



**ANNUAL REPORT
FOR THE YEAR ENDED 30 JUNE 2006**

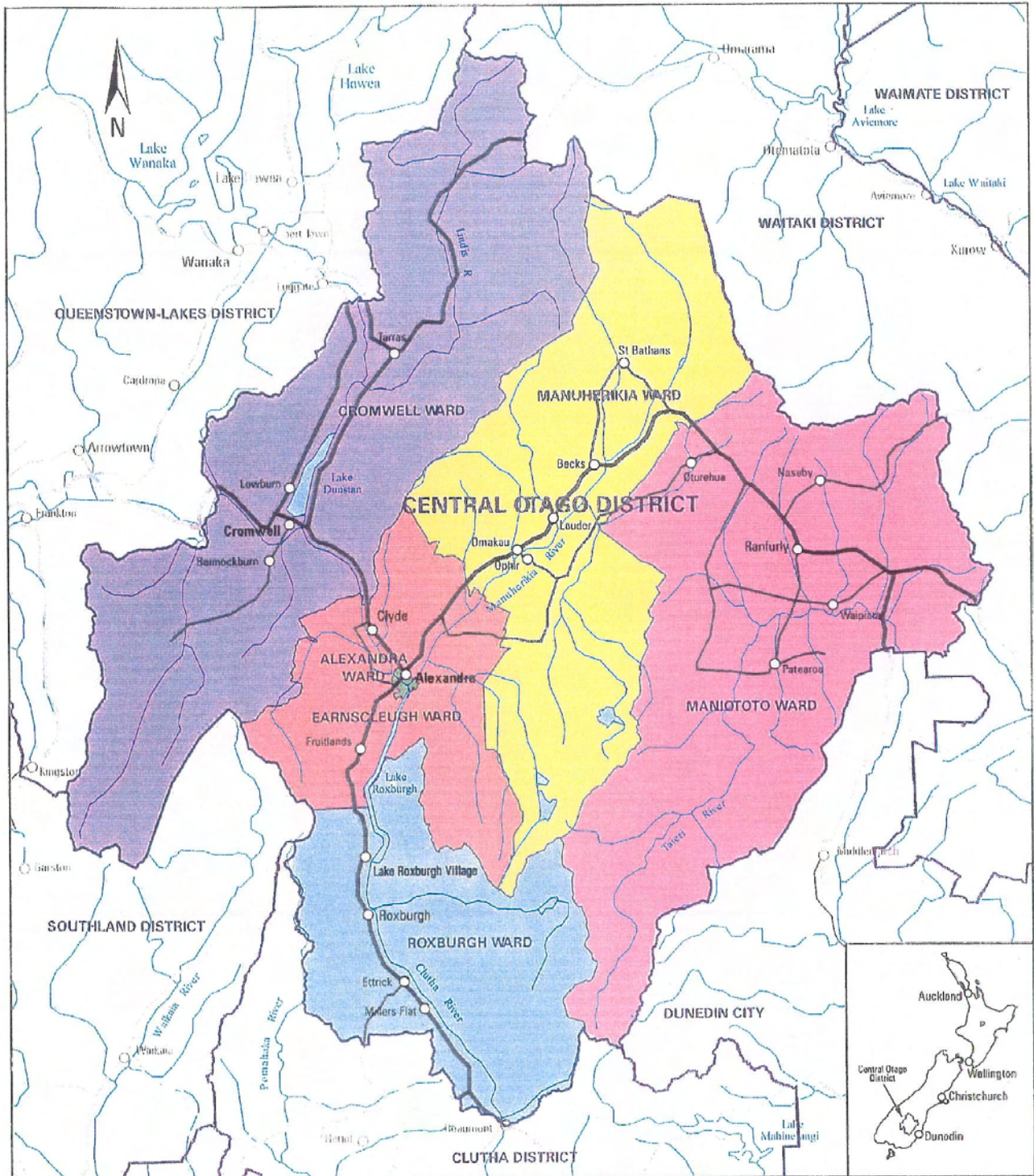
INDEX TO THE ANNUAL REPORT

FOR THE YEAR ENDED 30 JUNE 2006

	Page
Map of District	
General Information	4
Vision and Mission Statement	5
Financial Statistics	6
Mayor's Report	7
Structure of Council	10
Members of Council	11
Report of the Audit Office	14
Statement of Compliance and Responsibility	17
Statement of Financial Performance	18
Statement of Movements in Equity	19
Statement of Financial Position	20
Statement of Cash Flows	21
Statement of Capital Expenditure	22
Statement of Commitments	23
Statement of Accounting Policies	24
Notes to the Financial Statements	27
Significant Activities	
Cost of Services Statements and Statements of Service Performance	
People Democracy and community development	37
Clutha management	
Democracy	
Grants	
Libraries	
Parks and reserves	
Public toilets	
Swim centres	
Waste management	
Infrastructure, assets and property	55
Airports	
Cemeteries	
District roading	
Footpaths, carparks and street cleaning	
Property	
Water	
Wastewater	
Stormwater	
Planning and Environment	77
Economic and tourist development	85
Economic development	
Tourism - promotion groups	
Tourism Central Otago	
Tourism - visitor information centres	
Administrative	96
Other Reports and Statements	
Statement of Financial Performance Variance Report	98
Consultation with Maori Report	102



Central Otago District Ward Boundaries



GENERAL INFORMATION

CENTRAL OTAGO DISTRICT

Population:	<u>2006 Census</u> (Provisional)	<u>2001 Census</u>
Resident Population	17,150	14,466
Visitors		408
Area:	9,959km ²	
Wards:	Alexandra, Cromwell, Earnscliffe, Maniototo, Manuherikia and Roxburgh	
Main Towns:	Alexandra, Clyde, Cromwell, Ranfurly and Roxburgh.	
Capital Value:	\$4,735,521,000 (gross, as at 30 June 2005)	

ADMINISTRATION

Administration Headquarters:	1 Dunorling Street ALEXANDRA
Service Centres:	42 The Mall, Cromwell 120 Scotland Street, Roxburgh 15 Pery Street, Ranfurly
Executive Staff:	Chief Executive: J (John) G Cooney Corporate Services Manager: H (Heather) Kinsey Manager, Planning and Environment: L A (Louise) van der Voort Manager, Assets and Contracts: M F (Murray) Washington District Development Manager: A E (Anne) Pullar
Auditor:	Audit New Zealand CHRISTCHURCH on behalf of: The Auditor General
Privacy Officer:	Corporate Services Manager

VISION

A district of strong and vibrant communities supported by an infrastructure which enables people to enjoy the recreational and cultural opportunities and a comfortable lifestyle within the breathtaking landscape which is Central Otago.

MISSION STATEMENT

To provide excellent leadership for the people of Central Otago in:

- * planning for the future needs of the community
- * promoting quality services
- * sustaining the environment

OPERATIONAL VALUES

Participation

Council decision making will be open and accessible seeking participation and feedback from the community.

Consultation

Council will consult with Tangata Whenua and other interested parties when developing plans and policies.

Customer Satisfaction

Council will respond to individuals, groups and organisations with understanding and fairness.

Efficiency

Council will use resources in a manner that will optimise current long term and social benefits to the community.

Services

Manage Council operations efficiently and provide core services and community facilities where appropriate.

Leadership

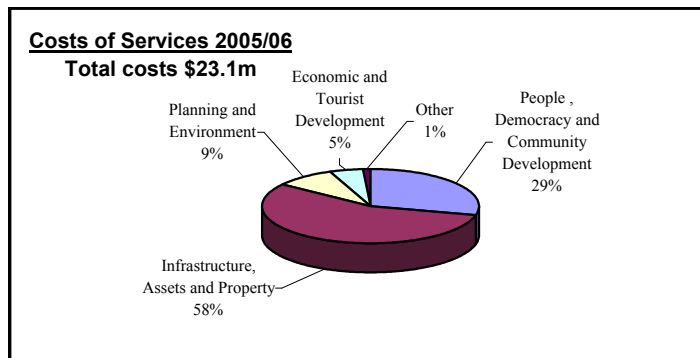
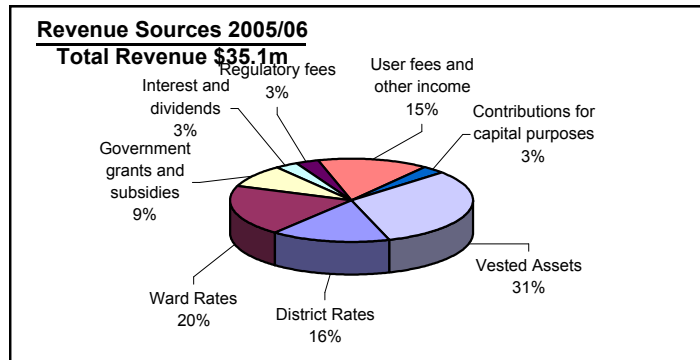
Council will be a leader in providing for the future needs of the district and in doing so act responsibly, reasonably and fairly.

CENTRAL OTAGO DISTRICT COUNCIL FINANCIAL STATISTICS

	Actual 2006	Estimate 2006	Actual 2005
Proportion of rates to total income	34%	55%	51%
Percentage of total assets owned by Council (Public equity/current assets + non current assets)	99%	99%	99%
Working Capital ratio (current assets:current liabilities)	3.8:1	5.4:1	4.4:1
Interest cost (as a percentage of total income)	0.0%	0.0%	0.0%
Rate arrears (as a percentage of annual rates struck)	3.1%	n/a	2.7%

COUNCIL FIVE YEAR FINANCIAL PERFORMANCE SUMMARY

	2006 \$000	2005 \$000	2004 \$000	2003 \$000	2002 \$000
Rates	12,581	11,561	11,273	10,696	9,853
Net surplus (deficit)*	13,775	2,903	4,839	1,988	3,345
Working capital (net)	9,282	11,899	12,673	8,268	8,451
Public debt	-	56	70	656	679
Total assets	448,133	407,379	336,464	331,496	329,671
*Note: includes vested assets	11,165	2,801	3,418	34	585



MAYOR'S REPORT

I am pleased to introduce the Central Otago District Council's Annual report, a record of our performance for the 2005/2006 financial year.

Financial Overview

Council's rate take was \$12.58m, up \$1.02m from the previous year, and the proportion of rates to total income was 36%, down from the 51% of the previous year. Our net surplus for the year was \$13.78m (which included vested assets), and net working capital was \$9.28m. Working capital ratio was 3.8:1, and total assets were \$448m, up from \$407m in 2005, and \$329m in 2002. Our rate arrears were 3.1%, slightly up from 2005's 2.7%, and with the repayment of the final external debt this year, cost of interest was scarcely on the horizon.

Roxburgh Community Board

The Roxburgh board's activities for the year included extensive considerations of the future of swimming facilities in the valley. A large number of submissions were considered, and in December 2005 a Berwick Street site was chosen for a new Roxburgh pool. The board established a sub committee to operate and maintain the existing Roxburgh swimming pool in the interim.

The Board supported a proposed upgrade of the Roxburgh Entertainment Centre and approved the Improvement Committee's preliminary plans and estimated costs for the upgrade, and also approved a grant of \$30,000 towards the proposed upgrade of the Roxburgh Entertainment Centre funded from the General Reserves account. The Central lakes Trust granted \$200,000 towards the upgrade.

Grants were made to the Roxburgh and Districts Art Society to cover the cost of venue hire for the Town Hall and Memorial Hall for six days; to Teviot Valley Promotions for designing and printing the Roxburgh brochure; to the Roxburgh Entertainment Centre for the Roxburgh Musical Society concerts on 30 November to 3 December 2005. The Millers Flat pool committee was granted up to \$1,500 to meet compliance costs, enabling that pool to open.

A draft Roxburgh and Teviot Valley Community Plan was circulated.

Alexandra Community Board

The Board is setting aside a capital contribution of \$20,000 per year for the next three years to assist with a new roof to cover the Ice In Line Rink, and is also to provide funding (up to \$10,000) for an Alexandra Bridge Piers restoration project, and the Alexandra and Earnsclough Manuherikia Boards jointly under-wrote the Feraud 'Long Lunch' event.

The board approved a grant for the Toy Library, and approved the proposed deed of lease and associated management agreement for the nominated parcel of land to the Molyneux Park Charitable Trust. Funding was provided for a Molyneux Park changing rooms upgrade of \$6,000.

In December 2005 - The Youth Forum presented a petition to the Board requesting that the Pioneer Park tennis courts be upgraded.

The Board supported the project and met the cost of the feasibility study for a proposed cinema in the 'old pavilion' and approved the grant of a single lease to the Alexandra Cultural Centre Trust, under s.61(2)(A) Reserves Act 1977, incorporating the pavilion as part of the leased premises for a term of 33 years carrying a right of renewal for a further term of 33 years.

The board sought to have investigation into the State Highway 8/85 intersection improvement project undertaken in 2007/08, to include public consultation and consideration of the Alexandra Town Centre Blueprint. The board also dealt with parking in the central business area, including a parking management plan, with voluntary observance to be followed with a bylaw and legal enforcement at a future date if necessary.

CROMWELL COMMUNITY BOARD

The Cromwell Community Board's business for the year included:

Funding was provided by board, the Community Trust of Otago and Central Lakes Trust to resurface the community tennis courts. A request for assistance by Central Speedway resulted in a grant of \$88,213 being approved, and after public consultation, a further \$120,000 grant was approved. Endowment land was purchased in relation to a Southern Lakes Motor Sport Park proposal.

The Cromwell Swim Centre proposed extension/upgrade, feasibility study and plans were approved in September 2005. Cromwell Youth Centre construction plans and tenders were approved, with funding provided by the board, the Community Trust of Otago and the Central Lakes Trust.

After public consultation the board decided not to provide assistance to the Goldfields Museum Charitable Trust. An Old Cromwell and Cromwell Genealogy Group proposal to provide an archival and research centre was approved in principle.

Also approved were: Cromwell Racecourse facilities upgrade and new running rail; Cromwell Early Learning Centre, extension of outdoor playing area; Cromwell Cemetery, acquisition of adjacent land for future expansion; Cromwell Racecourse Reserve, new lease.

A water Metering trial was conducted on properties in the RRA6 zone.

EARNSCLEUGH MANUHERIKIA COMMUNITY BOARD

The board considered and approved the following: a Manuherikia Community Sports Club application for \$16,652 to cover the shortfall in funding from the upgrade of the tennis courts in Omakau; an underwrote of a half share of the cost of the Feraud Long Lunch event, to the value of \$3,500; formalisation of existing tenancy, Clyde Memorial Hall, for the Alexandra Squadron, Air Training Corps.

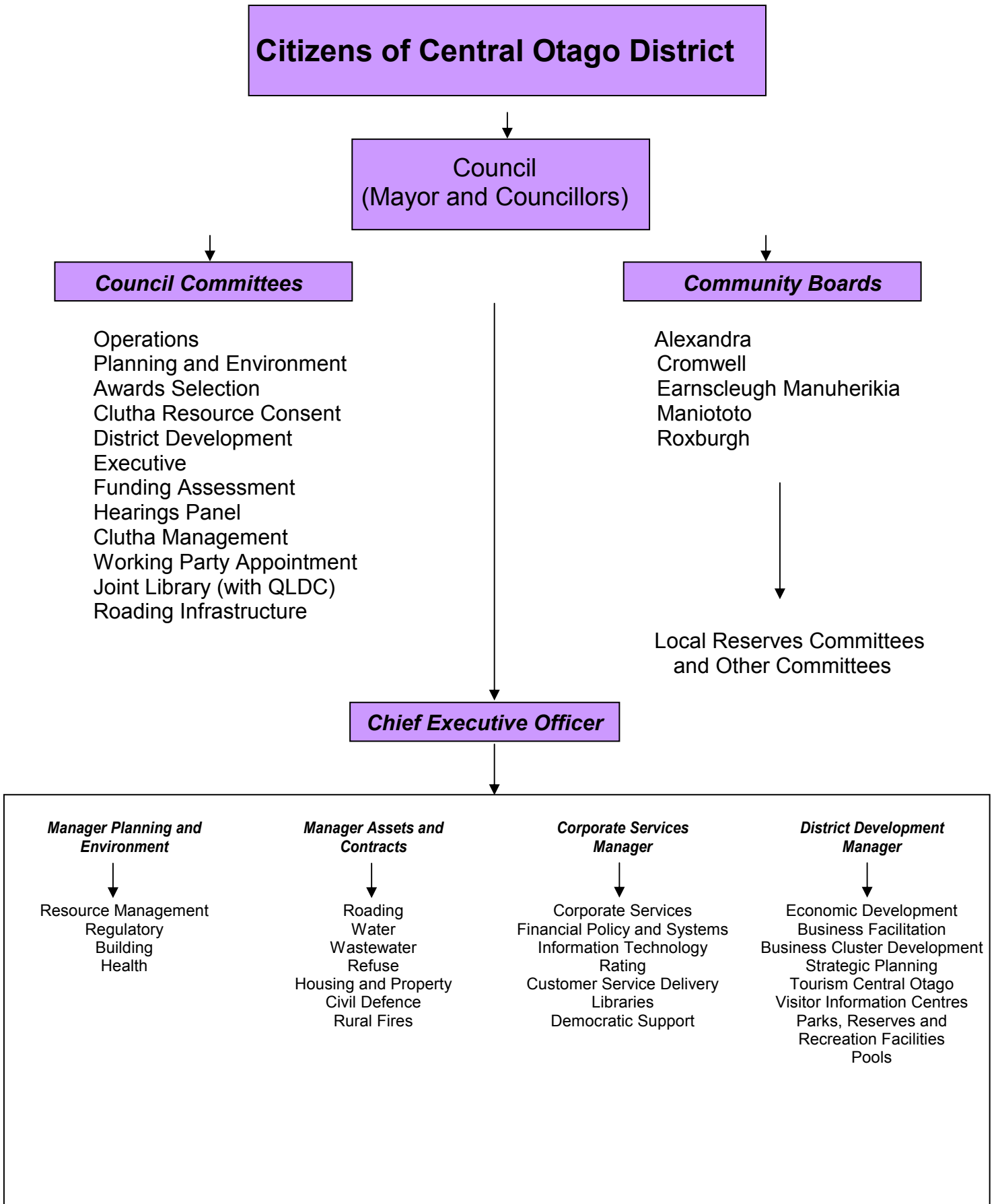
The board also approved a village caretaker grant for the Ophir Welfare Committee, and considered recreational motorcycle activities in the Alexandra Clyde area, and Clyde and Ophir swimming pool operational issues, a Central Otago A & P Association request for funding assistance, stopping and disposal of roads and road name applications, and a Central Cinema Group feasibility study. The board also spent some time considering water conservation issues, and representation review options.

