfurly Cemetery.

Landscaping to increase by \$1,000 for planting of street trees by beautification group.

#### **Roxburgh**

Teviot Valley Walkway

From 1 July 2007 a rate of \$1,500 in respect of the Teviot Valley Walkway will be collected as part of the ward recreation rate. Funding has previously been by way of grant.

#### **Reserves Roxburgh**

Capital expenditure

Reduction of \$2,000 landscaping

## FORECAST STATEMENT OF FINANCIAL PERFORMANCE

<u>2006/07</u> LTCCP \$	<u>RESERVES</u>  <b>INCOME</b>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
1,096,626	Rates	1,264,818	1,143,823
	<b>Other Income</b>		
191,393	User Fees	187,617	187,557
12,713	Interest	13,748	14,927
0	Other Capital Contributions	60,000	60,000
0	Development Contributions	2,927	0
1,300,732	<b>Total Income</b>	1,529,110	1,406,307
	<b>EXPENDITURE</b>		
1	District	0	-1
410,341	Alexandra	455,767	419,979
421,161	Cromwell	513,962	443,409
238,423	Earnsclough/Manuherikia	243,195	238,763
151,314	Maniototo	150,740	154,181
94,085	Roxburgh	98,644	96,538
1,315,325	<b>Total Expenditure</b>	1,470,308	1,352,869
<b>(14,593)</b>	<b>Net Surplus/(Deficit)</b>	<b>58,802</b>	<b>53,438</b>

### Capital Expenditure

<u>2006/07</u> LTCCP \$	<u>Alexandra</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
1,500	ManorRRC - CapEx Landscaping &	0	0
0	MolPk - Fencing	6,000	6,000
200,000	OtrResAlx - Land	0	0
13,000	OtrResAlx - Fencing	5,000	5,000
0	OtrResAlx - Play equipment	13,000	13,000
0	OtrResAlx - Signs	1,200	1,200
1,500	OtrResAlx - Irrigation	5,000	5,000
23,000	OtrResAlx - CapEx Landscaping	3,000	3,000
15,000	PionPk - Security Cameras	0	0
0	PionPk - Outdoor Furniture	3,000	3,000
0	PionPk - Play equipment	5,000	5,000
1,500	PionPk - Signs	0	0
0	PionPk - Tennis courts upgrade	120,000	120,000
14,000	PionPk - Irrigation	13,000	13,000
269,500	<b>Total Alexandra</b>	174,200	174,200

**Reserves capital expenditure continued**

<u>2006/07</u> LTCCP		<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
\$		\$	\$
10,000	<b><u>Cromwell</u></b> AndPk - Bore and Pump	50,000	150,000
2,000	AndPk - Irrigation	2,000	2,000
3,000	RuResCrm - Outdoor Furniture	0	0
0	RuResCrm - Play Equipment	35,000	0
2,500	RuResCrm - Fencing	2,500	2,500
3,000	RuResCrm - CapEx Landscaping &	0	0
10,000	UrbResCrom - Walkway Bridge	0	0
5,000	UrbResCrom - Fencing	5,000	5,000
30,000	UrbResCrom - Play equipment	20,000	20,000
60,000	UrbResCrom - Irrigation	3,000	3,000
103,000	UrbResCrom - Landscaping	100,000	100,000
10,000	UrbResCrom - Track	0	0
<b>238,500</b>	<b>Total Cromwell</b>	<b>217,500</b>	<b>282,500</b>
	<b><u>Earnsclough Manuherikia</u></b>		
0	OmakRRC - Irrigation	3,000	3,000
0	ClydDom - Play equipment	50,000	40,000
8,000	ClydDom - Fencing	2,000	2,000
15,000	ClydDom - Walkway Upgrades	0	0
<b>23,000</b>	<b>Total Earnsclough/Manuherikia</b>	<b>55,000</b>	<b>45,000</b>
	<b><u>Maniototo</u></b>		
2,000	OthrResMto - Fencing	2,000	7,000
1,500	OthrResMto - CapEx Landscaping	2,500	1,500
<b>3,500</b>	<b>Total Maniototo</b>	<b>4,500</b>	<b>8,500</b>
	<b><u>Roxburgh</u></b>		
3,000	RoxResYrb - Fencing	0	0
3,000	RoxResUrb - Outdoor Furniture	0	0
2,000	RoxResUrb - CapEx Landscaping	0	2,000
<b>8,000</b>		<b>0</b>	<b>2,000</b>
<b>542,500</b>	<b>Total Capital Expenditure</b>	<b>451,200</b>	<b>512,200</b>

# COMMUNITY SERVICES

## Swim Centres

### Key Issues:

#### **Cromwell Swim Centre**

In the 2006/16 LTCCP it was signalled that there would be a shortfall of funds for the Cromwell Swim Centre upgrade and extension, and that the Cromwell Community Board would fund the shortfall with \$200,000 from its urban reserves contribution account and \$800,000 from its general reserves.

Unfortunately the actual tendered amount is higher than anticipated when the LTCCP was prepared where it was expected to cost \$2,800,000. The revised cost is now \$3,566,000.

Accordingly, the Board now proposes additional funding as follows:

- \$80,000 for the Swim Centre depreciation account
- An additional \$250,000 from general reserves
- Additional \$197,000 confirmed from Central Lakes Trust
- \$100,000 from deferral of Anderson Park bore

The project will not be completed in the 2006/07 year and \$3,316,000 of expenditure and \$1,697,300 of income have been re budgeted in the 2007/2008 year.

#### Clyde Pool

After consideration of submissions, the Earnsclough/Manuherikia Board resolved at its meeting on 24 May 2007 to ask Council to rate for the operation of the Clyde pool during the 2007/2008 season. The rate is estimated at \$31,700 inclusive of the \$5,000 grant which has been transferred from Earnsclough/Manuherikia grant account. The rate will be charged to Earnsclough ratepayers only.

\$1,000 has been allowed for a new Chlorinator which is to be funded from the former Clyde Baths Committee balance of funds

#### Variance to the LTCCP:

##### **Alexandra**

Molyneux Aquatic Centre

Purchase and sale of goods have increased, offsetting each other.

Remuneration of casual staff has increased; this was omitted when calculating remuneration for the LTCCP.

Capital Expenditure

\$6,600 has been allowed for the purchase of a pool vacuum cleaner.

Other minor changes.

##### **Cromwell**

Cromwell Aquatic Centre (see above)

##### **Clyde**

As above

##### **Maniototo**

Repairs and maintenance have increased for buildings repairs and maintenance.

Pool repairs and maintenance budget has increased to \$40,800 to allow for repainting of the pool. A 4 year loan has been set up for the deficit from the investment account. Repainting will be required every 4 years.

Other minor changes.

**Roxburgh**

Fundraising for Roxburgh new swim centre will not start until later in the year. Capital donations have been reduced to \$70,000 for 2007/08 with a corresponding reduction in capital expenditure.

The physical works contract budget is not required for 2007/08 as the subcommittee has taken over the operation of the plant and pool.

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>SWIM CENTRES</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
638,729	Rates	784,123	776,300
	<b>Other Income</b>		
0	Interest and Dividends	2,662	0
293,790	User fees and other	331,705	295,730
47,722	Development Contributions	33,074	33,074
2,000,000	Capital Contributions	1,767,300	1,318,000
2,980,241		2,918,864	2,423,104
	<b>EXPENDITURE</b>		
671,207	Alexandra	729,996	685,423
283,436	Cromwell	373,532	404,728
0	Clyde	44,854	0
56,987	Maniototo	102,346	48,881
31,580	Roxburgh	29,501	46,586
1,043,210	<b>Total Expenditure</b>	1,280,229	1,185,618
<b>1,937,031</b>	<b>Net Surplus/(Deficit)</b>	<b>1,638,635</b>	<b>1,237,486</b>

**Swim Centres Capital Expenditure**

<u>2006/07</u> LTCCP \$	<u>SWIM CENTRES</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	<b>Alexandra</b>		
0	Machinery and Plant	6,600	0
0	Feasibility study	5,000	5,000
0	<b>Total Alexandra Pool</b>	11,600	5,000
	<b>Cromwell</b>		
2,800,000	Buildings and improvements	3,316,000	0
10,600	Furniture and fittings	0	0
2,810,600	<b>Total Cromwell Pool</b>	3,316,000	0
	<b>Ranfurlly</b>		
5,000	Naseby Swimming Dam	5,000	5,000
5,000	<b>Total Maniototo Pools</b>	5,000	5,000
	<b>Roxburgh</b>		
0	Rox - Bldgs and improve	70,000	1,318,000
0	<b>Total Roxburgh Pools</b>	70,000	1,318,000
<b>2,815,600</b>	<b>Total Capital Expenditure</b>	<b>3,403,600</b>	<b>1,328,000</b>

## **DISTRICT DEVELOPMENT SERVICES**

### **Airports**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

##### **Alexandra Airport**

Rental and hires have decreased as the lease over the airport has been cancelled.

There is a new budget for repair and maintenance to upgrade the existing buildings.

##### **Other Airports**

Minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>AIRPORTS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
20,119	Rates	25,138	14,416
	<b>Other Income</b>		
20,000	Rental Hires	17,000	25,000
40,119	<b>Total Income</b>	42,138	39,416
	<b>EXPENDITURE</b>		
26,896	Administration expenses	51,428	25,235
26,896	<b>Total Expenditure</b>	51,428	25,235
<b>13,223</b>	<b>Net Surplus/(Deficit)</b>	<b>(9,290)</b>	<b>14,181</b>



## **COMMUNITY SERVICES**

### **Commercial and other property**

#### **Key Issues:**

Council buildings have had an additional \$3,000 approved for the preparation of a full comprehensive 10 year maintenance plan and reassessment of the remaining lived based on this plan. The purpose of this is to aim to try to reduce the annual depreciation assessed by the revaluation required for the next LTCCP. This has been funded from General Reserves.

#### **Variance to the LTCCP:**

##### **Alexandra**

Property General Alexandra

Budgets for sale and purchase of land have been deferred from 2006/07 to 2007/08.

##### **Cromwell**

Property General Cromwell and Industrial Estate

These two cost centres have been reassessed and adjusted to reflect more accurately the timing of the McNulty Road subdivision.

Other minor changes.

##### **Maniototo**

Maniototo Forests

\$64,000 budget allowed relating to dealing with the destruction of the forest in the winds earlier this year.

