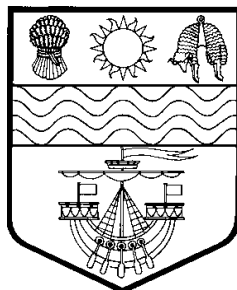


Central Hawke's Bay District Council



Annual Plan 2011/2012

Central Hawke's Bay District Council



Our mission statement:

"The Central Hawke's Bay District Council will be accountable to its citizens for the good management of the public assets of the District and provide open local government at minimum economic cost, with the least possible intervention in the private lives of residents."

What is it?

The Annual Plan contains the proposed annual budget and Funding Impact Statement for the up-coming year (1 July 2011 to 30 June 2012).

The Annual Plan identifies any variation from the financial statements and Funding Impact Statement included in Council's 2009/19 Long Term Council Community Plan.

Consultation on the proposed Annual Plan provides residents with an opportunity to participate in the decision making processes relating to the costs and funding of activities to be undertaken by Central Hawke's Bay District Council, and to contribute to the accountability of Council to the Central Hawke's Bay community.

How does it affect you?

You may be interested in any projects that Council has planned for the coming year, how those projects are likely to be funded, and how these form part of the integrated planning for the long term future of Central Hawke's Bay.

How the Annual Plan relates to other documents

The Annual Plan must be read in tandem with the *Central Hawke's Bay Long Term Council Community Plan 2009/2019* (LTCCP). The Annual Plan is merely a component of this overarching strategic planning document. The Long Term Council Community Plan (LTCCP) – now called a Long Term Plan (LTP) is our roadmap for the District for the next ten years (in this case from 2009 to 2019). In the LTP the community identifies its vision of where it wants to be. The Council's role is to articulate that vision, measure our progress and demonstrate what we are doing to realise that vision.

The purpose of the LTP is to ensure that Council's services are sustainable and affordable over time. Each year the Annual Plan is prepared based on information

contained in the LTP, and any other relevant information available. The LTP can be viewed on Council's website www.chbdc.govt.nz.

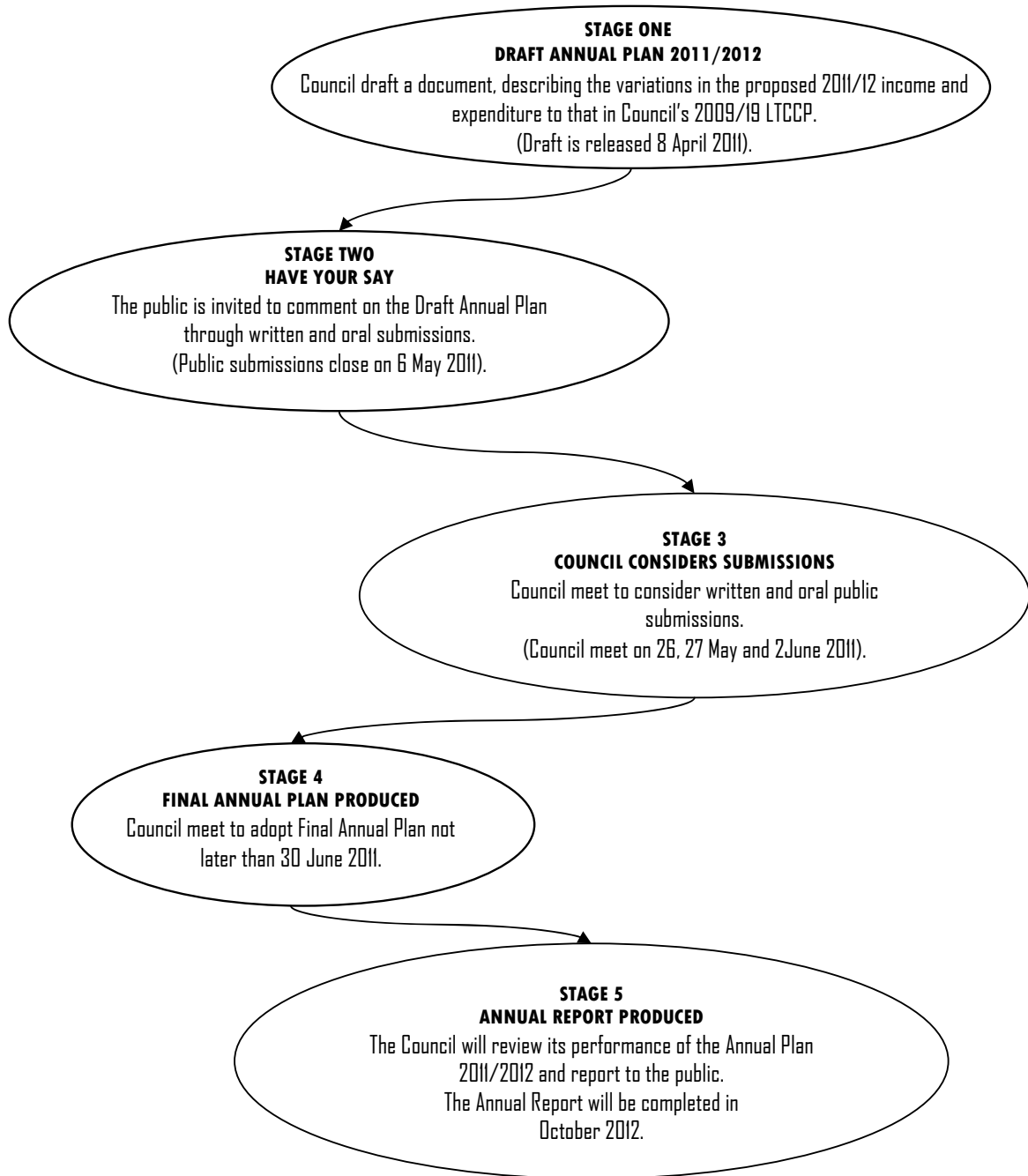


Each year, in November, Council publishes the *Annual Report* that determines whether or not Council has achieved what it had proposed in the previous year's Annual Plan and the LTP.

Contents

The Annual Plan Process	7
Mayor and Chief Executive Introduction	8
Elected Council Members	9
Management Structure	10
Key Issues Overview	11
Community Development	16
Changes to Rates	18
Changes to the Draft Annual Plan	20
Community Outcomes	21
How our Activities Link to Community Outcomes	22
Council Activities and the 2011/2012 Budget	23
<i>Community Leadership and Governance Activity</i>	<i>24</i>
<i>Economic Development Activity</i>	<i>25</i>
<i>Land Use Planning and Management Activity</i>	<i>26</i>
<i>Resource and Subdivision Consents Activity</i>	<i>27</i>
<i>Building Control Activity</i>	<i>28</i>
<i>Public Health Activity</i>	<i>29</i>
<i>Animal Control Activity</i>	<i>30</i>
<i>Emergency Management Activity</i>	<i>31</i>
<i>Bylaws, Litter and Parking Control Activity</i>	<i>32</i>
<i>Land Transport Activity</i>	<i>33</i>
<i>Solid Waste Activity</i>	<i>34</i>
<i>Water Supplies Activity</i>	<i>35</i>
<i>Wastewater Activity</i>	<i>36</i>
<i>Stormwater Activity</i>	<i>37</i>
<i>Parks, Reserves and Swimming Pools Activity</i>	<i>38</i>
<i>Public Toilets Activity</i>	<i>39</i>
<i>Retirement Housing Activity</i>	<i>40</i>
<i>Libraries Activity</i>	<i>41</i>
<i>Theatre and Halls Activity</i>	<i>42</i>
<i>Cemeteries Activity</i>	<i>43</i>
<i>Property and Buildings Activity</i>	<i>44</i>
Financial Statements	45
Statement of Accounting Policies	50
Funding Impact Statement	62
Glossary	71
Appendix 1- Schedule of Fees and Charges	73

The Annual Plan Process



Mayor and Chief Executive Introduction

Our Annual Plan sits alongside our 2009/19 Long Term Council Community Plan (LTCCP now called the Long Term Plan - LTP) as a record of annual variations from the LTP. It is therefore our primary annual planning document which identifies variations from the existing plans in our LTP and the consequent effects for annual rating.

Later this year, detailed planning for the three yearly review of the Long Term Plan will begin. This is an important opportunity for the Council to revisit the strategic direction set for the District and to consult with ratepayers and seek their input into this important strategy document.

Details of the current Key Issues – are set out on pages 11 - 15 of this Plan – and many of these will also form part of Council's focus in planning for the 2012/22 LTP. These include the requirement to replace funds set aside earlier which were required to fund Council's share of the damage caused by the April storms.

This Annual Plan reflects savings of \$654,000 from the rate levels forecast in the 2011/12 year of our existing LTP.

However rising debt levels over the next few years – most of which relate to consent requirements for sewerage treatment – will increase rates for those connected to these services across the District.