Maniototo Community Board

The Maniototo Community board supported the purchase of the Patearoa school house, to will provide that community with a critical foundation stone for the proposed camping ground project. The Board have taken pleasure from seeing the Maniototo International Curling Rink open and operational. Financial assistance by way of a loan to the Oturehua Water Company will enable an alternative source of potable water for the township – current bores can be severely compromised during long dry summers. The Waipiata-Kokonga Road has had significant improvements. The Naseby Community Plan has been completed. An effluent waste dump site is now available in Ranfurly for the use of campervans. The Board continues to be encouraged by the large increase in visitor numbers to the Maniototo area.

MALCOLM MACPHERSON
MAYOR

STRUCTURE OF THE COUNCIL



MEMBERS OF THE CENTRAL OTAGO DISTRICT COUNCIL (as at 30 June 2006)

His Worship the Mayor, Dr J Malcolm Macpherson JP

Chairperson of
Executive Committee;
Awards Selection Committee;
District Development Committee;
Joint Alexandra Flood Project Sub-Committee;
Member of
Clutha Resource Consent Committee;
Operations Committee;
Planning and Environment Committee;
Joint Economic Development Committee;
Regional Emergency Management Committee;
Hearings Panel;
Roding Sub Committee;
Infrastructure Sub Committee;
Working Party Appointments Committee.

Deputy Mayor, Cr Tony Lepper

Chairperson of
Roding Subcommittee;
Infrastructure Subcommittee;
Joint CODC/QLDC Library Committee;
Operations Committee;
Member of
District Development Committee;
Planning and Environment Committee;
Executive Committee;
Clutha Management Committee.
Regional Council Land Transport Committee;

Cr Graeme Bell: Member of District Development Committee, Operations Committee, Planning and Environment Committee, Infrastructure Sub Committee and Roding Sub Committee.

Cr Lynley Claridge: Chairperson of Funding Assessment Committee; Member of District Development Committee, Operations Committee, Planning and Environment Committee, Executive Committee, Joint Alexandra Flood Project Sub Committee, Central Otago Health Trust and Youth Policy Advocate.

Cr Graham Dillon: Member of District Development Committee; Clutha Management Committee, Operations Committee, Planning and Environment Committee, Executive Committee, Roding Sub Committee, Infrastructure Sub Committee and Joint Central Otago District Council/Queenstown Lakes District Council Road Safety Committee.

Cr Michael Dowling: Chairperson of Maniototo Community Board; Member of District Development Committee, Operations Committee, Planning and Environment Committee, Hearings Panel, Awards Selection Committee.

Cr Terry Emmitt: Member of District Development Committee, Operations Committee, Planning and Environment Committee, Hearings Panel, and Clutha Management Committee.

Cr Neil Gillespie: Chairperson of Cromwell Community Board; Member of District Development Committee, Operations Committee, Planning and Environment Committee, Executive Committee, Awards Selection Committee, Clutha Management Committee, Infrastructure Sub Committee and Roding Sub Committee.

Cr John Lane: Chairperson of Planning and Environment Committee, Member of Operations Committee, Hearings Panel; District Development Committee and Roxburgh Community Board.

Cr Edna McAtamney: Member of District Development Committee, Operations Committee, Planning and Environment Committee, Executive Committee, Infrastructure Sub Committee and Roding Sub Committee.

Cr Martin McPherson: Member of District Development Committee, Operations Committee, Planning and Environment Committee, Clutha Management Committee, Hearings Panel and Funding Assessment Committee.

Cr Graeme Smith: Chairperson of Earnsclough Manuherikia Community Board; Member of District Development Committee, Operations Committee, Planning and Environment Committee, Executive Committee, Hearings Panel, Awards Selection Committee, Clutha Management Committee, Clutha Resource Consents Committee and Reference Negotiation Sub Committee.

Cr Colin Stevenson: Member of District Development Committee, Operations Committee, Planning and Environment Committee, Hearings Panel, Infrastructure Sub Committee and Roding Sub Committee.

Cr Gordon Stewart: Chairperson of Clutha Management Committee; Member of District Development Committee, Operations Committee, Planning and Environment Committee and Joint Library Committee.

MEMBERS OF COMMUNITY BOARDS

ALEXANDRA COMMUNITY BOARD

Stephen Battrick (Chairperson), Lynley Claridge (Deputy), Graeme Bell, Judy Hall, Jeffery Hill,, Martin McPherson, Cam Withington.

MANIOTOTO COMMUNITY BOARD

Michael Dowling (Chairperson), Edna McAtamney (Deputy), Barry Becker, Stuart Duncan, Richard Smith, Sue Umbers.

ROXBURGH COMMUNITY BOARD

Sue Wilson (Chairperson), John Kerr (Deputy), Graham Dillon, John Lane, Helen Pinder, Tom Stevenson.

EARNSCLEUGH-MANUHERIKIA COMMUNITY BOARD

Graeme Smith (Chairperson), Colin Stevenson (Deputy), Mary Flannery, Tony Lepper, Clair Higginson, John Knapp, Thomas Moran, John Shand.

CROMWELL COMMUNITY BOARD

Neil Gillespie (Chairperson), Helen Hucklebridge (Deputy), Cliff Crawford, Terry Emmitt, Murray MacMillan, Gordon Stewart, Noel Trevathan.

AUDIT REPORT

TO THE READERS OF CENTRAL OTAGO DISTRICT COUNCIL'S ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2006

The Auditor-General is the auditor of Central Otago District Council (the District Council). The Auditor-General has appointed me, Bede Kearney, using the staff and resources of Audit New Zealand, to carry out an audit on his behalf. The audit covers the District Council's compliance with the requirements of Schedule 10 of the Local Government Act 2002 that apply to the annual report of the Council for the year ended 30 June 2006, including the financial statements.

Unqualified opinion

In our opinion:

- o The financial statements of the District Council on pages 18 to 101:
 - comply with generally accepted accounting practice in New Zealand; and
 - fairly reflect:
 - o the District Council's financial position as at 30 June 2006; and
 - o the results of its operations and cash flows for the year ended on that date.

The service provision information of the District Council on pages 33 to 97 fairly reflects the levels of service provision as measured against the intended levels of service provision adopted, as well as the reasons for any significant variances, for the year ended on that date; and

The Council has complied with the other requirements of Schedule 10 of the Local Government Act 2002 that apply to the annual report.

The audit was completed on 25 October 2006, and is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Council and the Auditor, and explain our independence.

Basis of opinion

We carried out the audit in accordance with the Auditor-General's Auditing Standards, which incorporate the New Zealand Auditing Standards.

We planned and performed the audit to obtain all the information and explanations we considered necessary in order to obtain reasonable assurance that the financial statements and the other requirements did not have material misstatements, whether caused by fraud or error.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader's overall understanding of the financial statements and the other requirements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

The audit involved performing procedures to test the information presented in the financial statements and the other requirements. We assessed the results of those procedures in forming our opinion.

Audit procedures generally include:

- determining whether significant financial and management controls are working and can be relied on to produce complete and accurate data;
- verifying samples of transactions and account balances;
- performing analyses to identify anomalies in the reported data;
- reviewing significant estimates and judgements made by the Council;
- confirming year-end balances;
- determining whether accounting policies are appropriate and consistently applied; and
- determining whether all required disclosures are adequate.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements and the other requirements.

We evaluated the overall adequacy of the presentation of information in the financial statements and the other requirements. We obtained all the information and explanations we required to support our opinion above.

Responsibilities of the Council and the Auditor

The Council is responsible for preparing financial statements in accordance with generally accepted accounting practice in New Zealand. Those financial statements must fairly reflect the financial position of the District Council as at 30 June 2006. They must also fairly reflect the results of its operations and cash flows and the levels of service provision for the year ended on that date. The Council is also responsible for preparing the information in the other requirements. The Council's responsibilities arise from Section 98 and Schedule 10 of the Local Government Act 2002.

We are responsible for expressing an independent opinion on the financial statements and the other requirements and reporting that opinion to you. This responsibility arises from section 15 of the Public Audit Act 2001 and section 99 of the Local Government Act 2002.

Independence

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the Institute of Chartered Accountants of New Zealand.

Other than the audit and in conducting the audit of Long Term Council Community Plan we have no relationship with or interests in the District Council.



Bede Kearney
Audit New Zealand
On behalf of the Auditor-General
Christchurch, New Zealand

Matters relating to the electronic presentation of the audited financial statements

This audit report relates to the financial statements of Central Otago District Council for the year ended 30 June 2006 included on Central Otago District Council's web site. The Council is responsible for the maintenance and integrity of Central Otago District Council's web site. We have not been engaged to report on the integrity of the Central Otago District Council's web site. We accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the web site.

The audit report refers only to the financial statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited financial statements and related audit report dated 25 October 2006 to confirm the information included in the audited financial statements presented on this web site.

Legislation in New Zealand governing the preparation and dissemination of financial statements may differ from legislation in other jurisdiction.

STATEMENT OF COMPLIANCE AND RESPONSIBILITY

Compliance

Council and management of the Central Otago District Council confirm that all the statutory requirements of Schedule 10 Part 3 (20) of the Local Government Act 2002 have been complied with.

Responsibility

The Council and management of the Central Otago District Council accept responsibility for the preparation of the annual Financial Statements and the judgements used in them.

The Council and management of the Central Otago District Council accept responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

In the opinion of the Council and management of the Central Otago District Council, the annual Financial Statements for the year ended 30 June 2006 fairly reflect the financial position of the operations of the Central Otago District Council.

M Macpherson
Mayor
25/10/06

J G Cooney
Chief Executive
25/10/06

CENTRAL OTAGO DISTRICT COUNCIL

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$000's	REVENUE	Note	Actual 2005/06 000's	Estimate 2005/06 \$ 000's
11,561	Rates		12,581	12,543
2,529	Government grants and subsidies		3,001	2,385
948	Interest and dividends		1,009	965
944	Regulatory fees		1,076	1,068
2,551	User fees and other income		2,877	2,482
722	Contributions for capital purposes		1,091	3,420
155	Profit on Sale of Assets		2,389	-
2,801	Vested Assets	1	11,165	60
213	Unrealised gain on development land		1,707	-
22,424	Total Revenue		36,896	22,923
	Less COSTS OF SERVICES			
	People, democracy and community development			
39	Clutha Management		46	72
693	Democracy		752	763
540	Grants		761	467
661	Libraries		621	649
1,161	Parks and reserves		1,403	1,299
137	Public toilets		141	197
1,082	Swim Centres		1,161	1,007
1,721	Waste management		1,836	1,713
	Infrastructure, assets and property			
33	Airports		15	20
32	Cemeteries		66	64
6,044	District roading		7,024	6,137
498	Footpaths, carparks and street cleaning		751	738
1,150	Property		1,116	1,121
233	Stormwater		323	269
1,380	Water		2,241	1,622
1,001	Wastewater		1,414	1,180
2,116	Regulatory		2,060	2,125
	Economic and tourist development			
203	Economic development		156	217
160	Tourism - promotion groups		202	172
193	Tourism Central Otago		316	306
434	Tourism - visitor information centres		469	454
10	Other		247	131
19,521	Total Costs		23,121	20,723
2,903	NET SURPLUS (DEFICIT)		13,775	2,200

The accompanying Notes and Policies form an integral part of and are to read in conjunction with these statements.

CENTRAL OTAGO DISTRICT COUNCIL

**STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2006**

Actual 2004/05 \$000's		Note	Actual 2005/06 \$000's	Estimate 2005/06 \$000's
PUBLIC EQUITY				
333,455	Opening balance 1 July		403,715	333,993
2,903	Net surplus (deficit)		13,775	2,200
(162)	Revaluation of forestry asset	2	56	-
12	Revaluation of share equities	2	9	-
71,282	Revaluation of roads		-	-
(3,775)	Revaluation of bridges		-	-
-	Revaluation of water services		14,437	-
-	Revaluation of wastewater services		9,645	-
-	Revaluation of stormwater services		2,985	-
<u>70,260</u>	Total recognised revenue and expenses		<u>40,907</u>	<u>2,200</u>
<u>403,715</u>	Closing balance 30 June		<u>444,622</u>	<u>336,193</u>

The accompanying Notes and Policies form part of and are to read in conjunction with these statements.

CENTRAL OTAGO DISTRICT COUNCIL

STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2006

Actual 2004/05 \$000's	PUBLIC EQUITY	Note	Actual 2005/06 \$000's	Estimate 2005/06 \$000's
303,595	Ratepayers Equity	2	317,367	302,977
100,079	Revaluation Reserves	2	127,211	32,940
<u>41</u>	Trust and Bequest Funds	2	<u>44</u>	<u>276</u>
<u><u>403,715</u></u>			<u><u>444,622</u></u>	<u><u>336,193</u></u>
REPRESENTED BY:				
CURRENT ASSETS				
5,646	Cash and Bank	3	3,424	13,410
6,401	Short Term Investments		4,914	-
1,610	Accounts Receivable	4	2,268	1,445
<u>1,725</u>	Properties held for Sale		<u>2,038</u>	
15,382			12,644	14,855
LESS CURRENT LIABILITIES				
401	Agency and Deposits		211	313
3,036	Accounts Payable	5	3,151	2,413
<u>46</u>	Current Portion of Term Loans	6	<u>-</u>	<u>10</u>
3,483			3,362	2,736
<u>11,899</u>	WORKING CAPITAL		<u>9,282</u>	<u>12,119</u>
NON-CURRENT ASSETS				
2,362	Investments	7	6,023	2,805
<u>389,635</u>	Fixed Assets	8	<u>429,466</u>	<u>321,520</u>
391,997			435,489	324,325
LESS NON-CURRENT LIABILITIES				
10	Term Loans	6	-	80
<u>171</u>	Landfill Aftercare Provision	9	<u>149</u>	<u>171</u>
181			149	251
<u>391,816</u>			<u>435,340</u>	<u>324,074</u>
<u><u>403,715</u></u>	NET ASSETS		<u><u>444,622</u></u>	<u><u>336,193</u></u>

The accompanying Notes and Policies form an integral part of and are to be read in conjunction with these statements.

CENTRAL OTAGO DISTRICT COUNCIL

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05		Actual 2005/06	Estimate 2005/06
\$000's		\$000's	\$000's
	Cash flows from operating activities		
	Cash was provided from:		
19,183	Receipts from rates, fees and other revenue	22,421	
1,039	Interest received	1,017	
7	Net Dividends	5	
20,229		23,443	
	Cash was applied to:		
15,153	Payments to suppliers and employees	17,776	
7	Interest paid	4	
33	Net GST	59	
15,193		17,839	
5,036	Net cash inflow (outflow) from operating activities (Note 3)	5,604	8,079
	Cash flows from investing activities		
	Cash was provided from:		
376	Sale of fixed assets	2,600	5,955
-	Withdrawal of investments	-	33
376		2,600	5,988
	Cash was applied to:		
5,621	Purchase of fixed assets	8,196	12,891
6,097	Purchase of investments	2,174	
11,718		10,370	12,891
(11,342)	Net cash inflow (outflow) from investing activities	(7,770)	(6,903)
	Cash flows from financing activities		
	Cash was provided from:		
-	Loans raised	-	-
	Cash was applied to:		
14	Loans repaid	56	8
(14)	Net cash inflow (outflow) from financing activities	(56)	(8)
(6,320)	Net increase (decrease) in cash held	(2,222)	1,168
11,966	Plus cash at start of year (1 July)	5,646	12,242
5,646	Balance of Cash and Bank at end of year (30 June)	3,424	13,410

The accompanying Notes and Policies form an integral part of and are to read in conjunction with these statements.

CENTRAL OTAGO DISTRICT COUNCIL

STATEMENT OF CAPITAL EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's	ACTIVITY	Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
	People, democracy and community development		
37	Democracy	-	-
195	Parks and reserves	299	619
11	Lake Dunstan	-	20
132	Libraries	133	138
93	Public toilets	6	50
108	Pools	111	2,544
82	Waste management	61	83
	Infrastructure, assets and property		
616	Water	1,003	1,618
189	Wastewater	410	713
10	Stormwater	89	49
3,569	District roading	2,825	2,701
(798)	Footpaths, carparks and street clear	359	335
-	Airports	-	-
4	Cemeteries	137	82
1,366	Property	1,784	3,230
218	Regulatory	67	213
	Economic and tourist development		
-	Economic development	1	-
45	Tourism Central Otago	126	81
2	Tourism - Visitor information centres	12	45
339	Administration	326	370
6,218	TOTAL CAPITAL EXPENDITURE	7,749	12,891

Note: Vested assets are not included in this Statement

For detail as to the larger capital projects not completed, refer to Note 15.