##### **Roxburgh**

No change to the LTCCP

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

**COMMERCIAL PROPERTY (Including Forests)**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
-52,009	Rates	-21,457	-39,893
	<b>Other Income</b>		
11,332	Interest	11,607	11,666
200,900	User Fees	211,295	209,795
160,223	<b>Total Income</b>	201,445	181,568
	<b>EXPENDITURE</b>		
-76	District	6,302	-107
97113	Alexandra	109,681	104,488
127628	Cromwell	149,532	139,210
8249	Earnsclough/Manuherikia	9,527	8,449
45836	Maniototo	64,956	48,575
13589	Roxburgh	16,772	15,569
292,339	<b>Total Expenditure</b>	356,770	316,184
<b>(132,116)</b>	<b>Net Surplus/(Deficit)</b>	<b>(155,325)</b>	<b>(134,616)</b>

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>CAPITAL EXPENDITURE</b>		
	<b>Alexandra</b>		
17,510	J V Forest - Development	13,000	0
1,500,000	PropGenAlx - Land	1,000,000	0
1,517,510	<b>Total Alexandra</b>	1,013,000	0
	<b>Cromwell</b>		
2,000,000	PtyGenCrm - Land	0	2,000,000
1,009,130	PtyGenCrm - Development Costs	470,000	1,000,000
750,000	IndEstCrom - Land	0	0
0	IndEstCrom - Infus & Comm Rec	730,000	0
500,000	IndEstCrom - Other cap exp	0	0
4,259,130	<b>Total Cromwell</b>	1,200,000	3,000,000
	<b>Maniototo</b>		
0	Forestry Development	63,955	0
250,000	PropGenMto - Development Costs	0	0
250,000	<b>Total Maniototo</b>	63,955	0
<b>6,026,640</b>	<b>Total Capital Expenditure</b>	<b>2,276,955</b>	<b>3,000,000</b>

# COMMUNITY SERVICES

## Community

### Key Issues:

None

### Variance to the LTCCP:

#### **District Development**

Increase in training and staff remuneration due to the transfer of a staff member from Administration Alexandra

Some other minor changes

#### **Regional Identity**

Amortisation of the brand transferred from Tourism Central Otago to Regional Identity

#### **Communications**

No changes to the LTCCP

#### **Community Planner**

No changes to the LTCCP

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>District Development - Community</u>			
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
422,063	Rates	497,184	447,420
422,063	<b>Total Income</b>	497,184	238,211
<b>EXPENDITURE</b>			
322,549	District Development	381,435	346,238
61,734	Regional Identity	78,394	63,531
28,509	Communications	28,090	28,386
9,271	Community Planner	9,265	9,265
422,063	<b>Total Expenditure</b>	497,184	447,420
0	<b>Net Surplus/(Deficit)</b>	0	0
<u>Capital Expenditure</u>			
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	DistDevt - Motor cars & utes	28,000	28000
4,120	Regldent - Wall displays	0	0
4,120	<b>Total Capital Expenditure</b>	28,000	28,000

## **COMMUNITY SERVICES**

### **Economic Development**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

Minor changes only

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>ECONOMIC DEVELOPMENT</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
165,639	Rates	173,219	169,634
165,639	<b>Total Income</b>	173,219	169,634
	<b>EXPENDITURE</b>		
165,639	Operating expenditure	173,219	169,634
165,639	<b>Total Expenditure</b>	173,219	200,513
0	<b>Net Surplus/(Deficit)</b>	0	0

# COMMUNITY SERVICES

## Promotion Groups

### Key Issues:

None

### Variance to the LTCCP:

#### **Alexandra**

No changes to the LTCCP

#### **Cromwell**

No changes to the LTCCP

#### **Earnsclough/Manuherikia**

No changes to the LTCCP

#### **Maniototo**

Increased to \$20,000 – split \$12,000 to promotions and \$8,000 to Art Deco

#### **Roxburgh**

No changes to the LTCCP

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>PROMOTIONS GROUPS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
181,158	Rates	185,161	181,161
181,158	<b>Total Income</b>	185,161	181,161
	<b>EXPENDITURE</b>		
61,047	Alexandra	61,047	61,047
90,108	Cromwell	90,111	90,111
10,001	Earnsclough/Manuherikia	10,001	10,001
16,001	Maniototo	20,001	16,001
4,001	Roxburgh	4,001	4,001
181,158	<b>Total Expenditure</b>	185,161	181,161
<b>0</b>	<b>Net Surplus/(Deficit)</b>	<b>0</b>	<b>0</b>



# COMMUNITY SERVICES

## Tourism Central Otago

### Key Issues:

The current review of the District's Information Centres network may have an, as yet unknown, impact in 2007/08.

### Variance to the LTCCP:

#### **Alexandra Information Centre**

Bookings revenue and expenditure have increased correspondingly

Information Technology charges have increased with allowing for the terminal in the centre

Other minor changes

#### **Cromwell Information Centre**

Minor changes only

#### **Maniototo Information Centre**

Minor charges only

#### **Roxburgh Information Centre**

Minor changes only

## FORECAST STATEMENT OF FINANCIAL PERFORMANCE

### TOURISM CENTRAL OTAGO - VISITOR INFORMATION CENTRES

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
654,076	Rates	712,449	678,868
	<b>Other Income</b>		
438,985	User Fees	551,775	451,956
397	Interest	0	430
1,093,458	<b>Total Income</b>	1,264,224	1,131,254
	<b>EXPENDITURE</b>		
238,294	Tourism Central Otago	231,073	239,530
35,644	District	36,174	36,556
325,781	Alexandra	458,858	342,979
361,341	Cromwell	391,290	373,543
73,022	Maniototo	86,437	76,306
59,376	Roxburgh	60,392	62,339
1,093,458	<b>Total Expenditure</b>	1,264,224	1,131,253
<b>0</b>	<b>Net Surplus/(Deficit)</b>	<b>0</b>	<b>0</b>

#### Capital Expenditure

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Alexandra</b>		
4,005	Alexandra - Furniture and fittings	0	0
4,000	Alexandra - Audio Visual	0	0
500	Alexandra Trolley	0	0
7,500	Alexandra - Signs	0	0
16,005	<b>Total Alexandra</b>	0	0
<b>16,005</b>	<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>

# UTILITIES SERVICES

## District Roding

### Key Issues:

The escalation rates which were applied to the LTCCP budgets were significantly less than actual escalation and an adjustment of 7.9% has been required to meet this difference.

This increase has only been applied to budgets where a specified quantity of work is required to be undertaken to meet service levels. For areas where work is programmed up to a set budget level the increased escalation factor has not been applied.

### Variance to the LTCCP:

#### Operating

##### **Pavement Maintenance**

Sealed repairs \$75,000 increase result of pushing pre reseal work out another year from 2006/07.

##### **Bridges**

Escalation

##### **Safety Traffic Services**

Land Transport New Zealand has changed the categories and subsidies under which road safety is funded; the rates cost to the Central Otago District Council is \$8,348.

Details of these programmes may be obtained from Council's Office in Alexandra.

Corresponding revenue has increased with Queenstown Lakes District Council contributing 50% of the costs.

##### **Pedestrian Services**

Minor changes only

##### **Roding Policy**

Roding Policy expenditure has increased to account for roadstopping. This is offset from recovery of costs from the applicant.

Capital expenditure:

There is a budget for anticipated sales of stopped roads of \$250,000 with corresponding expected expenditure of \$50,000

##### **Roding Unit**

Minor changes only

##### **Roding Assets and Depreciation**

Reflects the increase in depreciation with increased capital expenditure, 2007/08 and previous years.

Capital Expenditure:

##### **Pavement Maintenance**

New Gravel Road Culverts to install new culverts on unsealed roads where high maintenance costs are occurring due to washouts.

##### **Drainage**

New mudtanks and soakpits to resolve issues in urban areas.

## **UTILITIES SERVICES**

### **District Roding continued**

#### **Area Pavement Treatment**

Minor changes only

#### **Bridge Renewals**

A reduction in the budget due to removal of painting bridge no. 198

#### **Traffic Services**

Escalation only

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>DISTRICT ROADING</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
2,862,785	Rates	2,980,793	3,023,871
	<b>Other Income</b>		
3,486,886	Government grants and subsidies	2,874,161	2,718,820
331,356	User fees and other income	487,939	326,903
585,113	Developers contribution	393,405	407,804
7,266,140	<b>Total Income</b>	6,736,298	6,477,398
	<b>EXPENDITURE</b>		
2,016,385	Pavement Maintenance	2,154,686	1,977,436
659,214	Bridge Maintenance	677,733	645,926
451,464	Safety/Traffic Services	568,457	464,626
56,705	Pedestrian Services	61,547	57,794
76,209	Roading Policy	145,411	80,049
39,201	Roading Unit	31,123	40,100
2,815,420	Roading Assets and Depreciation	3,158,701	2,933,303
6,114,598	<b>Total Expenditure</b>	6,797,658	6,199,234
<b>1,151,542</b>	<b>Net Surplus/(Deficit)</b>	<b>(61,360)</b>	<b>278,164</b>

**District Roading Capital Expenditure**

<u>2006/07</u> LTCCP \$	<u>DISTRICT ROADING</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Pavement Maintenance</b>		
141,300	New Capital Works	274,400	256,700
734,200	Renewals	766,036	710,500
<b>875,500</b>	<b>Total Pavement Maintenance</b>	<b>1,040,436</b>	<b>967,200</b>
	<b>Drainage</b>		
5,000	New Capital Works	21,500	0
93,000	Renewals	26,004	24,100
<b>98,000</b>	<b>Total Drainage</b>	<b>47,504</b>	<b>24,100</b>
<b>59,500</b>	<b>Road Construction - Profession Sves</b>	<b>66,000</b>	<b>66,000</b>
<b>390,700</b>	<b>MinSafPro - New safety project</b>	<b>379,000</b>	<b>379,000</b>

**District Roding capital expenditure continued**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Maintenance Chip Seal</b>		
784,300	Reseal Rds - Reseal Renewal	867,416	804,700
87,700	Reseal Rds – Asphalt Renewal	96,994	90,000
<b>872,000</b>	<b>Total Maintenance Chip Seal</b>	<b>964,410</b>	<b>894,700</b>
	<b>Area Pavement Treatment</b>		
64,000	New Capital Works	18,500	32,000
300,000	AreaPave - Pavement Renewal	312,910	290,000
<b>364,000</b>	<b>Total Area Pavement</b>	<b>331,410</b>	<b>322,000</b>
<b>249,000</b>	<b>BrdgRenRds - Bridge renewals</b>	<b>182,000</b>	<b>230,000</b>
	<b>Traffic Services</b>		
0	New Signs	10,000	10,000
85,000	Renewal Signs	94,008	87,200
39,000	Renewal Edge Markers	43,133	40,000
3,000	Local Signs	3,078	3,078
<b>127,000</b>	<b>Total Traffic Services</b>	<b>150,219</b>	<b>140,278</b>
	<b>Seal Extension</b>		
819,520	Seal extension - non subsidised	0	0
1,232,000	Seal Extension - subsidised	0	0
<b>2,051,520</b>	<b>Total Seal Extension</b>	<b>0</b>	<b>0</b>
<b>0</b>	<b>Roding Policy</b>	<b>50,000</b>	<b>0</b>
<b>3,035,700</b>	<b>Total Roding Programme</b>	<b>3,210,979</b>	<b>3,023,278</b>

# UTILITIES SERVICES

## Footpaths, carparks and street cleaning

### Key Issues:

#### Alexandra Town Centre

The 2006/16 LTCCP discussed the upgrade of the Alexandra CBD:

*“The Board has commissioned Isthmus Group to prepare a developed design for the upgrade of the Alexandra Central Business District along with engineer’s estimates of the cost of undertaking such work. The developed design and estimate of \$2.2 million have been received by the Board. While the Board is not in a position to consider funding of such work at the present time, it proposes to use the development design as a road map for the future upgrading of the CBD. The Board intends to seek further public feedback on the proposals in the near future.”*

Two open days were held and over 200 people took the opportunity to attend. Over 100 submissions were received and considered by the Board, following which it set up a working party comprising mainly members of the community. On 12 March the Alexandra Community Board resolved to accept the working party’s recommendations and to proceed with Phase 1 of the upgrade of the Alexandra Town centre.

