

**FUNDING IMPACT STATEMENT
FOR WHOLE OF COUNCIL**

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	152,004	152,004	161,447	9,443	
Targeted rates (other than a targeted rate for water supply)	118,903	118,903	123,203	4,300	
Subsidies and grants for operating purposes	6,485	6,485	9,488	3,003	
Fees and charges	122,218	122,218	123,180	962	
Interest and dividends from investments	11,013	11,013	11,125	112	
Local authorities fuel tax, fines, infringement fees, and other receipts	9,255	9,255	9,513	258	
Total operating funding (A)	419,878	419,878	437,956	18,078	
Applications of operating funding					
Payments to staff and suppliers	280,484	280,481	292,092	11,611	1
Finance costs	22,961	22,961	26,281	3,320	1
Internal charges and overheads applied	-	-	-	-	
Other operating funding applications	35,850	35,850	42,866	7,016	1
Total applications of operating funding (B)	339,295	339,292	361,239	21,947	
Surplus (deficit) of operating funding (A - B)	80,583	80,586	76,717	(3,869)	
Sources of capital funding					
Subsidies and grants for capital expenditure	36,026	36,026	35,726	(300)	
Development and financial contributions	2,000	2,000	2,000	-	
Increase (decrease) in debt	41,399	62,899	145,908	83,009	2
Gross proceeds from sales of assets	2,650	2,650	4,600	1,950	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	82,075	103,575	188,234	84,659	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	2,597	2,597	1,928	(669)	3
- to improve the level of service	62,680	84,180	145,817	61,637	3
- to replace existing assets	93,169	93,169	95,819	2,650	3
Increase (decrease) in reserves	4,212	4,215	21,396	17,181	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	162,658	184,161	264,960	80,799	
Surplus (deficit) of capital funding (C - D)	(80,583)	(80,586)	(76,726)	3,860	
Funding balance ((A - B) + (C - D))	-	-	(9)	(9)	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	102,165	99,797	103,471	1,027	

Notes:

1. Variances for these operating expenditure items can be found in the Funding Impact Statement for each activity over the following 18 pages.

2. Includes funding for proposed Movie Museum and proposed Convention Centre.

2. Variances for these capital expenditure items can be found in the Funding Impact Statement for each activity over the following 18 pages.

FUNDING IMPACT STATEMENT

1.1 FOR GOVERNANCE, INFORMATION AND ENGAGEMENT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	16,587	16,587	17,733	1,146	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	508	508	889	381	1
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	17,095	17,095	18,622	1,527	
Applications of operating funding					
Payments to staff and suppliers	9,713	9,713	11,152	1,439	2
Finance costs	16	16	16	-	
Internal charges and overheads applied	7,308	7,308	7,402	94	
Other operating funding applications	10	10	10	-	
Total applications of operating funding (B)	17,047	17,047	18,580	1,533	
Surplus (deficit) of operating funding (A - B)	48	48	42	(6)	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	(48)	(48)	74	122	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	(48)	(48)	74	122	
Applications of capital funding					
Capital expenditure	-	-	-	-	
- to meet additional demand	-	-	-	-	
- to improve the level of service	-	-	-	-	
- to replace existing assets	-	-	116	116	3
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	-	-	116	116	
Surplus (deficit) of capital funding (C - D)	(48)	(48)	(42)	6	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	48	48	42	(6)	

Notes:

1. Revenue cost recovery for elections conducted on behalf of other local authorities and boards, for example Greater Wellington Regional Council and the Capital and Coast District Health Board.
2. Increase in contractor costs related to local body election year.
3. Cost related to election-specific software.

FUNDING IMPACT STATEMENT
1.2 FOR MAORI AND MANA WHENUA PARTNERSHIPS

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	281	281	295	14	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	-	-	-	-	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	281	281	295	14	
Applications of operating funding					
Payments to staff and suppliers	267	267	267	-	
Finance costs	1	1	1	-	
Internal charges and overheads applied	11	11	15	4	
Other operating funding applications	-	-	10	10	
Total applications of operating funding (B)	279	279	293	14	
Surplus (deficit) of operating funding (A - B)	2	2	2	-	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	(2)	(2)	(2)	-	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	(2)	(2)	(2)	-	
Applications of capital funding					
Capital expenditure	-	-	-	-	
- to meet additional demand	-	-	-	-	
- to improve the level of service	-	-	-	-	
- to replace existing assets	-	-	-	-	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	-	-	-	-	
Surplus (deficit) of capital funding (C - D)	(2)	(2)	(2)	-	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	2	2	2	-	

FUNDING IMPACT STATEMENT

2.1 FOR GARDENS, BEACHES AND GREEN OPEN SPACES

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	30,360	30,360	34,301	3,941	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	699	699	636	(63)	
Fees and charges	1,437	1,437	1,465	28	
Internal charges and overheads recovered	5,111	5,111	5,203	92	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	37,607	37,607	41,605	3,998	
Applications of operating funding					
Payments to staff and suppliers	19,285	19,285	19,869	584	1
Finance costs	1,993	1,993	1,984	(9)	
Internal charges and overheads applied	12,281	12,281	12,393	112	
Other operating funding applications	120	120	80	(40)	
Total applications of operating funding (B)	33,679	33,679	34,326	647	
Surplus (deficit) of operating funding (A - B)	3,928	3,928	7,279	3,351	
Sources of capital funding					
Subsidies and grants for capital expenditure	650	650	-	(650)	2
Development and financial contributions	183	183	183	-	
Increase (decrease) in debt	(2,129)	(2,129)	(3,265)	(1,136)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	(1,296)	(1,296)	(3,082)	(1,786)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	70	70	-	(70)	
- to improve the level of service	1,121	1,121	986	(135)	
- to replace existing assets	1,441	1,441	3,211	1,770	3
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	2,632	2,632	4,197	1,565	
Surplus (deficit) of capital funding (C - D)	(3,928)	(3,928)	(7,279)	(3,351)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	3,928	3,928	7,279	3,351	

Notes:

1. Increase due to additional funding for Our Natural Capital \$165k, Town Belt flora and fauna monitoring \$155k, and additional vegetation control costs \$240k.

2. No funding drawdown on Plimmer Bequest funding 2016/17 Annual Plan.

3. Additional funding to support the Lyall Bay Foreshore Resilience Plan \$1m, including work on Surfers Corner carpark \$236k and pipe extensions and rock riprap at the western end of the beach \$594k.