CENTRAL OTAGO DISTRICT COUNCIL

STATEMENT OF COMMITMENTS FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's
	Capital Expenditure:- (approved and contracted)	
56	Building alterations	189
89	Cemetery Development	-
219	Roading and Bridging Contracts	-
274	Water Supply	-
11	Wastewater	-
<u>649</u>		<u>189</u>
	Operational Expenditure:-	
	Physical Services Contracts-	
1,006	- 12 months	1,153
1,153	- 1-2 years	1,350
1,350	- 2-3 years	-
2,551	Roading Maintenance - 12 months	2,551
-	- 1-2 years	5,102
	Engineering Services Contracts	
564	- 12 months	564
564	- 1-2 years	-
	Parks Maintenance Contracts	
636	- 12 months	636
1,272	- 1-2 years	636
	Buildings Cleaning Contract	
111	- 12 months	111
111		
	Waste Management [see note under]	
1,111	- 12 months	1,111
3,976	- 2-5 years	3,678
15,422	- 6-25 years	14,610
20	Promotion - 12 months	-
	Non-cancellable operating leases	
42	- 12 months	31
29	- 1-2 years	24
22	- 2-5 years	2
<u>29,940</u>		<u>31,559</u>

The commitment for Waste Management operation is based on the 1999/00 Annual Plan, extended out for the remainder of the 30 year period of the agreement with Queenstown Lakes District Council. The agreement is based on volumes transferred and disposed of at the landfill. The Council has adopted a Waste Management Strategy, which has as a goal the reduction of waste being disposed of at the landfill. The achievement of this goal will result in lowered tonnages of waste at the landfill, which will reduce the commitment. This reduction is not quantifiable.

**STATEMENT OF ACCOUNTING POLICIES
FOR THE YEAR ENDED 30 JUNE 2006**

REPORTING ENTITY

The Central Otago District Council (the Council) is a territorial local authority governed by the Local Government Act 2002. The Annual Report comprises the activities of the Council. The Council does not have a significant interest in any other entities.

The Annual Report has been prepared in terms of Schedule 10 Part 3 of the Local Government Act 2002 and the standards of the Institute of Chartered Accountants of New Zealand.

MEASUREMENT BASE

The general accounting principles used are those recognised as appropriate for the measurement and reporting of the financial position under the historical cost method, modified only by the revaluation of certain assets.

ACCOUNTING POLICIES

a. Accounts Receivable

Accounts receivable are stated at expected realisable value, after provision for doubtful and uncollectable debts.

b. Investments

Investments are stated at cost, except for investments in shares in companies which are stated at market value where an established market exists. In the absence of an established market, share investments are stated on a net assets value, with any revaluation adjustment disclosed in the Statement of Financial Performance.

c. Fixed Assets (excluding "infrastructural" assets)

- (i) Land and Buildings were valued at 1 July 1989 and this valuation is established as deemed cost, less accumulated depreciation, except for subsequent purchases which are at cost, less accumulated depreciation.
- (ii) Furniture, fittings and office equipment have been valued at cost, less accumulated depreciation.
- (iii) Plant is valued at cost less accumulated depreciation.
- (iv) Motor vehicles are valued at cost, less accumulated depreciation.
- (v) Library books have been valued by Council staff on a depreciated replacement value basis as at 30 June 1994. Subsequent additions are at cost.
- (vi) Forestry is valued at market value, revalued annually as at 30 June by D W Guild, MNZIF of Guild Forestry. The change in value is reflected in the change in the revaluation reserve and is disclosed in the Statement of Movements in Equity.

Depreciation

Assets are depreciated on a straight line basis that will write off the cost of the asset over their useful lives, except for land and forestry.

The useful lives of the major classes of assets are as follows:

Motor Vehicles and Plant	4-12 years
Buildings	50 years
Library Books	10 years
Office Equipment, Furniture and Fittings	3-10 years
Recreation Equipment	2-25years

d. Infrastructural Assets

Valuation

Water, wastewater and stormwater reticulation; water, wastewater and stormwater plant and equipment have been valued as at 1 July 2005 on a depreciated replacement value basis by registered valuers - Rationale Ltd. Subsequent additions are at cost, with regular revaluations (minimum 3 yearly) in accordance with accounting standards.

Roads (including footpaths and street lighting) and bridges have been revalued as at 1 July 2004, by registered valuers - MWH New Zealand Ltd on an optimised depreciated replacement value basis. Subsequent additions are at cost with regular revaluations (minimum 3 yearly) in accordance with accounting standards. Roothing land has been valued on the basis of average per hectare value of adjoining land, in rural areas at 100% of that value, and in urban areas at 30% of that value. Land under roads is valued at the same time and within the same revaluation cycle as roads. There is currently no authoritative roading valuation standard for land under roads.

Depreciation

Assets are depreciated on a straight line basis that will write off the cost of the assets over their useful lives as follows:

Bridges	30 - 125 years
Footpaths	50 - 100 years
Kerb and channel	70 - 100 years
Roads - sealed	3 - 70 years
Roads - unsealed	8 - 17 years
Roads - land and formation	not depreciated
Stormwater networks	70 years
Wastewater plant and equipment	30 - 35 years
Wastewater reticulation networks	60 - 70 years
Water plant and equipment	30 - 35 years
Water reticulation networks	60 - 100 years

e. *Assets Under Construction*

Assets under construction are not depreciated. The total cost of the project is transferred to the relevant asset on its completion and then depreciated. The current carrying amount of items under construction is disclosed in Note 8.

f. *Overhead Allocations*

Overhead costs are allocated to significant activities firstly on the basis of officers' time, with the residual overheads on the basis of expenditure incurred within the activity.

Overhead allocations accounted for 10.6 % (2005 - 12.9%) of total operating costs. Of these overhead allocations, 7% (2005 - 12.9%) was made on the basis of officers' time.

g. *Financial Instruments*

The Council is party to financial instruments as part of its normal operations. These financial instruments include bank accounts, investments, accounts receivable and accounts payable. All these are recognised in the Statement of Financial Position. Revenues and expenses in relation to financial instruments are recognised in the Statement of Financial Performance. The Council does not request collateral for transactions entered into during its normal course of business.

h. *Revenue*

Revenue shown in the significant activities includes user charges and subsidies.

Grant income subject to conditions is treated as a liability until the conditions have been met.

Rates revenue is recognised in accordance with the amount set by the Council for the financial year.

Water billing revenue is recognised in accordance with consumption during the financial year.

Transfund roading subsidies are recognised upon entitlement, which is when the conditions pertaining to eligible expenditure have been fulfilled.

Assets vested in the Council with or without conditions are recognised as revenue when control over the assets is obtained.

i. *Forestry Joint Committee*

The Council has a 25% interest in the Combined Afforestation Committee (Central Otago District and Queenstown Lakes District Councils) investment at Arrowtown. Contributions to this are incorporated as an increase in fixed assets (forestry). This activity is valued annually and any movement reflected in the revaluation reserve. The Council's interest in the joint venture is accounted for using the proportionate method of consolidation.

j. *Employee Entitlements*

Provision is made in respect of the Council's liability for annual leave, long service leave, and retirement gratuities. These have been calculated on an actual entitlement basis at current rates of pay.

k. Landfill Post Closure Costs

The Council has a number of closed landfills. The resource consents for these include a legal obligation to provide ongoing maintenance and monitoring services throughout the life of the consent. The Council recognised the liability for these post closure costs for the first time in the 2001/02 financial year.

The provision is measured on the present value of future cash flows expected to be incurred, taking into account future events, including new legal requirements and known improvements in technology. The provision includes all costs associated with landfill post closure.

The discount rate used is a rate that reflects current market assessments of the time value of money and the risks specific to the Council.

l. Equity

Equity is the community's interest in the Council, and is measured as the difference between total assets and total liabilities. Public equity is disaggregated and classified to the extent that the use of trust funds is legally restricted, and to reflect unrealised revaluations.

m. Goods and Services Tax (GST)

All items in the financial statements are exclusive of GST, with the exception of receivables and payables, which are stated as GST inclusive. Where GST is not recoverable as an input tax, it is recognised as part of the related asset or expense.

n. Statement of Cash Flow

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

Operating activities includes cash received from all income sources of the Council and record the cash payments for the supply of goods and services. Agency transactions (for example petroleum tax administration) are recognised as receipts and payments in the statement of cash flow given that they flow through the Council's bank accounts.

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

Financing activities comprise activities that change the equity and debt capital structure of the Council.

o. Estimates

The estimate figures are those approved by the Council for the reporting period, after a period of consultation with the public, as part of the 2004/14 Long Term Council Community Plan process. The estimate figures have been prepared in accordance with generally accepted accounting practice, and are consistent with the accounting policies adopted by the Council for the preparation of the financial statements.

p. Leases

Leases where the lessor retains substantially all the risks and benefits of ownership of the leased items are classified as operating leases. Payments under these leases are charged as expenses in the periods in which they are incurred.

q. Development land held for sale

Development land held for sale is valued at cost, except for property where an unconditional contract for sale exists and all costs incurred and expected can be reliably estimated, in which case it is valued at cost plus a portion of the development margin. Where unconditional contracts for sale are held, the development margin on these properties is recognised in revenue on a percentage of completion basis.

Changes in Accounting Policies

Services sold on a commission basis at visitor information centres are reflected in the accounts on a net commission revenue basis, with the cost of the transaction excluded from both expenditure and income. The estimate for the 2005/06 year, and the comparative figures for the previous year have been adjusted for this change. The effect on the accounts is a reduction of cost and corresponding reduction of income amounting to \$261,000 in the estimate for the 2005/06 year, and \$366,000 in the comparative figure. Apart from this, there were no changes in accounting policies from those applied in the last audited financial statements.

All other policies have been applied on a basis consistent with the previous period.

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2006**

1. VESTED ASSETS

Subdivision developers are required to install services as a condition of resource consent approval. These services, (roading, sewerage, water supply and footpaths) subsequently vest in the Council as part of its infrastructure. The value of these is identified as income (non-cash) in the Statement of Financial Performance, and is distributed within the following asset classes.

Asset Class	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Reserves	876	211
Roading (including footpaths)	4,680	1,602
Stormwater	1,039	432
Wastewater	1,946	155
Water	2,624	401
	<u>11,165</u>	<u>2,801</u>

2. PUBLIC EQUITY

Ratepayers Equity	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Opening Balance 1 July	303,595	300,692
add surplus for year	13,775	2,903
add (less) movement in trust and bequest fund reserves	(3)	-
add share equity revaluation reserve transfer	-	-
Closing Balance 30 June	<u>317,367</u>	<u>303,595</u>

Revaluation Reserves

	<u>2005/06</u>		<u>2004/05</u>
	Opening Balance \$000's	Net Movement \$000's	Closing Balance \$000's
Roading	92,079	-	92,079
Bridges	7,428	-	7,428
Water	-	14,437	14,437
Wastewater	-	9,645	9,645
Stormwater	-	2,984	2,984
Shares	32	9	41
Forestry	540	56	596
Total	<u>100,079</u>	<u>27,131</u>	<u>127,210</u>
			<u>100,079</u>

Trust and Bequest Fund Reserves

Opening Balance 1 July	41	41
Net Movement	3	-
Closing Balance 30 June	<u>44</u>	<u>41</u>

3. STATEMENT OF CASH FLOW

Reconciliation of net cash flows from operating activities with reported net operating surplus.

	<u>2005/06</u>	<u>2004/05</u>
	000's	000's
Net surplus (deficit)	13,775	2,903
Add (less) non-cash items:		
Depreciation	6,867	5,569
Vested Assets	(11,165)	(2,801)
Unrealised Gain on land held for sale	(1,707)	(213)
Add (less) movements in working capital items:		
Decrease (Increase) in accounts receivable	(594)	(70)
Increase (Decrease) in accounts payable	1,856	(889)
Decrease (Increase) in net GST receivable	(59)	(33)
Add (less) items included in investing activities:		
Net gain on sale of assets	(2,379)	(155)
Increase (Decrease) in fixed asset related payables	(968)	767
Add (less) item included in term liabilities		
Decrease in landfill aftercare liability	(22)	(42)
Net cash inflow (outflow) from operating activities	<u>5,604</u>	<u>5,036</u>

Of the total cash balance of \$3,424,000, an amount of \$44,000 is restricted in its use.

Cash and Bank comprise cash and current accounts, and short term deposits as detailed under:

	<u>2005/06</u>	<u>2004/05</u>
	\$000's	\$000's
Cash and current accounts	285	239
Short term investments	3,139	5,407
	<u>3,424</u>	<u>5,646</u>

4. ACCOUNTS RECEIVABLE

	<u>2005/06</u>	<u>2004/05</u>
	\$000's	\$000's
Sundry Accounts Receivable	1,277	843
Goods and Services Tax	253	249
Rates Receivable	394	313
Transfund NZ subsidy	229	184
Prepaid Expenses	115	21
	<u>2,268</u>	<u>1,610</u>

5. ACCOUNTS PAYABLE

	<u>2005/06</u>	<u>2004/05</u>
	\$000's	\$000's
Trade Accounts Payable	2,626	2,559
Payroll Liability	489	445
Other Provisions	36	32
Elected Members' Remuneration	-	-
	<u>3,151</u>	<u>3,036</u>

6. TERM LOANS

	<u>2005/06</u>	<u>2004/05</u>
	\$000's	\$000's
Opening Balance	56	70
Raised during the year	-	-
	<u>56</u>	<u>70</u>
Less repaid during the year	56	14
	-	56
Less current portion (within one year)	-	46
	<u>-</u>	<u>10</u>

TERM LOANS (continued)*Term loans are due for payment in the following periods:-*

	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Four to five years	-	2
Ten to fifteen years	-	8
	<u>-</u>	<u>10</u>

Council raised loans (2004/05) were secured by rates over the rateable property of the District or defined areas within the District.

The fair value of term loans (2004/05) is equal to the holding value.

Interest rates on a weighted average basis are:-

	%	%
Four to five years	Nil	3.50
Ten to fifteen years	Nil	3.50

Current reporting period interest cost:-

	\$000's	\$000's
Within one year	3	6
Ten to eleven years	Nil	1
	<u>3</u>	<u>7</u>

7. INVESTMENTS

Investment bonds were held as corporate and bank bonds; Mortgage and other investments consist of lending to recreation and cultural clubs and bodies, vendor mortgages on sale of land and lending to local clubs and bodies. The fair value of investments is equal to the holding value.

	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Investment bonds	5,015	1,510
Share investments in unlisted public companies	128	119
Mortgages and other investments -		
Interest bearing	670	590
Non-interest bearing	210	143
	<u>6,023</u>	<u>2,362</u>

Interest Rates

The weighted average effective interest rates on investments (current and non-current) were:-

	%	%
Corporate bonds	7.17	6.88
Short-term deposits (bank + P Notes)	7.47	5.95
Mortgages and other investments (interest bearing)	8.37	8.42

Investment maturities

The following schedule gives maturities for all investments (\$000's)

	<u>2005/06</u>			<u>2004/05</u>
	Short term deposits	Corporate bonds	Total	Total
Less than 6 months	7,014	2,015	9,029	11,355
6 to 12 months	1,039	500	1,539	584
1 to 2 years	-	1,500	1,500	500
2 to 5 years	-	1,000	1,000	1,007
	<u>8,053</u>	<u>5,015</u>	<u>13,068</u>	<u>13,446</u>

8. **FIXED ASSETS**

Current Year 2005/06

	Valuation	Cost	Accumulated Depreciation	Book Value at 30/06/06
	\$000's	\$000's	\$000's	\$000's
Infrastructural Assets				
Bridges	19,733	1,105	1,117	19,721
Roading	287,298	12,355	5,995	293,658
Under construction	-	293	-	293
Land Under Roads	8,687	-	-	8,687
Stormwater	12,505	1,443	263	13,685
Under construction	-	-	-	-
Water Supply	33,261	3,386	905	35,742
Under construction	-	468	-	468
Wastewater	22,291	2,412	717	23,986
Under construction	-	283	-	283
	383,775	21,745	8,997	396,523
Operational Assets				
Office Equipment	-	2,072	1,515	557
Intangible Assets	-	395	150	245
Furniture and Fittings	-	1,101	722	379
Recreation and Culture	-	4,061	707	3,354
Under construction	-	30	-	30
Other	-	854	306	548
Plant and Machinery	-	2,596	1,246	1,350
Motor Vehicles	-	510	174	336
Land	-	6,000	42	5,958
Buildings	-	23,510	4,839	18,671
Under construction	-	169	-	169
Library Books	-	1,559	1,043	516
Forestry	830	-	-	830
	830	42,857	10,744	32,943
TOTAL FIXED ASSETS	384,605	64,602	19,741	429,466

Prior Year 2004/05

	Valuation	Cost	Accumulated Depreciation	Book Value at 30/06/05
	000's	000's	000's	000's
Infrastructural Assets				
Bridges	19,733	826	581	19,978
Roading	287,298	4,275	2,844	288,729
Under construction	-	-	-	-
Land Under Roads	8,687	-	-	8,687
Stormwater	-	11,472	1,952	9,520
Under construction	-	2	-	2
Water Supply	-	22,528	4,311	18,217
Under construction	-	373	-	373
Wastewater	-	15,963	3,454	12,509
Under construction	-	182	-	182
	315,718	55,621	13,142	358,197
Operational Assets				
Office Equipment	-	2,111	1,339	772
Furniture and Fittings	-	1,050	673	377
Recreation and Culture	-	2,602	560	2,042
Other	-	796	273	523
Plant and Machinery	-	2,577	1,116	1,461
Motor Vehicles	-	420	118	302
Land	-	5,543	28	5,515
Buildings	-	23,471	4,368	19,103
Under construction	-	89	-	89
Library Books	-	1,442	952	490
Forestry	764	-	-	764
	764	40,101	9,427	31,438
TOTAL FIXED ASSETS	316,482	95,722	22,569	389,635

Depreciation	<u>2005/06</u> 000's	<u>2004/05</u> 000's
Depreciation by class of asset		
Infrastructural Assets		
Bridges	536	546
Roading	3,153	2,791
Stormwater	264	189
Water Supply	899	481
Wastewater	670	359
Operational Assets		
Office Equipment	263	269
Intangible	67	-
Furniture and Fittings	52	47
Recreation and Culture	148	98
Other	33	29
Plant and Machinery	134	141
Motor Vehicles	72	53
Land	14	14
Buildings	470	468
Library Books	92	84
Forestry	-	-
Total depreciation included in the Statement of Financial Performance	<u><u>6,867</u></u>	<u><u>5,569</u></u>

The total value of assets written off through the Statement of Financial Performance for the year ended 30 June 2006 is \$6,441 (2005 - \$4,205).

