

Financial Statements

Prospective Income Statement

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
INCOME										
Revenue from rates and levies	181,357	191,235	201,417	209,576	217,481	226,729	232,644	236,507	244,174	249,186
Revenue from activities	103,718	108,474	111,779	115,560	116,853	119,557	122,513	123,781	125,762	131,313
Revenue from investment properties	11,158	10,973	10,441	9,960	8,007	7,637	7,490	7,470	7,421	7,421
Financing revenues and gains	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685	5,685
Other revenues and gains	3,285	3,903	4,822	6,046	7,583	8,804	8,793	8,780	8,804	8,801
Total operating income	305,203	320,270	334,144	346,827	355,609	368,412	377,125	382,223	391,846	402,406
EXPENDITURE										
Financing costs	17,025	20,645	24,168	26,227	27,613	28,579	28,902	29,124	29,238	28,505
Expenditure on activities	226,272	233,988	238,668	245,064	251,165	256,416	262,182	268,542	271,207	276,625
Depreciation and amortisation	60,128	61,804	66,605	69,462	70,237	76,185	77,519	78,037	84,920	87,463
Total operating expenditure	303,425	316,437	329,441	340,753	349,015	361,180	368,603	375,703	385,365	392,593
Total operating surplus/(deficit)	1,778	3,833	4,703	6,074	6,594	7,232	8,522	6,520	6,481	9,813
Net surplus/(deficit) for the year	1,778	3,833	4,703	6,074	6,594	7,232	8,522	6,520	6,481	9,813

These financial statements have been inflation adjusted. Refer to the section in Significant Forecasting Assumptions for further information.

Prospective Balance Sheet

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
ASSETS										
CURRENT ASSETS										
Cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Trade and other receivables	27,980	27,980	27,980	27,980	27,980	27,980	27,980	27,980	27,980	27,980
Inventories	892	892	892	892	892	892	892	892	892	892
Non-current assets classified as held for sale										
Total current assets	28,872	28,872	28,872	28,872	28,872	28,872	28,872	28,872	28,872	28,872
NON-CURRENT ASSETS										
Derivative financial instruments	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011
Trade and other receivables	26,174	40,688	41,601	42,515	43,427	44,341	45,255	46,169	47,082	32,996
Available-for-sale financial assets	527	527	527	527	527	527	527	527	527	527
Investment in subsidiaries	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509
Investment in associates	19,268	19,168	19,068	18,968	18,868	18,768	18,668	18,568	18,468	18,368
Intangibles	8,058	10,264	9,681	8,213	9,889	12,760	10,617	11,481	14,223	12,743
Investment properties	156,256	156,256	156,256	156,256	156,256	156,256	156,256	156,256	156,256	156,256
Property, plant & equipment	5,524,649	5,752,089	5,799,033	5,825,930	6,353,641	6,366,710	6,377,381	6,809,840	6,810,911	6,819,798
Total non-current assets	5,742,452	5,986,512	6,033,686	6,059,929	6,590,128	6,606,882	6,616,224	7,050,361	7,054,988	7,048,208
Total assets	5,771,324	6,015,384	6,062,558	6,088,801	6,619,000	6,635,754	6,645,096	7,079,233	7,083,860	7,077,080

Prospective Balance Sheet continued...