FUNDING IMPACT STATEMENT
2.2 FOR WASTE REDUCTION AND ENERGY CONSERVATION

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	764	764	1,393	629	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	12,876	12,876	13,320	444	1
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	13,640	13,640	14,713	1,073	
Applications of operating funding					
Payments to staff and suppliers	12,126	12,126	12,456	330	2
Finance costs	877	877	751	(126)	
Internal charges and overheads applied	56	56	729	673	3
Other operating funding applications	255	255	383	128	
Total applications of operating funding (B)	13,314	13,314	14,319	1,005	
Surplus (deficit) of operating funding (A - B)	326	326	394	68	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	912	912	857	(55)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	912	912	857	(55)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	-	-	-	-	
- to replace existing assets	1,238	1,238	1,251	13	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	1,238	1,238	1,251	13	
Surplus (deficit) of capital funding (C - D)	(326)	(326)	(394)	(68)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	326	326	394	68	

Notes:

1. Reflects increase in release of Waste Minimisation Levy to offset landfill costs.
2. Costs have increased within this activity as a result of inflationary and other contractual pressures.
3. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.

FUNDING IMPACT STATEMENT

2.3 FOR WATER

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	-	-	-	-	
Targeted rates (other than a targeted rate for water supply)	38,291	38,291	39,921	1,630	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	35	35	35	-	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	38,326	38,326	39,956	1,630	
Applications of operating funding					
Payments to staff and suppliers	22,501	22,501	23,383	882	1
Finance costs	2,100	2,100	2,104	4	
Internal charges and overheads applied	1,443	1,443	1,602	159	2
Other operating funding applications	-	-	-	-	
Total applications of operating funding (B)	26,044	26,044	27,089	1,045	
Surplus (deficit) of operating funding (A - B)	12,282	12,282	12,867	585	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	671	671	671	-	
Increase (decrease) in debt	3,999	3,999	1,397	(2,602)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	4,670	4,670	2,068	(2,602)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	563	563	538	(25)	
- to improve the level of service	3,038	3,038	3,375	337	3
- to replace existing assets	13,351	13,351	11,022	(2,329)	4
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	16,952	16,952	14,935	(2,017)	
Surplus (deficit) of capital funding (C - D)	(12,282)	(12,282)	(12,867)	(585)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	12,282	12,282	12,867	585	

Notes:

1. Costs have increased due to a rise in bulk water costs from GWRC \$800k.
2. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
3. Funding for the upgrade of water meters across Wellington.
4. The variance is a result of the availability and use of improved asset information and asset management systems, these systems have resulted in better informed renewals spend.

FUNDING IMPACT STATEMENT
2.4 FOR WASTEWATER

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	-	-	-	-	
Targeted rates (other than a targeted rate for water supply)	37,425	37,425	39,393	1,968	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	1,233	1,233	1,244	11	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	38,658	38,658	40,637	1,979	
Applications of operating funding					
Payments to staff and suppliers	21,117	21,117	21,671	554	1
Finance costs	3,741	3,741	3,833	92	
Internal charges and overheads applied	3,525	3,525	4,481	956	2
Other operating funding applications	-	-	-	-	
Total applications of operating funding (B)	28,383	28,383	29,985	1,602	
Surplus (deficit) of operating funding (A - B)	10,275	10,275	10,652	377	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	549	549	549	-	
Increase (decrease) in debt	(343)	(343)	125	468	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	206	206	674	468	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	223	223	230	7	
- to improve the level of service	-	-	316	316	3
- to replace existing assets	10,258	10,258	10,780	522	3
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	10,481	10,481	11,326	845	
Surplus (deficit) of capital funding (C - D)	(10,275)	(10,275)	(10,652)	(377)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	13,428	13,428	13,893	465	

Notes:

1. Costs have increased within this activity as a result of inflationary and other contractual pressures.
2. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
3. Budget increased to improve the resilience of the wastewater network.

FUNDING IMPACT STATEMENT
2.5 FOR STORMWATER

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	-	-	-	-	
Targeted rates (other than a targeted rate for water supply)	17,442	17,442	17,691	249	
Subsidies and grants for operating purposes	136	136	125	(11)	
Fees and charges	10	10	10	-	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	17,588	17,588	17,826	238	
Applications of operating funding					
Payments to staff and suppliers	7,131	7,131	7,157	26	
Finance costs	2,904	2,904	2,890	(14)	
Internal charges and overheads applied	1,501	1,501	1,536	35	
Other operating funding applications	-	-	-	-	
Total applications of operating funding (B)	11,536	11,536	11,583	47	
Surplus (deficit) of operating funding (A - B)	6,052	6,052	6,243	191	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	58	58	58	-	
Increase (decrease) in debt	(1,654)	(1,654)	719	2,373	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	(1,596)	(1,596)	777	2,373	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	161	161	237	76	
- to improve the level of service	1,501	1,501	4,550	3,049	1
- to replace existing assets	2,794	2,794	2,233	(561)	2
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	4,456	4,456	7,020	2,564	
Surplus (deficit) of capital funding (C - D)	(6,052)	(6,052)	(6,243)	(191)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	6,052	6,052	6,243	191	

Notes:

1. Budget increased to improve the resilience and ability of the stormwater network to respond to significant weather events.

2. The variance is a result of the availability and use of improved asset information and asset management systems, these systems have resulted in better informed renewals spend.

FUNDING IMPACT STATEMENT
2.6 FOR CONSERVATION ATTRACTIONS

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	6,459	6,459	6,818	359	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	-	-	-	-	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	6,459	6,459	6,818	359	
Applications of operating funding					
Payments to staff and suppliers	214	214	216	2	
Finance costs	748	748	787	39	
Internal charges and overheads applied	286	286	260	(26)	
Other operating funding applications	3,689	3,689	3,759	70	
Total applications of operating funding (B)	4,937	4,937	5,022	85	
Surplus (deficit) of operating funding (A - B)	1,522	1,522	1,796	274	
Sources of capital funding					
Subsidies and grants for capital expenditure	126	126	-	(126)	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	(332)	(332)	(979)	(647)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	(206)	(206)	(979)	(773)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	516	516	-	(516)	1
- to replace existing assets	800	800	817	17	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	1,316	1,316	817	(499)	
Surplus (deficit) of capital funding (C - D)	(1,522)	(1,522)	(1,796)	(274)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	1,522	1,522	1,796	274	

Notes:

1. No zoo upgrades budgeted in 2016/17 Annual Plan year.

FUNDING IMPACT STATEMENT

3.1 FOR CITY PROMOTIONS AND BUSINESS SUPPORT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	4,610	4,610	5,044	434	
Targeted rates (other than a targeted rate for water supply)	15,226	15,226	15,002	(224)	
Subsidies and grants for operating purposes	-	-	1,231	1,231	1
Fees and charges	14,365	14,365	14,369	4	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	34,201	34,201	35,646	1,445	
Applications of operating funding					
Payments to staff and suppliers	21,483	21,483	21,857	374	2
Finance costs	736	736	1,747	1,011	3
Internal charges and overheads applied	939	939	756	(183)	
Other operating funding applications	12,248	12,248	17,048	4,800	4
Total applications of operating funding (B)	35,406	35,406	41,408	6,002	
Surplus (deficit) of operating funding (A - B)	(1,205)	(1,205)	(5,762)	(4,557)	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	3,420	24,920	27,059	2,139	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	3,420	24,920	27,059	2,139	
Applications of capital funding					
Capital expenditure	-	-	-	-	
- to meet additional demand	-	-	-	-	
- to improve the level of service	-	21,500	19,538	(1,962)	5
- to replace existing assets	2,215	2,215	1,759	(456)	6
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	2,215	23,715	21,297	(2,418)	
Surplus (deficit) of capital funding (C - D)	1,205	1,205	5,762	4,557	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	1,795	1,795	1,813	18	

Notes:

- Funding income to offset the rates impact of the build phase of the proposed Convention Centre.
- Additional budget funding for the proposed Convention Centre \$220k, international relations funding \$50k, and to show the cost to WCC of the new Kilbirnie Business Improvement District \$80k.
- Interest costs for the building of the proposed Convention Centre.
- Grant to Westpac Regional Stadium Trust for stadium improvements and maintenance.
- Funding for Year 2 of proposed Convention Centre construction programme.
- Total budget 2015/16 and 2016/17 includes Wellington venues renewals \$1.3m, and funding 2016/17 for replacement of the TSB Arena floor \$380k. Budgeted works 2015/16 included funding for replacing the HVAC system at St James Theatre \$930k.

FUNDING IMPACT STATEMENT

4.1 FOR ARTS AND CULTURE ACTIVITIES

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	13,008	13,008	13,795	787	
Targeted rates (other than a targeted rate for water supply)	5,148	5,148	5,542	394	
Subsidies and grants for operating purposes	410	410	976	566	1
Fees and charges	577	577	588	11	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	19,143	19,143	20,901	1,758	
Applications of operating funding					
Payments to staff and suppliers	4,072	4,072	4,474	402	2
Finance costs	276	276	850	574	3
Internal charges and overheads applied	1,024	1,024	1,132	108	
Other operating funding applications	13,101	13,101	13,603	502	4
Total applications of operating funding (B)	18,473	18,473	20,059	1,586	
Surplus (deficit) of operating funding (A - B)	670	670	842	172	
Sources of capital funding					
Subsidies and grants for capital expenditure	1,914	1,914	-	(1,914)	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	(363)	(363)	33,587	33,950	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	1,551	1,551	33,587	32,036	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	2,119	2,119	34,427	32,308	5
- to replace existing assets	102	102	2	(100)	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	2,221	2,221	34,429	32,208	
Surplus (deficit) of capital funding (C - D)	(670)	(670)	(842)	(172)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	670	670	842	172	

Notes:

1. Funding income to offset the rates impact of the build phase of the proposed Movie Museum.
2. Budget increase due to extra funding for Toi Poneke \$140k, and funding for a new flagship outdoor events series \$200k.
3. Interest costs for the building of the proposed Movie Museum.
3. Funding increased for Cultural Grants Pool \$275k, additional contribution of \$40k to Katherine Mansfield Birthplace Society for promotion of literature-related activities in Wellington, and an increase to the Wellington Museums Grant \$270k.
4. Funding for construction of the proposed Movie Museum.

FUNDING IMPACT STATEMENT

5.1 FOR RECREATION PROMOTION AND SUPPORT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	25,083	25,083	25,751	668	
Targeted rates (other than a targeted rate for water supply)	1,088	1,088	1,191	103	
Subsidies and grants for operating purposes	200	200	204	4	
Fees and charges	11,547	11,547	11,847	300	1
Internal charges and overheads recovered	1,116	1,116	1,136	20	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	39,034	39,034	40,129	1,095	
Applications of operating funding					
Payments to staff and suppliers	17,953	17,953	18,953	1,000	2
Finance costs	3,615	3,615	3,795	180	
Internal charges and overheads applied	9,214	9,214	8,979	(235)	3
Other operating funding applications	663	663	678	15	
Total applications of operating funding (B)	31,445	31,445	32,405	960	
Surplus (deficit) of operating funding (A - B)	7,589	7,589	7,724	135	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	736	736	230	(506)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	736	736	230	(506)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	1,476	1,476	2,151	675	4
- to replace existing assets	6,849	6,849	5,803	(1,046)	5
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	8,325	8,325	7,954	(371)	
Surplus (deficit) of capital funding (C - D)	(7,589)	(7,589)	(7,724)	(135)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	7,589	7,589	7,724	135	

Notes:

1. Increase due to inflationary effect on revenue.
2. Budget increase due to increase in staffing levels across the recreation centre and swimming pool network to meet health and safety requirements \$625k, plus other inflationary pressures.
3. Decrease due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
4. Funding included in 2016/17 Annual Plan for development of Martin Luckie Park as a training facility for elite sport in Wellington \$500k.
5. Budgeted funding for Basin Reserve Master Plan renewals programme \$3m, Hataitai Park re-surfacing \$275k, and renewal of Freyberg Pool facilities \$1.8m.

FUNDING IMPACT STATEMENT
5.2 FOR COMMUNITY SUPPORT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	22,792	22,792	25,001	2,209	
Targeted rates (other than a targeted rate for water supply)	4,250	4,250	4,430	180	
Subsidies and grants for operating purposes	969	969	934	(35)	
Fees and charges	22,869	22,869	19,432	(3,437)	1
Internal charges and overheads recovered	1,171	1,171	1,125	(46)	
Local authorities fuel tax, fines, infringement fees, and other receipts	586	586	547	(39)	
Total operating funding (A)	52,637	52,637	51,469	(1,168)	
Applications of operating funding					
Payments to staff and suppliers	26,470	26,470	26,237	(233)	
Finance costs	(1,632)	(1,632)	(1,600)	32	
Internal charges and overheads applied	11,542	11,542	12,934	1,392	2
Other operating funding applications	4,084	4,084	4,800	716	3
Total applications of operating funding (B)	40,464	40,464	42,371	1,907	
Surplus (deficit) of operating funding (A - B)	12,173	12,173	9,098	(3,075)	
Sources of capital funding					
Subsidies and grants for capital expenditure	20,668	20,668	18,082	(2,586)	4
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	(3,771)	(3,771)	24,314	28,085	5
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	16,897	16,897	42,396	25,499	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	923	923	5
- to improve the level of service	26,139	26,139	25,758	(381)	5
- to replace existing assets	8,763	8,763	6,731	(2,032)	5
Increase (decrease) in reserves	(5,832)	(5,832)	18,082	23,914	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	29,070	29,070	51,494	22,424	
Surplus (deficit) of capital funding (C - D)	(12,173)	(12,173)	(9,098)	3,075	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	15,318	15,318	15,847	529	

Notes:

1. Reduction in revenue due to closure of Arlington Street social housing during redevelopment.
2. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
3. Additional funding for the Social and Recreation Grants Pool \$500k.
4. Reduction in drawdown from social housing funding pool.
5. Budgeted expenditure for Housing Upgrade Programme and Johnsonville Library redevelopment. Note that to date Crown funding available relating to the Housing Upgrade Programme currently exceed expenditure.