In the opinion of the Council, the fair value of land held is \$30,300,573 (2005 - \$28,958,700), and the fair value of buildings held is \$28,709,605 (2005 - \$24,305,014), being derived from the rating valuation dated 1 September 2004, completed by Quotable Value NZ Ltd.

Note: "Other" in operational assets relates mainly to waste management assets.

Restricted Assets

Some properties have various restrictions placed on them which affect Council's ability to freely deal with those properties. For example, a number of properties, while having a Certificate of Title on issue in Council's name, have been vested under the Reserves Act and may revert to the Crown should the purpose for which the properties were vested cease to be relevant. It is not currently practical to quantify these properties.

"Endowment" properties can be freely divested. The only known restrictions apply to the purpose to which the proceeds received from such divestments may be utilised. Another example is property held in trust by the Council for particular purposes as a result of bequests.

Heritage Assets

Heritage assets are included in the asset register in the same categories as non-heritage assets of similar nature. The book values of heritage assets included within the asset classes are as follows:

	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Buildings	100	100
Bridges	1,165	1,165
Recreation and Cultural	3	3
	<u><u>1,268</u></u>	<u><u>1,268</u></u>

9. LANDFILL AFTERCARE PROVISION

The Council has a number of resource consents for closed landfills. The Council has a responsibility under these consents to provide ongoing maintenance and monitoring of the landfill sites.

These responsibilities include:-

- treatment and monitoring of leachate
- groundwater and surface monitoring

monitoring of air quality
ongoing maintenance of cover and monitoring bores.

The cash outflows are expected to continue through to 2031 when the last of the current resource consents expires. Future monitoring requirements past this date are not quantifiable.

The long term nature of this liability means that there are inherent uncertainties in estimating costs that will be incurred. The provision has been estimated using existing technology and is discounted at a rate of 6%.

The landfill liability is estimated at \$149,000 (2005 - \$171,000)

	<u>2005/06</u> \$000's	<u>2004/05</u> \$000's
Opening Balance	171	213
Less applied to operations	(30)	(52)
Add Interest time adjustment	8	10
Closing balance	<u>149</u>	<u>171</u>

10. CONTINGENT LIABILITIES/ASSETS

	<u>2005/06</u> \$	<u>2004/05</u> \$
<i>Contingent Liabilities</i>	Nil	Nil
<i>Contingent Assets</i>	Nil	Nil

11. DISCLOSURES (Schedule 10 LOCAL GOVERNMENT ACT 2002, and Accounting Standards)

<i>Expenditure</i>	<u>2005/06</u> \$	<u>2004/05</u> \$
(a) Remuneration of elected members (including expenses)		
<i>Mayor</i>		
J M Macpherson	54,119	53,059
<i>Councillors</i>		
G R Bell From 9/10/04	8,466	5,972
L J Claridge	8,344	7,481
G J Dillon	8,108	11,011
M V Dowling	13,143	13,604
T C Emmitt	14,006	13,347
N J Gillespie	13,607	13,826
J T Lane	13,492	15,139
A B Lepper	15,216	15,142
E J Mcatamney From 9/10/04	11,285	7,201
M R Mcpherson	12,626	11,843
S J Millis Retired 9/10/04	0	2,502
C J O'Malley Retired 9/10/04	0	2,406
G M Smith	14,332	16,461
C Stevenson	7,804	8,173
G M Stewart	10,936	9,871
<i>Alexandra Community Board</i>		
S J Battrick	8,068	9,058
J F Hall	3,933	3,711
J R Hill	3,933	3,816
A L Ibbotson Retired 9/10/04	0	1,180
C M Withington From 9/10/04	3,933	2,627
<i>Cromwell Community Board</i>		
C R Crawford	3,933	3,854
H E Hucklebridge	4,000	4,174
W M Macmillan	4,082	4,021
N G Trevathan	4,212	4,243
<i>Earnsclough/Manuhherikia Community Board</i>		
M T Flannery	2,105	2,455
L H Galer Retired 9/10/04	0	1,599

		<u>2005/06</u>	<u>2004/05</u>
		\$	\$
Remuneration of elected members (including expenses) (ctd).			
<i>Earnsclough/Manuhherikia Community Board(ctd).</i>			
C R Higginson	From 9/10/04	1,966	1,193
J H Knapp	From 9/10/04	2,133	1,561
T M Moran		2,487	3,225
J D Shand		2,022	2,977
G S Wilson	Retired 9/10/04	0	1,532
<i>Maniototo Community Board</i>			
B A Becker		2,063	2,603
S L Duncan	From 9/10/04	1,966	1,327
D Inder	Retired 9/10/04	0	1,498
R E Parker	Retired 9/10/04	0	1,180
R J Smith		1,982	2,942
S E Umbers	From 9/10/04	1,966	1,193
<i>Roxburgh Community Board</i>			
S F Jeffery	Retired 9/10/04	0	1,390
J M Kerr		1,966	2,688
H L Pinder	From 9/10/04	2,028	1,260
T A Stevenson	From 9/10/04	1,966	1,327
S J Wilson		5,820	3,898

(b) Remuneration of Chief Executive Officer

The Chief Executive of the Central Otago District Council, appointed under section 42 (1) of the Local Government Act 2002, received a salary and benefits as detailed below.

Salary	167,133	142,296
Additional benefits:		
Motor vehicle	12,267	11,939

As at 30 June 2006, the annual cost, including fringe benefit tax, to the Central Otago District Council of the remuneration package being received by the Chief Executive is calculated at \$180,267 (2005 - \$154,459).

(c) Severance agreements

Pursuant to Schedule 10 Part 3 (19) of the Local Government Act 2002, the Council is required to disclose the cost of any severance agreement with an employee. No such severance agreements occurred (2004 - Nil).

(d) Audit fees	(LTCCP \$35,200, Accounts \$55,320)	90,520	51,000
(e) Accounts receivable written off		31,080	27,772
(f) Increase (decrease) in provision for bad debts		18,679	4,003
(g) Interest expense		2,789	6,712
(h) Payments under lease agreements		66,916	59,311
(i) Rates remissions in accordance with Council's policies for rates remissions		42,564	19,267

		<u>2005/06</u>	<u>2004/05</u>
		\$	\$
Revenue			
(j) Dividends received		4,992	6,950
(k) Donations		31,949	22,978
(l) Investment interest		1,003,408	941,129

12. RELATED PARTY TRANSACTIONS

During the year Councillors, Community Board members and key management staff, as part of a normal customer relationship, were involved in minor transactions with the Council, such as payment of rates and transfer station fees. In addition, Council purchased specific services from Councillors and Board members, as follows:

Councillor	Supplier	Relationship	<u>2005/06</u>	<u>2004/05</u>
			\$	\$
Cr Emmitt	TC Emmitt & Associates	Principal	4,204	922
	Cromwell Promotions	Secretary	40,000	35,000
Cr Dowling	Mike Dowling	Principal	24,758	1,877
Cr Lane	Lanby Investments Ltd	Director	500	250
Cr McAtamney	Decollectables	Principal	365	400
	Moyola Art Deco	Principal	1,027	
Community Board Member				
S J Battrick	Central Auctions	Partner	nil	550
A L Ibbotson	Secretarial Services	Spouse	n/a	948
J H Knapp	JH and OJ Knapp Ltd	Director	638	770

These services were provided on normal commercial terms. Cr Emmitt provides contracted services to Cromwell and Districts Promotions Inc which receives funding from the Council. Cr Dowling provides roading gravel, other disclosures relate to purchases of goods.

13. FINANCIAL INSTRUMENTS

Credit Risk

Financial instruments which potentially subject the Council to credit risk principally are bank and cash, accounts receivable, short term investments and financial guarantees.

The Council's main bank accounts are held with the Bank of New Zealand. The credit risk is reduced by ensuring the balances in the accounts are at sufficient levels to fund the day to day operations of the Council. Surplus funds are invested in accordance with Council policy with a number of approved trading banks, or in NZ Government stock. The exposures are net of any recognised provision for losses on these financial instruments. The level and spread of accounts receivable minimises the Council's exposure to risk.

Collateral held: Rates as a charge on the property pursuant to the Local Government (Rating) Act 2002.

Maximum Exposure to Credit Risk and Fair Values

The maximum exposure to credit risk and fair value of financial instruments is the equivalent to the carrying amount in the Statement of Financial Position. The Council manages the credit risk by spreading its investments across several institutions that have approved credit ratings.

Currency Risk

The Council is not exposed to any direct currency risk as all transactions are in New Zealand dollars.

Interest Rate Risk

The Council manages its investments to minimise interest rate risk, in accordance with the investment policy adopted by Council at its June 2004 meeting, by holding investments with differing maturities and fixed returns. Term loans are all at fixed rates of interest (see Note 6).

14. INTERNAL LOANS

The Council has used available cash reserves to finance debt internally rather than using external funding. These loans are not represented in the Statement of Financial Position.

	<u>2005/06</u>	<u>2004/05</u>
	\$000's	\$000's
Opening balance	4,380	4,883
Add new advances	145	-
Less principal paid	(477)	(503)
Closing balance	<u>4,048</u>	<u>4,380</u>

In accordance with accounting standards, internal interest is excluded from the Statement of Financial Performance. It remains included in the individual Cost of Services Statements to recognise the actual cost to ratepayers of that particular activity. The following table details the amount of internal interest included within the respective Cost of Service Statements.

Internal Interest	<u>2005/06</u>	<u>2005/06</u>	<u>2004/05</u>
Activity	\$000's	\$000's	\$000's
	Actual	Estimate	Actual
Property	81	81	73
Parks	1	-	1
Airports	3	4	4
Waste management	3	2	3
Footpaths	48	49	49
Stormwater	61	63	62
Wastewater	32	40	31
Water	68	99	63
	297	338	286

15. CAPITAL EXPENDITURE

Assets were acquired in accordance with the Statement of Capital Expenditure. These assets were for normal replacements apart from property, where investment in land development in Cromwell was made.

The following capital expenditure projects were either not commenced or not completed in the 2005/06 financial year:

Planning and Development: Futures Blueprint. **Property:** Land development at Alexandra, Cromwell and Ranfurly. **Recreation and Cultural:** Pool development at Cromwell and Roxburgh, Cromwell - Memorial Hall upgrading, Alexandra - Molyneux Stadium upgrading, Pioneer Park tennis courts renewal. **Reserves:** Alexandra reserve land reorganisation. **Roading:** seal extension. **Wastewater:** Alexandra - emergency storage and UV treatment, Cromwell - reticulation extensions. **Water:** Alexandra - reticulation upgrade, Cromwell - reticulation extensions, Clyde - new reservoir.

16. COST OF SERVICE STATEMENTS

"Rates" as shown in the Cost of Service statements, represents the rates applicable to that activity plus external revenue applied in support of rates.

The amount of the difference, between the sum of "Rates" in the Cost of Service statements and the Rates revenue in the Statement of Financial Performance, is (\$000's) Actual 05/06 \$519, Estimate 05/06 \$553. Actual 04/05 \$530.

17. STATEMENT OF SERVICE PERFORMANCE

(1) Resident Opinion Survey

The Resident Opinion Survey (ROS) was conducted by Advanced Business Research. 2,400 names were randomly selected from the electoral roll and used as a basis for the sample list. For a sampling error of 5% a sample size of 385 was required. The final response was 626 which represented a sampling error of 4%. The required 5% sampling error was met with the samples obtained from each of the wards.

(2) Service Request Response Times

Response times were not achieved in some instances due to the need to gain funding approvals for requests relating to works not previously estimated for in the Annual Plan e.g. a request for a new footpath.

18. TRANSITION TO NZ EQUIVALENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (NZ IFRS)

Council is transitioning to NZ IFRS with effect from 1 July 2006.

To achieve this, the Long Term Council Community Plan for 2007/16 was prepared with its projected opening balance sheet compliant with NZ IFRS Standards.

The difference in public equity arising from the conversion from the standards applicable to this Annual Report and NZ IFRS is an estimated reduction of \$38,000. This is associated with extended accruals for employee entitlements and impairment of community loans. It is expected that the change in equity, had the 2005/06 Annual Report been prepared using NZ IFRS, would be of similar effect.

Key differences in accounting policies as a result of adopting NZ IFRS are [values shown are those identified in the conversion of the projected June 06 balance sheet conversion to NZ IFRS standards (k=\$1000)]:

recognition of biological assets (forests) (\$761k) and intangible assets (computer software) (\$143k) as separate classes of non-current asset from fixed assets; recognition of impairment in respect to community loans (\$21k); recognition of available for sale financial assets as a separate class of current assets disaggregated from properties held for sale (\$1,478k); reclassification of investments (term (\$2,362k) and current (\$6,401k)), to available for sale financial assets (term and current); disaggregation of investment properties from fixed assets (\$1,481k).

Note: The actual impact of adopting NZ IFRS may vary from the information presented, and that variation may be material

19. POST BALANCE DATE EVENT

On September 3 2006, a freak wind blew down some 80% of Council's Naseby forest. In accordance with industry practice, the forest was not insured for wind damage. The forestry consultant has identified that there will be some recovery of value, but until the clear felling of the remaining standing timber and extraction of the fallen timber is undertaken the recovery value cannot be quantified. The forest was valued at \$106,000 as at 30 June 2006.

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

CLUTHA MANAGEMENT

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
69	Rates	56	56
Other Income			
17	Interest	22	16
-	- LINZ	-	-
-	- Profit on Sale Assets	-	-
<u>86</u>	TOTAL REVENUE	<u>78</u>	<u>72</u>
EXPENDITURE			
29	Operating	37	61
10	Administration	9	11
-	Grants	-	-
-	Profit on Sale Assets	-	-
<u>39</u>	TOTAL EXPENSE	<u>46</u>	<u>72</u>
<u>47</u>	NET SURPLUS (DEFICIT)	<u>32</u>	<u>-</u>
<u>11</u>	CAPITAL EXPENDITURE	<u>-</u>	<u>20</u>

People, Democracy and Community Development

CLUTHA MANAGEMENT

Introduction

Lake Dunstan is a recreation facility that was formed as a result of the construction of the Clyde dam.

The Crown manages Lake Dunstan's lakeshore areas and lakebed, but the Council has a management role that provides for education and enforcement issues relative to the use of the surface of the lake.

An Enforcement and Education Officer has been engaged to ensure that the Lake Dunstan Harbour Bylaws are complied with.

Outcomes

- To ensure that the lake continues to be a popular and safe recreational facility for all users.
- To provide education to lake users.
- To ensure that the lakeweed control programmes are undertaken on an annual basis to ensure that the popular recreational areas remain usable for swimmers and boaties.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">• Provide brochures and copies of Lake Dunstan Bylaws to users.• Use contractors' staff to man boat ramps and patrol the lake as required in the contract• Ensure that all complaints concerning lakeweed growing in the lake and lakeshore maintenance are forwarded to the appropriate Crown agencies for action.• Ensure that signage and warning equipment is regularly inspected, maintained and/or replaced as necessary.	<p>Lake Dunstan Enforcement Education Officer provided brochures and copies of the Lake Dunstan Bylaw to users as reported in quarterly reports to the Clutha Management Committee.</p> <p>The Enforcement Education Officer staffed the boat ramps and patrolled the lake surface in accordance with the contract.</p> <p>22 complaints received regarding lakeshore issues, all referred to the Crown's Consultants.</p> <p>Regular inspections carried out by Lake Dunstan Enforcement Education Officer. All yellow marker buoys replaced autumn/winter 2005.</p>

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

DEMOCRACY

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
744	Rates	759	759
Other Income			
36	User Fees and Other Income	-	-
3	Interest	4	3
<u>783</u>	TOTAL REVENUE	<u>763</u>	<u>762</u>
EXPENDITURE			
341	District Council	431	444
73	District Elections	1	-
68	Alexandra	81	80
68	Cromwell	90	90
50	Earnscliffe/Manuherikia	49	47
47	Maniototo	52	57
46	Roxburgh	48	45
<u>693</u>	TOTAL EXPENSE	<u>752</u>	<u>763</u>
<u>90</u>	NET SURPLUS (DEFICIT)	<u>11</u>	<u>(1)</u>
<u>37</u>	CAPITAL EXPENDITURE	<u>-</u>	<u>-</u>

People, Democracy and Community Development

DEMOCRACY

Introduction

The Council has the responsibility for ensuring that its processes are supportive of democratic principles.