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
LIABILITIES										
CURRENT LIABILITIES										
Payables and accruals	45,397	45,397	45,397	45,397	45,397	45,397	45,397	45,397	45,397	45,397
Borrowings	201,172	266,663	309,234	329,503	352,077	361,699	362,619	369,848	368,094	351,601
Employee benefits	4,234	4,234	4,234	4,234	4,234	4,234	4,234	4,234	4,234	4,234
Provisions for other liabilities	4,119	4,119	4,119	4,119	4,119	4,119	4,119	4,119	4,119	4,119
Total current liabilities	254,922	320,413	362,984	383,253	405,827	415,449	416,369	423,598	421,844	405,351
NON-CURRENT LIABILITIES										
Borrowings	58,000	58,000	58,000	58,000	58,000	58,000	58,000	58,000	58,000	58,000
Employee benefits	2,062	2,062	2,062	2,062	2,062	2,062	2,062	2,062	2,062	2,062
Provisions for other liabilities	15,327	15,327	15,327	15,327	15,327	15,327	15,327	15,327	15,327	15,327
Total non-current liabilities	75,389	75,389	75,389	75,389	75,389	75,389	75,389	75,389	75,389	75,389
Total Liabilities	330,311	395,802	438,373	458,642	481,216	490,838	491,758	498,987	497,233	480,740
EQUITY										
Accumulated funds and retained earnings	4,662,542	4,665,775	4,669,878	4,675,352	4,681,346	4,687,978	4,695,900	4,701,820	4,707,701	4,716,914
Revaluation reserves	757,022	931,858	931,858	931,858	1,432,989	1,432,989	1,432,989	1,853,477	1,853,477	1,853,477
Hedging reserve	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011
Restricted funds	20,438	20,938	21,438	21,938	22,438	22,938	23,438	23,938	24,438	24,938
Total equity	5,441,013	5,619,582	5,624,185	5,630,159	6,137,784	6,144,916	6,153,338	6,580,246	6,586,627	6,596,340
Total equity and liabilities	5,771,324	6,015,384	6,062,558	6,088,801	6,619,000	6,635,754	6,645,096	7,079,233	7,083,860	7,077,080

Statement of Prospective Changes in Equity

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
Accumulated funds	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134	1,269,134
Retained earnings	3,390,042	3,393,408	3,396,641	3,400,744	3,406,218	3,412,212	3,418,844	3,426,766	3,432,686	3,438,567
Revaluation reserves	757,022	757,022	931,858	931,858	931,858	1,432,989	1,432,989	1,432,989	1,853,477	1,853,477
Hedging reserve	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011	1,011
Restricted funds	22,126	20,438	20,938	21,438	21,938	22,438	22,938	23,438	23,938	24,438
Equity – opening balance	5,439,335	5,441,013	5,619,582	5,624,185	5,630,159	6,137,784	6,144,916	6,153,338	6,580,246	6,586,627
Changes in equity										
Transfer from Retained Earnings	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)
Transfer to Restricted Funds (Self Insurance)	500	500	500	500	500	500	500	500	500	500
Transfer to Retained Earnings	2,188	-	-	-	-	-	-	-	-	-
Transfer from Restricted Funds (Bequests)	(2,188)	-	-	-	-	-	-	-	-	-
Increase in asset revaluation reserves	-	174,836	-	-	501,132	-	-	420,488	-	-
Net income recognised directly in equity	-	174,836	-	-	501,132	-	-	420,488	-	-
Net surplus/(deficit) for the year to retained earnings	1,778	3,833	4,703	6,074	6,594	7,232	8,522	6,520	6,481	9,813
Total recognised income and expense for the year	1,778	178,669	4,703	6,074	507,726	7,232	8,522	427,008	6,481	9,813
Effect of reduced shareholding in Chaffers Marina Holdings Limited	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)	(100)
Total changes in equity	1,678	178,569	4,603	5,974	507,626	7,132	8,422	426,908	6,381	9,713

Statement of Prospective Cash Flows

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
CASH FLOWS FROM OPERATING ACTIVITIES										
Cash receipts from rates and levies - Council	181,357	191,235	201,417	209,576	217,481	226,729	232,644	236,507	244,174	249,186
Cash receipts from activities and other revenue	105,005	109,490	112,560	116,729	118,416	121,658	123,143	126,180	127,911	133,234
Cash receipts from Government grants and subsidies	12,143	12,848	13,469	13,824	13,014	13,327	14,640	12,839	13,063	13,289
Cash paid to suppliers and employees	(210,760)	(218,280)	(222,351)	(228,153)	(233,701)	(238,453)	(243,761)	(249,679)	(252,168)	(257,213)
Operating cash paid to subsidiaries	(16,724)	(16,964)	(17,475)	(17,968)	(18,428)	(18,871)	(19,282)	(19,659)	(19,815)	(20,158)
Net cash flow from operating activities	71,021	78,329	87,620	94,008	96,782	104,390	107,384	106,188	113,165	118,338
CASH FLOWS FROM INVESTING ACTIVITIES										
Dividends received	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200
Interest received	1,485	1,485	1,485	1,485	1,485	1,485	1,485	1,485	1,485	1,485
Loans repayments received	(2,500)	(13,500)	100	100	100	100	100	100	100	15,100
Purchase of property, plant and equipment	(105,564)	(116,615)	(112,966)	(94,892)	(98,492)	(92,126)	(86,048)	(90,873)	(88,734)	(94,870)
Net cash flow from investing activities	(102,379)	(124,430)	(107,181)	(89,107)	(92,707)	(86,341)	(80,263)	(85,088)	(82,949)	(74,085)

Statement of Prospective Cash Flows continued...