FUNDING IMPACT STATEMENT
5.3 FOR PUBLIC HEALTH AND SAFETY

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	9,540	9,540	9,938	398	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	25	25	-	(25)	
Fees and charges	3,993	3,993	4,082	89	
Internal charges and overheads recovered	664	664	676	12	
Local authorities fuel tax, fines, infringement fees, and other receipts	39	39	39	-	
Total operating funding (A)	14,261	14,261	14,735	474	
Applications of operating funding					
Payments to staff and suppliers	9,012	9,012	8,847	(165)	
Finance costs	91	91	93	2	
Internal charges and overheads applied	4,386	4,386	4,973	587	1
Other operating funding applications	129	129	109	(20)	
Total applications of operating funding (B)	13,618	13,618	14,022	404	
Surplus (deficit) of operating funding (A - B)	643	643	713	70	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	1,028	1,028	1,303	275	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	1,028	1,028	1,303	275	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	110	110	739	629	2
- to replace existing assets	1,561	1,561	1,277	(284)	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	1,671	1,671	2,016	345	
Surplus (deficit) of capital funding (C - D)	(643)	(643)	(713)	(70)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	643	643	713	70	

Notes:

1. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.

2. Additional funding for provision of Civil Defence emergency equipment \$72k, plus new funding for the upgrade of the clubrooms at Martin Luckie Park \$250k, and upgrade of public conveniences at Alex Moore Park \$330k.

FUNDING IMPACT STATEMENT

6.1 FOR URBAN PLANNING, HERITAGE AND PUBLIC SPACES DEVELOPMENT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	6,896	6,896	7,301	405	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	20	20	20	-	
Internal charges and overheads recovered	-	-	522	522	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	6,916	6,916	7,843	927	
Applications of operating funding					
Payments to staff and suppliers	2,857	2,857	4,408	1,551	1
Finance costs	15	15	14	(1)	
Internal charges and overheads applied	3,233	3,233	2,110	(1,123)	2
Other operating funding applications	800	800	1,300	500	3
Total applications of operating funding (B)	6,905	6,905	7,832	927	
Surplus (deficit) of operating funding (A - B)	11	11	11	-	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	7,607	7,607	8,219	612	
Gross proceeds from sales of assets	650	650	2,600	1,950	4
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	8,257	8,257	10,819	2,562	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	5,702	5,702	9,298	3,596	5
- to replace existing assets	2,566	2,566	1,532	(1,034)	6
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	8,268	8,268	10,830	2,562	
Surplus (deficit) of capital funding (C - D)	(11)	(11)	(11)	-	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	11	11	11	-	

Notes:

1. Additional funding for Swan Lane and Egmont street urban lane activation projects \$200k, for reinstatement of the Akau Tangi cones on Cobham Drive \$90k, reclassification of costs from the organisation overhead pool \$255k, plus cost associated with bringing waterfront operations in-house.
2. Increase due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
3. Additional funding of \$500k for Built Heritage Incentive Fund added during 2015-25 Long-term Plan.
4. Proceeds from sale of North Kumutoto waterfront carpark \$2.6m.
5. Funding for development of North Kumutoto waterfront public space \$3m. Additional funding for urban lane activation projects in Swan Lane, Garrett Lane and Holland Street \$400k.
6. Total budget for 2016/17 consists of funding for waterfront seawall and wharf renewals \$810k, additional budget for maintenance of the Lagoon Bridge \$150k and public street lighting \$75k, and funding for council signage \$330k.

FUNDING IMPACT STATEMENT
6.2 FOR BUILDING AND DEVELOPMENT CONTROL

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	9,449	9,449	9,222	(227)	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	12,027	12,027	11,942	(85)	
Internal charges and overheads recovered	224	224	228	4	
Local authorities fuel tax, fines, infringement fees, and other receipts	24	24	24	-	
Total operating funding (A)	21,724	21,724	21,416	(308)	
Applications of operating funding					
Payments to staff and suppliers	12,655	12,655	12,594	(61)	
Finance costs	3	3	3	-	
Internal charges and overheads applied	8,761	8,761	8,534	(227)	1
Other operating funding applications	135	135	135	-	
Total applications of operating funding (B)	21,554	21,554	21,266	(288)	
Surplus (deficit) of operating funding (A - B)	170	170	150	(20)	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	5,770	5,770	6,264	494	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	5,770	5,770	6,264	494	
Applications of capital funding					
Capital expenditure	-	-	-	-	
- to meet additional demand	-	-	-	-	
- to improve the level of service	5,940	5,940	6,414	474	2
- to replace existing assets	-	-	-	-	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	5,940	5,940	6,414	474	
Surplus (deficit) of capital funding (C - D)	(170)	(170)	(150)	20	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	170	170	150	(20)	

Notes:

1. Decrease due to reallocation of organisational overhead costs to better align to the cost of services provided within the Activity.
2. Additional funding for Civic Campus earthquake strengthening projects \$400k.