Outcomes

- A local representative democracy that represents, reconciles and responds to the interests of residents and property owners.
- A local representative democracy that sets policies and makes decisions that further the achievement of the Council's functions in a fair, reasonable and democratic manner.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Consider applications and select recipients for Community Service Awards. • Produce newsletters to accompany each quarterly rates instalment. • Financial reporting and accountability as follows: <ul style="list-style-type: none"> ▪ Provision of regular financial reporting at the ordinary meetings of Council and community boards. ▪ Develop action plans with appropriate organisations to achieve the community outcomes identified by consultation undertaken in 2003. • Achieve the following target levels in the Council's Residents' Opinion Survey for satisfaction in regard to the following attributes of Council: 	<p>Nominations were considered and five recipients were presented with their awards on 5 December 2005.</p> <p>Newsletters produced July 2005, October 2005, January 2006, and April 2006.</p> <p>Financial reports including written commentary on variances were presented at ordinary meetings of the Council, Standing Committees and Community Boards. Written commentary was provided on variances greater than 10% and \$5,000.</p> <p>Action plans continue to be created for organisations to help achieve the community outcomes. These sections were based on the identified needs of the community.</p>

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd		
<ul style="list-style-type: none"> <li data-bbox="278 375 749 430">▪ Overall performance of elected members 70% <li data-bbox="278 692 677 723">▪ Level of consultation 80% <li data-bbox="278 1011 666 1067">▪ Level of information from Council 80% 	% satisfied Council elected members		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	90	90
	Cromwell	91	95
	Earnsclough/Manuherikia	84	82
	Maniototo	93	88
	Roxburgh	90	92
	District	89	90
	% satisfied consultation		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	79	83
	Cromwell	84	79
	Earnsclough/Manuherikia	84	78
	Maniototo	82	80
	Roxburgh	79	86
	District	82	81
	% satisfied information		
	<u>2005/06</u>	<u>2004/05</u>	
Alexandra	89	89	
Cromwell	88	85	
Earnsclough/Manuherikia	87	86	
Maniototo	91	90	
Roxburgh	83	87	
District	88	88	

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

GRANTS

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
155	Rates	149	149
Other Income			
18	Grants and Subsidies	52	14
3	Other Income	24	4
-	Interest	-	-
<u>176</u>	TOTAL REVENUE	<u>225</u>	<u>167</u>
EXPENDITURE			
67	District Council	240	54
328	Alexandra	86	81
106	Cromwell	371	303
9	Earnscliffe/Manuherikia	29	5
20	Maniototo	26	14
10	Roxburgh	9	10
<u>540</u>	TOTAL EXPENSE	<u>761</u>	<u>467</u>
<u>(364)</u>	NET SURPLUS (DEFICIT)	<u>(536)</u>	<u>(300)</u>

People, Democracy and Community Development

GRANTS

Introduction

The Council has the ability to make grants in certain circumstances to groups and individuals.

Outcome

Grants are made and loans provided (or guaranteed) to the community to assist with agreed community objectives.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> Percentage of grants, loan guarantees, or loans advance applications accepted. 	There were no District grant applications received in 2005/06. The availability of these funds will be advertised in the rates newsletter in 06/07.		
	Community Board Grants		
	% of budget approved		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	715	678
	Cromwell	122	23
	Earnsclough/Manuherikia	539	321
	Maniototo	99	226
	Roxburgh	45	119
	<ul style="list-style-type: none"> 80% or better of respondents to the Residents' Opinion Survey are satisfied with the level of community grants made in the district. 	% satisfied community grants	
		<u>2005/06</u>	<u>2004/05</u>
Alexandra		88	90
Cromwell		93	89
Earnsclough/Manuherikia		83	85
Maniototo		98	83
Roxburgh		90	91
District	90	88	

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

LIBRARIES

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
625	Rates	570	570
Other Income			
58	User Fees and Other Income	67	79
-	Interest		
13	Donations		
-	Other Capital Contributions	-	-
<u>696</u>	TOTAL REVENUE	<u>637</u>	<u>649</u>
EXPENDITURE			
104	District	81	97
319	Alexandra	303	297
170	Cromwell	169	168
7	Clyde	8	10
21	Maniototo	23	30
40	Roxburgh	37	47
<u>661</u>	TOTAL EXPENSE	<u>621</u>	<u>649</u>
<u>35</u>	NET SURPLUS (DEFICIT)	<u>16</u>	<u>-</u>
<u>132</u>	CAPITAL EXPENDITURE	<u>133</u>	<u>138</u>

People, Democracy and Community Development

LIBRARIES

Introduction

The Council runs libraries in Alexandra, Clyde, Cromwell and Roxburgh, plus has a partnership with Millers Flat School, Maniototo Area School and Omakau School, providing community library facilities there.

Outcomes

- Facilities for the benefit of the community providing information and leisure material for recreational, educational and social activities.
- Resources to aid the literacy and learning of the community.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • 80% or more of respondents to the Residents' Opinion Survey are satisfied or better with library services. 	% satisfied Library Services		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	98	99
Cromwell	96	97	
Earnscliffe/Manuherikia	95	97	
Maniototo	100	96	
Roxburgh	100	98	
District	97	98	
<ul style="list-style-type: none"> • An average issue of 12 books per resident per year. • Income generated from ancillary services at each library is at least 10% of the operating costs. 	<p>Resident population 14,466 Census 2001. An average of 15.3 books per person were issued to the resident population (14.6 books per person last year).</p> <p>NB. 2001 Census figures used as updated results from the 2006 census will not be available until November 2006. If the provisional 2006 census figures were used, an average of 12.9 books per person were issued.</p> <p>Ancillary services income was 10.58% (11.16% last year)</p>		

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

PARKS and RESERVES

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
833	Rates	1,059	1,059
Other Income			
243	User Fees and Other Income	280	191
12	Interest	12	12
	Donations	6	3
25	Other Capital Contributions	41	130
97	Profit on Sale of Assets	8	-
211	Vested Assets	876	-
<u>1,421</u>	TOTAL REVENUE	<u>2,282</u>	<u>1,395</u>
EXPENDITURE			
50	District	55	15
326	Alexandra	420	405
338	Cromwell	407	389
257	Earnsclough/Manuherikia	279	234
127	Maniototo	150	155
64	Roxburgh	93	102
<u>1,162</u>	TOTAL EXPENSE	<u>1,404</u>	<u>1,300</u>
<u>259</u>	NET SURPLUS (DEFICIT)	<u>878</u>	<u>95</u>
<u>195</u>	CAPITAL EXPENDITURE	<u>299</u>	<u>619</u>

Note: Vested assets are not included within the capital expenditure in this Statement

People, Democracy and Community Development

PARKS AND RESERVES

Introduction

Parks and Reserves include all recreation reserves and general purpose reserves deemed for recreation purposes and any other identified areas of significant recreational value.

Council currently has 145 parks and reserves, covering 740 hectares.

Outcomes

- To provide reserves that are attractive, user-friendly spaces which cater for the active and passive recreation, social, and relaxation needs of the surrounding community they serve.
- To provide sports grounds that meet the needs of sport users.

PERFORMANCE MEASURES	ACHIEVEMENTS																										
<ul style="list-style-type: none"> • Playground audits carried out at least every two months. • Parks maintained to standards identified within parks maintenance contract. • Resident satisfaction ratings maintained or raised for parks and reserves during annual surveys. 	<p>Audits completed monthly as part of the contractors reporting for the Parks and Reserves maintenance contract).</p> <p>Parks audited internally as required with excellent audit results. Contractor also audits as part of its quality control system.</p>																										
<ul style="list-style-type: none"> • Completion of a Parks and Reserves Asset Management Plan. • Number of complaints from users of the facilities. 	<table border="1" data-bbox="787 1342 1344 1632"> <thead> <tr> <th colspan="3" data-bbox="787 1342 1344 1384">% satisfied Parks and Reserves</th> </tr> <tr> <th data-bbox="787 1384 1100 1425"></th> <th data-bbox="1100 1384 1226 1425">2005/06</th> <th data-bbox="1226 1384 1344 1425">2004/05</th> </tr> </thead> <tbody> <tr> <td data-bbox="787 1425 1100 1456">Alexandra</td> <td data-bbox="1100 1425 1226 1456">96</td> <td data-bbox="1226 1425 1344 1456">93</td> </tr> <tr> <td data-bbox="787 1456 1100 1487">Cromwell</td> <td data-bbox="1100 1456 1226 1487">98</td> <td data-bbox="1226 1456 1344 1487">97</td> </tr> <tr> <td data-bbox="787 1487 1100 1518">Earnscliffe/Manuherikia</td> <td data-bbox="1100 1487 1226 1518">100</td> <td data-bbox="1226 1487 1344 1518">99</td> </tr> <tr> <td data-bbox="787 1518 1100 1549">Maniototo</td> <td data-bbox="1100 1518 1226 1549">97</td> <td data-bbox="1226 1518 1344 1549">89</td> </tr> <tr> <td data-bbox="787 1549 1100 1580">Roxburgh</td> <td data-bbox="1100 1549 1226 1580">100</td> <td data-bbox="1226 1549 1344 1580">100</td> </tr> <tr> <td data-bbox="787 1580 1100 1632">District</td> <td data-bbox="1100 1580 1226 1632">98</td> <td data-bbox="1226 1580 1344 1632">95</td> </tr> </tbody> </table> <p>Completed in June 2006.</p> <p>Not measured. Noted as a required improvement in Activity Management Plans.</p>			% satisfied Parks and Reserves				2005/06	2004/05	Alexandra	96	93	Cromwell	98	97	Earnscliffe/Manuherikia	100	99	Maniototo	97	89	Roxburgh	100	100	District	98	95
% satisfied Parks and Reserves																											
	2005/06	2004/05																									
Alexandra	96	93																									
Cromwell	98	97																									
Earnscliffe/Manuherikia	100	99																									
Maniototo	97	89																									
Roxburgh	100	100																									
District	98	95																									

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

PUBLIC TOILETS

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
130	Rates	162	162
Other Income			
-	Other income	-	1
<u>130</u>	TOTAL REVENUE	<u>162</u>	<u>163</u>
EXPENDITURE			
116	Operating	127	176
21	Administration	14	21
<u>137</u>	TOTAL EXPENSE	<u>141</u>	<u>197</u>
<u>(7)</u>	NET SURPLUS (DEFICIT)	<u>21</u>	<u>(34)</u>
<u>93</u>	CAPITAL EXPENDITURE	<u>6</u>	<u>50</u>

People, Democracy and Community Development

PUBLIC TOILETS

Introduction

Public toilets are provided by Council across the district.

Outcomes

- To promote health and hygiene in busy areas and frequently visited recreational areas.
- To provide facilities for visitors to the district.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • A Residents' Opinion Survey will be undertaken on an annual basis to measure satisfaction with the services provided. 	% satisfied Public Toilets		
		<u>2005/06</u>	<u>2004/05</u>
<ul style="list-style-type: none"> • Audits of toilet maintenance will be undertaken on a regular basis to ensure contract standards are being achieved. 	Alexandra	76	48
	Cromwell	75	68
	Earnscliffe/Manuherikia	82	53
	Maniototo	90	81
	Roxburgh	65	74
	District	77	60
	Public Toilets are inspected by the Property Manager when in each area on other business. Reporting to contractor is by exception.		

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

SWIM CENTRES

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
610	Rates	610	610
Other Income			
120	Admissions	125	132
90	Season Tickets	92	104
12	Rentals and Hires	12	8
57	Other Income	71	54
1	Capital Contributions	2	2,000
-	Profit on Sale Assets	-	-
<u>890</u>	TOTAL REVENUE	<u>912</u>	<u>2,908</u>
EXPENDITURE			
696	Alexandra	786	625
295	Cromwell	279	300
55	Maniototo	64	52
36	Roxburgh	32	30
<u>1,082</u>	TOTAL EXPENSE	<u>1,161</u>	<u>1,007</u>
<u>(192)</u>	NET SURPLUS (DEFICIT)	<u>(249)</u>	<u>1,901</u>
<u>108</u>	CAPITAL EXPENDITURE	<u>111</u>	<u>2,544</u>

People, Democracy and Community Development

SWIM CENTRES

Introduction

Council continues to provide swim centres not only as a recreational facility, but also because of the need for safe swimming places, particularly for young people.

Outcome

Safe and healthy swimming facilities offering a range of educational, recreational and leisure facilities.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> 80% (or better) of respondents are satisfied with the level of service for swim centres in the district (as measured by the annual Residents' Opinion Survey). Water quality conforms with NZ Standard 5826:2000 Pool Water Quality. 	% satisfied Swimming Pools		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	98	100
	Cromwell	81	78
	Earnscliffe/Manuherikia	99	99
	Maniototo	75	90
	Roxburgh	72	77
	District	89	92
	<p>Achieved, no failed results were obtained.</p> <p>NZ Standard 5826:2000 requires daily chlorine tests, weekly alkalinity tests and monthly microbiological monitoring.</p> <p>Water Quality Criteria:</p> <ul style="list-style-type: none"> Chlorine between 2.5 – 5.0 mg/l Alkalinity between 80 – 120 mg/l Faecal Coliform less than 1 per 100mL Staphylococcus aureus less than 100 per 100L Pseudomonas aeruginosa less than 100 per 100L <p>Pools tested in accordance with standard by the following:</p> <ul style="list-style-type: none"> Alexandra – Pool Staff and Hill Laboratories Cromwell – Pool Staff and Citilab Ranfurlly – Pool Staff and Delta Roxburgh – Pool Staff and Delta <p>Test results are received, checked and retained. Any action required is undertaken by the individual Manager or Contractor.</p>		

PERFORMANCE MEASURES ctd		ACHIEVEMENTS ctd			
<ul style="list-style-type: none"> • Ensure swim centres are open for at least the following periods: <ul style="list-style-type: none"> ▪ Molyneux Aquatic Centre (Alexandra), 360 days ▪ Cromwell Swim Centre, 261 days ▪ Ranfurly, 110 days (summer) ▪ Roxburgh, 100 days (summer) • Maintain or increase the annual number of swimmers using the Council's swim centres: 		Days swimming pools were open:			
			<u>2005/06</u>	<u>2004/05</u>	
		Alexandra	361	363	
		Cromwell	262	260	
		Ranfurly	120	127	
Roxburgh #	60	98			
		Swimmer use			
		<u>2005/06</u>	<u>2004/05</u>		
Molyneux Aquatic Centre	75,000	Alexandra	74,696	67,328	
Cromwell Swim Centre	36,000	Cromwell	35,470	34,983	
Ranfurly	6,000	Ranfurly **	3,270	2,448	
Roxburgh	4,000	Roxburgh ** #	2,502	3,937	
District total	121,000	District	115,938	108,696	

** Roxburgh and Ranfurly pools have a key holder system for use of the pool outside of supervised times, making actual usage difficult to ascertain.

The Roxburgh pool had a very short 05/06 season (23 December 2005 – 6 March 2006) due to ongoing maintenance issues.

PEOPLE, DEMOCRACY AND COMMUNITY DEVELOPMENT

WASTE MANAGEMENT

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
1,258	Rates	1,155	1,155
Other Income			
22	Refuse Collection	11	2
320	Refuse Disposal	370	289
<u>1,600</u>	TOTAL REVENUE	<u>1,536</u>	<u>1,446</u>
EXPENDITURE			
4	Refuse Policy	66	63
890	Refuse Collection	910	823
96	Litter Bins	47	49
733	Refuse Disposal	816	780
<u>1,723</u>	TOTAL EXPENSE	<u>1,839</u>	<u>1,715</u>
<u>(123)</u>	NET SURPLUS (DEFICIT)	<u>(303)</u>	<u>(269)</u>
<u>82</u>	CAPITAL EXPENDITURE	<u>61</u>	<u>83</u>

Note: Vested assets are not included within the capital expenditure in this Statement

People, Democracy and Community Development

WASTE MANAGEMENT

Introduction

Waste is generated by our lifestyles. Community collection and disposal is the traditional, hygienic and economic way of managing waste.

Minimising waste to reduce the proportion of waste to landfill is to be encouraged.

Traditional dumps are no longer acceptable environmentally. Old dumpsites must still be managed and the current disposal site correctly engineered and managed.

Outcomes

- Provision of an efficient and hygienic domestic waste collection.
- Disposal at an engineered and managed landfill.
- Waste minimising supported.
- Litter bins available in high foot traffic areas (there is no performance measure for this outcome).

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Weight of recycled materials increases. 	Tonnage diverted from land fill		
	<u>2005/06</u> 1,331 tonnes NB Includes ecobanked glass for the first time	<u>2004/05</u> 756 tonnes	
<ul style="list-style-type: none"> • Satisfaction with waste collection is 90% or better. 	% satisfied Waste Collection		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	99	99
	Cromwell	96	95
	Earnsclough/Manuherikia	97	95
	Maniototo	95	98
	Roxburgh	98	94
District	98	97	
<ul style="list-style-type: none"> • Satisfaction with disposal (transfer stations) is 85% or better. 	% satisfied Waste Disposal (transfer stations)		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	96	96
	Cromwell	98	92
	Earnsclough/Manuherikia	95	92
	Maniototo	92	91
	Roxburgh	95	97
District	96	94	

INFRASTRUCTURE, ASSETS and PROPERTY

AIRPORTS

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
16	Rates	12	12
Other Income			
20	Rentals and Hires	21	24
<u>36</u>	TOTAL REVENUE	<u>33</u>	<u>37</u>
EXPENDITURE			
37	Administration	18	24
<u>37</u>	TOTAL EXPENSE	<u>18</u>	<u>24</u>
<u>(1)</u>	NET SURPLUS (DEFICIT)	<u>15</u>	<u>13</u>

Infrastructure, Assets and Property

AIRPORTS

Introduction

The Council has three airports, located at Springvale (Alexandra/Clyde), Ripponvale (Cromwell) and Teviot (Roxburgh)

Outcome

Availability of operational airstrips for aircraft use.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Sealed runway is sprayed for weeds on the runway and around the perimeter of the seal twice annually. 	Alexandra contracted out by lease to Waitiri Capital Limited, weed spraying is the responsibility of lessee, therefore no Council involvement.
<ul style="list-style-type: none"> • Grass runways are mown twice annually. 	As required at Alexandra, grazed at Roxburgh and Cromwell.
<ul style="list-style-type: none"> • Windsocks are maintained to operational levels. 	Monitored by Airways Corporation inspection and pilot reports.
<ul style="list-style-type: none"> • No wandering stock is reported on the runways by aircraft operators. 	No stock reported on Alexandra runway. Stock regularly grazed at Roxburgh and Cromwell.
<ul style="list-style-type: none"> • Issues identified by Airways Corporation's inspections are actioned. 	Last inspected 1 April 2005. All issues identified were actioned 21 April 2005. Next inspection due April 2007.