The details of which are:

Cost of project:	\$1,480,000	
Funded from	Flood Amenity Fund	\$270,000
	New Town Centre Loan	\$700,000
	Sales of Land	\$350,000
	District roading budget	\$160,000 (roading works)

The Draft 2007/08 Annual Plan contained these costs with funding spread over 3 years.

**After consideration of submissions** the Alexandra Community Board resolved to reduce the expenditure to \$570,000 to be funded from the Flood Amenity Fund and a loan for \$300,000. The District Roding budget continues to contain \$160,000 for roading works.

The loan of \$300,000 will not be raised until late 2007/08 to be paid by all ratepayers in the existing Alexandra Ward, with a differential of 70:30 between commercial and other ratepayers.

As this loan will not be funded until the 2008/09 year confirmation of who are the commercial ratepayers will occur during the year.

**Variance to the LTCCP:**

**Alexandra  
Unsubsidised Rooding**

Minor changes

**Alexandra Town Centre** – as above

**Cromwell**

Reduce carpark renewals to \$32,000

**Clyde**

Additional \$47,000 for footpaths

**Omaka/Ophir**

No change

**Maniototo**

Reduction in unsubsidised rooding budget

**Roxburgh**

No change



<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
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**FOOTPATHS, CARPARKS AND STREET CLEANING**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
671,875	Rates	654,011	681,187
	<b>Other Income</b>		
6,185	User fees and other income	6,185	6,185
1,956	Interest	6,049	1,391
680,016	<b>Total Income</b>	666,245	688,763
	<b>EXPENDITURE</b>		
242,772	Alexandra	204,025	237,016
500,284	Cromwell	238,556	223,221
58,414	Earnsclough/Manuherikia	45,401	57,483
30,519	Maniototo	36,984	33,113
28,545	Roxburgh	25,963	29,191
860,534	<b>Total Expenditure</b>	550,929	580,024
<b>(180,518)</b>	<b>Net Surplus/(Deficit)</b>	<b>115,316</b>	<b>108,739</b>

**Footpaths, Carparks and Street Cleaning Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Alexandra</b>		
0	Footpath extensions	10,000	0
61,600	Pedestrian services	63,200	63,200
4,500	Town Centre Security Camera	0	0
10,000	Town Centre Decorations	0	0
50,000	Town Centre Upgrade	570,000	0
<b>126,100</b>	<b>Total Alexandra</b>	<b>643,200</b>	<b>63,200</b>
	<b>Cromwell</b>		
0	Verical curves	5,000	5,000
100,200	Pedestrian services	100,200	100,200
43,800	Carpark renewals	32,000	50,600
<b>144,000</b>	<b>Total Cromwell</b>	<b>137,200</b>	<b>155,800</b>

**Footpaths, Carparks and Street Cleaning Capital Expenditure**

<b><u>2006/07</u></b> <b>LTCCP</b> \$		<b><u>2007/08</u></b> <b>Annual Plan</b> \$	<b><u>2007/08</u></b> <b>LTCCP</b> \$
14,000	<b>Clyde</b>		
	Pedestrian services	61,000	14,000
<b>14,000</b>	<b>Total Clyde</b>	<b>61,000</b>	<b>14,000</b>
	<b>Omakau/Ophir</b>		
12,400	Pedestrian services	12,700	12,700
<b>12,400</b>	<b>Total Omakau/Ophir</b>	<b>12,700</b>	<b>12,700</b>
	<b>Maniototo</b>		
10,000	Pedestrian services	10,000	10,000
0	Kerb and Channel	15,000	15,000
14,000	Unsubsidised Roding	0	14,400
46,500	Carpark Construction	0	0
<b>70,500</b>	<b>Total Maniototo</b>	<b>25,000</b>	<b>39,400</b>
	<b>Roxburgh</b>		
17,300	Pedestrian services	17,700	17,700
<b>17,300</b>	<b>Total Roxburgh</b>	<b>17,700</b>	<b>17,700</b>
<b>384,300</b>	<b>Total Capital Expenditure</b>	<b>896,800</b>	<b>302,800</b>

## **UTILITIES SERVICES**

### **Public Toilets**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

A slight increase in remunerations to cover the cost of cleaning the toilets at Lowburn.  
Allowance of \$1,500 for emptying litter bins in St Bathans.

#### **Capital**

\$160,000 has been allowed for building of toilets in Old Cromwell Town, Cromwell or in Lode Lane, Cromwell.

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>PUBLIC TOILETS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
142,835	Rates	149,623	146,283
	<b>Other Income</b>		
2,136	Development Contributions	1,125	1,125
<u>144,971</u>	<b>Total Income</b>	<u>150,748</u>	<u>147,408</u>
	<b>EXPENDITURE</b>		
143,355	Operating	149,623	146,238
<u>143,355</u>	<b>Total Expenditure</b>	<u>149,623</u>	<u>146,238</u>
<u><u>1,616</u></u>	<b>Net Surplus/(Deficit)</b>	<u><u>1,125</u></u>	<u><u>1,170</u></u>

**Public Toilets Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
80,000	Buildings and improvement	160,000	0
<u><u>80,000</u></u>	<b>Total Capital Expenditure</b>	<u><u>160,000</u></u>	<u><u>0</u></u>

## **UTILITIES SERVICES**

### **Stormwater**

#### **Key Issues:**

Escalation costs have been greater than expected.

#### **Variance to the LTCCP:**

Only changes are the increased escalation costs

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>STORMWATER</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
346,392	Rates	375,124	356,230
266	<b>Other Income</b> Interest	7,462	383
346,658	<b>Total Income</b>	382,586	356,613
	<b>EXPENDITURE</b>		
145,877	Alexandra	136,676	136,540
164,579	Cromwell	166,915	164,985
12,379	Earnscliffeugh/Manuherikia	11,372	12,457
39,622	Maniototo	50,170	40,435
34,619	Roxburgh	45,710	35,331
397,076	<b>Total Expenditure</b>	410,843	389,748
<b>(50,418)</b>	<b>Net Surplus/(Deficit)</b>	<b>(28,257)</b>	<b>(18,512)</b>

# UTILITIES SERVICES

## Utilities Services Management

### Key Issues:

Council's Asset Management Plans (AMPs) are now reviewed annually. Part of the resource needed to complete the plans is undertaken by a consultant. An additional \$23,000 has been allowed for the review. Funds required for work to produce the 2008 revaluation, additionally condition assessment data collection and refining renewal programmes is also required.

These costs are allocated across the various schemes on an asset value basis.

### Variance to the LTCCP:

#### **Wastewater Policy**

An additional \$10,000 allowed for review of AMPs as above  
\$15,000 for SCADA Maintenance and operation. (this cost is also allocated across the various schemes)

#### **Water Planning and Policy**

An additional \$10,000 allowed for review of AMPs as above  
\$10,000 for SCADA Maintenance and operation. (this cost is also allocated across the various schemes)

#### **Stormwater Policy**

An additional \$3,000 allowed for review of AMPs as above

#### **Asset Management**

\$10,000 for updates and reviews of Council's Development and Contributions Policy

Other minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>UTILITIES MANAGEMENT</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
162,901	Rates	208,196	185,085
	<b>Other Income</b>		
84,048	Other Income	70,000	84,048
<u>246,949</u>	<b>Total Income</b>	<u>278,196</u>	<u>269,133</u>
	<b>EXPENDITURE</b>		
246,929	Expenditure	278,196	269,133
<u>246,929</u>	<b>Total Expenditure</b>	<u>278,196</u>	<u>269,133</u>
<u><u>20</u></u>	<b>Net Surplus/(Deficit)</b>	<u><u>0</u></u>	<u><u>0</u></u>
<b><u>Capital Expenditure</u></b>			
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
34,000	Vehicles	0	25,000
<u>34000</u>	<b>Total Capital Expenditure</b>	<u>0</u>	<u>25,000</u>



## UTILITIES SERVICES

### Wastewater

#### Key Issues:

Greater than anticipated escalation costs which includes two years escalations on top of the year 2 renegotiated rates have increased the overall physical works budgets. However, new budgets have been created to account for separate capital items (Laterals and Manholes), which were previously in the physical works budgets, and this has had the effect of reducing the effect of the escalations.

#### Variance to the LTCCP:

##### **Alexandra**

Escalation as above

\$25,000 allowed in connection with the refurbishment of the wastewater treatment plant

Capital expenditure:

Buildings and Improvements - \$229,352 have been allowed for improvements to the Alexandra Treatment Plant.

Modelling of the Network - new budget of \$31,000 for the building of a hydraulic model to help determine system capacity and identify areas needing improvement. Model would also be available to developers planning sub divisional work.

Refurbish WWTP Stage 1 - New budget is required to make modifications to the plant to allow essential renewals with aging plant equipment. The current arrangement does not allow the plant to be taken of line. The plant has run without major renewals since construction. Stage 1 is anticipated capital cost of \$25,000.

Laterals \$3,320 and manholes \$8,452 as explained above

Balance tank - \$89,290 funds required awaiting outcome from Emergency Conveyance

##### **Cromwell**

Escalation as above.

Capital expenditure:

Machinery and Plant – new budget of \$20,000 to allow minor renewals with aging plant, to equipment & instruments only includes items outside cost limits of maintenance contract.

Modelling of the Network - new budget of \$33,750 for the building of a hydraulic model to help determine system capacity and identify areas needing improvement. Model would also be available to developers planning sub divisional work.

Old Cromwell Town Pumpstation – new budget \$25,000 sum to upgrade pumpstation to Council standard, estimate provided by Delta Utilities. Items identified for upgrade include Telemetry, Backflow prevention, Wash system, Control upgrade and new access lids.