Of particular concern is finalising a sewerage solution for Waipukurau and Waipawa. This single project will likely double Council's external debt – and it is therefore imperative that some certainty is achieved ahead of planning for the 2012/22 LTP.

Included in the rate requirement in this Plan is an accelerated repayment of existing sewerage loans in anticipation of this future debt cost. The sewerage loan rate has therefore been increased by \$70 (incl) per connected ratepayer

An unfortunate consequence of the Christchurch earthquakes has been that the Local Authority Protection Program Disaster Fund (LAPP), which provides insurance cover for 40% of the replacement costs of most NZ Council's underground infrastructure, (the remaining 60% is funded by Central Government) has not been able to offer cover since April 2011. Council continues to be without suitable cover whilst the Fund's trustees seek short term Government support to allow the Fund to re establish its reserves.

We would like to thank those ratepayers and organisations that made submissions earlier to our draft Annual Plan. These have been considered when finalising this Plan – or will be considered as part of the 2012/22 LTP update.

Peter Butler

Peter Butler
Mayor



John Freeman

John Freeman
Chief Executive



Elected Council Members

MAYOR

Peter Butler
483 Tikokino Road, Ngamaunga,
RD3, Waipawa

Phone: 857 8194
Fax: 857 7005
peter.butler@chbdc.govt.nz

The Central Hawke's Bay District Council comprises of
His Worship the Mayor and eight elected members
representing the district's two wards.
Elections are held every three years.
Why not get involved next time?

ARAMOANA/RUAHINE WARD

Sally Butler
'Glenalvon', 492 State Highway 50,
RD 3, Waipawa

Phone: 856 5840
Fax: 856 5551
tiko@xtra.co.nz

Maitland Manning
'Homewood', 145 Elsthorpe Road,
RD 2, Otane

Phone: 856 8511
Fax: 856 8581
maithelen@xtra.co.nz

Terry Story
27 Onga Onga Road
Waipawa

Phone: 857 8391
Fax: 857 8398
tgandct@xtra.co.nz

Mark Williams
209 Williams Road,
Black Dog Cottage, RD14,
Havelock North

Phone: 858 4947
black.dog@farmside.co.nz

RUATANIWHA WARD

Terry Kingston
1 Bibby Street
Waipawa

Phone: 857 8392
Fax: 857 8923
kingstons@actrix.co.nz

Hilary Pedersen
23 Beach Road
RD3, Porangahau

Phone: 855 5254
hpedersen@xtra.co.nz

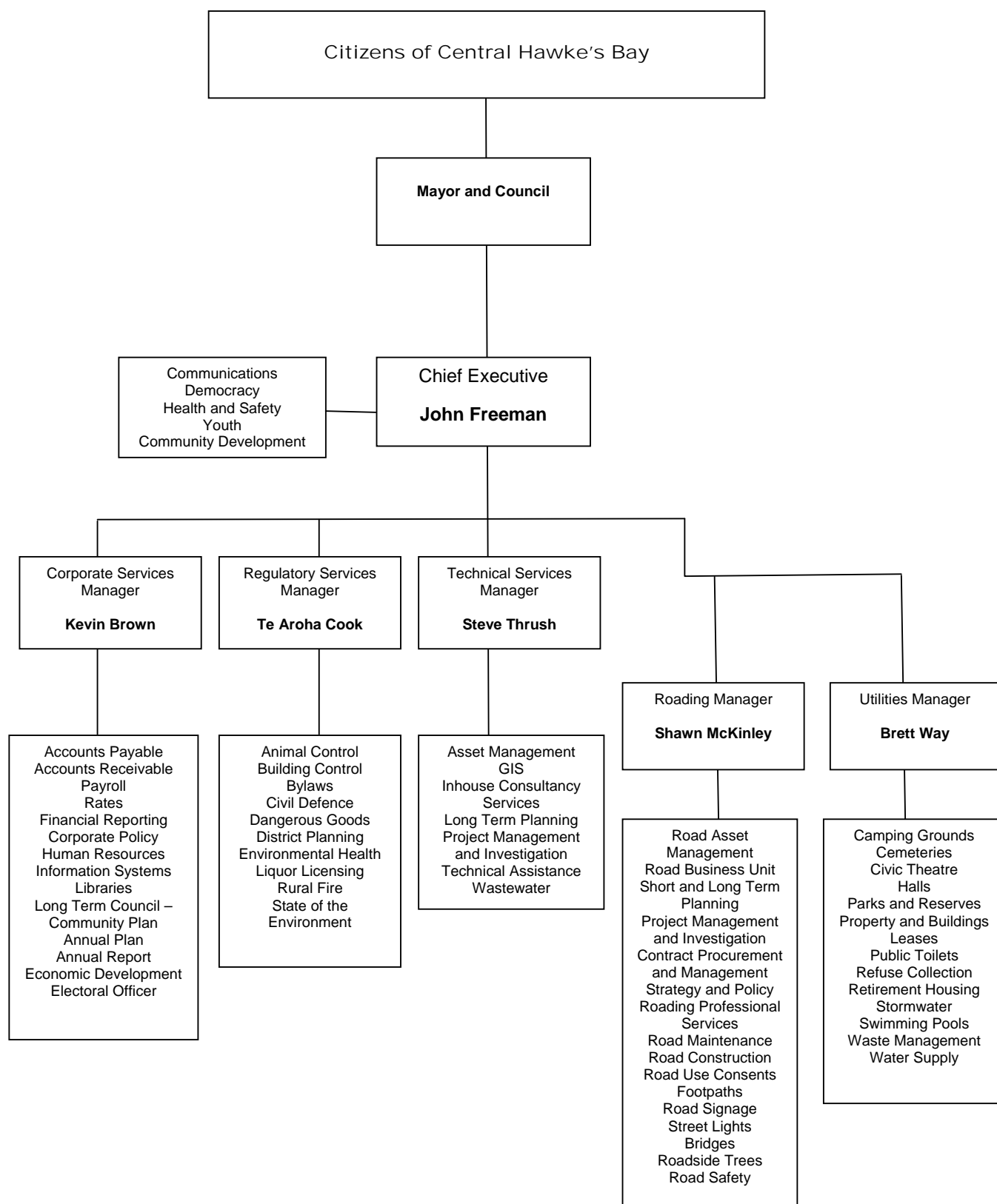
Ian Sharp
44 Mangatarata Road,
RD5, Waipukurau

Phone: 858 8877
Fax: 858 8061
amcalwpk@xtra.co.nz

Michael Waite
43-45 Great North Road
Waipawa

Phone: 857 8040
Fax: 857 8121
michael@mmlawyers.co.nz

Management Structure



Key Issues *Overview*

A key requirement of an Annual Plan is to identify any variation from the financial and funding impact statements contained in Council's LTP. This is particularly important where better information on costs and revenue is available, engineering solutions are more certain, and particularly when economic influences and central government change, impact on earlier estimates.

An example is the ongoing uncertainty in the "Leaky Homes" saga. Through our membership of Riskpool, this Council is being asked to fund shortfalls in insurance claims. It appears that Local Authorities are increasingly being singled out as the scape goat in this issue – although the problem did not impact on properties in Central Hawke's Bay.

A summary of key issues affecting the District is given below –

Roading

Maintenance and Renewals

The changes at a national level which created the New Zealand Transport Agency (NZTA) gave the District certainty in the budgeting process for the 2009/10 to the 2011/12 expenditure period.

The Activity Management Plan for Land Transport has as its most important goal the maintenance of the current infrastructure in perpetuity and in the most economical manner. There is no provision for expansion of the Roothing network.

Some uncertainty exists pending the outcome of a formal study of Council's higher risk bridges – but the study is not expected to deliver any surprises.

The NZTA funding allotment for the 2011/12 fiscal year is the last in the current three year funding period. At the end of the financial year – a "wash up" will be completed prior to the negotiation of the next three years of funding. Apart from creating more certainty, at least over a three year timeframe, the changes to funding have allowed greater flexibility in the setting of the roading program. The review of the LTP in 2012 will take into account the increase in available NZTA funding for the next three year period, but realistically this is not expected to be significant.

Maintenance

Road Maintenance services are acquired through both a consultant and a contractor who work with council staff to ensure that council's roading requirements are fully met.

The currently defined service levels are being met and will continue to be met in the future using innovative maintenance methods and the use of best industry practice.

Both the contractor and the consultant continuously seek out new and more economical ways of completing the work without sacrificing the level of service to the communities and the District.

Renewals

The renewals funding allocation has been reduced from what was originally thought was needed and requested. Better understanding of the condition of the assets and their life and renewal of strategic portions of the infrastructure have enabled fewer funds to be required without any short or long term effect on the levels of service or the network.

This is reflected in the lower rate requirement in this Annual Plan.

Key Issues *Overview continued*

The wet winter of 2010 and weather bomb which affected coastal areas in April 2011, caused damage to a number of rural roads, and Council used \$600k of funds set aside for such events to pay for our share of the remedial repair costs. These funds will require to be replaced and this will be considered as part of the 2012/22 LTP update.