INFRASTRUCTURE, ASSETS and PROPERTY

CEMETERIES

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
9	Rates	20	20
Other Income			
31	Burial Fees	41	43
<u>40</u>	TOTAL REVENUE	<u>61</u>	<u>63</u>
EXPENDITURE			
18	Alexandra	36	24
6	Cromwell	12	15
5	Earnsclough/Manuherikia	11	16
3	Maniototo	7	9
<u>32</u>	TOTAL EXPENSE	<u>66</u>	<u>64</u>
<u>8</u>	NET SURPLUS (DEFICIT)	<u>(5)</u>	<u>(1)</u>
<u>4</u>	CAPITAL EXPENDITURE	<u>137</u>	<u>82</u>

Infrastructure, Assets and Property

CEMETERIES

Introduction

There are 20 cemeteries within the Central Otago District. These fall into three classes: open cemeteries, controlled by the Council (5); open cemeteries controlled by cemetery trustees (11); closed cemeteries (4), which are managed as reserves.

This service management plan covers the cemeteries controlled by the Council: Alexandra, Clyde, Cromwell (Cemetery Road), Naseby and Ranfurly.

Outcome

District cemeteries will have the capacity to accommodate expected burials, and will be maintained to a standard consistent with community expectations.

PERFORMANCE MEASURES	ACHIEVEMENTS																						
<ul style="list-style-type: none"> • Monumental beams are constructed at such a rate as to provide sufficient space on the beam for 3 months' burials. • 85% (or better) of respondents are satisfied with the level of service for cemeteries in the district (as measured by the Residents' Opinion Survey). • Development of a cemeteries asset management plan. • Ground preparation for burials is carried out within specified timeframes as outlined in contract specifications. 	<p>Alexandra – cemetery upgrade completed April 2006. New beams installed. Clyde – All sections have sufficient beams. Cromwell – Ashes beams sufficient plots for four years. Standard beams sufficient for one year. Naseby – Sufficient beams available. Ranfurly – Sufficient beams available.</p>																						
	% satisfied Cemeteries																						
		<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;"><u>2005/06</u></th> <th style="text-align: center;"><u>2004/05</u></th> </tr> </thead> <tbody> <tr> <td>Alexandra</td> <td style="text-align: center;">100</td> <td style="text-align: center;">95</td> </tr> <tr> <td>Cromwell</td> <td style="text-align: center;">95</td> <td style="text-align: center;">96</td> </tr> <tr> <td>Earnsclough/Manuherikia</td> <td style="text-align: center;">82</td> <td style="text-align: center;">90</td> </tr> <tr> <td>Maniototo</td> <td style="text-align: center;">97</td> <td style="text-align: center;">97</td> </tr> <tr> <td>Roxburgh</td> <td style="text-align: center;">91</td> <td style="text-align: center;">100</td> </tr> <tr> <td>District</td> <td style="text-align: center;">94</td> <td style="text-align: center;">95</td> </tr> </tbody> </table>		<u>2005/06</u>	<u>2004/05</u>	Alexandra	100	95	Cromwell	95	96	Earnsclough/Manuherikia	82	90	Maniototo	97	97	Roxburgh	91	100	District	94	95
		<u>2005/06</u>	<u>2004/05</u>																				
	Alexandra	100	95																				
Cromwell	95	96																					
Earnsclough/Manuherikia	82	90																					
Maniototo	97	97																					
Roxburgh	91	100																					
District	94	95																					
	<p>Not actioned. To be programmed in the next 5 years.</p>																						
	<p>Burials were carried out within the required timeframes, as per contract conditions.</p>																						

INFRASTRUCTURE, ASSETS and PROPERTY

DISTRICT ROADING

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
2,708	Rates	2,974	2,974
Other Income			
2,417	Government Grants and Subsidies	2,916	2,347
135	Fuel Taxes	128	125
-	QLDC/Clutha Road Safety Contribution	81	-
34	Other Income	240	66
-	Profit on Sale of Assets	-	-
1,129	Vested Assets	3,840	-
6,423	TOTAL REVENUE	10,181	5,513
EXPENDITURE			
1,930	Pavement Maintenance	2,480	1,969
716	Bridge maintenance	647	653
359	Safety/Traffic Services	563	336
50	Pedestrian Services	12	13
51	Roading Policy	108	170
2,938	Roading Depreciation	3,214	2,996
6,044	TOTAL EXPENSE	7,024	6,137
379	NET SURPLUS (DEFICIT)	3,157	(624)
3,569	CAPITAL EXPENDITURE	2,825	2,701

Note: Vested assets are not included within the capital expenditure in this Statement

Infrastructure, Assets and Property

DISTRICT ROADING

Introduction

Council's District Roading asset includes all sealed and unsealed roads, service lanes, bridges, stormwater drainage, traffic services and street lighting.

Outcomes

- Safe movements of vehicles, cycles and pedestrians.
- A road system to meet the needs of the public, with levels of service appropriate for roading hierarchy classification.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Achievement of the following service levels: <ul style="list-style-type: none"> ▪ A sealed roading network which provides a safe, smooth, structurally sound, waterproof surface free of holes and detritus. ▪ An unsealed network that meets the levels defined in the Maintenance Contract for each hierarchy classification. ▪ Rural and urban stormwater structures that meet the levels of adequacy and cleanliness as defined in the maintenance contract. ▪ Roads cleared of snow within the levels defined in the maintenance contract for each hierarchy classification. 	<p>Achieved, 10% condition rating of all sealed roads undertaken in April 2006. National Association of Australian State Road Authorities roughness testing undertaken in April 2006.</p> <p>Achieved, with the exception of the Access B section of the Nevis Road which is programmed for metalling 2006/07.</p> <p>Achieved, with the exception of Naseby where extensive drainage improvements are programmed during 2006/07.</p> <p>Where culverts were inspected and blocked, these were remedied by the maintenance contractor within the prescribed timeframe.</p> <p>Achieved.</p>

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd																																															
<ul style="list-style-type: none"> ▪ Traffic control and delineation devices that warn, inform, guide and control the road user with efficiency and safety and to a standard appropriate for each hierarchy classification. ▪ Control of vegetation within the road reserve consistent with the needs for environment, pavement integrity and safety, as appropriate for each hierarchy classification. ▪ To provide safe, structurally sound bridge structures which meet the need of the road user. ▪ To reinstate roads in the quickest possible time to ensure site safety, protection of private dwellings and commercial premises and access to the road subsequent to an act of nature or vehicle crash. 	<p>Achieved, required standard met for each classification.</p> <p>Achieved.</p> <p>Achieved, there are alternative routes available for all of Council's posted bridges, except those located on high country tracks.</p> <p>Achieved.</p>																																															
<ul style="list-style-type: none"> • Resident satisfaction maintained in annual Residents' Opinion Surveys at, or above: <ul style="list-style-type: none"> ▪ Sealed roading 90% ▪ Unsealed roads 75% 	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="5" style="text-align: center;">% satisfied Roads</th> </tr> <tr> <th rowspan="2"></th> <th colspan="2" style="text-align: center;"><u>Sealed Roads</u></th> <th colspan="2" style="text-align: center;"><u>Unsealed Roads</u></th> </tr> <tr> <th style="text-align: center;"><u>05/06</u></th> <th style="text-align: center;"><u>04/05</u></th> <th style="text-align: center;"><u>05/06</u></th> <th style="text-align: center;"><u>04/05</u></th> </tr> </thead> <tbody> <tr> <td>Alexandra</td> <td style="text-align: center;">97</td> <td style="text-align: center;">95</td> <td style="text-align: center;">85</td> <td style="text-align: center;">87</td> </tr> <tr> <td>Cromwell</td> <td style="text-align: center;">95</td> <td style="text-align: center;">92</td> <td style="text-align: center;">80</td> <td style="text-align: center;">80</td> </tr> <tr> <td>Earnsclough/ Manuherikia</td> <td style="text-align: center;">91</td> <td style="text-align: center;">90</td> <td style="text-align: center;">58</td> <td style="text-align: center;">55</td> </tr> <tr> <td>Maniototo</td> <td style="text-align: center;">79</td> <td style="text-align: center;">77</td> <td style="text-align: center;">34</td> <td style="text-align: center;">22</td> </tr> <tr> <td>Roxburgh</td> <td style="text-align: center;">86</td> <td style="text-align: center;">83</td> <td style="text-align: center;">65</td> <td style="text-align: center;">68</td> </tr> <tr> <td>District</td> <td style="text-align: center;">92</td> <td style="text-align: center;">90</td> <td style="text-align: center;">70</td> <td style="text-align: center;">69</td> </tr> </tbody> </table>				% satisfied Roads						<u>Sealed Roads</u>		<u>Unsealed Roads</u>		<u>05/06</u>	<u>04/05</u>	<u>05/06</u>	<u>04/05</u>	Alexandra	97	95	85	87	Cromwell	95	92	80	80	Earnsclough/ Manuherikia	91	90	58	55	Maniototo	79	77	34	22	Roxburgh	86	83	65	68	District	92	90	70	69
% satisfied Roads																																																
	<u>Sealed Roads</u>		<u>Unsealed Roads</u>																																													
	<u>05/06</u>	<u>04/05</u>	<u>05/06</u>	<u>04/05</u>																																												
Alexandra	97	95	85	87																																												
Cromwell	95	92	80	80																																												
Earnsclough/ Manuherikia	91	90	58	55																																												
Maniototo	79	77	34	22																																												
Roxburgh	86	83	65	68																																												
District	92	90	70	69																																												

INFRASTRUCTURE, ASSETS and PROPERTY

FOOTPATHS, CARPARKS AND STREET CLEANING

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
609	Rates	601	602
Other Income			
14	Carpark Revenue	7	6
2	Interest	3	2
473	Vested Assets	839	-
<u>1,098</u>	TOTAL REVENUE	<u>1,450</u>	<u>610</u>
EXPENDITURE			
191	Alexandra	209	211
255	Cromwell	474	473
44	Earnsclough/Manuherikia	55	45
26	Maniototo	32	29
31	Roxburgh	29	29
<u>547</u>	TOTAL EXPENSE	<u>799</u>	<u>787</u>
<u>551</u>	NET SURPLUS (DEFICIT)	<u>651</u>	<u>(177)</u>
<u>(798)</u>	CAPITAL EXPENDITURE	<u>359</u>	<u>335</u>

Note: Vested assets are not included within the capital expenditure in this Statement

Infrastructure, Assets and Property

FOOTPATHS, CAR PARKS, AND STREET CLEANING

Outcomes

- The safe and efficient movement of pedestrians.
- Car parks that are safe, structurally sound and well appointed.
- Street cleaning in urban areas at a frequency that provides a clean and tidy road environment (there is no performance measure for this outcome).

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Achievement of the following service levels: <ul style="list-style-type: none"> ▪ All urban streets have a footpath on at least one side, with paths on both sides in commercial areas and near schools, early childhood centres and medical facilities. 	<p>There are a number of existing rural residential subdivisions which do not have any footpaths. Construction in these areas has been declined by the Community Boards on the basis that this was part of the development that people have bought into.</p> <p>There are also a number of streets in Naseby where there are no footpaths.</p>		
	<p>New footpaths constructed/maintained as follows:</p>		
		Constructed	Resurfaced
	Alexandra	186m Asphalt	772m Asphalt
	Cromwell	820m Asphalt	1358m Asphalt
Clyde	50m Asphalt		
Roxburgh		221m Asphalt	
<ul style="list-style-type: none"> ▪ Bumps, hollows and lips are repaired where these would cause distress to pedestrians, pushchairs, mobility scooters etc. 	<p>Achieved except for Alexandra and Cromwell. Footpaths inspected in March 2006 were prioritised with the worst sections programmed for repair as part of the 2006/07 footpath contract.</p>		
<ul style="list-style-type: none"> ▪ Pram crossings are installed at all kerbed intersection crossing points. 	<p>Not achieved: New pram crossings are being installed progressively where new footpaths and/or new kerb and channel are constructed.</p>		

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd		
<ul style="list-style-type: none"> ▪ Clear access for pedestrians by requiring vegetation trimming by adjacent property owners. 	<p>Achieved; letters are sent to landowners who where vegetation from their property is obstructing footpaths and the road visibility.</p>		
<ul style="list-style-type: none"> ▪ Car parks have potholes repaired, vegetation cleared and are routinely patrolled for litter. All kerbed channels and drainage facilities clear of blockages and free flowing. ▪ Carpark markings remain clear and defined. 	<p>Achieved. Urban commercial areas litter cleared according to the contract. In urban areas leaf and gutter mechanical sweepings were completed twice in Roxburgh, Ranfurly and Naseby and three times in Alexandra, Cromwell and Clyde.</p> <p>Not Achieved. Newly sealed carpark on Boundary Road, Alexandra requires repainting, new parking layout programmed for 2006/07.</p>		
<ul style="list-style-type: none"> • Annual Residents' Opinion Survey ratings maintained or increased from 80%. 	% satisfied Footpaths		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	73	72
Cromwell	84	79	
Earnscliffe/Manuherikia	79	85	
Maniototo	60	64	
Roxburgh	70	63	
District	75	75	

INFRASTRUCTURE, ASSETS and PROPERTY

PROPERTY

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
357	Rates	364	364
Other Income			
628	Rentals and Hires	665	643
25	Capital Donations	-	708
26	Interest	32	29
131	Other Income	115	140
47	Profit on Sale of Assets	2,381	-
213	Unrealised Gain on Development Property	1,707	-
1,427	TOTAL REVENUE	5,264	1,884
EXPENDITURE			
83	Administration Buildings	95	113
541	Community Buildings	507	479
350	Elderly Persons Housing	415	437
250	Other Property	180	172
1,224	TOTAL EXPENSE	1,197	1,201
203	NET SURPLUS (DEFICIT)	4,067	683
1,366	CAPITAL EXPENDITURE	1,784	3,230

Infrastructure, Assets and Property

ADMINISTRATION BUILDINGS

Introduction

The Council operates and maintains four service centres providing Council administration services to local communities.

Outcome

Service Centres that provide Council administration services to the local communities in which they are situated.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">• Buildings achieve Warrant of Fitness standards.• Buildings maintained within timeframes set in maintenance contracts.	<p>The Council buildings have all achieved Building Warrants of Fitness.</p> <p>Council's contractor reports building maintenance is being performed to a level as required by the Property Manager.</p>

Infrastructure, Assets and Property

COMMUNITY BUILDINGS

Introduction

The Council owns halls, pavilions and theatres for community use.

Several halls are administered on Council's behalf by hall committees.

Also some halls are owned and operated by independent hall societies.

Outcome

Indoor community facilities that are suitable for a range of social, cultural, recreational and educational uses.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • The annual Residents' Opinion Survey will be used to measure resident satisfaction, and it will indicate 90% or higher satisfaction. • Availability for usage. • Actual usage. 	% satisfied Community Facilities		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	97	98
	Cromwell	97	95
	Earnsclough/Manuherikia	97	92
	Maniototo	86	90
	Roxburgh	82	97
	District	94	95
	All facilities are available for public and or community use throughout the year.		
		Number of days	
	2005/06	2004/05	
Alexandra			
- Community Centre	97	70	
- Theatre	53	146	
- Stadium	211	157	
- Pioneer Park Pavilion	21	42	
Cromwell			
- Memorial Hall	146	158	
- Community Board Chambers	72	88	
- Library Meeting Room	133	115	
Maniototo			
- Maniototo Stadium	19	59	
- Ranfurly Town Hall	10	24	
- Naseby Town Hall	7	25	
Roxburgh			
- Theatre	69	64	
- Supper/Dance Hall	12	8	
- Memorial Hall	46	39	
- Meeting Room	71	53	

Infrastructure, Assets and Property

ELDERLY PERSONS' HOUSING

Introduction

Council owns housing units in Alexandra, Clyde, Cromwell, Ranfurly and Roxburgh specifically for the use of elderly persons.

Outcome

Elderly with limited means will have access to well-maintained, managed and suitable Council-provided housing.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">• Survey tenants annually to rate their satisfaction.• Maintained within timeframes set in maintenance contracts.	<p>Tenants surveyed in June 2006. Overall 89% of respondents are satisfied.</p> <p>The time compliance service request report results have not provided a meaningful measure as approved extensions to due dates were not being entered correctly in the database. This will be rectified for 2006/07. The general opinion of the Property Manager is that response times have been satisfactory, having regard to demand on tradesmen in the current market.</p>

Infrastructure, Assets and Property

OTHER PROPERTY

Introduction

The Council holds a number of properties, other than reserves, that are held for a variety of purposes.

Outcomes

- The maximum return is obtained from the use of land and building assets.
- Endowment land is used in the most appropriate way.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">• Properties reviewed annually. • Tenants are surveyed annually to rate their satisfaction.	<p>All leased properties are scheduled and expiry/renewal and review dates programmed.</p> <p>The schedule is reviewed annually to identify leases falling due within the following 12 months.</p> <p>One has expired but is under negotiation. Two review dates have passed with lessees deemed to have accepted new rents.</p> <p>No survey of tenants was undertaken. Programmed for 06/07.</p>

INFRASTRUCTURE, ASSETS and PROPERTY

WATER

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
1,331	Rates	1,563	1,560
Other Income			
3	Connection Fees	4	13
108	Metered water sales	148	115
252	Developers Contributions	366	325
17	Govt Grants and Subsidies	24	18
41	Interest	52	20
3	Other Income	4	-
401	Vested Assets	2,624	30
2,156	TOTAL REVENUE	4,785	2,081
EXPENDITURE			
(4)	District	-	-
476	Alexandra	677	555
381	Cromwell	731	425
177	Earnsclough/Manuherikia	250	225
275	Maniototo	462	366
138	Roxburgh	189	150
1,443	TOTAL EXPENSE	2,309	1,721
713	NET SURPLUS (DEFICIT)	2,476	360
616	CAPITAL EXPENDITURE	1,003	1,618

Note: Vested assets are not included within the capital expenditure in this Statement

Infrastructure, Assets and Property

WATER

Introduction

The provision of safe and adequate water supplies is one of Council's most important functions.

