

**Funding impact statement - Operating expenditure
2009/10 Draft Long Term Council Community Plan**

	Forecast 2009/10	Forecast 2010/11	Forecast 2011/12	Forecast 2012/13	Forecast 2013/14	Forecast 2014/15	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Operating Statement										
Total project expenditure	340,433	356,450	372,000	383,172	391,496	403,484	415,701	425,356	440,465	453,993
Self-insurance reserve	500	500	500	500	500	500	500	500	500	500
Total operating expenditure	340,933	356,950	372,500	383,672	391,996	403,984	416,201	425,856	440,965	454,493
Add back City housing ring-fenced surplus	1,342	2,189	2,055	1,584	1,772	1,952	1,279	2,200	2,944	1,915
Less expenditure not funded under section 100 of LGA:										
NZTA funded projects	(7,521)	(7,738)	(8,566)	(8,807)	(9,011)	(9,745)	(10,063)	(10,334)	(11,559)	(11,445)
Clearwater sewerage treatment plant	(2,768)	(2,768)	(2,990)	(2,987)	(2,987)	(3,241)	(3,241)	(3,241)	(3,458)	(3,458)
Living Earth joint venture	(197)	(187)	(201)	(201)	(201)	(219)	(219)	(219)	(238)	(206)
Total operating expenditure to be funded	331,789	348,446	362,798	373,261	381,569	392,731	403,957	414,262	428,654	441,299
Funded by:										
General rates	115,872	125,968	131,117	136,566	139,773	143,394	147,743	151,875	156,938	162,037
Targeted rates:										
Sewerage rates (including trade waste)	30,252	30,971	31,921	32,349	32,703	33,918	34,404	34,853	36,192	36,822
Water rate	33,420	34,173	35,526	36,610	37,683	39,911	41,088	42,271	44,863	46,446
Stormwater rate	13,999	14,467	15,108	15,378	15,480	16,311	16,442	16,545	17,510	17,938
Base (residential) sector targeted rate	6,451	6,533	6,606	6,732	6,898	6,982	7,220	7,449	7,559	7,790
Commercial sector targeted rate	2,757	2,954	4,289	2,881	2,945	3,007	3,079	3,152	3,228	3,316
Downtown levy	9,577	10,015	10,374	10,580	10,761	11,120	11,328	11,546	11,771	12,021
Tawa driveways levy	22	22	22	22	22	22	22	22	22	22
Marsden Village levy	14	14	14	14	14	14	14	14	14	14
Total targeted rates	96,492	99,149	103,860	104,566	106,506	111,285	113,597	115,852	121,159	124,369
Total rates to fund operating expenditure	212,364	225,117	234,977	241,132	246,279	254,679	261,340	267,727	278,097	286,406
User charges	75,141	76,326	80,087	83,027	86,158	88,091	90,974	93,700	96,324	99,340
Other income										
Ground and commercial leases	32,498	35,231	35,504	36,903	36,873	37,542	39,043	40,722	41,968	43,132
Dividends	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250
Transfund subsidies	3,960	3,984	4,415	4,354	4,383	4,510	4,653	4,801	4,953	5,109
Housing grants	514	476	503	533	564	597	635	-	-	-
Petrol tax	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Miscellaneous	962	962	962	962	962	962	962	962	962	962
Total funding for operating expenditure	331,789	348,446	362,798	373,261	381,569	392,731	403,957	414,262	428,654	441,299

Funding impact statement - Capital expenditure and loans to other organisations
2009/10 Draft Long Term Council Community Plan

	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast
	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Renewal capital expenditure	67,296	67,631	70,985	75,393	80,376	81,400	80,625	77,527	89,874	82,573
Upgrade capital expenditure	44,802	88,638	67,659	64,123	66,279	72,675	48,818	42,093	53,892	116,467
Capital expenditure carried forward from 2007/08	400	6,860	-	-	-	-	-	-	-	-
Capital expenditure carried forward from 2008/09	25,000	-	-	-	-	-	-	-	-	-
Total capital expenditure to be funded	137,498	163,129	138,644	139,516	146,655	154,075	129,443	119,620	143,766	199,040
Loans to other organisations	2,900	-	-	-	-	-	-	-	-	-
Total capital expenditure and loans to be funded	140,398	163,129	138,644	139,516	146,655	154,075	129,443	119,620	143,766	199,040
Funded by:										
Depreciation	60,993	62,746	69,814	73,516	76,546	78,687	80,625	77,527	89,874	82,573
NZTA subsidies	13,767	13,168	13,635	14,059	17,051	17,341	15,190	15,662	16,148	76,142
Housing grants	12,986	37,038	43,026	34,512	27,499	31,485	19,468	2,000	1,000	-
Development contributions	4,524	7,065	9,588	10,471	10,859	10,904	10,951	10,951	10,951	10,951
Bequests & grants	345	-	-	-	-	-	-	-	-	-
Borrowings	47,783	43,112	2,581	6,958	14,700	15,658	3,209	13,480	25,793	29,374
Total funding for capital expenditure and loans to other organisations	140,398	163,129	138,644	139,516	146,655	154,075	129,443	119,620	143,766	199,040