Other Capital

As it is more important to maintain what we have rather than expand the network it has been decided that there are no new seal extensions or creation of new roads within the 2011/12 Annual Plan. The only new works included in this plan relate to minor safety improvements to lower the accident rates and make the roading network safer.

Review of Service Levels and Costs

As part of the 2012/22 LTP review – an exercise is underway to consider whether adjustments to the levels of service could result in cost savings. Any suggested changes will need consultation as part of the 2012/22 LTP update.

Also under consideration is the cost and efficiency of some of the currently outsourced services. A final decision will be required in early 2012 for changes to apply from 1st July 2012.

Should Council decide that delivering some services in house, rather than being outsourced, does have a cost benefit to Council, then alterations will be required to Council's offices for the additional staff. If Council agree that there is a cost benefit for ratepayers, a loan of \$120,000 will be drawn down for this purpose, to be rated for with effect from 2012/13.

Wastewater

Resource consents have now been granted for all of Council's wastewater treatment plants. However there are variations being sought, or further consent requirements to be met as follows -

- A new consent for wastewater treatment for Waipukurau and Waipawa will be sought based on disposal of treated effluent to land during periods of low river flow – with discharge into the Tuki Tuki River at times of peak river flows when the ground is saturated and there are associated high levels of storm water infiltration into the sewerage network. The Hawke's Bay Regional Council (HBRC) has purchased land on which it has begun to establish forests on which treated effluent will be discharged. Council is working with its consultants and the HBRC to determine an optimum solution before a new resource consent is sought.
- At this time, changes to operating costs are uncertain but preliminary estimates have indicated that there could be an increase of up to \$500k per annum from the operating costs in the LTP, Capital costs and timings, may be higher than that forecast in the 2009/2019 LTP – but are ultimately dependent on the conditions of the resource consent.
- The Waipukurau/Waipawa waste water upgrades have the potential to raise rates by up to \$375 per connected CHB ratepayer per annum. Achieving a cost effective outcome is a key focus of Council and in particular, within the remaining \$7.5m of the \$8m capital cost set out in the 2009/19 LTP.
- A floating wetland was installed on the Otane oxidation pond in 2009/2010 to improve the quality of treatment of wastewater as required under the existing consent. This solution is achieving the desired results.
- Improvements to the Porangahau and Te Paerahi wastewater treatment plants took place in 2010/2011, including the installation of baffles to improve treatment times and quality in the oxidation ponds.

An investigation into a final wastewater treatment solution at Porangahau will be carried out in 2010/2011 in discussion with tangata whenua. This is required to be completed by April 2012. This could lead to a change in the

Key Issues *Overview continued*

waste water solutions currently used at Porangahau and Te Paerahi, but until the outcome of the discussions is known – no cost estimates can be made.

Water

The Waipawa water treatment plant was rebuilt in 2010/11 and the Waipukurau water treatment plant will be upgraded in 2011/12. Filtration systems will also be added to both plants to meet the New Zealand Drinking Water Standards by 2014. Provision for this will be included in year 2013 of the update of the LTP.

Solid Waste

The 2009/2019 LTP included significant revenue from the sale of landfill space – predominantly to the Tararua District Council following the closure of their Landfills in 2010.

Council has set a target of \$250k additional revenue from the sale of landfill space. This is lower than projections in the LTP – and it will be a priority of Council to increase such sales to reduce the unit cost of processing of CHBDC waste.

An issue of uncertainty remains, the revenue expected from the sale of Council Rubbish Bags – the income funding the collection of household refuse. The transition to a user pays system was complicated by the unknown number of unused bags delivered to households in prior years. Conservative figures have been used in the Annual Plan.

Council had earlier agreed that any shortfall in bag sale revenue in 2009/10 could be collected as part of the 2010/11 rate requirement. It is not proposed that any shortfall in 2010/11 should be collected in 2011/12.

A small landfill cell extension was completed in 2010, and provision has been made in this Annual Plan for preliminary design costs of a much larger extension which will be required in the future. The final timing of the physical work will depend on the volume of external sales achieved.

Public Toilets

The LTP included a plan to extend the Waipukurau Railway Esplanade Toilet block during 2010/2011, and upgrade the Post Office corner toilets in 2011/12. Council reversed these priorities and the extension of the Waipukurau Railway Esplanade Toilets is scheduled in this Annual Plan.

The absence of a public toilet in Takapau was raised by submitters to the draft of this Annual Plan. This will be considered as part of the 2012/22 LTP update.

Waipawa Town Hall

The main contract for Phase 1 of the refurbishment of the Waipawa Town Hall is due for completion early in the 2011/12 financial year. Ongoing fundraising continues for Phase 2.

Key Issues *Overview continued*

District Plan Changes

The Central Hawke's Bay District Plan is a document that provides for change, development and use of the environment, while protecting and safeguarding natural and physical resources for future generations. The Plan sets a framework for use of the environment and imposes obligations to protect it. Council required to prepare the District Plan by the Resource Management Act 1991.

The Central Hawke's Bay District Plan was declared Operative in May 2003. Prior to 2003 Council had developed a Rolling Review Program of the District Plan by section and based on issues considered to be a priority at the time. Council had been undertaking the review of the District Plan in accordance with the Rolling Review Program.

Plan Changes 1 -7 were publically notified in January 2010 (addressing general housekeeping matters, the Special Car Parking zone, mapping and definition inaccuracies) and submissions were received on only some of the plan changes. Plan Changes 2 and 4 were adopted by Council as no submissions were received on the changes. The remaining Plan Changes were considered by Council at a Hearing in March 2010 and all were approved.

Plan Change One, addressing earthquake fault lines, is on hold pending further information from GNS Sciences.

However, the rolling review approach was changed in February 2011 when Council agreed to undertake an in-house exercise to determine the spatial distribution of the location of resource consents in the District. As a result of the mapping exercise the Council decided to adopt an issues based approach to the Plan Review and agreed in a subsequent Workshop (May 12th) that a political working party of Councilors be established to work with officers on the review.

Council has now adopted a complete review of the District Plan working towards a goal of public notification in the 2013/14 period. Recent amendments to the Resource Management Act 1991 (The Streamlining and Simplifying Act 2009) lifted the requirement for a full review every ten years, however, Council believes it is still best practice to commence the review during 2011 to enable adequate time in which to undertake an issues based review of the District Plan.

At the initial meeting of the District Plan Working Party, comprised of Councilors Waite, Williams, Sharpe and Maori Consultative Committee Representative Morry Black, and chaired by Commissioner Mick Lester, the Committee considered the priority for review of the District Plan. The Committee has agreed to commence the District Plan Review with the Rural sector, to be followed with the review of the Coastal and Urban Centers.

The Working Party is currently considering offers of service from a number of consultants to assist Council with the drafting and consultative processes surrounding the Rural Review.

Civic Theatre

Council appointed a committee to consider the future of the Civic Theatre and in particular the timing of upgrade of the current projection equipment, to Digital, in line with a growing trend in the cinema industry in New Zealand.

The committee has recommended to Council that Digital Projection equipment should be purchased as soon as possible to replace the ageing 35mm equipment and avoid significant short term maintenance costs. In addition installing newer technology will improve the available film choice.

This cost has been included in this Annual Plan.

Key Issues *Overview continued*

Significant Assumptions

The 2009/19 LTP included a number of significant assumptions – essential given the uncertainty of future information.

Our 2011/12 Annual Plan focuses on a much shorter timeframe than the 10 year LTCCP – but there still remain the need for a number of assumptions. These include –

- Business and Economic Research Limited (BERL) inflation estimates continue to be used in the Annual Plan.
- Emissions Trading Regulations – this Annual Plan includes a one off 1.1% cost increase in 2010/11 – as suggested by BERL for the LTCCP. There is no further evidence to change this assumption.
- Current Central Government reform and the revision of the Local Government Act – would appear to have little impact on the cost and revenues of this Council – although there is an inevitable increase in staff time achieving compliance.
- There are no changes to Activities or Levels of Service.

Old Waipukurau Hospital

Council has a responsibility under the Building Act to secure buildings considered “Insanitary or Dangerous” – and the deterioration and fire damage to the old hospital buildings are of concern.

Following court action and the imposition of a fine on the property owners for failing to erect a fence around the buildings and secure a hazardous site, Council has been forced to intervene and to construct a fence to protect ratepayers.

The Building Act grants Council a lien on the respective buildings and Council will seek to recover the costs of the fencing from the property owners.

Community Development

Background

The Local Government Act 2002 states that the purpose of local government is:

- to enable democratic local decision-making and action by, and on behalf of, communities; and
- to promote the social, economic, environmental, and cultural well-being of communities, in the present and for the future.

(Local Government Act 2002, Part 2 Section 10)

This fits in with what the Central Hawke's Bay community has already told us: that good health and wellbeing, safe and secure communities, and supportive, caring and inclusive communities are what our community wants. The Community Outcomes reflect these priorities.