Outcome

To ensure provision of effective and efficient water supply services which are appropriate to the communities they serve.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Water supplies are monitored for quality of water in line with New Zealand Drinking Water Standards (2000) and contract specifications. • 90% of all water service requests are actioned within nominated response times. • Have at least one urban water supply hydrant pressure tested by the New Zealand Fire Service each year. • At least 65% of respondents served by water supplies are satisfied with quality of Council water supplies. 	<p>For the monitoring results see Table 1 on the following page.</p> <p>Of the 1,014 water service requests received 87% (2004/05: 93%) were actioned within the required response times.</p> <p>Pressure tests were actioned as under: Naseby – February 2005 Roxburgh - March 2005 Ranfurly – November 2005</p>		
	% satisfied Quality of Water Supplies		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	30	34
	Cromwell	54	49
Earnsclough/Manuherikia	67	65	
Maniototo	89	90	
Roxburgh	74	82	
District	51	50	
<p>Water supplies for Alexandra and Cromwell draw raw water from sources which contain high levels of lime which has lead to poor satisfaction levels in respect to quality. Investigations into addressing these issues have been progressed, however no specific actions have been decided upon, and will not be until the Health (Drinking Water) amendment bill has been enacted as this may place additional requirements in respect to water treatment.</p>			

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd		
<ul style="list-style-type: none"> At least 90% of respondents are satisfied with the reliability of Council water supplies. 	% satisfied Water Reliability		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	84	89
	Cromwell	93	93
	Earnsclough/Manuherikia	81	89
	83	82	
	91	82	
	District	86	89
<ul style="list-style-type: none"> Completion of the water asset management plan by 30 June 2005. 	Completed 1 March 2006.		

TABLE 1. QUALITY TEST RESULTS FOR THE YEAR 01/07/2005 – 30/06/2006

	COLIFORM TESTS		
	Minimum number of samples required per water standards/contract (per year)	Actual samples taken	Actual % complying with standard
	Contractor	Contractor	
Alexandra	88	95	100%
Clyde	88	96	99%
Cromwell and Bannockburn	88	106	100%
Naseby	56	98	99%
Omakau / Ophir	56	60	100%
Patearoa	56	70	99%
Ranfurlly	88	92	100%
Roxburgh	88	96	100%
Lake Roxburgh Village	56	61	100%

Note: Private water supplies are no longer tested by Council.

INFRASTRUCTURE, ASSETS and PROPERTY

WASTEWATER

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
1,112	Rates	1,170	1,169
Other Income			
14	Connection Fees	12	13
3	Trade Waste Charges	3	23
98	Developers Contributions	280	185
55	Interest	87	58
3	Other Income	6	-
155	Vested Assets	1,946	30
1,440	TOTAL REVENUE	3,504	1,478
EXPENDITURE			
507	Alexandra	641	576
339	Cromwell	504	392
26	Earnsclough/Manuherikia	36	35
85	Maniototo	138	114
75	Roxburgh	126	103
1,032	TOTAL EXPENSE	1,445	1,220
408	NET SURPLUS (DEFICIT)	2,059	258
189	CAPITAL EXPENDITURE	410	713

Note: Vested assets are not included within the capital expenditure in this Statement

Infrastructure, Assets and Property

WASTEWATER

Introduction

Wastewater management is an important element of Council's activities.

Outcome

The effective and efficient provision of wastewater services which are appropriate to the communities they serve and which meet agreed environmental and public health standards.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Wastewater discharges comply with discharge permits so that no breaches are notified by the Otago Regional Council. • 90% of all wastewater service requests are actioned within nominated response times. • 80% of respondents to the Residents' Opinion Survey are satisfied with wastewater services. 	Of the eight wastewater scheme discharge consents, 1 notified breach was received, which is being discussed with the Otago Regional Council.		
	Of 110 wastewater service requests received 88% (2004/05: 97%) were actioned within the required response times.		
	% satisfied Wastewater Services		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	91	92
Cromwell	96	98	
Earnsclough/Manuherikia	73	75	
Maniototo	92	100	
Roxburgh	94	100	
District	91	94	
<ul style="list-style-type: none"> • Completion of the wastewater asset management plan by 30 June 2005. 	Completed 1 March 2006.		

INFRASTRUCTURE, ASSETS and PROPERTY

STORMWATER

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
271	Rates	313	313
Other Income			
	User fees and other	-	-
432	Vested Assets	1,039	-
<u>703</u>	TOTAL REVENUE	<u>1,352</u>	<u>313</u>
EXPENDITURE			
130	Alexandra	151	132
130	Cromwell	153	138
2	Earnscliffe/Manuherikia	11	4
18	Maniototo	38	32
15	Roxburgh	32	26
<u>295</u>	TOTAL EXPENSE	<u>385</u>	<u>332</u>
<u>408</u>	NET SURPLUS (DEFICIT)	<u>967</u>	<u>(19)</u>
<u>10</u>	CAPITAL EXPENDITURE	<u>89</u>	<u>49</u>

Infrastructure, Assets and Property

STORMWATER

Introduction

Provision of stormwater disposal facilities constitutes an important element of Council's activities in the larger towns.

Outcome

Ensure effective and efficient provision of stormwater services.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">Action 90% of stormwater requests within timeframes identified in the contracts.Completion of stormwater asset management plans by 30 June 2005.	<p>Of the 19 stormwater service requests received 74% (2004/05: 88%) were actioned within the required response times.</p> <p>Completed 1 April 2006.</p>

PLANNING AND ENVIRONMENT

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
376	Rates	502	502
Other Income			
1,293	User Fees and Charges	1,351	1,364
10	Interest	2	2
30	Other Income	42	53
77	Govt Grants and Subsidies	8	6
4	Profit on Sale Assets	-	-
1,790	TOTAL REVENUE	1,905	1,927
EXPENDITURE			
(17)	Civil Defence	43	38
87	Dog Control and Impounding	90	103
715	Environmental Health and Building	806	764
48	Liquor Licencing	51	61
924	Resource Management	896	986
124	Clutha Resource Consents	8	11
102	Futures Blueprint	-	-
133	District Rural Fire	166	162
2,116	TOTAL EXPENSE	2,060	2,125
(326)	NET SURPLUS (DEFICIT)	(155)	(198)
218	CAPITAL EXPENDITURE	67	213

Planning and Environment

CIVIL DEFENCE

Introduction

Council is required to maintain a structure of in-house resources and contract services sufficient to enable it to respond to civil emergency declarations.

Outcome

Provide a coordinated and effective response to emergency events.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none">• Achievement of the following service levels:<ul style="list-style-type: none">▪ Maintain an emergency management headquarters with effective means of communication.▪ Train staff in the use of the Coordinated Incident Management System (CIMS) and liaise with emergency services and Council contractors.▪ Ensure that Community Board Chairpersons are aware of their responsibilities.▪ Ensure Council keeps communities aware of civil defence structures, procedures and individual responsibilities.	<p>New headquarters operational from October 2005. Weekly radio checks with Otago Regional Council, Dunedin.</p> <p>34 staff attended training session held 23 June 2006.</p> <p>Presentation of Emergency Management Group training to the Cromwell Community Board 8 August 2005. Other Chairpersons updated on a cyclical basis.</p> <p>The Central Otago Operational Plan was revised and adopted at Council's meeting in August 2005.</p>

Planning and Environment

DOG CONTROL AND REGISTRATION

Introduction

The Council is responsible for dealing with complaints about dogs barking, wandering or acting in a dangerous manner.

Dog registration is a service that benefits dog owners by allowing legal ownership of dogs and enabling impounded dogs to be traced to their owners.

Outcomes

- A register of all dogs within the district.
- Increased public safety from the keeping of dogs under control.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Achieve the following service levels: <ul style="list-style-type: none"> ▪ Ensure that the contractor fulfils the requirement to supply every owner with a registration form within the month prior to the commencement of the registration year. ▪ Initiate prosecutions for those owners with unregistered dogs. ▪ Ensure Council's dog control contractor responds to complaints about dogs barking, wandering or acting in a dangerous manner within one hour of notification. • Satisfaction 70% or better, as measured by the Residents' Opinion Survey. 	All owners of registered dogs received a registration form prior to 1 July 2006.		
	Infringement notices were issued. 21 notices were returned to the District Court for prosecution.		
	Performance measure not met. Service request system requires 24 hour response time and cannot report on one hour response time.		
	% satisfied Dog Control		
	<u>2005/06</u>	<u>2004/05</u>	
Alexandra	64	70	
Cromwell	62	68	
Earnscliffeugh/Manuherikia	51	73	
Maniototo	44	75	
Roxburgh	75	78	
District	60	71	

Planning and Environment

HEALTH AND BUILDINGS

Introduction

To provide for the health, safety and well-being of the community.

Outcome

A community that is provided with the protection mandated by the relevant legislation.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • 85% of building consents actioned within 10 working days (from receipt of all information). • Inspect 50% of registered food premises annually. • Satisfaction with building inspection services is 85% or better, as per the Residents' Opinion Survey. • Satisfaction with health inspection. Service is 85% or better, as per the Residents' Opinion Survey. 	Building Consent Processing		
		2005/06	2004/05
	Number of Consents received	917	932
	Required processing timeframe for issuing consents (working days)	10	10
	Number processed within required time	553	640
	Processed within required time %	60	68.7
	Average processing time in working days	16	10
	97% (2004/05: 29%) of premises were inspected.		
	% satisfied with Building Inspection Services		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	84	94
	Cromwell	92	86
	Earnsclough /Manuherikia	78	74
	Maniototo	86	79
Roxburgh	88	85	
District	86	85	
% satisfied with Health Inspection			
	<u>2005/06</u>	<u>2004/05</u>	
Alexandra	96	92	
Cromwell	95	96	
Earnsclough /Manuherikia	92	93	
Maniototo	79	100	
Roxburgh	100	92	
District	93	94	

Planning and Environment

LIQUOR LICENSING

Introduction

This is concerned with establishing a reasonable system of control over the sale and supply of liquor to the public with the aim of reducing liquor abuse.

Outcomes

- A reduction in alcohol-related motor vehicle accidents and police prosecutions for alcohol-related offences.
- Safe and sensible drinking practices, particularly amongst young people.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Check all licencing registration data against a field check of all liquor outlets and managers' certificates, on an annual basis. 	Field checking of licencing was not performed, instead reminders were posted to licence holders and managers, advising of renewal requirements.		
	Licencing Applications Received		
		<u>2005/06</u>	<u>2004/05</u>
	On-Licence-New	21	13
	On-BYO	2	1
	On-Licence Variation	0	1
	On-Licence Renewal	18	32
	Off-Licence New	13	17
	Caterers Off Licence	0	1
	Off-Licence Renewal	27	32
	Club Licence New	0	1
	Club Licence Renewal	5	2
	Club Mgr Cert New	7	1
	General Mgr Cert New	70	57
	Club Mgr Cert Renewal	6	11
	General Mgr Cert Renewal	96	112
	Special Licence	84	95
	Temporary Authority	34	27
	Total	383	403

Planning and Environment

RESOURCE MANAGEMENT

Introduction

This is about providing for the controlled development of the district and protection of the natural environment.

Outcome

A District Plan that sets clear rules for, and enables the development of, land to meet the future requirements of the community in respect to residential, commercial, industrial and agricultural, horticultural and viticultural expansion.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Transitional District Plan operative from 2004/05. • A review of the District Plan to be undertaken, to initiate variations or plan changes to correct objectives and rules which have been identified as “unworkable” or ambiguous during the transition period. 	<p>The Proposed District Plan is not operative. Council made a decision not to make the plan operative until all outstanding references are resolved. There is still one outstanding reference, a hearing date for this is not yet known.</p> <p>Variation 1 was publicly notified on 1 July 2005, proposing changes to the Rural subdivision rules which will allow Council to consider subdivision proposals in terms of impacts on landscape and amenity values. Variations 2A-2X were publicly notified on 1 July 2006 identifying a variety of minor amendments to the Plan. Suggestions for the amendments came from members of the public and those involved with administration of the Plan. The Blue Print study has been completed and there will be some changes to the Plan as a result. The Rural Study process has been completed. Consultants are in the process of preparing changes to the Plan which are yet to be presented to Council for approval.</p>

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd					
<ul style="list-style-type: none"> 95% of applications for resource consent are processed within the timeframes required by legislation (i.e. between 20 and 70 days). Satisfaction with planning services is 80% or better. 	A summary of consents processed follows:					
	Application Type	Total Number of Applications	Number Processed Within Time	% 2005/06	% 2004/05	
	Non-notified – 20 working days	337	301	89	70	
	Non-notified with hearing – 40 working days	20	16	80	65	
	Notified (no hearing) – 50 working days	0	0	0	17	
	Notified with hearing – 70 working days	35	33	94	78	
	% satisfied Planning Services					
			<u>2005/06</u>	<u>2004/05</u>		
	Alexandra		78	79		
	Cromwell		60	72		
	Earnsclough/Manuherikia		63	57		
	Maniototo		65	56		
Roxburgh		74	91			
District		67	70			
While satisfaction levels with planning services have marginally fallen, the Resident Opinion Survey shows an increasing level of satisfaction with the planning processes.						

Planning and Environment

DISTRICT RURAL FIRE

Introduction

The Council has a responsibility to organise and provide rural fire services.

Outcomes

- Respond to rural fire events.
- Provide for the recruitment, training and management of the rural fire force volunteer network.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Meet the following service levels: <ul style="list-style-type: none"> ▪ Prompt response to fire incidents. ▪ Ensure that all recruits receive basic training requirements and NZQA qualifications and advanced training for those requiring specialist skills. ▪ Carry out annual inspection and testing of equipment. ▪ Ensure that the service agreement with the NZ Fire Service is complied with. • Have the annual fire plan approved by the National Rural Fire Authority (NFRA). 	<p>The 15 minute statutory response time to the initial call out to proceed to fire incidents was achieved in all cases.</p> <p>Crew members in the Central Otago District Council Fire parties are being trained and assessed to New Zealand Qualification Standards. Unit standards 3285, 3286, 3287 and 3270, last assessed June 2006.</p> <p>Equipment tested and annual inspection completed by DoC on 28 July 2005.</p> <p>The Fire Service attended as first response to all rural fire incidents in accordance with the agreement.</p> <p>Under the new Forest and Rural Fires Regulations 2005, Council approves the plan rather the NFRA, and approved the plan on 29 August 2005.</p>

ECONOMIC and TOURISM DEVELOPMENT

ECONOMIC DEVELOPMENT

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
197	Rates	218	217
	Other Income		
-	Other income	2	-
<hr/>		<hr/>	<hr/>
197	TOTAL REVENUE	220	217
EXPENDITURE			
69	Operating Costs	67	74
134	Administration and Staff Costs	89	143
<hr/>		<hr/>	<hr/>
203	TOTAL EXPENSE	156	217
<hr/>		<hr/>	<hr/>
(6)	NET SURPLUS (DEFICIT)	64	-

Economic and Tourism Development

ECONOMIC DEVELOPMENT

Introduction

Council's strategy is aimed at ensuring that Central Otago residents continue to benefit from a growing economy.

Outcomes

Principal outcomes will be:

- Continued diversification and growth.
- New employment and career opportunities.
- A positive business and investment environment.
- Better social and educational services.
- A higher quality of life.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Timely completion of the work programme specified under the development strategy. • Achieving an approval rating of at least 90% in the annual Residents' Opinion Survey. 	From September 2005 to June 2006 the economic development role was vacant. The Economic and Business Development Strategy was reviewed by the District Development Team during May/June 2006 with the new strategy being adopted by Council in August 2006.		
	% satisfied with Council's contribution in this area		
		<u>2005/06</u>	<u>2004/05</u>
	District	86	90

ECONOMIC and TOURISM DEVELOPMENT

PROMOTION GROUPS

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
156	Rates	172	172
	Other Income		
-	Other Income	-	1
<hr/>		<hr/>	<hr/>
156	TOTAL REVENUE	172	173
EXPENDITURE			
50	Alexandra	55	51
90	Cromwell	90	90
4	Earnscliffe/Manuherikia	6	6
6	Maniototo	13	13
9	Maniototo Art Deco Building	33	7
1	Roxburgh	5	5
<hr/>		<hr/>	<hr/>
160	TOTAL EXPENSE	202	172
<hr/>		<hr/>	<hr/>
(4)	NET SURPLUS (DEFICIT)	(30)	1

Economic and Tourism Development

PROMOTION GROUPS

Introduction

Promotion groups in Central Otago are responsible for representing and promoting their local community.

The major focus of promotion group activities is staging events, and attending trade shows.