Laterals \$6,297 and manholes \$9,300 as explained above

A reduction in the budgets for Rapid infiltration trail (\$150,000) and Treatment upgrade (\$200,000)

##### **Clyde**

Capital Expenditure

An additional \$5,000 for ongoing ground water monitoring

## UTILITIES SERVICES

### Wastewater continued

New budget of \$5,000 for the installation of new monitoring bore

#### **Omakau**

Escalation as explained above

Capital expenditure:

Laterals \$1,835 and manholes \$4,910 as explained above

#### **Ranfurly**

Escalation as explained above

Capital expenditure:

Laterals \$1,880 and manholes \$4,900 as explained above

#### **Naseby**

Escalation as explained above

Capital expenditure:

Laterals \$1,930 and manholes \$4,910 as explained above

#### **Roxburgh**

Escalation as explained above

Laterals \$1,930 and manholes \$4,930 as explained above

Other minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>WASTEWATER</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
1,426,372	Rates	1,734,454	1,650,681
	<b>Other Income</b>		
74,173	Interest	54,086	46,320
24,646	User fees and other income	25,513	25,513
252,104	Developers contribution	266,062	266,062
12,000	Other capital contributions	7,000	7,000
400,000	Vested assets	350,000	350,000
2,189,295	<b>Total Income</b>	2,437,115	2,345,576
	<b>EXPENDITURE</b>		
763,195	Alexandra	856,066	800,271
570,139	Cromwell	678,399	625,655
1,347	Cl;yde	3,525	6,155
40,703	Omakau	43,559	40,984
118,173	Ranfurlly	135,004	127,487
58,427	Naseby	57,481	61,613
139,028	Roxburgh	170,215	168,407
1,691,012		1,944,249	1,830,572
<b>498,283</b>	<b>Net Surplus/(Deficit)</b>	<b>492,866</b>	<b>515,004</b>

**Wastewater Capital Expenditure**

<u>2006/07</u> LTCCP \$	<u>Alexandra</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	Building improvements	229,352	
17,510	Machinery & Plant	0	0
0	Computing modelling	31,000	0
0	Wastewater retic'n xt	20,000	20,000
40,000	Wastew'r retic upsize	20,000	20,000
0	Refurbish pump station	25,000	0
0	Lateral Renewals	3,320	0
0	Manholes	8,452	0
105,000	Sewer reticn rnl	183,000	183,000
0	Balance Tank	89,290	0
51,500	Water pump replacement	0	0
175,000	UV Treatment	0	0

**Wastewater Capital Expenditure continued**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
8,000	Emergency conveyance	0	0
0	Future Development	150,000	150,000
0	Resource Consents	6,000	6,000
150,000	Vested Assets	100,000	100,000
<b>547,010</b>	<b>Total Alexandra</b>	<b>865,414</b>	<b>479,000</b>
	<b><u>Cromwell</u></b>		
0	B'burn oxidation pond No.2	100,000	100,000
0	Machinery and plant	20,000	0
125,000	Wastewater retic'n xtn	125,000	125,000
58,500	Overflow protection	0	0
0	Computing modelling	33,750	0
0	Pump station upgrade	25,000	0
0	Lateral renewals	6,297	0
0	Manholes	9,300	0
23,175	Sewer retic'n rnl	25,992	25,992
0	Rapid Infiltration Trial	150,000	300,000
75,000	Oxidation Pond Aerator	0	0
51,500	Water pump replacement	26,523	26,523
75,000	Treatment upgrade	200,000	400,000
0	Infiltration detection	75,000	75,000
6,700	Emergency conveyance	0	0
250,000	Vested Assets	250,000	250,000
<b>664,875</b>	<b>Total Cromwell</b>	<b>1,046,862</b>	<b>1,302,515</b>
	<b><u>Clyde</u></b>		
0	Sample bore	5,000	0
5,000	WW Ground Water Monitoring	5,000	0
0	Other Cap exp	20,000	100,000
<b>5,000</b>	<b>Total Clyde</b>	<b>30,000</b>	<b>100,000</b>
	<b><u>Omakau</u></b>		
0	Lateral renewals	1,835	0
0	Manholes	4,910	0
0	AMPS & Mgmt Costs	7,500	7,500
0	Future Development	25,000	25,000
<b>0</b>	<b>Total Omakau/Ophir</b>	<b>39,245</b>	<b>32,500</b>
	<b><u>Ranfurly</u></b>		
0	Lateral renewals	1,880	0
0	Manholes	4,900	0
0	Non Pipe Renewals	15,914	15,914
0	Emergency conveyance	4,000	4,000
<b>0</b>	<b>Total Ranfurly</b>	<b>26,694</b>	<b>19,914</b>
	<b><u>Naseby</u></b>		
0	Laterals	1,930	0
0	Manholes	4,910	0
<b>0</b>	<b>Total Naseby</b>	<b>6,840</b>	<b>0</b>

**Wastewater Capital Expenditure continued**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Roxburgh</b>		
0	Reticulation extension	3,000	3,000
0	Laterals	1,835	0
0	Manholes	4,930	0
15,450	Reticulation renewal	15,914	15,914
15,450	Pump replacement	13,792	13,792
5,000	Intake Upgrade	0	0
3,000	Emergency conveyance	25,000	25,000
5,000	Resource consents	0	0
<b>43,900</b>	<b>Total Roxburgh</b>	<b>64,471</b>	<b>57,706</b>
<b>1,260,785</b>	<b>Total Capital Expenditure</b>	<b>2,079,526</b>	<b>1,991,635</b>

## UTILITIES SERVICES

### Water

#### Key Issues:

Greater than anticipated escalation costs which includes two years escalations on top of the year 2 renegotiated rates have increased the overall physical works budgets. However, new budgets have been created to account for separate capital items (new Tobies and Meters and Valves and Hydrants), which were previously in the physical works budgets, and this has had the effect of reducing the effect of the escalations

The income from the increase in all reserves expenditure, following the reassessment of greenways irrigation to bring the cost of water used closer to actual units, used is shown in the water accounts.

Pisa Village is now a separate water account with operating and capital expenditure assigned to it.

#### Variance to the LTCCP:

##### **Alexandra**

Escalation as explained above

Income of \$32,459 due to assessment of greenways irrigation to better reflect actual usage, (as explained above)

Capital Expenditure:

Bridge Hill booster pump - New budget for the rationalisation of Bridge Hill pumping system, approx \$50k/yr savings in reduced network failures and pumping costs.

Valves and Hydrants \$9,454 as explained above

Tobies and meters \$26,225 as explained above

Water investigation - this budget was to meet the cost of complying with the new water standards. As these are yet to be released it has been deferred until 2008/09.

A loan is to be set up to cover the deficit in this account when it occurs

##### **Cromwell**

Escalation as explained above

An increase in income to \$115,812 due to assessment of greenways irrigation to better reflect actual usage, (as explained above)

Capital expenditure:

Machinery and Plant – new budget of \$20,000 to allow minor renewals with aging plant, to equipment and instruments only; includes items outside cost limits of maintenance contract.

Valves and Hydrants \$17,383 as explained above

Tobies and meters \$60,900 as explained above

## UTILITIES SERVICES

### Water continued

#### **Pisa Village**

New operating budget of \$67,647, largest portion being \$34,500 for physical works contract.

Capital Expenditure:

Machinery and Plant - new budget of \$1,500 to allow minor renewals with equipment & instruments, only include items outside cost limits of maintenance contract.

Valves and Hydrants \$1,000 links to physical works budget

Tobies and meters \$1,000 links to physical works budget

Water reticulation renewal – new budget of \$5,000 to allow minor renewals, whilst the system is new, there is a need to identify the issue renewals now and commence budgeting for work.

Non piped renewals – new budget of \$4,000 to allow minor renewals, whilst the system is new, there is a need to identify the issue renewals now and commence budgeting for work.

#### **Clyde**

Escalation as explained above

Income of \$536 due to assessment of greenways irrigation to better reflect actual usage, (as explained above)

Capital expenditure:

Machinery and Plant – new budget of \$10,000 to allow minor renewals with aging plant, to equipment and instruments only; includes items outside cost limits of maintenance contract.

Valves and Hydrants \$7,929 as explained above

Tobies and meters \$17,375 as explained above

#### **Omakau/Ophir**

Escalation as explained above

Capital expenditure:

Valves and Hydrants \$3,450 as explained above

Tobies and meters \$1,660 as explained above

#### **Patearoa**

Escalation as explained above

Capital expenditure:

Valves and Hydrants \$5,000 as explained above

Tobies and meters \$1,660 as explained above

After consideration of submissions Council agreed to the installation of water meters on the Patearoa town water connections. These are to be funded by the scheme's investment account.

#### **Ranfurly**

Escalation as explained above

Capital expenditure:

Machinery and Plant – new budget of \$10,000 to allow minor renewals with aging plant, to equipment and instruments only; includes items outside cost limits of maintenance contract

Valves and Hydrants \$5,000 as explained above

## **UTILITIES SERVICES**

### **Water continued**

Isolating Valves — lack of isolation valves leading to necessity to shut large areas of the scheme rural and urban down to effect repairs. New budget \$5,000.

Tobies and meters \$1,660 as explained above

Intake Pipeline Agreements - New budget has been included to fund the establishment of easements for the intake pipeline previously installed. There are still a reasonable amount of easements to complete to protect whole of pipeline. \$15,000 has been allowed for this work.

### **Naseby**

Escalation as explained above

Capital expenditure:

Machinery and Plant – new budget of \$8,000 to allow minor renewals with aging plant, to equipment and instruments only includes items outside cost limits of maintenance contract

Valves and Hydrants \$8,452 as explained above

Tobies and meters \$3,320 as explained above

Water Quality Upgrade – Stage 1 In response to a number of boil water notices and to help meet levels of service a new budget of \$20,000 has been identified. This budget would be used to provide resources for Council's application for drinking water subsidy and technical assistance programme. Working party will be formed consisting of four Naseby Vision members, all available Maniototo Community Board members and CODC utilities staff to address Naseby water quality issues.

### **Roxburgh**

Escalation as explained above

Income of \$1,772 due to assessment of greenways irrigation to better reflect actual usage, (as explained above)

Capital expenditure:

Valves and Hydrants \$8,452 as explained above

Tobies and meters \$10,000 as explained above

Other minor changes



<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>WATER</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
1,837,115	Rates	1,944,061	2,135,628
	<b>Other Income</b>		
18,450	Govt Grants and Subsidies	18,910	18,910
21,059	Interest and Dividends	25,663	14,058
124,038	Users and other Fees	127,566	127,566
545,946	Developers Contribution	374,913	374,913
530,000	Vested assets	480,000	480,000
3,076,608	<b>Total Income</b>	2,971,113	3,151,075
	<b>EXPENDITURE</b>		
625,017	Alexandra	627,745	763,699
692,531	Cromwell	569,354	725,759
0	Pisa Village	67,673	0
159,722	Clyde	151,065	172,465
97,912	Omakau	99,336	113,560
114,362	Pateroa	133,644	122,997
230,154	Ranfurly	277,939	237,465
134,688	Naseby	139,676	138,613
197,609	Roxburgh	216,940	217,826
2,251,995	<b>Total Expenditure</b>	2,283,372	2,492,384
<b>824,613</b>	<b>Net Surplus/(Deficit)</b>	<b>687,741</b>	<b>658,691</b>

**Water Capital Expenditure**

<u>2006/07</u> LTCCP \$	<u>Alexandra</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
20,600	Water Alex - Machinery & plant	21,218	21,218
322,500	Water Alex - Retic Extn Upgrade	140,000	140,000
0	Water Alex - Pump Booster	250,000	0
0	Water Alex - Valves & Hydrants	9,454	0
5,000	Water Alex - Isolating Valves	5,000	5,000
0	Water Alex - Tobies	26,225	0
0	Water Alex - Backflow prevention	20,000	20,000
103,000	Water Alex - Water reticn rnl	180,353	180,353
3,000	Water Alex - Water meters	3,000	3,000
0	Water Alex - Water Investigation	0	2,000,000
0	Water Alex - Future Development	170,000	170,000
200,000	Vested Assets	150,000	150,000
<b>654,100</b>	<b>Total Alexandra</b>	<b>975,250</b>	<b>2,689,571</b>