Central Hawke's Bay District Council became very pro active in 2010 in establishing links with Central Government Agencies to better achieve our Community Outcomes.

Council now works with a range of service providers to ensure our communities remain healthy, safe, prosperous, and that people can access the service they may need.

'Community Development' is helping the community to help themselves.

Health and Social Services

Council is required under the Local Government Act 2002 to actively promote a healthy community and ensure that the right services, are available for Central Hawke's Bay citizens.

Council has long been associated with the Mayoral Health Task Force which focuses on the availability of Health Services in Central Hawke's Bay.

Council is represented on the taskforce by the Mayor.

Local Health Services like doctors, hospitals, and mental health support, and Local Social Services like youth programmes, the food-bank, and relationship counselling are all funded by Central Government or private funding.

Central Hawke's Bay District Council also funds some of these health and social services by offering contestable grants totalling \$30,000 in total per year. Local non-profit groups who apply each year typically receive grants of between \$200 and \$2000 towards providing necessary services to our community.

What Council is doing at present

CHB District Council has been proactive in indentifying the 'state of play' in Central Hawke's Bay regarding health and social well-being. Three major projects have been either completed or are underway:

- Council has secured funding for a new Community Development Coordinator for Central Hawke's Bay. Over the next three years, the Department of Internal Affairs will fund a Community Development Coordinator to help CHB citizens achieve some much needed improvement in Economic Development, Positive Ageing, and Maori/Hapu Development. The new Community Development Coordinator will focus on helping the community help themselves within an economic and social context – whether they are old, young, businesses, workers, maori/hapu, rural, urban, sporting or church groups.

Community Development

- In 2010, a Local Services Mapping project was facilitated by Council, funded by the Department of Internal Affairs Community Intern Project, and undertaken by Anglican Care and Central Health. The result was a 'CHB Solutions' research report where providers, families, and individuals were interviewed and surveyed about health and social services. Key findings showed many concerns over a lack of transport, access to GPs, and limited access to social service information in the form of community directories and advocate support. Council is currently working with the community to find 'solutions' to these concerns.
- Council secured funding to complete a research project to improve Youth Development in Central Hawke's Bay. The Ministry of Youth Development Partnership Fund is enabling Council and Youth Providers (Police, EPIC, CHB College) to consult with young people, complete a stock take of services in CHB, identify gaps and duplication and increase help and mentoring for young people aged 12 – 25 years. A report will be completed by April 2011 to map all of the existing services. Young people and the community will be surveyed and interviewed about what they see as their community's greatest needs and concerns. A Youth Policy and Long Term Plan will then be developed for the >4400 under 25 year olds in Central Hawke's Bay.

In Future - a real say for communities

Central Government wants Councils to work with Communities and to become more involved in where funding is spent. They are asking communities to look closely at themselves.

CHB District Council is ensuring that Central Hawke's Bay is at the forefront in building relationships with Central Government and also building local knowledge and resilience among those organisations who deal with people in our communities.

The new Ministry of Social Development "Community Response Model" recognises that "local people understand their communities best. This gives them an opportunity to participate in the decision making process and develop local solutions to fit their community's needs."

Health services funding is also being consolidated. Integrated Health Centres are now the focus for Government, and support for the whole family (Whanau Ora) is once more seen as key to community and individual wellbeing.

What now?

Community input to decision making is vital.

Council will be working with Central Government – in particular the Ministry of Social Development (MSD) – to consult with communities and help MSD develop social service support plans.

Discussions among health providers about integrated health services are already taking place. The Council facilitated 'CHB Solutions' report should feed directly into a public consultation process to move quickly towards a community inclusive integrated health service. The HB District Health Board, Central Health, Doctors and other providers are stakeholders in this process.

All of these outcomes, reports, discussions, and more aim to achieve one ultimate goal – the wellbeing of the citizens in the Central Hawke's Bay community.

The update of the 2012-2022 Long Term Plan (LTP) will reflect a conscious decision from Council to advocate on behalf of the community to ensure positive outcomes for health, social and safety issues in CHB.

Changes to Rates

During the 2011/2012 financial year, Council expects to spend over \$25 million on operating costs and capital expenditure - as shown below. The total rating requirement will be \$15.673 million (2010/11 \$15.059m) – which is \$654k less than forecast in the 2009/19 LTP. Included in this rate is an additional \$244k to accelerate repayment of existing debt ahead of the scheduled Waipukurau/Waipawa waste water upgrade.

	Annual plan 11/12 \$' 000	LTCCP 11/12 \$' 000	LTCCP 12/13 \$' 000	LTCCP 13/14 \$' 000	LTCCP 14/15 \$' 000	LTCCP 15/16 \$' 000	LTCCP 16/17 \$' 000	LTCCP 17/18 \$' 000	LTCCP 18/19 \$' 000
Income									
Non targeted Rates (Gen 3518k UAC 1546 Land 5420)	10,726	11,244	11,709	12,212	12,544	13,123	13,334	13,956	14,485
Targeted Rates	4,947	5,083	5,188	5,608	6,100	6,190	6,289	6,577	6,656
Interest	296	362	329	307	344	276	328	387	370
Fees and Charges	2,630	3,081	3,353	3,469	3,558	3,680	3,757	3,894	3,976
Grants Recd	6,310	6,896	7,219	7,607	8,026	8,469	8,937	9,433	9,958
Developer Contributions	97	100	100	100	100	100	100	100	100
Dividend	50	50	50	50	50	50	50	50	50
Total Income	25,056	26,815	27,948	29,353	30,721	31,887	32,796	34,397	35,596
Operating Expenditure									
Operating Expenditure	22,079	23,718	24,585	25,608	26,871	27,891	28,950	30,316	31,414
Interest	582	719	726	939	1,124	1,111	1,112	1,117	1,048
Total Expenditure	22,661	24,437	25,312	26,548	27,995	29,002	30,062	31,433	32,463
Operating Surplus / deficit	2,395	2,377	2,636	2,805	2,726	2,886	2,734	2,964	3,133
Capital Expenditure									
Renewals	7,900	9,669	9,846	10,307	10,829	11,419	11,771	12,369	12,858
New Work	2,516	1,828	2,794	6,366	2,452	1,451	3,018	1,695	1,551
Total Capital Expenditure	10,416	11,497	12,640	16,674	13,282	12,870	14,789	14,063	14,409
Funded By									
Loans	1,198	853	1,775	5,282	1,284	177	1,685	106	-
Reserves	167	73	73	73	73	66	50	50	49
Developer Contributions	7,767	9,074	9,545	9,953	10,607	11,077	11,567	12,178	12,663
Depreciation	402	500	-	-	-	22	-	150	-
Special funds	540	593	671	715	772	833	899	970	1,047
Grants	342	406	577	651	546	696	589	609	649
Cash from operating	342	406	577	651	546	696	589	609	649
Total Funding	10,416	11,497	12,640	16,674	13,282	12,870	14,790	14,064	14,409
Additional Waste Water Rates to accelerate Debt Repayment	244								
Debt repayment - principal	827	867	910	982	914	931	768	848	916

More details of these changes and where savings have been achieved are included in the Activity Summaries in this Annual Plan.

This is only one year in Council's 10 year strategic budget – our LTP - and needs to be considered in relation to that document. As outlined in the issues earlier in this Annual Plan, Council are faced with a number of future uncertainties and a conservative approach needs to be maintained to fulfil the CHB Community's overall vision for the future.

The above information has been prepared to determine the rates requirement. Included in the revenue are amounts which will be used to fund capital projects and renewals, or will be transferred into reserves – for instance to fund the future repayment of debt. This can be reconciled as follows -

Changes to Rates

The operating “surplus” of \$2,395,000 above is made up of –

Net Surplus/(Deficit)	\$2,395,000
Developer contributions – for infrastructure upgrade	\$97,000
Funding for Debt Repayment	\$827,000
Additional Rate funding for Capital renewals	\$881,000
Transfers to Reserves	\$346,000
Accelerated Sewerage Loan rate repayment	\$244,000
Surplus/Deficit	\$0

- Developer contributions are not available to spend until subsequent years – hence the \$97,000 Developer Contributions budgeted to be received in 2011/12 – will be set aside in a Reserve.
- Council has more than \$10 million in public loans – and in the current year \$827,000 will be set aside for future repayment. The loans relate to Water, Waste Water, Storm Water, Landfill, Roading and various property upgrades.
- Included in income are grants and other income which will be set aside for current renewals in 2011/12.
- Interest and dividend income are transferred to Special Funds Council has set aside for particular purposes eg settlement of debt or a provision for any catastrophic act arising from a major weather or similar event.
- Accelerated sewerage loan rate collected ahead of new loan costs required shortly to fund the Waipukurau/Waipawa waste water upgrade.

