

Statement of Cash Flows

For the year ended 30 June 2010

	COUNCIL			GROUP		
	NOTE	ACTUAL 2010 \$000	BUDGET 2010 \$000	ACTUAL 2009 \$000	ACTUAL 2010 \$000	ACTUAL 2009 \$000
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from rates – Council		213,390	213,992	204,635	213,390	204,635
Receipts from rates – Greater Wellington Regional Council		40,631	-	39,050	40,631	39,050
Receipts from activities and other income		107,333	103,926	106,228	119,728	127,456
Receipts from grants and subsidies – operating		5,924	1,182	6,529	9,319	10,725
Receipts from grants and subsidies – capital		27,384	31,364	20,673	29,755	20,673
Receipts from investment property lease rentals		16,374	10,377	13,020	16,433	13,020
Cash paid to suppliers and employees		(237,924)	(219,680)	(227,738)	(271,702)	(258,939)
Rates paid to Greater Wellington Regional Council		(41,374)	-	(38,455)	(41,374)	(38,455)
Grants paid		(30,514)	(27,561)	(24,804)	(14,176)	(9,905)
Income tax paid		(84)	-	-	(103)	-
Net GST (paid) / received		-	-	(250)	(296)	(353)
NET CASH FLOWS FROM OPERATING ACTIVITIES		101,140	113,600	98,888	101,605	107,907
CASH FLOWS FROM INVESTING ACTIVITIES						
Dividends received		7,238	5,250	7,570	7,108	73
Interest received		262	-	99	406	392
Decrease in bank investments		-	-	-	33	-
Loan repayments received		-	-	-	-	-
Proceeds from sale of property, plant and equipment		707	-	1,356	730	2,157
Increase in bank investments		-	-	(11)	-	(463)
Loan advances made		(3,280)	(3,380)	(5,375)	(3,280)	(5,375)
Purchase of investment properties		(915)	-	(24)	(915)	(24)
Purchase of intangibles		(4,261)	(5,027)	(1,151)	(4,422)	(793)
Purchase of property, plant and equipment		(106,828)	(134,719)	(92,727)	(107,276)	(94,039)
NET CASH FLOWS FROM INVESTING ACTIVITIES		(107,077)	(137,876)	(90,263)	(107,616)	(98,072)
CASH FLOWS FROM FINANCING ACTIVITIES						
New borrowings		79,863	44,881	46,021	79,863	46,125
Repayment of borrowings		(59,182)	-	(36,000)	(59,406)	(36,313)
Interest paid on borrowings		(16,340)	(20,605)	(17,008)	(16,396)	(16,985)
NET CASH FLOWS FROM FINANCING ACTIVITIES		4,341	24,276	(6,987)	4,061	(7,173)
Net increase/(decrease) in cash and cash equivalents		(1,596)	-	1,638	(1,950)	2,662
Cash and cash equivalents at beginning of year		3,945	2,307	2,307	7,966	5,304
CASH AND CASH EQUIVALENTS AT END OF YEAR	9	2,349	2,307	3,945	6,016	7,966

Wellington City Council acts as a collection agency for Greater Wellington Regional Council (GWRC) by including additional rates and levies in its own billing process. Once collected, the monies are passed to GWRC.

The GST (net) component of operating activities reflects the net GST paid and received.

The notes on pages 151 to 221 form part of and should be read in conjunction with these financial statements.

Statement of Cash Flows continued...

For the year ended 30 June 2010

	NOTE	COUNCIL		GROUP	
		ACTUAL 2010 \$000	ACTUAL 2009 \$000	ACTUAL 2010 \$000	ACTUAL 2009 \$000
RECONCILIATION OF NET SURPLUS TO NET OPERATING CASH FLOWS					
NET SURPLUS FOR THE PERIOD		30,330	16,057	23,545	15,968
ADD/(DEDUCT) NON-CASH ITEMS:					
Vested assets	3	(15,194)	(10,851)	(15,194)	(10,851)
Bad debts written-off not previously provided for	5	59	379	70	386
Depreciation and amortisation	6	77,703	74,330	79,127	75,561
Fair value changes in investment properties	16	5,405	2,775	5,405	2,775
Other fair value changes		2,336	6,274	2,534	15,005
Movement in provision for impairment of doubtful debts		(245)	173	(228)	192
Tax expense		-	-	65	-
Non-cash movement in provisions		14,473	3,566	14,473	3,513
TOTAL NON-CASH ITEMS		84,537	76,646	86,252	86,581
Add/(deduct) movement in working capital: ¹					
Trade and other receivables		(6,705)	(6,294)	1,776	(5,514)
Prepayments		2,448	(2,123)	2,500	(2,202)
Trade and other payables		(11,326)	4,969	(12,090)	5,188
Revenue in advance		(2,146)	1,031	(2,420)	780
Inventories		88	35	30	174
Employee benefit liabilities		(1,905)	186	(1,889)	(280)
Provision for other liabilities		(3,051)	(1,156)	(3,081)	(1,414)
TOTAL WORKING CAPITAL MOVEMENT		(22,597)	(3,352)	(15,174)	(3,268)
Add/(deduct) investing and financing activities:					
Net gain on disposal of property, plant and equipment		(207)	(751)	(207)	(751)
Dividends received		(7,238)	(7,570)	(40)	(73)
Interest received		(262)	(99)	(519)	(481)
Interest paid on borrowings		16,577	17,957	16,531	18,023
Share of equity accounted surplus from associates		-	-	(8,783)	(8,092)
TOTAL INVESTING AND FINANCING ACTIVITIES		8,870	9,537	6,982	8,626
NET CASH FLOW FROM OPERATING ACTIVITIES		101,140	98,888	101,605	107,907

1. Excluding non-cash items.

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