**Water Capital Expenditure continued**

<b><u>2006/07</u></b> <b>LTCCP</b>		<b><u>2007/08</u></b> <b>Annual Plan</b>	<b><u>2007/08</u></b> <b>LTCCP</b>
\$		\$	\$
0	<b><u>Cromwell</u></b>	15,000	0
463,500	WtrCrm - Machinery & Plant	477,405	477,405
0	WtrCrm - Water reticn extn	17,383	0
0	WtrCrm - Valves and Hydrants	60,900	0
30,000	WtrCrm - Tobies	30,000	30,000
0	WtrCrm - Backflow prevention	3,000	3,000
0	WtrCrm - Water meters	15,914	15,914
330,000	WtrCrm - Bannockburn Town water	330,000	330,000
	Vested Assets		
<b>823,500</b>	<b>Total Cromwell</b>	<b>949,602</b>	<b>856,319</b>
	<b><u>Pisa Village</u></b>		
0	WtrPisa - Cap exp Machinery &	7,000	0
0	Wtr Pisa - Valves & Hydrants	2,000	0
0	WtrPisa - Tobies & Meters	2,500	0
0	WtrPisa - Water reticn rnl	5,000	0
0	WtrPisa - Non Pipe Renewals	4,000	0
<b>0</b>	<b>Total Pisa Village</b>	<b>20,500</b>	<b>0</b>
	<b><u>Clyde</u></b>		
0	WtrClyd - Cap exp Machinery &	10,000	0
7,600	WtrClyd - Water reticn extn	7,600	7,600
450,000	WtrClyd - Water retic'n reservoir	450,000	0
0	WtrClyd - Valves and Hydrants	7,929	0
0	WtrClyd - Tobies	17,375	0
0	WtrClyd - Future Development	30,000	30,000
<b>457,600</b>	<b>Total Clyde</b>	<b>522,904</b>	<b>37,600</b>
	<b><u>Omakau/Ophir</u></b>		
10,000	WtrOm - Water Reticn extn	10,000	10,000
50,000	WtrOm - Water retic'n reservoir	0	0
0	WtrOm - Valves and Hydrants	3,450	0
0	WtrOm - Tobies	1,660	0
0	WtrOm - Pump Intake Renewal	40,000	40,000
0	WtrOm - Future Development	20,000	20,000
<b>60,000</b>	<b>Total Omakau/Ophir</b>	<b>75,110</b>	<b>70,000</b>
	<b><u>Patearoa</u></b>		
0	WtrPat - Machinery & plant	10,000	10,000
15,000	WtrPat - New tanks	0	0
0	WtrPat - Valves and Hydrants	5,000	0
0	WtrPat - Tobies	1,660	0
2,800	WtrPat - Non Pipe Renewals	5,000	5,000
<b>17,800</b>	<b>Total Patearoa</b>	<b>21,660</b>	<b>15,000</b>

**Water Capital Expenditure continued**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	<b><u>Ranfurly</u></b>		
0	Machinery and Plant	5,000	0
0	WtrRan - Valves and Hydrants	8,452	0
0	WtrRan - Isolating Valves	5,000	0
0	WtrRan - Tobies	6,640	0
0	WtrRan - Intake Pipe Agreements	15,000	0
<b>0</b>	<b>Total Ranfurly</b>	<b>40,092</b>	<b>0</b>
	<b><u>Naseby</u></b>		
0	WtrNas - Cap exp Machinery & p	8,000	0
0	WtrNas - Tank Replacement Programm	0	15,914
0	WtrNas - Valves and Hydrants	8,452	0
0	WtrNas - Tobies	3,320	0
0	WtrNas - Wtr Quality Upgrade	20,000	0
<b>0</b>	<b>Total Naseby</b>	<b>39,772</b>	<b>15,914</b>
	<b><u>Roxburgh</u></b>		
0	WtrRox - Valves and Hydrants	8,452	0
0	WtrRox - Tobies	10,000	10,000
5,000	WtrRox - Upgrade seal intake	0	0
5,000	WtrRox - Resource Consents	0	0
<b>10,000</b>	<b>Total Roxburgh</b>	<b>18,452</b>	<b>10,000</b>
<b>2,023,000</b>	<b>Total Capital Expenditure</b>	<b>2,663,342</b>	<b>3,694,404</b>

## UTILITIES SERVICES

### Waste Management

#### Key Issues:

Council plans to increase its support to Central Otago WasteBusters (COWB) as set out below, because it is committed to a "Zero Waste" strategy.

#### Variance to the LTCCP:

##### **Refuse Policy**

Additional \$5,000 for Waste Management Plan review work. It will be more comprehensive and include review and updating of the Solid Waste Activity Management Plan.

##### **Refuse Collection**

Landfill charges have increased to match growth and escalation charges  
Transfer charges have increased to match current costs and trends

##### **Public Litter Bins**

A grant of \$600 to the Omakau Recreation Reserve Committee for the emptying of rubbish bins in Omakau.  
\$1,500 also allowed for St Bathans.

##### **Refuse Disposal**

Income at transfer stations has increased by \$71,730 to match steady growth of income

Close Old Fills - \$15,000 was budgeted in 07/08 to commence closing of Tarras/Patearoa open landfills. In fact the work does not need to commence until the 2008/09 year so this budget has been removed.

Transfer station operations and landfill operating have increased to match current costs

COWB (Recycling) budget has increased by \$30,000 to match the increase in wages due to the increase in the minimum wage.

Unfortunately the Salvation Army receives a considerable amount of items that they cannot distribute and are forced to dispose of at transfer stations. In 2005/06 funding was made available to cover disposal costs but has been overlooked in subsequent budgets. This will reinstate a budget of \$2,500.

Other minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

**WASTE MANAGEMENT**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
1,452,803	Rates	1,617,913	1,545,163
	<b>Other Income</b>		
10,007	Interest	12,730	10,738
312,605	User Fees	396,530	321,890
<u>1,775,415</u>	<b>Total Income</b>	<u>2,027,173</u>	<u>1,877,791</u>
	<b>EXPENDITURE</b>		
90,322	Refuse Policy	100,279	89,216
871,298	Refuse Collection	940,821	892,213
47,800	Litter Bins	51,225	49,354
815,995	Refuse Disposal	939,848	847,008
<u>1,825,415</u>	<b>Total Expenditure</b>	<u>2,032,173</u>	<u>1,877,791</u>
<u><u>(50,000)</u></u>	<b>Net Surplus/(Deficit) *</b>	<u><u>(5,000)</u></u>	<u><u>0</u></u>

\* Deficit to be funded from Waste Management Fund not rates

**Waste Management Capital Expenditure**

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
6,000	Litter Bins	6,000	6,000
<u><u>6,000</u></u>	<b>Total Capital Expenditure</b>	<u><u>6,000</u></u>	<u><u>6,000</u></u>

# ENVIRONMENTAL SERVICES

## Planning and Environment

### Key Issues:

None

### Variance to the LTCCP:

#### **Dog Impounding and Dog Control**

Impounding expenses have increased slightly

Dog control fees have increased (see fees and charges schedule page 93). The increase was to incur in 08/09 but brought forward a year to cover the increased cost in dog control, and to ensure the fund, (which subsidises registration fees) was not depleted.

Central Vets contract for registration is reduced to \$53,000 based on dog numbers.

#### **Environmental Health and Building**

Building consent fees have increased to \$800,000 as the value of building has increased

For Council to apply for accreditation to Building accreditation body, a budget of \$30,000 is required to cover fees.

#### **Resource Management**

Increase in land use consents revenue to reflect level of activity

Increase in LIM fees as more applications received

A decrease of income from assessing building consents as fees are now more appropriately structured

Advertising and photocopying have increased to meet demand

Other minor changes

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>PLANNING AND ENVIRONMENT</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
424,759	Rates	487,233	457,462
	<b>Other Income</b>		
2,264	Interest & Dividends	4,004	3,088
1,087,705	Regulatory Fees	1,185,170	1,120,336
331,750	User fees & other	334,593	341,703
1,846,478	<b>Total Income</b>	2,011,000	1,922,589
	<b>EXPENDITURE</b>		
1,718	Abandoned Land	12,062	1,761
5,511	Futures Blueprint	0	50
21,928	Clutha Resource Consents	0	0
131,995	Dog Control and Impounding	117,286	134,373
796,884	Environmental Health and Building	927,283	835,396
52,463	Liquor Licensing	65,444	53,873
947,357	Resource Management	994,368	980,975
1,957,856		2,116,443	2,006,428
<b>(111,378)</b>	<b>Net Surplus/(Deficit)</b>	<b>(105,443)</b>	<b>(83,839)</b>
<b><u>Capital Expenditure</u></b>			
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>Dog Impounding</b>		
3,500	Buildings/Improvements	0	0
	<b>Environmental Health</b>		
0	Vehicles	75,000	0
	<b>Resource Management</b>		
0	Vehicles	0	28,500
	<b>Liquor Licensing</b>		
1,000	Signs	1,000	0
<b>4,500</b>	<b>Total Capital Expenditure</b>	<b>76,000</b>	<b>28,500</b>

## **GOVERNANCE AND ADMINISTRATION SERVICES**

### **Administration Buildings**

#### **Key Issues:**

None

#### **Variance to the LTCCP:**

Minor changes only



<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>ADMINISTRATION BUILDINGS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
-81,394	Rates	-91,111	-97,969
	<b>Other Income</b>		
15,393	Interest and Dividends	17,545	18,527
135,700	User fees and other income	136,800	136,800
<hr/> 69,699	<b>Total Income</b>	<hr/> 63,234	<hr/> 57,358
	<b>EXPENDITURE</b>		
68,689	William Fraser Building	68,401	60,466
302	Admin Building Cromwell	0	302
637	Admin Building Ranfurly	3,833	-3,483
71	Admin Building Roxburgh	3,000	73
<hr/> 69,699	<b>Total Expenditure</b>	<hr/> 75,234	<hr/> 57,358
<hr/> <b>0</b>	<b>Net Surplus/(Deficit)</b>	<hr/> <b>(12,000)</b>	<hr/> <b>0</b>

**Property Capital Expenditure**

<u>2006/07</u> LTCCP \$	<u>Administration Buildings</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	WFBldg - Bldg Improvements	20,000	0
	WFBldg - Cap Exp Plnt & Mach	15,150	0
20,600	AdmBlgRan - Bldg Improvements	20,600	0
<hr/> <b>20,600</b>	<b>Total Administration Buildings</b>	<hr/> <b>55,750</b>	<hr/> <b>0</b>

## **GOVERNANCE AND ADMINISTRATION SERVICES**

### **Democracy**

#### **Key Issues:**

The budget was prepared assuming Council would continue to have five Community Boards. The Local Government Commission has reduced this to four, effective from October 2007, and also reduced the number of Councillors by three. No amendments have been made to the estimates included in the Draft Annual Plan for Democracy

Minor changes only

<b>FORECAST STATEMENT OF FINANCIAL PERFORMANCE</b>
----------------------------------------------------

<u>2006/07</u> LTCCP \$	<u>DEMOCRACY</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
749,001	Rates	765,300	772,176
	<b>Other Income</b>		
6,058	Interest	4,919	5,551
0	Other Income	20,000	20,000
755,059	<b>Total Income</b>	790,219	797,727
	<b>EXPENDITURE</b>		
420,145	District	496,813	504,228
86,682	Alexandra	89,206	88,957
99,619	Cromwell	102,546	101,904
52,305	Earnsclough/Manuherikia	54,024	53,696
58,254	Maniototo	57,394	59,141
51,655	Roxburgh	53,541	53,022
768,660	<b>Total Expenditure</b>	853,524	860,948
<b>(13,601)</b>	<b>Net Surplus/(Deficit)</b>	<b>(63,305)</b>	<b>(63,221)</b>
	<b><u>Democracy Capital Expenditure</u></b>		
<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
0	Vehicle	35,500	35,500
<b>0</b>	<b>Total Capital Expenditure</b>	<b>35,500</b>	<b>35,500</b>

# GOVERNANCE AND ADMINISTRATION SERVICES

## Overheads

### Key Issues:

None

### Variance to the LTCCP:

#### **Administration Alexandra**

The transfer of a staff member to District Development has resulted in a decrease in training and staff remuneration in overheads

Vehicle expenses and vehicle hire have both increased due to the increase in pool vehicles, coupled with a more peripatetic staff.