Changes to the Draft Annual Plan

Council held two Mini Expo's in April 2011 and received 65 submissions from Ratepayers and other groups on the contents of the Annual Plan and the two Special Consultative items which were included in the Plan consultation process.

As explained earlier – the Annual Plan is an explanation of variances from Council's overarching LTP and is not an opportunity for ad hoc change to services and levels of service – without a formal consultation process required under the Local Government Act.

Later this year sees the formal 3 yearly review of our LTP and public consultation on issues in the LTP are likely later in 2011.

Some changes have been made to the earlier draft of the 2011/12 Annual Plan – the major change being an 85% increase in the cost of Material Damage cover for Council's assets.

Changes therefore are –

- As a result of significant premium increases, an additional \$52k in insurance costs for the 2011/12 insurance renewal has been included (As explained earlier – Council currently does not have full cover in place for its underground assets)
- This increase in Material Damage insurance costs has to a large extent been fortuitously offset as Council will not receive a call in 2010/11 through its membership of Riskpool. Instead the funds from the 2010/11 financial year will be set aside for a call in early 2011/12.
- A grant to the Hawke's Bay Helicopter Trust will be funded from funds set aside for the Community Voluntary Organisation Support (CVOS) funding. There is therefore no overall change in rate requirement.
- A restructure of staff has achieved savings across all Activities.

At the request of a ratepayer, Council has also been asked to provide details of grants provided within this Plan to the Waipukurau Pool Trust, the Settler's Museum, CHB Promotions and various District Halls. These are –

- Waipukurau Heated Pool (CHB Community Trust) - \$180,722
- Settler's Museum - \$65,614
- CHB Promotions - \$113,800
- Elsthorpe Hall - \$5,421
- Onga Onga Hall - \$4,865
- Otane Hall - \$5,804
- Takapau Hall - \$6,847
- Tikokino Hall - \$6,818
- Wallingford Hall - \$4,607
- Waipukurau Memorial Hall - \$7,304
- Argyll Hall - \$4,309
- Flemington Hall - \$3,888
- Omakere Hall - \$3,185
- Otawhai Hall - \$3,633
- Porangahau Hall - \$4,267
- Makaretu Hall - \$4,765

Community Outcomes

What are Community Outcomes?

Community Outcomes are goals that the community believes are important for its present and future economic, social, cultural and environmental well-being. It is important to remember that these outcomes belong to the community – they are not Council outcomes. The role of the Council is to give the community an opportunity to have their say in the future direction and wellbeing of Hawke's Bay.

Five Hawke's Bay Councils - Hastings District Council, Napier City Council, Central Hawke's Bay District Council, Wairoa District Council and the Hawke's Bay Regional Council made a decision to take a regional approach and work collectively together with the community to identify community outcomes and determine a long term vision for the future of our region. Effective partnerships and collaboration between Local Government, Central Government, non government agencies, businesses and individuals will help our community work towards achieving its outcomes.

The following nine Community Outcomes were identified and are listed in order of priority:

	1. A lifetime of good health and wellbeing An environment in which all people are able to achieve a lifetime of good health and wellbeing. They are protected from the negative effects of pollution, drug and alcohol abuse and illness.
	2. An environment that is appreciated, protected and sustained for future generations Communities respecting the importance of our natural environment and working towards sustaining this for the wellbeing of future generations.
	3. Safe and secure communities Central Government, Local Government and the community working together to create an environment which is safe for all people in our region.
	4. Transport infrastructure and services that are safe, effective and integrated A safe and affordable public transport system that meets the needs of the people in our region.
	5. A strong, prosperous and thriving economy Central Government, Local Government and individuals working more effectively to create conditions that promote economic growth.
	6. Strong regional leadership and a sense of belonging Co-ordinated regional leadership to achieve economic social cultural and environmental wellbeing of our communities. A democratic environment where all people are able to participate in the life of their communities and achieve a sense of belonging.
	7. Supportive, caring and inclusive communities Caring communities where people feel respected and valued as important members of our region. They are able to access resources to reach their full potential in life and participate towards achieving strong communities.
	8. Communities that value and promote their unique culture and heritage Communities recognising, achieving and promoting their cultural goals. Acknowledging and protecting places of significance to pass to future generations. Communities respecting and embracing the cultural environment of Ngati Kahungunu.
	9. Safe and accessible recreational facilities A co-ordinated regional approach where all people are able to access safe recreational facilities in our region.

How our Activities Link to Community Outcomes






















The table below demonstrates which of the nine Community Outcomes the Council works towards via each activity. The Council's role in the achievement of these outcomes can be summed up by the following six responsibilities:

Funder	Pays for the infrastructure or service, which may be managed by another organisation
Facilitator	Helps the community and other organisations to make decisions or provide services/facilities
Monitor	Keep an eye on the state of the environment, often a legislated responsibility
Provider	Builds, resources, maintains and has an ongoing role in managing infrastructure or services required by the community
Regulator	Controls the actions that may/may not occur (e.g. building controls)
Advocate	Lobbies for change on behalf of the community (e.g. approaches Central Government agencies)





COMMUNITY LEADERSHIP GROUP

Community Leadership and Governance	    	Economic Development	
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PLANNING AND REGULATORY GROUP

Landuse Planning and Management	  	Resource and Subdivision Consents	  
Building Control	  	Animal Control	  
Public Health and Hazardous Substances	  	Emergency Management	
Bylaws, Litter and Parking Control	    		

LAND TRANSPORT GROUP

Roading	   		
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SOLID WASTE GROUP

Solid Waste			
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WATER SERVICES GROUP

Water Supply	 	Wastewater	 
Stormwater	 		

RECREATION AND COMMUNITY FACILITIES GROUP

Parks, Reserves and Swimming Pools	   	Public Toilets	 
Pensioner Housing	  	Libraries	  
Theatres and Halls	  	Cemeteries	
Property and Buildings	 		

Council Activities and the 2011/2012 Budget

Groups of Activities

The Central Hawke's Bay District Council's activities fall into the following six groups:

- | | |
|----------------------------|--|
| 1. Community Leadership | 4. Land Transport |
| 2. Planning and Regulatory | 5. Water Services |
| 3. Solid Waste | 6. Recreation and Community Facilities |

Council Activities

The Local Government Act 2002 requires Council to identify each of our activities and explain how we fund and manage these activities. We have considered what we do and the means we use to do it and have settled on the following 21 separate and discrete activities:

COMMUNITY LEADERSHIP GROUP

1. Leadership, Governance and Consultation
2. Economic Development

PLANNING AND REGULATORY GROUP

3. Landuse Planning and Management
4. Resource and Subdivision Consents
5. Building Control
6. Public Health
7. Animal Control
8. Emergency Management
9. Bylaws, Parking and Litter Control

LAND TRANSPORT GROUP

10. Land Transport

SOLID WASTE GROUP

11. Solid Waste

WATER SERVICES GROUP

12. Water Supplies
13. Wastewater
14. Stormwater

RECREATION AND COMMUNITY FACILITIES GROUP

15. Parks, Reserves and Swimming Pools
16. Public Toilets
17. Retirement Housing
18. Libraries
19. Theatre and Halls
20. Cemeteries
21. Property and Buildings

Over the following pages of the Annual Plan you will find each activity's budget for the 2011/2012 year outlined and an explanation of how it has varied from the forecast budget in the Long Term Council Community Plan as required by the Local Government Act 2002.

Community Leadership and Governance Activity

The Leadership, Governance and Consultation Activity include the following components:

- Facilitating Council decision-making by running elections, holding meetings and maintaining standing committees to ensure the good governance of the District, providing information to elected representatives, secretarial support, minute-taking, and providing notice of meetings.
- All local authorities now have more stringent consultation requirements, in addition the public and elected members demand better communication and information flows both to and from the public.
- Council provides and administers grant and scholarship schemes to provide individuals and groups with financial assistance. The Central Hawke's Bay District Council has one Council Controlled Organisation, Tamatea Limited, which holds Council's 34% share in Infracon Limited. There are three other Council Organisations: CHB Promotions Inc, CHB Early Settlers Museum Society, and the Howard Estate Advisory Board.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (UAC)	527	533	541	553	566	580	594	612	628	647
Targeted Rates	-	-	-	-	-	-	-	-	-	-
Fees and Charges	-	-	-	-	-	-	-	-	-	-
Grants Recd	21	21	21	21	21	21	21	21	21	21
Developer Contributions	-	-	-	-	-	-	-	-	-	-
Total Income	548	554	561	574	587	601	615	633	649	667
Operating Expenditure										
Operating Expenditure	548	554	561	574	587	601	615	633	649	667
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditure	548	554	561	574	587	601	615	633	649	667
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals	-	-	-	-	-	-	-	-	-	-
New Work	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	-	-	-	-	-	-	-	-	-	-
Funded By										
Loans	-	-	-	-	-	-	-	-	-	-
Reserves Developer Contributions	-	-	-	-	-	-	-	-	-	-
Funded Depreciation	-	-	-	-	-	-	-	-	-	-
Special funds	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	-
Cash from operating	-	-	-	-	-	-	-	-	-	-
Total Funding	-	-	-	-	-	-	-	-	-	-
Debt repayment - principal	-	-	-	-	-	-	-	-	-	-

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates	527	541	533
Targeted Rates	-	-	-
Fees and Charges	-	-	-
Grants Recd	21	21	21
Developer Contributions	-	-	-
Total Income	548	561	554
Operating Expenditure			
Operating Expenditure	548	561	554
Interest	-	-	-
Total Expenditure	548	561	554
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals	-	-	-
New Work	-	-	-
Loan repayments	-	-	-
Total Capital Expenditure	-	-	0
Funded By			
Loans	-	-	-
Reserves Developer Contributions	-	-	-
Funded depreciation	-	-	-
Cash from operating	-	-	-
Total Funding	-	-	0
Debt repayment - principal	-	-	-

Budgeted operating costs for this activity for the 2011/2012 year are marginally lower than that forecast in the LTP.