FUNDING IMPACT STATEMENT

7.1 FOR TRANSPORT

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	32,648	32,648	35,854	3,206	
Targeted rates (other than a targeted rate for water supply)	33	33	33	-	
Subsidies and grants for operating purposes	4,046	4,046	5,182	1,136	1
Fees and charges	2,042	2,042	1,960	(82)	
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-	-	
Total operating funding (A)	38,769	38,769	43,029	4,260	
Applications of operating funding					
Payments to staff and suppliers	12,189	12,189	14,148	1,959	2
Finance costs	5,169	5,169	5,288	119	
Internal charges and overheads applied	6,093	6,093	7,123	1,030	
Other operating funding applications	515	515	1,260	745	3
Total applications of operating funding (B)	23,966	23,966	27,819	3,853	
Surplus (deficit) of operating funding (A - B)	14,803	14,803	15,210	407	
Sources of capital funding					
Subsidies and grants for capital expenditure	12,668	12,668	17,644	4,976	
Development and financial contributions	539	539	539	-	
Increase (decrease) in debt	10,563	10,563	10,678	115	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	23,770	23,770	28,861	5,091	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	1,580	1,580	-	(1,580)	4
- to improve the level of service	11,199	11,199	19,964	8,765	5
- to replace existing assets	25,794	25,794	24,955	(839)	
Increase (decrease) in reserves	-	-	(848)	(848)	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	38,573	38,573	44,071	5,498	
Surplus (deficit) of capital funding (C - D)	(14,803)	(14,803)	(15,210)	(407)	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	22,646	22,646	24,530	1,884	

Notes:

- Capital expenditure budget has resulted in a higher level of NZTA subsidy.
- Increase due to more funding for Ngauranga Gorge to Airport expressway project \$1.7m, and increased funding for network compliance items, for example signage and markings \$226k.
- Funding for replacement of Cable Car electric drive, budgeted in the 2015-25 Long-term Plan Year 2 \$2.5m, now re-phased \$1.5m into 2015/16, and \$1m 2016/17.
- No growth upgrade projects budgeted for 2016/17.
- Total 2016/17 investment in cycling infrastructure \$12m. New initiative Safer Roads project funding \$1.1m, and increased funding for roading corridor improvement projects \$600k.
- The variance is a result of the availability and use of improved asset information and asset management systems, these systems have resulted in better informed renewals spend.

FUNDING IMPACT STATEMENT

7.2 FOR PARKING

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	(14,051)	(14,051)	(15,579)	(1,528)	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	-	-	
Fees and charges	19,899	19,899	20,647	748	1
Internal charges and overheads recovered	-	-	-	-	
Local authorities fuel tax, fines, infringement fees, and other receipts	7,556	7,556	7,853	297	
Total operating funding (A)	13,404	13,404	12,921	(483)	
Applications of operating funding					
Payments to staff and suppliers	10,346	10,346	10,263	(83)	
Finance costs	479	479	584	105	
Internal charges and overheads applied	1,987	1,987	2,021	34	
Other operating funding applications	1	1	1	-	
Total applications of operating funding (B)	12,813	12,813	12,869	56	
Surplus (deficit) of operating funding (A - B)	591	591	52	(539)	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	858	858	444	(414)	
Gross proceeds from sales of assets	-	-	-	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	858	858	444	(414)	
Applications of capital funding					
Capital expenditure					
- to meet additional demand	-	-	-	-	
- to improve the level of service	1,449	1,449	496	(953)	2
- to replace existing assets	-	-	-	-	
Increase (decrease) in reserves	-	-	-	-	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	1,449	1,449	496	(953)	
Surplus (deficit) of capital funding (C - D)	(591)	(591)	(52)	539	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	591	591	52	(539)	

Notes:

1. Increase due to movement of carparking revenue from Activity 1.1 to 7.2 \$320k, and inflationary effect on revenue \$420k.
2. Funding for phase 2 of parking sensor roll-out \$300k (phase 1 2015-25 Long-term Plan \$1.45m), and roadside parking improvements \$105k.

FUNDING IMPACT STATEMENT

10.1 FOR ORGANISATIONAL

	2015-25 LTP	2015-25 LTP Yr 1 Amended	2016/17 AP	Variance to Amended LTP	Notes
	\$000	\$000	\$000	\$000	
Sources of operating funding					
General rates, uniform annual general charges, rates penalties	(12,422)	(12,422)	(15,420)	(2,998)	
Targeted rates (other than a targeted rate for water supply)	-	-	-	-	
Subsidies and grants for operating purposes	-	-	200	200	
Fees and charges	29,793	29,793	32,455	2,662	1
Internal charges and overheads recovered	34,577	34,577	32,157	(2,420)	
Local authorities fuel tax, fines, infringement fees, and other receipts	1,050	1,050	1,050	-	
Total operating funding (A)	52,998	52,998	50,442	(2,556)	
Applications of operating funding					
Payments to staff and suppliers	71,094	71,094	74,133	3,039	1
Finance costs	1,829	1,829	3,141	1,312	2
Internal charges and overheads applied	(30,727)	(30,727)	(35,933)	(5,206)	3
Other operating funding applications	100	100	(310)	(410)	
Total applications of operating funding (B)	42,296	42,296	41,031	(1,265)	
Surplus (deficit) of operating funding (A - B)	10,702	10,702	9,411	(1,291)	
Sources of capital funding					
Subsidies and grants for capital expenditure	-	-	-	-	
Development and financial contributions	-	-	-	-	
Increase (decrease) in debt	15,148	15,148	34,884	19,736	
Gross proceeds from sales of assets	2,000	2,000	2,000	-	
Lump sum contributions	-	-	-	-	
Total sources of capital funding (C)	17,148	17,148	36,884	19,736	
Applications of capital funding					
Capital expenditure	-	-	-	-	
- to meet additional demand	-	-	-	-	
- to improve the level of service	2,370	2,370	17,805	15,435	4
- to replace existing assets	15,437	15,437	24,330	8,893	5
Increase (decrease) in reserves	10,043	10,043	4,160	(5,883)	
Increase (decrease) in investments	-	-	-	-	
Total applications of capital funding (D)	27,850	27,850	46,295	18,445	
Surplus (deficit) of capital funding (C - D)	(10,702)	(10,702)	(9,411)	1,291	
Funding balance ((A - B) + (C - D))	-	-	-	-	
Expenses for this activity grouping include the following					
depreciation/amortisation charge	12,776	12,776	9,273	(3,503)	

Notes:

1. Transition costs and associated external income from move to regional shared services for information and communications technology.
2. Finance cost increase related to increased debt funding of capital expenditure projects as per Note 4 below.
3. Decrease in corporate costs due to reallocation of organisational overhead.
4. Total budget includes funding for Civic Campus redevelopment/ office resilience and efficiency projects \$16.7m.
5. Budget increases for Council-owned property renewals \$2.5m, additional funding for information technology projects \$3m. Funding budgeted for capitalisation of Karori Sanctuary offices and buildings.

2016/17 ANNUAL PLAN FUNDING IMPACT STATEMENT

— PROPOSED RATING MECHANISMS

RATES

Rates are a property tax to fund local government activities. Rates are assessed under the Local Government (Rating) Act 2002 (the Act) on rating units in the Rating Information Database. Where rates requirements are allocated based on property value, the capital value of the property as assessed by the Council's valuation services provider will apply. The latest city-wide revaluation was carried out as at 1 September 2015. This revaluation remains effective for the 2016/17 rating year, except where subsequent maintenance valuations have been required under valuation rules or the Council's rating policies.