Other minor changes

#### **Chief Executive Officer**

An additional budget of \$15,000 due to the need to review Council's bylaws, along with an additional remuneration budget to employ someone to write and project manage the review.

\$5,000 has been allowed to assist the Cultural Centre to continue and increase the services they provide.

#### **Corporate Services Manager**

Minor changes only

#### **Information Management**

Staff remuneration has reduced to reflect new staff mix

Other minor changes

#### **Service Centres**

Minor changes only

## FORECAST STATEMENT OF FINANCIAL PERFORMANCE

<u>2006/07</u> LTCCP \$	<u>OVERHEADS</u>	<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b>INCOME</b>		
69,061	<b>Other Income</b>	77,066	71,133
69,061	<b>Total Income</b>	77,066	71,133
	<b>EXPENDITURE</b>		
390,758	Administration Alexandra	311,944	408,309
255,904	Chief Executive Officer	285,139	263,229
869,590	Corporate Services Manager	812,156	799,426
247,469	Information Technology	216,799	278,434
210,755	Service Centres	208,088	210,518
1,974,476	<b>Total Expenditure</b>	1,829,126	1,959,916
-1,891,114	Overheads Allocated	-1,742,206	-1,873,924
<b>(14,301)</b>	<b>Net Surplus/(Deficit)</b>	<b>(14,854)</b>	<b>(14,859)</b>

### Overheads Capital Expenditure

<u>2006/07</u> LTCCP \$		<u>2007/08</u> Annual Plan \$	<u>2007/08</u> LTCCP \$
	<b><u>Administration Alexandra</u></b>		
45,680	Furniture and fittings	27,400	25,900
25,000	Vehicles	25,000	25,000
0	Office equipment	3,000	3,000
<b>70,680</b>	<b>Total Administration Alexandra</b>	<b>55,400</b>	<b>53,900</b>
	<b><u>Corporate Services Manager</u></b>		
0	Vehicles	25,000	25,000
<b>0</b>	<b>Total Corporate Services Manager</b>	<b>25,000</b>	<b>25,000</b>
	<b><u>Information Technology</u></b>		
285,000	Computing Hardware	265,000	265,000
70,000	Computing Software	75,000	75,000
40,000	Computing Implementation	40,000	40,000
<b>395,000</b>	<b>Total Information Technology</b>	<b>380,000</b>	<b>380,000</b>
<b>465,680</b>	<b>Total Capital Expenditure</b>	<b>460,400</b>	<b>458,900</b>

## FUNDING IMPACT STATEMENT

The revenue and financing mechanisms to be used by the Council, including the amount to be produced by each mechanism, are as follows:

2006/07		2007/08
\$000's		\$000's
	Revenue and Financing Mechanisms	
2,314	General Rate	2,505
1,043	Uniform Annual Charge	1,170
	<b>Targeted Rates</b>	
636	Planning and Environment	712
517	Economic Development	583
654	Tourism	712
1,453	Refuse	1,618
687	Library	773
	<b>Ward Targeted Rates</b>	
	Alexandra Ward	
247	Ward Services Rate	227
71	Ward Services Charge	100
872	Recreation Uniform Chg	986
61	Promotion	61
222	Stormwater	225
652	Wastewater [Operating]	780
565	Water Supply	601
85	Town Centre Upgrading Loan	88
27	Capital Works Loan 1993 Loan	27
7	Capital Works Loan 1991 Loan	7
46	Wastewater Renewal	46
	Cromwell Ward	
52	Ward Services Rate	53
104	Ward Services Charge	106
665	Recreation & Cultural	744
90	Promotions	90
448	Water Supply	387
0	Pisa Village Water	52
430	Wastewater	555
	Earnsclough/Manuherikia Ward	
61	Ward Services E/M Charge	65
91	Ward Services Earnsclough	75
17	Ward Services Manuherikia	19
-	Village Caretaker Clyde	20
-	Village Caretaker Omakau	1
-	Village Caretaker St Bathans	0
90	Earnsclough Recreation Charge	93
21	Manuherikia Recreation Charge	50
-	Community Pools - Ophir	1
10	Promotion	10
36	Community Halls	38
36	Omakau Wastewater	38
90	Omakau Water Supply	97
127	Clyde Water Supply	127

2006/07		2007/08
\$000's		\$000's
	Maniototo Ward	
86	Ward Services Rate	112
64	Ward Services Charge	64
268	Recreation and Cultural	332
16	Promotion	20
96	Ranfurly Wastewater	110
45	Naseby Wastewater	45
195	Ranfurly Water Supply	235
126	Naseby Water Supply	133
97	Patearoa Water Supply	111
10	Ranfurly Water Supply Loan	0
	Roxburgh Ward	
52	Ward Services Charge	54
60	Ward Services Rate	70
164	Ward Recreation Chg	172
4	Roxburgh Promotion	4
178	Roxburgh Water Supply	200
108	Wastewater	145
1	Wastewater Loan Rate (77Loan)	0
7	Sewerage Renewal Loan 1991	7
3	Wastewater Extension 1993	3
1	Water Supply Loan	1
14,108		15,660
13,816	Revenue	10,582
-	Loan Raised	0
6,310	Sale of Assets	2,868
-	Transfer from Reserves	0
3,382	Decrease in Cash	4,062
37,616		33,172

Note that revenue includes fees and charges, subsidies, revenue for capital purposes, dividends and interest, but excludes rates.

## FUNDING IMPACT STATEMENT

FOR THE FINANCIAL YEAR 1 JULY 2007 TO 30 JUNE 2008

### RATING SYSTEM AND INDICATIVE RATES

#### RATES

The system of rating for the Central Otago District is the land value system. The general rate is set on this basis. Some rates are levied on capital value, as specified. Unless otherwise specified, references to "defined areas" mean subdivisions of wards as described in the Council resolutions which established the differential rating.

#### IMPORTANT

**At various points throughout this document a level of rate or charge is specified. These are indicative figures only included to give an estimate of what rates are likely to be in the financial year. These figures are not final and will be subject to possible change as a result of submissions and until the rating information database is finalised. Any movements in the rating base, e.g. as a result of subdivision activity will change the figures until the rates are set by the Council.**

#### WATER RATES AND CHARGES

The Council proposes to set a targeted rate for water supply on the basis of a targeted rate per separately used or inhabited part of a rating unit within the district which are either connected to one of the following schemes, or for which a connection is available. This charge will be based on availability of service (the categories are "connected" and "serviceable"). Rating units which are not connected to a scheme, and which are not serviceable will not be liable for this rate. The rates for the respective schemes are shown in the table below:

<u>Location</u>	<b>Connected Per Part \$</b>	<b>Serviceable Per Part \$</b>
Alexandra	245.30	122.65
Cromwell	157.20	78.60
Clyde	179.30	89.65
Naseby	501.00	250.50
Omakau	586.90	293.45
Pisa Village	312.00	156.00
Ranfurly	512.60	256.30
Roxburgh	481.80	240.90

The Council proposes to set a targeted rate for water supply that is based on volume of water supplied to all consumers connected to the Patearoa Rural water scheme.

	<b>Per Unit \$</b>
Patearoa Water Supply	397.90

The Council proposes to set a targeted rate for water supply that is based on volume of water supplied to all extraordinary users of water (category 2, as defined in NZS9201 Section 2.2 (b)) who are connected to the Alexandra, Clyde, Cromwell and Roxburgh (including Lake Roxburgh Village) water schemes, and to all consumers in the Bannockburn extension of the Cromwell water scheme, where there is metering of both ordinary (Category 1 as defined in NZS9201 Section 2.2 (a)) and extraordinary (category 2) use.

		<b>Cents per cubic metre</b>
Alexandra	Category 2	36.28
Clyde	Category 2	40.17
Cromwell	Category 1 (Bannockburn extension)	39.47
Cromwell	Category 2	39.47
Roxburgh	Category 2	66.42



In respect of rating units upon which the rating assessment includes a targeted rate as a fixed charge for water and to which all water supplied is fully metered, there will be an adjustment or adjustments in the water billing system so that the meter charges will not apply until the value of water used in any one financial year exceeds the targeted rate on the rating assessment of the unit.

Water supply charges will be applied to the operations and maintenance of the individual water supplies.

### WASTE MANAGEMENT AND COLLECTION CHARGES

The Council proposes to set an annual waste collection charge per property as a fixed charge per separately used or inhabited part of a rating unit within the district, based on the level of service provided. Where a Council provided collection service is available the charge is set on the basis of the number of containers of waste which the Council is prepared to collect as part of its normal waste collection service, that is one wheelie bin per property per week. Additional bins provided to a rating unit will be subjected to an additional annual charge on a per bin basis. The provision of additional bins is at the discretion of the Council.

Waste Management with Collection	<b>Per Part</b>	\$ 222.30
Waste Management no Collection	<b>Per Part</b>	68.10
Waste Management 2nd and Subsequent Bin	<b>Per Bin</b>	166.73

All waste management charges will be applied to the costs of waste collection and its disposal including monitoring of waste sites.

### WASTEWATER CHARGES

The Council proposes to set a targeted rate for wastewater as a fixed charge on the basis of a targeted rate per separately used or inhabited part of a rating unit within the district which are either connected to one of the following schemes, or for which a connection is available. This charge will be based on availability of service (the categories are “connected” and “serviceable”). Rating units which are not connected to a scheme, and which are not serviceable will not be liable for this rate. The Council proposes to set a targeted rate as a fixed charge for each additional pan or urinal in excess of one for those rating units providing commercial accommodation. The rates for the respective schemes are shown in the table below:

<u>Location</u>	<b>Connected Per part</b>	<b>Serviceable Per part</b>	<b>Second and subsequent WC Accommodation</b>
	\$	\$	\$
Alexandra	323.60	161.80	80.90
Cromwell	214.81	107.41	53.70
Omakau	344.20	172.10	86.10
Naseby	169.60	84.80	42.40
Ranfurlly	245.70	122.85	61.43
Roxburgh	362.20	181.10	90.55

The wastewater charges will be applied for operations and maintenance of the individual schemes.

### WORKS AND SERVICES

The Council proposes to set a targeted rate for each ward for **ward services** calculated on the basis of land value for each rating unit for non-subsidised roading, housing and property, grants, recreation reserve committees, airport loan servicing (Alexandra only) and other works.