Funding impact statement - Borrowing

2009/10 Draft Long Term Council Community Plan

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
Opening Gross Borrowings - total	280,000	323,234	351,880	348,725	340,643	345,680	345,448	333,755	333,250	350,782
New borrowings to fund capital expenditure and loans to other organisations	47,783	43,112	2,581	6,958	14,700	15,658	3,209	13,480	25,793	29,374
Repayment of borrowings funded through rates and other sources:										
Asset proceeds	-	(8,250)	-	(8,375)	(4,700)	(8,200)	(5,700)	-	-	-
Ring-fenced housing surpluses	(4,549)	(5,896)	(5,416)	(6,345)	(4,643)	(7,370)	(6,981)	(3,235)	(4,851)	(7,510)
Repayment of loans	-	(320)	(320)	(320)	(320)	(320)	(320)	(320)	(320)	(320)
Depreciation	-	-	-	-	-	-	(1,901)	(10,430)	(3,090)	(8,815)
Closing Gross Borrowing	323,234	351,880	348,725	340,643	345,680	345,448	333,755	333,250	350,782	363,511

Statement of Prospective Capital Expenditure and Capital Expenditure Funding 2009/10 Draft Long Term Council Community Plan

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
Capital expenditure:										
Renewals	67,296	67,631	70,985	75,393	80,376	81,400	80,625	77,527	89,874	82,573
New assets	44,802	88,638	67,659	64,123	66,279	72,675	48,818	42,093	53,892	116,467
Total annual capital expenditure programme	112,098	156,269	138,644	139,516	146,655	154,075	129,443	119,620	143,766	199,040
Renewals funded by:										
Depreciation	60,993	62,746	69,814	73,516	76,546	78,687	80,625	77,527	89,874	82,573
Borrowings	6,303	4,885	1,171	1,877	3,830	2,713	-	-	-	-
New assets funded by:										
Borrowings	13,180	31,367	1,410	5,081	10,870	12,945	3,209	13,480	25,793	29,374
Housing grants	12,986	37,038	43,026	34,512	27,499	31,485	19,468	2,000	1,000	-
Development contributions	4,524	7,065	9,588	10,471	10,859	10,904	10,951	10,951	10,951	10,951
NZTA subsidies	13,767	13,168	13,635	14,059	17,051	17,341	15,190	15,662	16,148	76,142
Bequests	345	-	-	-	-	-	-	-	-	-
Total capital expenditure funding	112,098	156,269	138,644	139,516	146,655	154,075	129,443	119,620	143,766	199,040

Note that the annual expenditure programme excludes expenditure carried forward from previous years.

**Funding impact statement (Housing) - Operating expenditure
2009/10 Draft Long Term Council Community Plan**

	Forecast 2009/10	Forecast 2010/11	Forecast 2011/12	Forecast 2012/13	Forecast 2013/14	Forecast 2014/15	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Operating Statement										
Total project expenditure	11,465	10,704	10,509	10,520	10,480	10,376	10,505	10,791	10,791	11,207
Depreciation	5,385	5,516	6,143	7,900	7,897	8,412	10,229	9,759	9,989	11,515
Total operating expenditure	16,850	16,220	16,652	18,420	18,377	18,788	20,734	20,550	20,780	22,722
Funded by:										
User charges (rental income)	17,678	17,933	18,204	19,471	19,585	20,143	21,378	22,750	23,724	24,637
Other income										
Housing grants	514	476	503	533	564	597	635	-	-	-
Total funding for operating expenditure	18,192	18,409	18,707	20,004	20,149	20,740	22,013	22,750	23,724	24,637
Ringfenced Operating funding surplus	1,342	2,189	2,055	1,584	1,772	1,952	1,279	2,200	2,944	1,915

This information is incorporated into and forms part of the Funding Impact Statement - Operating Expenditure