Outcome

A vibrant visitor destination that offers visitor experiences based on existing cultural, historical, environmental and other destination assets.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Outcomes as per agreed plan, including achievement of the following service levels: Stage events that: <ul style="list-style-type: none"> ▪ Are consistent with the direction of the District Tourism Strategy. ▪ Are consistent with current marketing and promotion campaigns. ▪ Reflect the identity, spirit, values, culture of the local region. ▪ Reflect the natural, historical, environmental and other destination assets. • Present a high quality, holistic image of Central Otago at trade shows. 	<p>Not achieved. The District Tourism Strategy is currently being developed and will be in draft format in early 2007.</p> <p>Events were staged as per the promotion group's project plan, for example, Alexandra Blossom Festival September 2005, Thyme Festival November 2005, Cromwell Half Marathon and 10km walk or run 2005 and the New Years Eve Street Party 2005.</p> <p>Events are staged that are consistent with the promotion groups marketing and projected plans.</p> <p>Events such as The Thyme Festival and the Alexandra Blossom Festival clearly reflect this.</p> <p>Collectively, Promotion Groups together with Central Otago District Council attended the Christchurch A and P Show in November 2005.</p>

ECONOMIC and TOURISM DEVELOPMENT

TOURISM CENTRAL OTAGO

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
191	Rates	300	300
	Other Income		
(1)	Other Income	16	6
<hr/>	190 TOTAL REVENUE	<hr/>	<hr/>
		316	306
EXPENDITURE			
80	Operating Costs	160	160
113	Administration and Staff Costs	156	146
<hr/>	193 TOTAL EXPENSE	<hr/>	<hr/>
		316	306
<hr/>	(3) NET SURPLUS (DEFICIT)	<hr/>	<hr/>
		-	-
<hr/>	45 CAPITAL EXPENDITURE	<hr/>	<hr/>
		126	81

Economic and Tourism Development

TOURISM CENTRAL OTAGO

Introduction

The main objectives of TCO are:

- Motivate people to visit Central Otago, stay longer, spend more, and return.
- Develop local tourism businesses to offer a quality visitor experience.
- Develop the tourism industry to maximise the economic return from visitors.

Outcomes

- A visitor destination that offers visitor experiences based on cultural, historical, environmental and other destination features.
- An industry where marketing and promotion efforts are well coordinated between TCO, promotion groups, tourism operators and visitor information centres.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Service levels, as follows, achieved within budget. <p><u>Destination Management:</u></p> <ul style="list-style-type: none"> ▪ Prepare a district tourism strategy in consultation with industry operators and promotion groups. ▪ Prepare an annual marketing and communication plan. 	<p>Not achieved. The District Tourism Strategy is currently being prepared and will be in draft format in early 2007.</p> <p>Action plan developed, outlining public relations, regional identity, tourism strategy, marketing materials and promotional activities, identified 45 actions. Of these actions, 33 have been met, 5 are in progress (such as meeting product team from Tourism New Zealand and Inbound Operators familiarisation in October, developing the Tourism Strategy, production of a generic brochure and systems review of the Visitor Information Centres). Seven actions have not been achieved.</p>

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd																					
<p><u>Policy, Research and Monitoring:</u></p> <ul style="list-style-type: none"> ▪ Collect and report visitor statistics. <p><u>Promotion:</u></p> <ul style="list-style-type: none"> ▪ Represent operators at Tourism Rendezvous NZ (TRENZ) and other trade events and advertise in key publications. ▪ Produce a Trade Manual and Visitor Guide. ▪ Maintain and further develop a destination website that profiles operators and events. <p><u>Industry Development:</u></p> <ul style="list-style-type: none"> ▪ Arrange operator education, and provide business advice where appropriate. 	<p>Visitor statistics obtained from Statistics New Zealand and collated into graphs to be part of the District Tourism Strategy. Recording of visitor use statistics also occur at each Visitor Information Centre.</p> <table border="1" data-bbox="787 644 1330 893"> <thead> <tr> <th colspan="3">Visitor Numbers</th> </tr> <tr> <th>Visitor Information Centre</th> <th>2005/06</th> <th>2004/05</th> </tr> </thead> <tbody> <tr> <td>Alexandra</td> <td>23,410</td> <td>26,648</td> </tr> <tr> <td>Cromwell</td> <td>67,445</td> <td>62,685</td> </tr> <tr> <td>Maniototo</td> <td>17,127</td> <td>14,690</td> </tr> <tr> <td>Roxburgh</td> <td>4,505</td> <td>4,154</td> </tr> <tr> <td>Total</td> <td>112,487</td> <td>108,177</td> </tr> </tbody> </table> <p>Attended TRENZ in June 2006. Appointments were carried out with 46 wholesalers.</p> <p>Trade Manual produced May 2006. Visitors Guide produced March 2006.</p> <p>Daily updates of operator listings are carried out to the website. Monthly update of events calendar is actioned. Further generic Central Otago information has been included on the website.</p> <p>A partnership is in place with the Otago Chamber of Commerce. This has resulted in the following training programmes:</p> <ul style="list-style-type: none"> ▪ effective brochure writing ▪ writing an effective business plan ▪ understanding financial statements ▪ developing a practical and effective marketing plan ▪ developing a plan for customer service excellence ▪ employment agreements made easy ▪ branding for tourism sector ▪ inbound tour operators 	Visitor Numbers			Visitor Information Centre	2005/06	2004/05	Alexandra	23,410	26,648	Cromwell	67,445	62,685	Maniototo	17,127	14,690	Roxburgh	4,505	4,154	Total	112,487	108,177
Visitor Numbers																						
Visitor Information Centre	2005/06	2004/05																				
Alexandra	23,410	26,648																				
Cromwell	67,445	62,685																				
Maniototo	17,127	14,690																				
Roxburgh	4,505	4,154																				
Total	112,487	108,177																				

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd	
<ul style="list-style-type: none"> ▪ Build relationships with travel wholesalers to grow business for tourism operators in the region. ▪ Assist District Promotions Groups to develop a service management plan. • Satisfaction rating of at least 85% 	<ul style="list-style-type: none"> ▪ how to build an effective website for your tourism business ▪ how to grow profitability and value online ▪ strategic business development for tourism ▪ how to grow a smart tourism business ▪ tourism best practice and promoting tourism in remote regions. <p>Overall 143 participants received training.</p> <p>Tourism Central Otago attended TRENZ in June 2006 where appointments were held with 46 international wholesalers, inbound operators, Tourism NZ and media. Hosted an International Media Programme team in May 2006. Attended the International Inbound Tour Operators Council Trade Day in May 2006 with 40 appointments being undertaken.</p> <p>An average of 10 communications per day received regarding travel and media enquiries via the Website and Information Centres.</p> <p>Assistance provided for Cromwell Promotions, Promote Dunstan, Maniototo Promotions and Teviot Valley Promotions to produce their 2005/06 Project Plans.</p>	
	% satisfaction Tourism Central Otago	
	<u>2005/06</u>	<u>2004/05</u>
	District 87	89

ECONOMIC and TOURISM DEVELOPMENT

VISITOR INFORMATION CENTRES

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
334	Rates	371	371
Other Income			
-	Bookings commission	11	-
48	Commission	52	28
86	Other Income	113	54
468	TOTAL REVENUE	547	453
EXPENDITURE			
20	District	19	42
162	Alexandra	165	169
154	Cromwell	174	144
61	Maniototo	74	56
37	Roxburgh	37	43
434	TOTAL EXPENSE	469	454
34	NET SURPLUS (DEFICIT)	78	(1)
2	CAPITAL EXPENDITURE	12	45

Economic and Tourism Development

VISITOR INFORMATION CENTRES

Introduction

Information Centres direct visitors and residents to cultural, environmental, historical and other destination features of Central Otago. This ensures visitors have a quality experience that encourages a return visit.

Outcome

A vibrant visitor destination that offers visitor experiences based on existing cultural, historical, environmental and other destination assets.

PERFORMANCE MEASURES	ACHIEVEMENTS
<ul style="list-style-type: none"> • Achievement of the following service levels: <p><u>Centre Management:</u></p> <ul style="list-style-type: none"> ▪ Provide visitors with general information about the area, attractions, activities and accommodation facilities. ▪ Act as booking agency for approved operations. ▪ Maintain displays to a high standard and ensure that information provided is up to date and relevant. ▪ Maintain an events database for respective local areas. <p><u>Other Roles:</u></p> <ul style="list-style-type: none"> ▪ Develop a “holiday guide” which outlines significant events during the summer holiday season. 	<p>Information provided on request from the Alexandra, Cromwell Ranfurly and Roxburgh Visitor Information Centres. Visitor numbers reported to Council through the Monthly Activity Report.</p> <p>Bookings made for all local operators who have resource consent and provide 10% commission. Agents for National based travel companies eg. Intercity and Interislander.</p> <p>Displays maintained and updated daily.</p> <p>Events database within the Tourism Central Otago website and is updated as required.</p> <p>A holiday guide was produced in November 2005 to cover the summer holiday season and distributed to businesses in Central Otago.</p>

PERFORMANCE MEASURES ctd	ACHIEVEMENTS ctd		
<ul style="list-style-type: none"> ▪ Liaise with respective local Promotions Groups and provide administrative support for approved activities. 	Visitor Information Centre Managers attend Promotion Group meetings in the absence of the Tourism Central Otago representatives.		
<ul style="list-style-type: none"> • Satisfaction is 80% or better derived from the user survey. 	% satisfied Visitor Information Centres		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra	95	98
	Cromwell	99	99
Earnsclough/ Manuherikia	98	98	
Maniototo	85	96	
Roxburgh	93	100	
District	96	98	

ADMINISTRATIVE

OVERHEADS

COST OF SERVICES STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

Actual 2004/05 \$ 000's		Actual 2005/06 \$ 000's	Estimate 2005/06 \$ 000's
REVENUE			
Other Income			
27	Rates Enquiries	27	18
(34)	Other Income	(27)	(18)
7	Profit on Sale of Assets	-	-
<hr/>		<hr/>	<hr/>
-	TOTAL REVENUE	-	-
EXPENDITURE			
513	Administration Alexandra	385	383
354	Chief Executive Officer	379	358
1,210	Corporate Services Manager	975	979
6	Records Management	-	-
-	Information Technology	358	373
177	Service Centres	178	182
<hr/>		<hr/>	<hr/>
2,260	TOTAL EXPENSE	2,275	2,275
(2,806)	Overheads Allocated	(2,275)	(2,266)
<hr/>		<hr/>	<hr/>
(546)	NET SURPLUS (DEFICIT)	-	9
<hr/>		<hr/>	<hr/>
339	CAPITAL EXPENDITURE	326	370

Administrative

OVERHEADS

Introduction

This relates to the Council's responsibility to provide adequate points of representation in the community.

Outcome

Achievement of a service quality level by Council staff that recognises the information needs of the community.

PERFORMANCE MEASURES	ACHIEVEMENTS		
<ul style="list-style-type: none"> • Compliance with statutory timeframes for public reporting. • Ratepayers provided with examples of representative rates during Council's annual planning process. • Website compliant with e-local government guidelines by 31 December 2005. <p>Residents' Opinion Survey indicates:</p> <ul style="list-style-type: none"> ▪ 90% or better satisfaction that customer service was fast and efficient. <ul style="list-style-type: none"> ▪ 85% or better satisfaction that issues were dealt with effectively. 	Statutory timeframes met.		
	Examples of rates for representative properties were included with the draft Long Term Council Community Plan.		
	Achieved. Website meets requirements.		
	% satisfied Customer Service		
		<u>2005/06</u>	<u>2004/05</u>
	Alexandra*	90	88
	Cromwell	89	86
	Earnsclough/Manuherikia*	90	88
	Maniototo	96	95
	Roxburgh	100	100
District	91	90	
% satisfied Admin issues dealt with effectively			
	<u>2005/06</u>	<u>2004/05</u>	
Alexandra*	81	79	
Cromwell	82	88	
Earnsclough/Manuherikia*	81	79	
Maniototo	89	93	
Roxburgh	90	96	
District	83	84	
NOTE: Alexandra and Earnsclough/Manuherika figures are the same as they use the same service centre.			

STATEMENT OF FINANCIAL PERFORMANCE VARIANCE REPORT
(Differences between actual and estimated results)

STATEMENT OF FINANCIAL PERFORMANCE

	Actual	Estimate	Variance	
	2005/06	2005/06	2005/06	
	\$000's	\$ 000's	\$000's	
REVENUE				
Rates	12,581	12,543	38	F
Government grants and subsidies	3,001	2,385	616	F
Interest and dividends	1,009	965	44	F
Regulatory fees	1,076	1,068	8	F
User fees and other income	2,877	2,482	395	F
Contributions for capital purposes	1,091	3,420	(2,329)	U
Profit on Sale of Assets	2,389	-	2,389	F
Vested Assets	11,165	60	11,105	F
TOTAL OPERATING REVENUE	35,189	22,923	12,266	F
Less EXPENSES				
People, democracy and community development				
Democracy	752	763	11	F
Grants	761	467	(294)	U
Parks and reserves	1,403	1,299	(104)	U
Clutha Management	46	72	26	F
Libraries	621	649	28	F
Public toilets	141	197	56	F
Swim Centres	1,161	1,007	(154)	U
Waste management	1,836	1,713	(123)	U
Infrastructure, assets and property				
Water	2,241	1,622	(619)	U
Wastewater	1,414	1,180	(234)	U
Stormwater	323	269	(54)	U
District roading	7,024	6,137	(887)	U
Footpaths, carparks and street cleaning	751	738	(13)	U
Airports	15	20	5	F
Cemeteries	66	64	(2)	U
Property	1,116	1,121	5	F
Regulatory	2,060	2,125	65	F
Economic and tourist development				
Economic development	156	217	61	F
Tourism - promotion groups	202	172	(30)	U
Tourism Central Otago	316	306	(10)	U
Tourism - visitor information centres	469	454	(15)	U
Other	247	131	(116)	U
Total Costs	23,121	20,723	(2,398)	
NET SURPLUS (DEFICIT)	13,775	2,200	11,575	F

Note: "F" = favourable, "U" = unfavourable

EXPLANATION OF VARIANCES - REVENUE

Government grants and subsidies. Additional roading expenditure attracted extra subsidy

User fees and Other Income:

The major components of the favourable variance are: (000's)

Estimated income not received:	
Resource management meeting fees	(36)
Income greater than estimated	
Elderly persons housing rentals	30
Recoverable professional fees	50
Commission	23
Transfer station income	70
Road safety cost sharing	81
Camp fees	73
Metered water sales	34
Recreation facilities	31
Other	39
	<u>395</u>

Contributions for Capital Purposes:

The major components of the unfavourable variance are: (000's)

Estimated income not received:	
Donations for capital purposes	(2,767)
Income greater than estimated	
Subdividers contributions towards existing infrastructure	282
Reserves contributions	166
	<u>(2,319)</u>

Profit on Sale of Assets: The major contribution to this surplus over book value was the sale of land in Cromwell.

Vested Assets: This is the value of assets vested in the Council by subdividers in the form of roading, water supply and wastewater, and is recorded as income in the Council's records. Due to the unpredictable nature of subdivision activity within the district, it is not possible to accurately assess the level of assets which will vest in any one year.

EXPLANATION OF VARIANCES - EXPENSES

Grants

The major components of the favourable variance are: (000's)

Major grants made but not estimated for	(406)
Major grants estimated for, not made	124
Minor grants	(12)
	<u>(294)</u>

Parks and Reserves

The major components of the unfavourable variance are: (000's)

Asset Management plns	(18)
Depreciation	(25)
Remuneration	(37)
Repairs & mtce	(17)
Other	(7)
	<u>(104)</u>

Public Toilets

The major components of the favourable variance are: (000's)

Grant re DoC toilets not made	35
Contracts	12
Other	9
	<u>56</u>

Pools

The major components of the unfavourable variance are: (000's)

Maintenance	(12)
Electricity and coal	(53)
Staff remuneration	(49)
Other	(40)
	<u>(154)</u>

Waste management

The major components of the unfavourable variance are: (000's)

Landfill charges	(120)
Transfer station costs	(43)
Closed landfill site monitoring	42
Other	(2)
	<u>(123)</u>

District Roading

The major components of the unfavourable variance are: (000's)

Depreciation	(187)
Contracts	(535)
Road safety projects	(74)
Professional Fees	40
Staff Remuneration	30
Overheads	(71)
Other	(59)
	<u>(887)</u>

Water

The major components of the unfavourable variance are: (000's)

Depreciation - on revaluation	(386)
Electricity	(91)
Contracts	(117)
Other	(25)
	<u>(619)</u>

Wastewater

The major components of the unfavourable variance are: (000's)

Depreciation - on revaluation	(295)
Electricity	(28)
Contracts	59
Engineer's fees	36
Other	(6)
	<u>(234)</u>

Regulatory

The major components of the favourable variance are: (000's)

Legal	22
Consultants	65
Rural Study	(38)
Recoverable fees	(24)
Contracts	(52)
Overheads	42
Other	50
	<u>65</u>



Economic development

The major components of the favourable variance are: (000's)

Staff Costs	36
Overheads	9
Other	16
	61

Other

The major components of the unfavourable variance are: (000's)

Adjustment to Bad Debts provision	(33)
-----------------------------------	------

CONSULTATION WITH MAORI

The 2001 census identified 96.5 percent of the population of Central Otago District as being of European decent. This indicates the Maori population of the Central Otago District as being in the order of 3.5 percent of the District total. In addition there are 13 Runanga in Otakau that have indicated they have an interest in Central Otago District.

Council recognises its obligations under the Local Government Act 2002 (Part 6 Section 81) to establish and maintain processes to provide opportunities for Maori contribute to its decision-making processes and make information available to them.

Council is currently considering ways in which to foster the development of Maori capacity to contribute to decision making processes and is seeking to consult with and involve Maori in the process.

For consultation under the Resource Management Act, Council has entered into a protocol with Kai Tahu Ki Otago in 1997, which remains extant. The Council consults with Kai Tahu Ki Otago on decision-making, notably if the decision is significant and relates to land or a body of water.

For other areas where consultation with Maori is appropriate, Council intends to contact the Runanga, who will in their turn, if necessary, refer the issue to the iwi of Ngai Tahu. The consultation process is made more complex by the fact that there is no Runanga covering the Central Otago area.

The opportunity is also taken to use the local Maori network - Te Roopu Awhina Maori - to obtain the views of the District's Maori citizens.