Economic Development Activity

Economic development within Central Hawke's Bay is undertaken by a number of providers on behalf of this Council. These service providers include:

- CHB Promotions Inc - including the operation of the District's Visitor Information Centre.
- The Hawke's Bay Economic Development Agency – Venture Hawke's Bay.
- The various major regional initiatives within the Hawke's Bay area including Food Hawke's Bay, Wood Hawke's Bay and the recently formed engineering and manufacturing cluster.
- Tourism Hawke's Bay.

Council previously utilised a part time Economic Development Advisor in a specialist role, to seek to ensure that all providers work together to achieve a prosperous and thriving economy for the District. This position is currently vacant and the role is being revaluated.

Council's rates postponement policy includes provision for a Rates Holiday to assist existing ratepayers to establish businesses which support Council's economic development initiatives.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (UAC)	108	109	112	114	117	121	124	128	131	136
Targeted Rates (Economic Dev Rat)	25	25	25	25	25	25	25	25	25	25
Fees and Charges										
Grants Recd										
Developer Contributions										
Total Income	133	134	137	139	142	146	149	153	156	161
Operating Expenditure										
Operating Expenditure	133	134	137	139	142	146	149	153	156	161
Interest										
Total Expenditure	133	134	137	139	142	146	149	153	156	161
Operating Surplus / deficit	-	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	-	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserves										
Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	-	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates	108	112	109
Targeted Rates	25	25	25
Fees and Charges			
Grants Recd			
Developer Contributions			
Total Income	133	137	134
Operating Expenditure			
Operating Expenditure	133	137	134
Interest			
Total Expenditure	133	137	134
	0		
Operating Surplus / deficit	0		0
Capital Expenditure			
Renewals			
New Work			
Loan repayments			
Total Capital Expenditure	0	0	0
Funded By			
Loans			
Reserves			
Developer Contributions			
Depreciation			
Cash from op Funded depreciation			
Total Funding	0	0	0
Debt repayment - principal			

There is a minor proposed change in budgeted operating costs for this activity for the 2011/2012 year, from that forecast in the LTP.

Land Use Planning and Management Activity

Council is required to provide a comprehensive District Plan that meets the needs of the community. The activity goal is to implement the Resource Management Act 1991.

The District Plan became operative on 1 May 2003 after extensive consultation with the community. As noted earlier, a structured review of the District Plan commenced in 2008/2009 and a rolling review will ensure that the whole District Plan is reviewed by 2013.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan	Annual Plan	LTCCP	LTCCP	LTCCP	LTCCP	LTCCP	LTCCP	LTCCP	LTCCP
	10/11	11/12	11/12	12/13	13/14	14/15	15/16	16/17	17/18	18/19
	\$'000	\$'000	\$' 000	\$' 000	\$' 000	\$' 000	\$' 000	\$' 000	\$' 000	\$' 000
Income										
Non targeted Rates (General)	170	180	174	185	182	164	168	173	178	183
Targeted Rates										
Fees and Charges										
Grants Recd										
Developer Contributions										
Total Income	170	180	174	185	182	164	168	173	178	183
Operating Expenditure										
Operating Expenditure	170	180	174	185	182	164	168	173	178	183
Interest										
Total Expenditure	170	180	174	185	182	164	168	173	178	183
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserves Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	0	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan	LTCCP	Revised
	10/11	11/12	11/12
	\$'000	\$' 000	\$' 000
Income			
Non targeted Rates	170	169	180
Targeted Rates			0
Fees and Charges			0
Grants Recd			0
Developer Contributions			0
Total Income	170	169	180
Operating Expenditure			
Operating Expenditure	170	169	180
Interest			0
Total Expenditure	170	169	180
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals			0
New Work			0
Loan repayments			0
Total Capital Expenditure	0	0	0
Funded By			
Loans			
Reserves Funded depreciation			
Depreciation			
Cash from operating			
Total Funding	0	0	0
Debt repayment - principal			

Costs are largely consistent with the 2011/12 LTCCP forecast.

Resource and Subdivision Consents Activity

Council is required by the Resource Management Act 1991 to prepare, implement and administer a District Plan that meets the needs of the community. The Resource and Subdivision Activity ensures that development occurs in a manner that complies with the District Plan.

Council processes resource consent applications and monitors conditions of consent.

One staff member is employed fulltime on this processing work, whilst a second staff member acts to co-ordinate activity across departments.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$' 000	LTCCP 12/13 \$' 000	LTCCP 13/14 \$' 000	LTCCP 14/15 \$' 000	LTCCP 15/16 \$' 000	LTCCP 16/17 \$' 000	LTCCP 17/18 \$' 000	LTCCP 18/19 \$' 000
Income										
Non targeted Rates (General)	23	70	24	25	26	26	27	28	29	29
Targeted Rates										
Fees and Charges	95	50	98	100	103	105	108	111	114	118
Grants Recd										
Developer Contributions										
Total Income	118	120	122	125	128	131	135	139	143	147
Operating Expenditure										
Operating Expenditure	118	120	122	125	128	131	135	139	143	147
Interest										
Total Expenditure	118	120	122	125	128	131	135	139	143	147
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserve: Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	-	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$' 000	Revised 11/12 \$' 000
Income			
Non targeted Rates	23	24	70
Targeted Rates			
Fees and Charges	95	98	50
Grants Recd			
Developer Contributions			
Total Income	118	122	120
Operating Expenditure			
Operating Expenditure	118	122	120
Interest			
Total Expenditure	118	122	120
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals			
New Work			
Loan repayments			
Total Capital Expenditure	0	0	0
Funded By			
Loans			
Reserve: Funded depreciation			
Depreciation			
Cash from operating			
Total Funding	-	0	0
Debt repayment - principal			

There is an increase in the rate requirement from that forecast in the 2009/19 LTP, as the expected level of income is less than that earlier forecast.

Building Control Activity

Building Control is responsible for administering and enforcing the Building Act 2004 (and related legislation). This includes –

- Processing applications for building consents
- Monitoring compliance through inspections and the issue of Code Compliance Certificates
- Enforcing the provisions of the Building Act 2004 and associated regulations
- Processing Land Information Memoranda

Whilst the activity goals are to ensure that the Building Act is applied with minimal compliance costs and that nuisance or objectionable effects on human health and safety are minimised, changes to the Act have required Council to follow an accreditation process. This process is subject to audit to ensure that due process is followed. All Building Inspectors are required to be accredited under the Act.

Two Building Officers are employed fulltime with a Senior Inspector providing additional assistance as required.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	52	90	54	53	57	56	60	60	64	63
Targeted Rates	-	-	-	-	-	-	-	-	-	-
Fees and Charges	457	387	490	481	515	506	543	536	574	567
Grants Recd	-	-	-	-	-	-	-	-	-	-
Developer Contributions	-	-	-	-	-	-	-	-	-	-
Total Income	510	477	544	535	573	562	603	595	638	630
Operating Expenditure										
Operating Expenditure	510	477	544	535	573	562	603	595	638	630
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditure	510	477	544	535	573	562	603	595	638	630
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals	-	-	-	-	-	-	-	-	-	-
New Work	-	-	-	-	-	-	-	-	-	-
Loan repayments	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans	-	-	-	-	-	-	-	-	-	-
Reserve: Developer Contributions	-	-	-	-	-	-	-	-	-	-
Funded Depreciation	-	-	-	-	-	-	-	-	-	-
Special funds	-	-	-	-	-	-	-	-	-	-
Grants	-	-	-	-	-	-	-	-	-	-
Cash from operating	-	-	-	-	-	-	-	-	-	-
Total Funding	-	0	-	-	-	-	-	-	-	-
Debt repayment - principal	-	-	-	-	-	-	-	-	-	-

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	52	54	90
Targeted Rates	-	-	0
Fees and Charges	457	490	387
Grants Recd	-	-	-
Developer Contributions	-	-	-
Total Income	510	544	477
Operating Expenditure			
Operating Expenditure	510	544	477
Interest	-	-	0
Total Expenditure	510	544	477
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals	-	-	-
New Work	-	-	-
Loan repayments	-	-	-
Total Capital Expenditure	0	0	0
Funded By			
Loans	-	-	-
Reserve: Funded depreciation	-	-	-
Depreciation	-	-	-
Cash from operating	-	-	-
Total Funding	-	0	0
Debt repayment - principal	-	-	-

Costs have been reduced through staffing changes. However the Annual Plan recognises lower income levels from Fees and Charges than that set out in the 2009/19 LTP, which has increased the rate requirement.