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
CASH FLOW FROM FINANCING ACTIVITIES										
Interest paid on borrowings	(15,814)	(19,390)	(23,010)	(25,170)	(26,649)	(27,671)	(28,041)	(28,329)	(28,462)	(27,760)
Net increase in borrowings	47,172	65,491	42,571	20,269	22,574	9,622	920	7,229	(1,754)	(16,493)
Net cash inflow from financing activities	31,358	46,101	19,561	(4,901)	(4,075)	(18,049)	(27,121)	(21,100)	(30,216)	(44,253)
Net increase/(decrease) in cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents at beginning of year	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents at end of year	-	-	-	-	-	-	-	-	-	-

Prospective Segmental Analysis by Strategy

	Forecast 2006/07 \$000	Forecast 2007/08 \$000	Forecast 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000	Projection 2013/14 \$000	Projection 2014/15 \$000	Projection 2015/16 \$000
NET SURPLUS/(DEFICIT) BY STRATEGY										
Urban Development	(14,890)	(15,014)	(15,007)	(14,633)	(14,525)	(14,701)	(14,704)	(14,918)	(15,182)	(15,670)
Transport	(20,127)	(21,151)	(22,998)	(23,379)	(24,252)	(26,200)	(26,623)	(27,164)	(29,226)	(29,845)
Economic Development	(17,144)	(17,360)	(18,107)	(18,560)	(19,074)	(19,525)	(19,977)	(20,142)	(20,604)	(20,914)
Environmental	(89,371)	(93,354)	(96,706)	(99,235)	(101,558)	(106,383)	(108,238)	(109,805)	(113,398)	(114,543)
Cultural Wellbeing	(11,159)	(11,660)	(12,043)	(12,346)	(12,664)	(12,992)	(13,280)	(13,511)	(13,542)	(13,801)
Social and Recreation	(50,385)	(53,433)	(57,315)	(61,435)	(62,368)	(64,562)	(66,844)	(67,792)	(69,533)	(71,652)
Governance	(13,177)	(13,469)	(13,596)	(14,103)	(14,836)	(14,787)	(15,237)	(15,875)	(15,674)	(16,128)
Total	(216,253)	(225,441)	(235,772)	(243,691)	(249,277)	(259,150)	(264,903)	(269,207)	(277,159)	(282,553)
Council	218,031	229,274	240,475	249,765	255,871	266,382	273,425	275,727	283,640	292,366
Net surplus/(deficit)	1,778	3,833	4,703	6,074	6,594	7,232	8,522	6,520	6,481	9,813
CAPITAL EXPENDITURE BY STRATEGY										
Urban Development	5,539	3,014	1,259	4,015	3,384	1,761	2,430	5,630	4,241	2,714
Transport	23,027	28,232	29,942	30,210	30,562	30,201	33,711	32,711	29,999	38,569
Economic Development	502	926	1,104	611	728	523	966	606	635	646
Environmental	31,585	35,186	28,940	35,379	39,678	35,545	30,379	29,842	30,339	30,559
Cultural Wellbeing	1,425	96	27	27	28	29	29	30	30	31
Social and Recreation	15,483	26,554	37,465	15,840	12,262	10,880	9,782	12,676	9,863	11,226
Governance	126	83	-	-	90	-	-	96	-	-
Total	77,687	94,091	98,737	86,082	86,732	78,939	77,297	81,591	75,107	83,745
Council	6,838	12,708	9,579	8,811	11,760	13,187	8,751	9,282	13,627	11,125
Total Annual Capital Expenditure Programme	84,525	106,799	108,316	94,893	98,492	92,126	86,048	90,873	88,734	94,870
Capital Expenditure Carried Forward from 2005/06	21,041	9,815	4,650	-	-	-	-	-	-	-
Total Capital Expenditure	105,566	116,614	112,966	94,893	98,492	92,126	86,048	90,873	88,734	94,870