<b>WARD:</b>	<b>Cents in \$</b>
Alexandra	0.086
Cromwell	0.006
Earnsclough	0.024
Manuherikia	0.008
Maniototo	0.033
Roxburgh	0.039

The Council proposes to set targeted rates based on location for **village caretakers** (calculated on land value) within Earnsclough and Manuherikia wards for each rating unit within Clyde and Omakau, as follows:

**Cents in \$ of Land Value**

Clyde	0.029
Omakau	0.009

The Council proposes to set a targeted rate based on location on those rating units within the defined area for the **Alexandra town centre upgrading** (calculated on land value of all rateable properties) for servicing the loan raised for the 1991 upgrade works

**Cents in \$**

Alexandra Town Centre Upgrading 1991	0.851
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The Council proposes to set a targeted rate for **stormwater** in the Alexandra Ward calculated on land value on rating units within the Alexandra Ward. This rate will be set on a differential basis based on area (with the categories being rating units up to 2 hectares in area and rating units greater than 2 hectares). This rate will not be applicable to those rating units which are greater than 2 hectares in area as they are outside the area of benefit.

**Cents in \$**

Alexandra Stormwater	0.089
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The stormwater rate is applied to Alexandra stormwater operations, maintenance and loan charges.

The Council proposes to set targeted rates for **ward services** within each ward on the basis of a fixed charge for each separately used or inhabited part of a rating unit.

**Per Part**

<b>WARD:</b>	<b>\$</b>
Alexandra	41.30
Cromwell	31.46
Earnsclough/Manuherikia	30.10
Maniototo	51.60
Roxburgh	56.50

Ward services charges are used to fund Community Board elected members costs and other works for each respective ward.

**RECREATION AND CULTURAL**

The Council proposes to set a targeted rate for **recreation and culture** within each ward. For Cromwell Ward this will be on a differential basis based on location (with the categories being “Cromwell Rural” and “Cromwell Urban”). The targeted rates will be based on a fixed charge per separately used or inhabited part of a rating unit as shown in the table below.

**Per Part**

	<b>\$</b>
Alexandra	408.30
Cromwell Rural	153.49
Cromwell Urban	255.81
Earnsclough Ward	74.20
Maniototo Ward	269.60
Manuherikia Ward	40.90
Roxburgh Ward	181.00

Recreation and cultural charges fund the operations and maintenance of parks and reserves, museums, sports club loan assistance, community halls (other than Earnsclough/Manuherikia) and other recreation facilities and amenities.

The Council proposes to set targeted rates based on location for **community pools** within Manuherikia ward based on a fixed charge for each separately used or inhabited part of a rating unit, within Ophir township, as follows:

	<b>Per Part</b>
	<b>\$</b>
Ophir	10.80

The Council proposes to set a targeted rate for **community halls** within Earnsclough/Manuherikia wards based on a fixed charge for each separately used or inhabited part of a rating unit

	<b>Per Part</b>
	<b>\$</b>
Community Halls	17.80

The Council proposes to set a targeted rate for **library services** as a fixed charge per rating unit, on a differential basis based on location, (with the categories being "Maniototo Ward" and "District excluding Maniototo"). The targeted rates will be based on a fixed charge for each separately used or inhabited part of a rating unit, as shown in the table below.

<u>Category</u>	<b>Per Part</b>
	<b>\$</b>
District excluding Maniototo	81.14
Maniototo	48.08

Library charges are applied to operations and maintenance of libraries.

## **PROMOTION**

The Council proposes to set a targeted rate for promotion within each ward. For each ward, other than Maniototo, the rate will be on a differential basis, based on the use to which the rating unit is put (with the categories for Cromwell ward being "Rural", "Urban Commercial and Industrial" and "Urban Residential", the categories for Alexandra Ward being "Commercial and Industrial" and "Residential", the categories for Earnsclough/Manuherikia wards being "Clyde Dam", "Commercial and Industrial", "Residential" and "Rural" and the categories for Roxburgh ward being "Roxburgh Dam", "Teviot Power Scheme", and "Ward except Hydro Dams").

The targeted rates will be based on the capital value of all rating units as shown in the table below.

	<b>Cents in \$</b>
Alexandra Ward:	
Commercial and Industrial	0.04315
Residential	0.00276
Cromwell Ward:	
Rural	0.00216
Urban Commercial and Industrial	0.05304
Urban Residential	0.00362
Earnsclough/Manuherikia	
Commercial and Industrial	0.01894
Clyde Dam	0.00011
Residential	0.00142
Rural	0.00045
Maniototo Ward	0.00399
Roxburgh Ward	
Ward except Hydro Dams	0.00125
Roxburgh Dam	0.00011
Teviot Power Scheme – Roxburgh	0.00100

The rate revenue is used to promote local areas within the District.

## LOAN RATES

The Council proposes to set targeted rates to service loans on each unit within the historical area benefiting from the works relating to each loan on all properties which have not elected to pay a lump sum contribution. The targeted rates will be based on the land value of all rating units as shown in the table below.

	Cents in \$
Alexandra Capital Works 1991	0.006
Alexandra Capital Works 1993	0.014
Alexandra Wastewater Renewal	0.070
Roxburgh Sewerage Renewal 1991	0.102
Roxburgh Wastewater 1977	0.000
Roxburgh Water Supply	0.042

The Council proposes to set a targeted rate for each rating unit within the historical area benefiting from the works relating to each loan on all properties which have not elected to pay a lump sum contribution. The targeted rates will be based on a fixed charge for each separately used or inhabited part of a rating unit as shown in the table below.

	Per Part \$
Ranfurly Water Supply Loan	0.00
Roxburgh Wastewater Extension 1993	15.80

The loan rates and charges are levied to fund the debt servicing cost of capital work as defined

## PLANNING AND ENVIRONMENT

The Council proposes to set a planning and environment rate on a differential basis based on use (with the differential categories being "Clyde Dam - Earnsclough, Roxburgh Dam - Roxburgh" and "All areas excluding Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh") on all rating units. The rate will be charged on the capital value of all rating units in the District according to the table below.

	Cents in \$
All areas excluding Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh	0.01499
Clyde Dam - Earnsclough , Roxburgh Dam - Roxburgh	0.02615

Planning and Environment rates are used to fund functions including Resource Management, Environmental Health and Building, Civil Defence and Rural Fire.

## ECONOMIC DEVELOPMENT

The Council proposes to set an economic development rate on a differential basis based on use (with the differential categories being "Clyde Dam Earnsclough, Roxburgh Dam Roxburgh" and "All areas excluding Clyde Dam Earnsclough and Roxburgh Dam Roxburgh") on all rating units. The rate will be charged on the capital value of all rating units in the District according to the table below.

	Cents in \$
All areas excluding Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh	0.01227
Clyde Dam - Earnsclough , Roxburgh Dam - Roxburgh	0.02141

The Economic Development rate is used to fund District development and economic development activity.

## TOURISM

The Council proposes to set a **tourism** rate on a differential basis based on use (with the differential categories being "Residential", "Rural", "Commercial and Industrial", "Contact Energy Dams", "Small Dams", "Utilities", "Accommodation" and "Sport and Recreation") on all rating units. The rate will be charged on the capital value of all rating units in the District except "Sport and Recreation" in accordance with the table below.

	<b>Cents in \$</b>
Residential	0.01237
Rural	0.00932
Commercial and Industrial	0.09135
Accommodation	0.09669
Contact Energy Dams	0.01600
Small Dams	0.03881
Utilities	0.01289

The tourism rate will be used to fund visitor information centres and tourism development within the district.

### **GENERAL RATE**

The Council proposes to set a general rate on a differential basis based on use (with the differential categories being "Clyde Dam - Earnsclough, Roxburgh Dam - Roxburgh", "Paerau Dam - Maniototo", "Teviot Power Scheme - Roxburgh" and "All areas excluding Clyde Dam - Earnsclough, Paerau Dam - Maniototo, Roxburgh and Teviot Dams - Roxburgh" on all rating units. The rate will be charged on the land value of all rating units in the District according to the table below.

	<b>Cents in \$</b>
All areas excluding Clyde Dam - Earnsclough, Paerau Dam - Maniototo, Roxburgh and Teviot Dams - Roxburgh	0.108
Clyde Dam - Earnsclough , Roxburgh Dam - Roxburgh	5.639
Paerau Dam - Maniototo	6.374
Teviot Power Scheme - Roxburgh	13.839

Note: The roading content of the 'all areas' general rate equates to a rate of 0.088 cents in the dollar.

General rates are used to fund the costs of functions not delegated to a Community Board and not covered by any other rate or charge. Included are housing, district grants, regional identity, roading (other than the uniform charge contribution), noxious plant control, public toilets, airports (excluding the Alexandra Airport loans) and other

### **UNIFORM ANNUAL CHARGE**

The Council proposes to set a uniform annual charge on every rating unit.

	<b>Per Property</b>
	<b>\$</b>
All areas	108.20

The uniform annual charge is used to fund democracy, roading (\$60 of the charge), Clutha Management and other amenities controlled by the Council and recreation and cultural policy activities not delegated to Community Boards.

## DIFFERENTIAL MATTERS AND CATEGORIES

### Differentials based on land use

The Council proposes to use this matter to differentiate the general rate, tourism rate, economic development rate, planning and environment rate, promotion rate (all wards except Maniototo) and recreation and culture rate (Cromwell Ward).

The differential categories are :

#### General rate

Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh  
Paerau Dam - Maniototo  
Teviot Dams - Roxburgh  
all other properties.

#### Economic Development rate and Planning and Environment rate

Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh  
all other properties.

#### Tourism

residential - all rating units that are primarily used for residential purposes  
rural - all rating units used primarily for the purpose of agriculture, viticulture, horticulture or silviculture  
commercial and industrial - all rating units which are primarily used for commercial or industrial purposes, other than commercial accommodation, hydro-electric dams, and utilities  
accommodation - all rating units which are primarily used for commercial accommodation purposes  
Contact Energy dams - Clyde Dam - Earnsclough and Roxburgh Dam - Roxburgh  
small dams - Paerau Dam - Maniototo, and Teviot Dams - Roxburgh  
utilities - distribution networks of utility companies, including Council owned utilities  
sport and recreation - all rating units used primarily for recreation or reserve purposes.

#### Promotion -

Alexandra

commercial and industrial - all rating units used primarily for commercial and industrial purposes within the Alexandra ward  
residential - all other rating units in the Alexandra ward which are not included within the commercial and industrial category.

Cromwell

urban commercial and industrial - all rating units used primarily for commercial and industrial purposes within the town of Cromwell and included on valuation roll numbers 28504, 28505, 28506, 28507  
urban residential - all rating units that are primarily used for residential or recreational purposes within the town of Cromwell and included on valuation roll numbers 28504, 28505, 28506, 28507 and properties located in Scott Tce, valuation roll 28421  
rural - all other rating units within the Cromwell ward.

Earnsclough/Manuherikia

Contact Energy dam - Clyde Dam - Earnsclough  
Commercial and Industrial- all rating units used primarily for commercial and industrial purposes within the Earnsclough and Manuherikia wards except Clyde Dam  
Residential - all rating units that are primarily used for residential or recreational purposes within Earnsclough and Manuherikia wards  
Rural - all other rating units within Earnsclough and Manuherikia wards.