It is still considered prudent however to retain income at lower levels as there is as yet no upward trend in building activity.

Public Health Activity

The Public Health Activity covers the following services –

- Environmental Health – this administers the requirements of statutes and health regulations that cover subjects such as safe food, safe water, disease containment, environmental nuisance, public accommodation and private housing.
- Liquor Licensing –the licensing and monitoring of premises under the provisions of the Sale of Liquor Act 1989.
- Hazardous substances – the control of hazardous substances has been taken over by the Environmental Risk Management Authority, ERMA, but Council will continue to provide local support at emergency incidents involving hazardous substances because of our local knowledge, expertise and proximity.
- Monitoring and response regarding the Gambling Act 2003 and Prostitution Reform Act 2003.
- Noise control responsibilities.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	96	73	96	99	102	107	112	118	126	137
Targeted Rates			-	-	-	-	-	-	-	-
Fees and Charges	62	60	63	65	67	68	70	72	74	76
Grants Recd	0	0								
Developer Contributions	0	0								
Total Income	158	133	159	164	169	175	182	191	200	213
Operating Expenditure										
Operating Expenditure	158	133	159	164	169	175	182	191	200	213
Interest										
Total Expenditure	158	133	159	164	169	175	182	191	200	213
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserves										
Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	0	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	96	96	73
Targeted Rates			
Fees and Charges	62	63	60
Grants Recd	0		
Developer Contributions	0		
Total Income	158	159	133
Operating Expenditure			
Operating Expenditure	158	159	133
Interest			
Total Expenditure	158	159	133
Operating Surplus / deficit	0	-	0
Capital Expenditure			
Renewals			
New Work			
Loan repayments			
Total Capital Expenditure	0	0	0
Funded By			
Loans			
Reserves			
Funded depreciation			
Cash from operating			
Total Funding	-	0	0
Debt repayment - principal			

Salary costs are reduced from the forecast 2009/19 LTP as the LTP included provision for anticipated additional monitoring of Food Safety which was expected from legislative change.

Animal Control Activity

Council is involved in Animal Control for both dog control and stock control. This is a requirement of the Dog Control Act 1996 and Council's Dog Control Bylaw and Livestock Movements and Animals in Public Places Bylaw both of which were adopted in June 2008.

One Animal Control Officer is employed fulltime on the control and registration of dogs with backup available from other regulatory staff as required. Ranging for control of other stock is undertaken between the Animal Control Officer and the Emergency Management and Bylaws Officer.

An animal pound is operated in co-operation with the SPCA and the Council has its pound kennels on the SPCA land in Coughlan Road, Waipukurau. The SPCA staff service the pound on a cost recovery basis.

The activity goal is to ensure that all stock and pet animals do not create undue nuisance or damage to residents or property.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	8	0	8	8	13	9	9	9	10	10
Targeted Rates			-	-	-	-	-	-	-	-
Fees and Charges	151	166	155	159	162	167	171	176	181	186
Grants Recd										
Developer Contributions										
Total Income	159	166	163	167	175	176	180	186	191	196
Operating Expenditure										
Operating Expenditure	159	166	163	167	171	176	180	186	191	196
Interest										
Total Expenditure	159	166	163	167	171	176	180	186	191	196
Operating Surplus / deficit	0	0	-	-	4	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserves										
Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	-	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	8	8	0
Targeted Rates			0
Fees and Charges	151	155	166
Grants Recd			0
Developer Contributions			0
Total Income	159	163	166
Operating Expenditure			
Operating Expenditure	159	163	166
Interest			0
Total Expenditure	159	163	166
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals			0
New Work			0
Loan repayments			0
Total Capital Expenditure	0	0	0
Funded By			
Loans			0
Reserves			0
Funded depreciation			0
Depreciation			0
Cash from operating			0
Total Funding	0	0	0
Debt repayment - principal			0

Fees for 2011/12 have been increased slightly from the level forecast in the 2009/19 LTP – to make the Activity rates neutral.

Emergency Management Activity

Council is required to meet its responsibilities under the Civil Defence Emergency Management Act 2002 and the Forest and Rural Fires Act 1979. The activity goals are to provide an effective Civil Defence and Rural Fire organisation to minimise the effects of disasters.

Civil Defence Centre's and Rural Fire forces are established throughout the District. Central Hawke's Bay District Council is an active member of the Hawke's Bay Civil Defence Emergency Management Group.

One Officer is employed on Emergency Management duties in addition to other regulatory duties.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	140	147	124	127	136	134	137	141	145	155
Targeted Rates			-	-	-	-	-	-	-	-
Fees and Charges			-	-	-	-	-	-	-	-
Grants Recd										
Developer Contributions										
Total Income	140	147	124	127	136	134	137	141	145	155
Operating Expenditure										
Operating Expenditure	130	143	121	124	133	130	133	137	141	151
Interest										
Total Expenditure	130	143	121	124	133	130	133	137	141	151
Operating Surplus / deficit	10	4	3	3	3	4	4	4	4	4
Capital Expenditure										
Renewals	10	4	3	3	3	4	4	4	4	4
New Work		120								
Loan repayments										
Total Capital Expenditure	10	124	3	3	3	4	4	4	4	4
Funded By										
Loans										
Reserves Developer Contributions										
Funded Depreciation										
Special funds		120								
Grants										
Cash from operating	10	4	3	3	3	4	4	4	4	4
Total Funding	10	124	3	3	3	4	4	4	4	4
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	140	124	147
Targeted Rates			
Fees and Charges			
Grants Recd			
Developer Contributions			
Total Income	140	124	147
Operating Expenditure			
Operating Expenditure	130	121	143
Interest			
Total Expenditure	130	121	143
Operating Surplus / deficit	10	3	4
Capital Expenditure			
Renewals	10	3	4
New Work			120
Loan repayments			0
Total Capital Expenditure	10	3	124
Funded By			
Loans			
Reserves Funded depreciation			
Depreciation	10	3	
Cash from operating			
Total Funding	10	3	0
Debt repayment - principal			

An additional \$10k has been allowed for Rural Fire Fighter training, giving an overall \$23k increase in costs from that forecast in the 2011/12 year of the LTP.

Included in the draft Annual Plan is provision to purchase 2 additional Rural Fire Tankers, to replace existing ageing equipment. The purchases will attract subsidy and the remaining cost will be met from reserves.

Bylaws, Litter and Parking Control Activity

Council is required to implement Council Bylaws, the Litter Act 1956, Traffic Regulations, and other related legislation.

The activity goals are to ensure that all controlled activities are managed in a manner appropriate to local requirements with the least possible intervention in the private lives of residents.

Council currently employs one staff member to cover Bylaws, Litter and Parking, in conjunction with other duties.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	33	36	33	34	35	35	36	38	39	40
Targeted Rates			-	-	-	-	-	-	-	-
Fees and Charges	1	1	1	1	1	1	1	1	1	1
Grants Recd										
Developer Contributions										
Total Income	34	37	34	35	36	37	38	39	40	41
Operating Expenditure										
Operating Expenditure	34	37	34	35	36	37	38	39	40	41
Interest										
Total Expenditure	34	37	34	35	36	37	38	39	40	41
Operating Surplus / deficit	0	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals										
New Work										
Loan repayments										
Total Capital Expenditure	0	0	-	-	-	-	-	-	-	-
Funded By										
Loans										
Reserves										
Developer Contributions										
Funded Depreciation										
Special funds										
Grants										
Cash from operating										
Total Funding	-	0	-	-	-	-	-	-	-	-
Debt repayment - principal										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	33	33	36
Targeted Rates			
Fees and Charges	1	1	1
Grants Recd			
Developer Contributions			
Total Income	34	34	37
Operating Expenditure			
Operating Expenditure	34	34	37
Interest			
Total Expenditure	34	34	37
Operating Surplus / deficit	0	0	0
Capital Expenditure			
Renewals		0	
New Work			
Loan repayments			
Total Capital Expenditure	0	0	0
Funded By			
Loans			
Reserves			
Funded depreciation			
Depreciation			
Cash from operating			
Total Funding	0	0	0
Debt repayment - principal			

The difference between the 2011/12 Annual Plan and costs forecast in the 2009/19 LTP results from a \$5,000 increase in staff costs.