City-wide revaluations are performed every three years. The next city-wide revaluation will be carried out as at 1 September 2018 and will be effective for the 2019/20 rating year and the two consecutive rating years (subject again to subsequent maintenance valuations).

Policy objective:

- To provide the Council with adequate income to carry out its mission and objectives.
- To support the Council's achievement of its strategic objectives.
- To be simply administered, easily understood, allow for consistent application and generate minimal compliance costs.
- To spread the incidence of rates as equitably as possible by balancing the level of service provided by the Council with ability to pay and the incidence of costs in relation to benefits received.
- To be neutral in that it does not encourage people to redirect activity in order to avoid its impact.
- To reflect the decisions of the Council's policies and rating reviews.

GENERAL RATES

General rates are set under section 13 of the Act on all rateable rating units in the City of Wellington.

The Council proposes to set a general rate based on the capital value of each rating unit within the city.

The general rate will be set on a differential basis, based on land use. All rating units (or part thereof) will be classified for the purposes of general rates within one of the following rating differentials.

DIFFERENTIAL RATING CATEGORIES

Base Differential

This includes:

- a. Separately rateable land used solely for one or more household units; excluding those properties that provide short stay (28 days or less) commercial accommodation for which a tariff is charged
- b. Vacant land zoned residential
- c. Rural land (including farmland and lifestyle blocks) under the District Plan that is administered by the Council, but excluding any rating unit that is used for rural industrial purposes
- d. Separately-rateable land occupied by a charitable organisation which is deemed by the Council to be used exclusively or principally for sporting, recreation or community purposes and that does not generate any private pecuniary profit.

This category has a general rate differential rating factor of 1.0.

Commercial, Industrial and Business Differential

This includes:

- a. Separately-rateable land used for a commercial or industrial purpose
- b. Vacant land zoned commercial, industrial or rural industrial under the District Plan administered by the Council
- c. Land used for offices, administrative and/or associated functions
- d. Land used for commercial accommodation for which a tariff is charged and where the principal purpose is the provision of short stay (28 days or less) accommodation
- e. Business-related premises used principally for private pecuniary benefit
- f. Utility networks
- g. Any property not otherwise categorised within the Base Differential.

This category has a general rate differential rating factor of 2.8.

Differential Rating Category Conditions

Differential rating 2.8:1 Commercial:Base

- The differential apportionment for the commercial, industrial and business sector is 2.8 times the General rate per dollar of capital value payable by those properties incorporated under the Base (Residential) differential. No changes are proposed to the differential apportionment in 2016/17.
- The separated parts of a rating unit will be differentially rated where a part of the property is non-rateable or the property fits under one or more rating differential and either:
 - a) The total capital value of the rating unit is above \$800,000 or
 - b) Minority use(s) account for more than 30 percent of the total capital value of the rating unit.

In any other case, the General rate differential is determined by principal use.

- In regard to the rates attributable to a rating unit during the transition period between two differential rating categories, a ratepayer may apply for a change in rating category at any time between the lodgement of a building consent application with the Council (on the condition that the principal prior use has ended) and the earlier of either:

- a) The time at which the Council gives final approval of the completed works, or
 - b) The property is deemed (by the Council) to be available for its intended use.
-
- In situations where the change in land use does not require a Council consent, but warrants a change in differential rating category, the onus is on the ratepayer to inform the Council prior to the property being utilised under the new use.

 - The rating differential classification of all rating units must be set prior to the commencement of a rating year and will remain in place for that entire rating year. Any change in circumstances that results in a change of differential classification during a rating year will apply from 1 July of the following rating year.

 - Any property eligible for mandatory 50 percent non-rateability under Part 2, Schedule 1, of the Act, will be first classified under the appropriate General rate differential classifications and the non-rateability applied to that rate.

Uniform Annual General Charge

The Council does not assess a uniform annual general charge.

NON-RATEABLE LAND

Non-Rateable

Includes any land referred to in Part 1, Schedule 1 of the Act. This land is non-rateable with the exception of targeted rates solely for sewerage and water where the service is provided.

50 Percent Non-Rateable

Includes all land referred to in Part 2, Schedule 1 of the Act. This land is 50 percent non-rateable in respect of the rates that apply, with the exception of targeted rates for sewerage and water for which the land is fully rateable if the service is provided.

TARGETED RATES

Targeted rates are set under section 16 of the Act.

The Council has not adopted any lump sum contribution schemes under part 4A of the Act in respect of its targeted rates, and will not accept lump sum contributions in respect of any targeted rate.

Sewerage Rate

Targeted sewerage rates are to be apportioned 60 percent:40 percent of rates between properties incorporated under the Base differential and the Commercial, Industrial and Business differential in accordance with the Revenue and Financing Policy. This rate pays for the cost of the provision of the sewerage treatment facilities for the city.

For the purposes of these rates the sewerage collection and disposal service is treated as being provided if the rating unit is connected to a public sewerage drain (either directly or indirectly), irrespective of whether the property is considered fully rateable or is mandatory non-rateable or 50 percent non-rateable under Schedule 1 of the Act.

The targeted Sewerage rate is calculated as follows:

For rating units incorporated in the Commercial, Industrial and Business differential:

A rate per dollar of capital value on all rating units connected to a public sewerage drain, to collect 40 percent of the required rates funding, after having deducted the total dollar amount budgeted to be collected through Trade Waste Charges (excluding consent fees).

For rating units incorporated in the Base differential:

A fixed amount per annum per rating unit for administration, plus a rate per dollar of capital value on all rating units connected to a public sewerage drain, to collect 60 percent of the required rate funding.

Water Rate

A targeted rate for water is to be apportioned with the aim of achieving a 60 percent:40 percent split between properties incorporated under the Base differential and the Commercial, Industrial and Business differential in accordance with the Revenue and Financing Policy.

This rate pays for water collection and treatment facilities, the water distribution network and water conservation for the city.

This rate is set on all rating units serviced by a water connection.

For the purposes of these rates, the water service is treated as being provided if the rating unit is connected to the public water supply (either directly or indirectly), irrespective of whether the property is considered fully rateable or is mandatorily non-rateable or 50 percent non-rateable under Schedule 1 or 2 of the Act.

The targeted Water rate is calculated as follows:

For rating units incorporated in the Commercial, Industrial and Business differential, either:

- a) A consumption unit rate per cubic metre of water used for all rating units connected to the public water supply with a water meter installed, plus a fixed amount per annum per rating unit for administration.

Or

- b) A rate per dollar of capital value on all rating units connected to the public water supply, without a water meter installed.

For rating units rated incorporated in the Base differential, either:

- a) A consumption unit rate per cubic metre of water used for all rating units connected to the public water supply with a water meter installed, plus a fixed amount per annum per rating unit for administration.