Roxburgh

Contact Energy dam - Roxburgh Dam - Roxburgh  
Teviot Dam  
All other rating units within Roxburgh ward.

Properties which have more than one use (or where there is doubt as to the primary use) will be placed in a category with the highest differential factor. Note that, subject to the rights of objection to the rating information database set out in section 28 of the Local Government (Rating) Act 2002, the Council is the sole determiner of the categories.

### Differentials based on location

The Council proposes to use this matter to assess rates for the library services rate and the recreation and culture rate for the Cromwell ward.

Library services -

Maniototo Ward - all rating units located within the Maniototo ward  
District excluding Maniototo - all rating units within the district apart from those units within the Maniototo ward.

Recreation and Culture (Cromwell Ward)

Cromwell Urban - all rating units within the Cromwell urban area and more specifically included on valuation rolls numbered 28504, 28505, 28506, 28507 and properties located in Scott Tce, valuation roll 28421

Cromwell Rural - all other rating units within the Cromwell ward which are not included within "Cromwell Urban" category.

Where a rating unit is situated in more than one ward, the Council will assign the rating unit to a ward based on whichever part of the rating unit has the "home" block.

#### **Differentials based on area**

The Council proposes to use this measure to differentiate the Alexandra stormwater rate within the Alexandra ward.

The following categories apply:

rating units up to 2 hectares in area

rating units over 2 hectares.

#### **Differentials based on availability of service**

##### **Water Supply**

The categories for the proposed water supply rates are :

Connected - any rating unit that is connected to a council operated water supply

Serviceable - any rating unit that is not connected to a council operated water supply but is within 100 metres of a water supply reticulation system, and to which the Council is willing and able to provide the service.

##### **Wastewater**

The categories for the proposed wastewater rates are :

Connected - any rating unit that is connected to a council operated wastewater system

Serviceable - any rating unit that is not connected to a council operated wastewater system but is within 30 metres of a wastewater drain, and to which the Council is willing and able to provide the service.

##### **Waste Management**

The categories for the proposed waste management rates are:

Waste management with collection - a wheelie bin is provided by the Council and a weekly collection service is available to the rating unit

Waste management without collection - no wheelie bin is provided and no weekly collection service is available to the rating unit.

#### **GENERAL**

Uneconomic rates:

Rates levied on any one rating unit of less than \$10 for the year are deemed by the Council to be uneconomic to collect.

Where a payment made by a ratepayer is less than the amount now payable, the Council will apply the payment firstly to any arrears from previous years, and then proportionately across all current year rates due.

All rates and charges referred to in this policy are inclusive of goods and services tax.

#### **Definition of Separate Use or Habitation**

##### **Definition**

Council has elected to use Factor 7 of Schedule 3 of the Local Government (Rating) Act 2002 "*the number of separately used or inhabited parts of the rating unit*" in its Revenue and Financing Policy for calculating the liability of certain rates.

These are defined by Council as those properties meeting the following conditions and criteria:

##### **Conditions and criteria**

- 1.1 In situations where a rating unit contains both a commercial operation and residential accommodation, they will be treated as two separate uses and be assessed two sets of uniform charges, except where the owner of the commercial operation resides on the same rating unit.
- 1.2 For those rating units where the owner of the rating unit resides on the rating unit and operates a business or businesses from the same rating unit, they will be assessed only one uniform charge, provided that, in relation to uniform charges for water and sewer targeted rates there is only one connection to each of the water supply and sewer networks.

- 1.3 Where a number of different businesses are located in one rating unit, then each separate business will be assessed uniform charges. An exception is made for motels, hotels, etc, which will be treated as one business use even if each accommodation unit may be capable of separate habitation.
- 1.4 Where rating units contain separate habitable dwellings that are capable of independent habitation (i.e. have all the facilities such as bathroom, toilets, kitchens, reticulated power, separate entrance ways, etc) then each separate dwelling will be assessed uniform charges.
- 1.5 Where rating units under paragraph 1.4 are farm properties greater than 100ha in area, and the additional dwelling units are inhabited by persons who work on that farm, they will, for the purposes of separate habitation, be treated as a single use.
- 1.6 Owners of farm properties greater than 100ha in area with multiple dwellings will be asked to make a declaration that the additional dwellings are in use by persons working on the farm. This declaration will continue in force until there is a change in ownership or reduction in area of that rating unit.



## FEES AND CHARGES CHANGES

	<u>2006/07</u>	<u>2007/08</u>	<u>2007/08</u>
	\$	Annual Plan \$	LTCCP \$
<b>Waste Management - Transfer Station Charges</b>			
Vans, utes, wagons and single axle trailers (at Alexandra load less than 150 kg)	12.50	15	13
At other transfer stations			
single axle trailer (approx 1.8m x 1.2) up to 0.5m average depth	12.50	15	13
single axle trailer (approx 1.8m x 1.2) 0.5m to 1.0m average depth	25	25	26
single axle trailer (approx 1.8m x 1.2) 1.0m to 1.5m average depth	36	35	37
single axle trailer (approx 1.8m x 1.2) over 1.5m average depth	51.50	55	53
For single axle trailers with a deck larger than 1.8m x 1.2m Council reserves the right to measure the volume and charge \$15 per m3	15.50	20	16
tandem axle trailers (approx 2.4m x 1.2m) up to 0.5m av depth	20.50	25	21
tandem axle trailers (approx 2.4m x 1.2m) 0.5m to 1.0m av depth	31	35	32
tandem axle trailers (approx 2.4m x 1.2m) 1.0m to 1.5m av depth	51.50	55	53
tandem axle trailers (approx 2.4m x 1.2m) over 1.5m av depth	67	70	69
For tandem axle trailers with a deck larger that 2.4m x 1.2m Council reserves the right to measure the volume and charge \$15 per m3			
Where no weighbridge is available for bulk refuse the volume will be assessed by the operator and charged per m3	15.50	20	16
Whiteware per item (including certified degassed fridges/freezers)	2	FREE	2
Fridges and freezers without degassing certification	25.50	25	26
<b>Greenwaste deposited in greenwaste areas</b>			
Car	2	FREE	2
Tandem axle trailers	12.50	15	13
<b>Cleanfill deposited in cleanfill area (as for greenwaste)</b>			
Where weighing facilities are available Council reserves the right to charge by weight, where no weighing facilities are available Council reserves the right to charge by volume as assessed by the operator			
By weight (per tonne)	86.90	90	89.50
By volume (per cubic metre)	15.50	20	16

	<u>2006/07</u>	<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
<b>Animal Control Charges</b>			
Dog Registration Fees			
Non-Working Dogs	40	50	45
Working Dogs	10	11	10
<b>Rating Services</b>			
Rates/Valuation Street Index	380	No longer available	390

	<u>2006/07</u>	<u>2007/08</u> Annual Plan	<u>2007/08</u> LTCCP
<b><u>Tourism Central Otago</u></b>			
<b>Advertising (subject to quotes from suppliers)</b>			
Central Otago Visitor Guide			
One third page	300	300	
Two thirds page	600	600	
Full page	900	900	

**RATES EXAMPLES BY PROPERTY TYPE**  
**2007/2008 Rating Year**

<b>Location</b>	<b>LV</b>	<b>CV</b>	<b>Rates 2007/08</b>	<b>Rates 2006/07</b>	<b>\$ Change</b>
Alexandra Commercial	255,000	500,000	5,180.64	4,869.33	311.31
Alexandra Hotel	240,000	1,000,000	4,454.04	4,141.28	312.76
Alexandra Lifestyle Block	280,000	560,000	1,525.54	1,427.56	97.99
Alexandra Major Motel	440,000	2,700,000	10,124.84	9,343.50	781.34
Alexandra Motel	109,000	440,000	2,892.61	2,656.55	236.06
Alexandra Residential	85,000	240,000	1,783.33	1,631.18	152.14
Bannockburn Vineyard	1,100,000	3,700,000	3,128.77	2,868.43	260.34
Clyde Commercial	116,000	360,000	1,360.34	1,287.44	72.90
Clyde Commercial	116,000	410,000	1,431.50	1,321.36	110.15
Clyde Motel	210,000	430,000	1,664.57	1,463.95	200.62
Clyde Residence	88,000	225,000	946.08	866.57	79.51
Cromwell Orchard	675,000	850,000	1,540.18	1,411.21	128.97
Cromwell Commercial	230,000	460,000	2,282.82	2,034.40	248.42
Cromwell Farm	2,000,000	2,050,000	3,515.56	3,193.75	321.81
Cromwell Large Farm	4,700,000	6,000,000	6,946.20	6,279.00	667.20
Cromwell Lifestyle Block	335,000	800,000	1,133.21	1,046.45	86.76
Cromwell Major Hotel	1,225,000	6,500,000	17,676.07	16,461.94	1,214.13
Cromwell Motel	540,000	1,250,000	4,649.70	4,338.24	311.46
Cromwell Residence	125,000	295,000	1,340.01	1,274.37	65.64
Cromwell Storage	500,000	1,350,000	3,957.20	3,804.03	153.17
Earnsclough Farm	325,000	500,000	992.69	919.53	73.16
Earnsclough Lifestyle Block	200,000	395,000	1,034.11	961.49	72.62
Earnsclough Orchard	245,000	550,000	905.61	837.40	68.21
Maniototo Farm	760,000	1,100,000	2,063.45	1,809.28	254.17
Maniototo Large Farm	6,100,000	6,900,000	11,945.91	10,409.14	1,536.77
Maniototo Lifestyle Block	18,000	97,000	610.31	541.65	68.66
Maniototo Rural - Hotel	35,000	750,000	1,554.48	1,418.14	136.35
Manuherikia Farm	820,000	1,025,000	1,685.94	1,544.26	141.69
Manuherikia Large Farm	3,100,000	3,800,000	5,385.24	4,889.48	495.76
Manuherikia Lifestyle Block	70,000	170,000	491.04	464.15	26.89
Naseby Residence	55,000	200,000	1,535.17	1,419.24	115.93
Omakau Residence	36,000	190,000	1,553.54	1,474.35	79.19
Patearoa Residence	21,000	120,000	1,010.71	911.38	99.33
Ranfurly - Hotel	70,000	280,000	2,283.59	2,113.33	170.26
Ranfurly Commercial Property	6,000	65,000	1,546.23	1,361.30	184.93
Ranfurly Residence	22,000	155,000	1,542.48	1,354.94	187.54
Roxburgh - Commercial	35,000	70,000	1,784.24	1,575.56	208.69
Roxburgh - Hotel	42,000	210,000	2,708.03	2,293.08	414.96
Roxburgh Orchard	80,000	170,000	830.05	781.26	48.79
Roxburgh Farm	800,000	1,250,000	2,142.82	1,940.41	202.41
Roxburgh Large Farm	5,900,000	6,900,000	11,777.21	10,492.95	1,284.26
Roxburgh Residence	32,000	170,000	1,657.12	1,471.82	185.30
Roxburgh Rural Industry	100,000	1,330,000	2,389.28	2,252.97	136.30