Funding impact statement (Housing) - Capital expenditure 2009/10 Draft Long Term Council Community Plan										
	Forecast 2009/10	Forecast 2010/11	Forecast 2011/12	Forecast 2012/13	Forecast 2013/14	Forecast 2014/15	Forecast 2015/16	Forecast 2016/17	Forecast 2017/18	Forecast 2018/19
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Renewal capital expenditure	2,178	1,809	2,782	3,139	5,027	2,994	4,526	2,409	6,500	3,250
Upgrade capital expenditure	12,986	37,038	43,026	34,512	27,499	31,485	19,468	8,315	2,582	2,670
Total capital expenditure and loans to be funded	15,164	38,847	45,808	37,651	32,526	34,479	23,994	10,724	9,082	5,920
Funded by:										
Depreciation	5,385	5,516	6,143	7,900	7,897	8,412	10,229	9,759	9,989	11,515
Housing grants	12,986	37,038	43,026	34,512	27,499	31,485	19,468	2,000	1,000	-
Total funding for capital expenditure and loans to other organisations	18,371	42,554	49,169	42,412	35,396	39,897	29,697	11,759	10,989	11,515
Ringfenced Capital funding surplus	3,207	3,707	3,361	4,761	2,870	5,418	5,703	1,035	1,907	5,595
<i>This information is incorporated into and forms part of the Funding Impact Statement - Capital Expenditure</i>										

Funding impact statement (Housing) - Borrowing/Investments
2009/10 Draft Long Term Council Community Plan

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
Opening Gross Borrowings/Investments - total	11,385	6,836	940	(4,476)	(10,821)	(15,463)	(22,833)	(29,815)	(33,050)	(37,901)
Ring-fenced housing operating surplus	(1,342)	(2,189)	(2,055)	(1,584)	(1,772)	(1,952)	(1,279)	(2,200)	(2,944)	(1,915)
Ring-fenced housing capital funding surplus	(3,207)	(3,707)	(3,361)	(4,761)	(2,870)	(5,418)	(5,703)	(1,035)	(1,907)	(5,595)
Closing Gross Borrowings/Investments	6,836	940	(4,476)	(10,821)	(15,463)	(22,833)	(29,815)	(33,050)	(37,901)	(45,411)

This information is incorporated into and forms part of the Funding Impact Statement - Borrowing

2009/10					
INDICATIVE RATES FUNDING STATEMENT					
Rate	Factor	Differentiation	Total Value of Factor	Rate/charge	Rates yield GST Inclusive (<i>\$000's</i>)
General Rate	Capital Value	Base differential use	\$35,484,704,000	¢0.176977	62,800
	Capital Value	Commercial, industrial & business use	\$11,067,681,000	¢0.610392	67,556
	TOTAL				130,356
Sewerage Rate	Fixed charge	Base differential use / connection status	63923 properties	\$112.50	7,191
	Capital Value	Base differential use / connection status	\$37,118,293,000	¢0.036855	13,680
	Capital Value	Commercial, industrial and business use / connection status	\$9,645,041,000	¢0.136469	13,162
	TOTAL				34,033
Water rate	Fixed charge	Base differential use/connection status (without water meter)	57985 properties	\$125.00	7,248
	Capital Value	Base differential use/connection status (without water meter)	\$31,171,808,000	¢0.047455	14,793
	Consumption unit charge	Base differential use/connection status (water meter)	n/a	\$1.78 / m ³	444
	Fixed charge	Base differential use/connection status (water meter)	n/a	\$107.00	74
	Capital Value	Commercial, industrial and business use /connection status(without water meter)	\$946,461,000	¢0.238798	2,260
	Consumption unit charge	Commercial, industrial and business use /connection status (water meter)	n/a	\$1.78 / m ³	12,512
	Fixed charge	Commercial, industrial and business use /connection status (water meter)	n/a	\$107.00	266
	TOTAL				37,597
Stormwater rate	Capital Value	Base differential use (excluding rural)	\$34,971,407,000	¢0.034900	12,205
	Capital Value	Commercial, industrial and business use (excluding rural)	10,048,142,000	¢0.035268	3,544
	TOTAL				15,749
Base sector targeted rate	Capital Value	Residential use	\$35,484,704,000	¢0.020452	7,257
Commercial sector targeted rate	Capital Value	Commercial, industrial & business use	\$11,067,681,000	¢0.028024	3,102
Downtown levy	Capital Value	Commercial, industrial & business use / central city location	\$7,785,136,000	¢0.138394	10,774
Tawa driveways levy	Fixed charge	Shared residential access driveways in the suburb of Tawa and maintained by the Council	251 properties	\$100.00	25
Marsden Village levy	Capital Value	Commercial, industrial & business use located in Marsden shopping village	\$12,482,000	¢0.126100	16
TOTAL RATES REQUIREMENT (INCLUDING GST)					238,909