Or

- b) A fixed amount per annum per rating unit for administration, plus a rate per dollar of capital value on all rating units connected to the public water supply without a water meter installed, to collect the required Base differential contribution.

Stormwater Network Rate

A targeted stormwater rate is to be apportioned 77.5 percent to the non-rural rating units incorporated under the Base differential and 22.5 percent to the non-rural rating units incorporated under the Commercial, Industrial and Business differential in accordance with the Revenue and Financing Policy.

This rate pays for the cost of the provision of the stormwater collection/disposal network for the city.

Properties classified as rural under the Council's District Plan are excluded from the liability of this rate.

The targeted Stormwater network rate is calculated as follows:

For non-rural rating units incorporated in the Commercial, Industrial and Business differential:

A rate per dollar of capital value to collect 22.5 percent of the required rates funding.

For non-rural rating units incorporated in the Base differential:

A rate per dollar of capital value to collect 77.5 percent of the required rates funding.

Commercial, Industrial and Business Sector Targeted Rate

This rate pays for activities where the Council's Revenue and Financing Policy identifies that the benefit can be attributed to the commercial, industrial and business sector and where the activity is not incorporated in other service related targeted rates. This incorporates the following:

- 30 percent of the cost of the Wellington Regional Economic Development Agency (WREDA) and Venues. This is the equivalent of 100 percent funding of the events attraction and support activity within WREDA.

This rate is assessed on all properties incorporated in the commercial, industrial and business sector and is calculated on a rate per dollar of rateable capital value.

Base Sector Targeted Rate

This rate pays for activities where the Council's Revenue and Financing Policy identifies that the benefit can be attributed to properties incorporated under the Base differential rating category (incorporating residential ratepayers). This incorporates the following activities:

- 100 percent of the facilitation of community environmental initiatives, cultural grants, facilitation of recreation partnerships and community advocacy activities.
- 95 percent of the provision of community centres and halls activities.
- 60 percent of the provision of the water network, collection and treatment, and the sewage collection, treatment and disposal network activities
- 77.5 percent of the stormwater management activity.

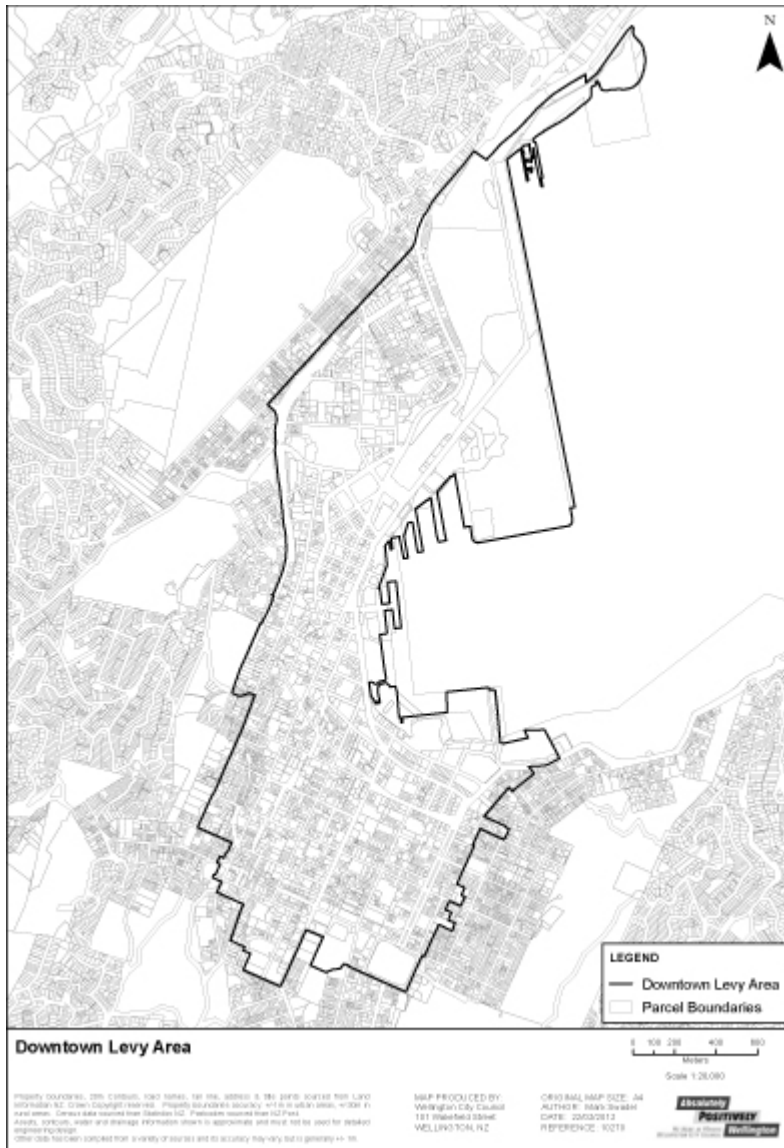
This rate is assessed on all properties incorporated under the Base differential rating category and is calculated on a rate per dollar of rateable capital value.

Downtown Targeted Rate

This rate pays for tourism promotion and retail support (free weekend parking). It also pays for:

- 50 percent of the cost of the Wellington Regional Economic Development Agency (WREDA) and Venues activities
- 40 percent of the cost of the Wellington Convention Centre activity
- 100 percent of retail support (free weekend parking) activity
- 70 percent of the visitor attractions activity
- 25 percent of galleries and museums activity.

This rate is assessed on all commercial, industrial and business properties in the downtown area and is calculated on a rate per dollar of rateable capital value. For the purposes of this rate, the downtown area refers to the area as described by the Downtown Area map as follows:



Tawa Driveways Targeted Rate

This rate pays for the maintenance of a specified group of residential access driveways in the suburb of Tawa, overseen by the Council. This rate is assessed on a specific group of rating units that have shared access driveway that are maintained by Council in the former Tawa Borough at a fixed amount per annum per rating unit.

Marsden Village Targeted Rate

This rate is collected by the Council on behalf of the Marsden Village Association on all commercial, industrial and business properties in the Marsden shopping village (see map below) and is calculated on a rate per dollar of capital value to fund the maintenance of the area.

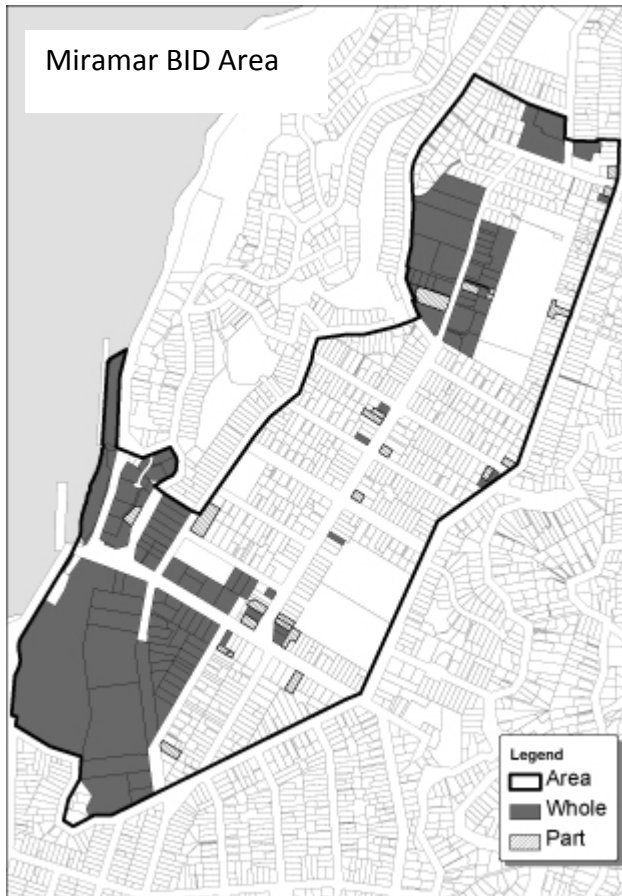


Miramar Business Improvement District Targeted Rate

This rate is set by Council to fund the Business Improvement District activities of Enterprise Miramar Peninsula Incorporated.

The category of land for which this rate is set is on all rating units within the Miramar Business Improvement District (see map) which are subject to the “commercial, industrial and business” differential, but excluding any rating unit that is a substation or used by local or central government for a non-business purpose.

Liability for this rate is calculated as a fixed amount per rating unit, plus a rate per dollar of capital value for any capital value over \$1 million per rating unit.



Khandallah Business Improvement District Targeted Rate

This rate is set by Council to fund the Business Improvement District activities of the Khandallah Business Association Incorporated.

The category of land for which this rate is set is on all rating units within the Khandallah Business Improvement District (see map) which are subject to the “commercial, industrial and business” differential, but excluding any rating unit that is a substation.

Liability for this rate is calculated as a rate per dollar of rateable capital value.



Kilbirnie Business Improvement District Targeted Rate

This rate is set by Council to fund the Business Improvement District activities of the Kilbirnie Business Network.

The category of land for which this rate is set is on all rating units within the Kilbirnie Business Improvement District (see map) which are subject to the “commercial, industrial and business” differential, but excluding any rating unit that is a substation.

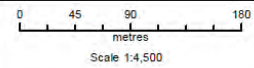
Liability for this rate is calculated as a fixed amount per rating unit, plus a rate per dollar of capital value for any capital value over \$1 million per rating unit.



Commercial Properties

- All
- None
- Some

Kilbirnie BID area
July 2015



Property boundaries, 20m Contours, road names, rail line, address & title points sourced from Land Information NZ. Crown Copyright reserved. Property boundaries accuracy: +/-1m in urban areas, +/-30m in rural areas. Census data sourced from Statistics NZ. Postcodes sourced from NZ Post. Assets, contours, water and drainage information shown is approximate and must not be used for detailed engineering design. Other data has been compiled from a variety of sources and its accuracy may vary, but is generally +/- 1m.

MAP PRODUCED BY:
Wellington City Council
101 Wakefield Street
WELLINGTON, NZ

ORIGINAL MAP SIZE: A4
AUTHOR: bayly2s
DATE: 23/07/2015
REFERENCE:

Absolutely Positively
Wellington City Council
Mc Hoke KJ Ponske

INDICATIVE RATES

The following table shows the indicative residential and commercial property rates inclusive of GST for a selection of billing categories, based on the proposed 2016/17 budget. These are subject to change based on Council decisions made during the adoption of the 2016/17 Annual Plan and changes in property valuations:

Indicative residential property rates (for properties without a water meter)		
Capital Values \$	2016/17 Proposed Rates \$	Increase over 2015/16 %*
200,000	1,120	4.65%
300,000	1,536	4.88%
400,000	1,952	5.02%
500,000	2,368	5.10%
600,000	2,784	5.16%
700,000	3,200	5.21%
800,000	3,617	5.24%
900,000	4,033	5.27%
1,000,000	4,449	5.29%
1,100,000	4,865	5.31%
1,200,000	5,281	5.33%
1,300,000	5,697	5.34%
1,400,000	6,113	5.35%
1,500,000	6,530	5.36%
1,600,000	6,946	5.37%
1,700,000	7,362	5.38%
1,800,000	7,778	5.39%

Indicative suburban commercial property rates (for properties with a water meter). This excludes water by consumption which is charged on actual usage.		
Capital Values \$	2016/17 Proposed Rates \$	Increase over 2015/16 %*
1,000,000	9,950	4.26%
1,250,000	12,406	4.28%
1,500,000	14,861	4.28%
1,750,000	17,316	4.29%
2,000,000	19,772	4.29%
2,250,000	22,227	4.30%
2,500,000	24,683	4.30%
2,750,000	27,138	4.30%
3,000,000	29,593	4.30%
3,250,000	32,049	4.30%
3,500,000	34,504	4.31%
3,750,000	36,959	4.31%
4,000,000	39,415	4.31%
4,250,000	41,870	4.31%
4,500,000	44,326	4.31%
4,750,000	46,781	4.31%
5,000,000	49,236	4.31%

Indicative downtown commercial property rates (for properties with a water meter). This excludes water by consumption which is charged on actual usage.		
Capital Values \$	2016/17 Proposed Rates \$	Increase over 2015/16 %*
1,000,000	12,075	1.78%
1,250,000	15,062	1.79%
1,500,000	18,048	1.79%
1,750,000	21,035	1.79%
2,000,000	24,021	1.79%
2,250,000	27,008	1.79%
2,500,000	29,995	1.80%
2,750,000	32,981	1.80%
3,000,000	35,968	1.80%
3,250,000	38,954	1.80%
3,500,000	41,941	1.80%
3,750,000	44,927	1.80%
4,000,000	47,914	1.80%
4,250,000	50,901	1.80%
4,500,000	53,887	1.80%
4,750,000	56,874	1.80%
5,000,000	59,860	1.80%

*This is the indicative percentage rates increase, taking into account average increases in property valuations for the relevant billing category.

RATES REMISSION AND POSTPONEMENT POLICIES

Refer to the Council Rates Remission and Postponement Policies. There are no changes proposed to the rates remission and postponement policies.