Land Transport Activity

Council owns and maintains the district roading network. Network maintenance is funded by rates, with a substantial part of the network also receiving financial assistance from the New Zealand Transport Agency (NZTA) (ex-Transfund) at an assistance rate of 57%. Council staff manage the roading network, with the assistance of consultants engaged through a Network Management Contract. All work is carried out through various physical works contracts. Council manages the land transport activity to provide a road and pedestrian network that allows for the safe, reliable, efficient and effective movement of people, goods, and vehicles.

A comprehensive Activity Management Plan has been written for this Activity. The roading network is maintained on an "in perpetuity" basis, and no significant capital works, such as new roads, are planned. Council works closely with the New Zealand Police and NZTA to ensure the safe design and use of roads. The Safety Management System for our roading network includes a road safety strategy for the district which is implemented via a road safety action plan.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non Targeted Rates (Land Transport)	5,685	5,851	6,154	6,422	6,757	7,104	7,471	7,863	8,273	8,710
Targeted Rates	86	76	76	76	76	76	76	57	57	57
Fees and Charges	145	143	148	152	156	160	164	168	173	178
Grants Recd	6,352	6,289	6,875	7,198	7,586	8,005	8,448	8,916	9,412	9,937
Developer Contributions	39	39	39	39	39	39	39	39	39	39
Total Income	12,306	12,398	13,292	13,887	14,614	15,384	16,198	17,044	17,954	18,922
Operating Expenditure										
Operating Expenditure	11,318	11,534	12,345	12,825	13,487	14,173	14,897	15,664	16,470	17,324
Interest	34	30	30	27	24	20	16	11	8	4
Total Expenditure	11,352	11,565	12,375	12,852	13,510	14,193	14,913	15,676	16,478	17,328
Operating Surplus / deficit	955	833	917	1,035	1,104	1,191	1,285	1,368	1,476	1,593
Capital Expenditure										
Renewals	6,686	6,056	7,338	7,704	8,107	8,522	8,958	9,416	9,899	10,407
New Work	903	788	871	986	1,051	1,135	1,225	1,322	1,427	1,541
Total Capital Expenditure	7,589	6,844	8,209	8,690	9,159	9,657	10,183	10,738	11,326	11,947
Funded By										
Loans	0	0								
Reserve/Developer Contributions	39	39	39	39	39	39	39	39	39	39
Funded Depreciation	6,686	6,056	7,338	7,704	8,107	8,522	8,958	9,416	9,899	10,407
Special funds										
Grants	619	540	593	671	715	772	833	899	970	1,047
Cash from operating	245	209	240	276	297	324	353	384	418	454
Total Funding	7,589	6,844	8,209	8,690	9,159	9,657	10,183	10,738	11,326	11,947
Debt repayment - principal	52	46	46	49	52	56	60	46	49	53
Development contributions to reserves	39	39	39	39	39	39	39	39	39	39
Unfunded depreciation	1,788	1,604	-	-	-	-	-	-	-	-

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 10/11 \$'000	Revised 10/11 \$'000
Income			
Non targeted Rates	5,685	6,154	5,851
Targeted Rates	86	76	76
Fees and Charges	145	148	143
Grants Recd	6,352	6,875	6,289
Developer Contributions	39	39	39
Total Income	12,306	13,292	12,398
Operating Expenditure			
Operating Expenditure	11,318	12,345	11,534
Interest	34	30	30
Total Expenditure	11,352	12,375	11,565
Operating Surplus / deficit	955	917	833
Capital Expenditure			
Renewals	6,686	7,338	6,056
New Work	903	871	788
Total Capital Expenditure	7,589	8,209	6,844
Funded By			
Loans	0		
Reserve/Funded depreciation	39	39	39
Depreciation	6,686	7,338	6,056
Special funds			
Grants	619	593	540
Cash from operating	245	240	209
Total Funding	7,589	8,209	6,844
Debt repayment - principal	52	46	46

The fixing of NZTA funding for a three year period (as opposed to annually) has lowered the overall maintenance requirement. However – the funding is not consistently the same across each of the three years. (2011/12 is actually lower than 2010/11, which has a favorable rating impact.) This is the reason for the difference between the Annual Plan and the LTP forecast.

2011/12 is the third year in the current three year NZTA funding period – and the impact of the overall lowering of maintenance costs will be addressed in the 2012 update of our LTP.

Solid Waste Activity

The solid waste (refuse) collection and disposal services include:

- Litter Collection
- Refuse Collection
- Kerbside Recycling (Waipawa and Waipukurau only)
- Recycling Centres
- Transfer Stations
- Greenwaste
- Beach Refuse Collection Contractors
- Landfill
- Increased Education and Enforcement

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non Targeted rates (UAC 211 / General 994)	1,358	1,189	1,295	1,243	1,257	1,277	1,275	1,143	1,264	1,260
Targeted Rates (Kerbside Recycling/Refuse Collection)	312	258	226	239	254	260	275	289	293	309
Fees and Charges	859	1,090	1,325	1,573	1,620	1,681	1,728	1,771	1,829	1,878
Grants Recd	0	0								
Developer Contributions	0	0								
Total Income	2,529	2,538	2,845	3,056	3,132	3,218	3,277	3,204	3,386	3,448
Operating Expenditure										
Operating Expenditure	2,100	2,200	2,391	2,602	2,679	2,783	2,840	2,917	3,022	3,083
Interest	138	130	221	204	185	165	147	189	242	232
Total Expenditure	2,238	2,330	2,612	2,805	2,863	2,948	2,986	3,106	3,264	3,315
Operating Surplus / deficit	291	207	233	250	269	270	291	98	122	133
Capital Expenditure										
Renewals	81	83	83	86	90	93	96	99	102	106
New Work	174	40	70	-	-	-	51	1,556	150	-
Total Capital Expenditure	255	123	153	86	90	93	147	1,655	252	106
Funded By										
Loans	174	0	-	-	-	-	51	1,556	-	-
Reserves	0	0								
Developer Contribution:										
Funded Depreciation	81	83	83	86	90	93	96	99	102	106
Special funds	0	40	70	-	-	-	-	-	150	-
Grants	0	0	-	-	-	-	-	-	-	-
Cash from operating	0	0								
Total Funding	255	123	153	86	90	93	147	1,655	252	106
Debt repayment - principal	191	207	233	250	269	270	291	98	122	133
To reserves	100									
Unfunded depreciation	13	1	50	50	47	43	40	39	93	96

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates	1,358	1,295	1,189
Targeted Rates	312	226	258
Fees and Charges	859	1,325	1,090
Grants Recd	0		
Developer Contributions	0		
Total Income	2,529	2,845	2,538
Operating Expenditure			
Operating Expenditure	2,100	2,391	2,200
Interest	138	221	130
Total Expenditure	2,238	2,612	2,330
Operating Surplus / deficit	291	233	207
Capital Expenditure			
Renewals	81	83	83
New Work	174	70	40
Total Capital Expenditure	255	153	123
Funded By			
Loans	174	-	0
Reserves	0	0	0
Developer Contribution:			
Funded depreciation	81	83	83
Special funds	0	70	40
Grants	0	-	0
Cash from operating	0		0
Total Funding	255	153	123
Debt repayment - principal	191	233	207

The rate requirement for Solid Waste operations has decreased by \$74,000.

Water Supplies Activity

With regard to the provision of potable water, Councils have the obligation to identify where such a service is required, and to either provide it directly themselves, or to maintain an overview of the supply if it is provided by others.

In the Central Hawke's Bay District, there are presently eight public water supply systems at Otane, Waipawa, Waipukurau, Takapau, Porangahau, Te Paerahi, Pourerere and Kairakau. Water is also supplied to the Pourerere Camping Ground and Pourerere toilet block.

The quality of water supplied fully meets the New Zealand Drinking Water Standards 2005 at Takapau and Te Paerahi – Porangahau. Other supplies meet most of the requirements, but not all protozoa identification requirements. Government has passed legislation making compliance with the Standard mandatory. This will require installation of new treatment plants at some sites. Comprehensive Activity Management Plans have been compiled for all water supplies, and assessments of water supplies were completed at the end of the 2004/2005 year, and these are being updated as required.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted rates			-	-	-	-	-	-	-	-
Targeted Rates (Water Ops/Loans)	1,810	1,931	2,146	2,126	2,212	2,327	2,360	2,405	2,525	2,559
Fees and Charges	293	274	347	355	366	378	390	401	416	427
Grants Recd	0	0								
Developer Contributions	22	22	22	22	22	22	22	22	22	22
Total Income	2,125	2,227	2,515	2,503	2,600	2,727	2,771	2,829	2,963	3,009
Operating Expenditure										
Operating Expenditure	1,823	1,914	2,170	2,200	2,251	2,378	2,420	2,480	2,614	2,660
Interest	161	161	185	174	166	154	143	131	116	100
Total Expenditure	1,983	2,076	2,356	2,374	2,417	2,532	2,563	2,611	2,730	2,760
Operating Surplus / deficit	141	151	160	129	183	195	209	218	233	249
Capital Expenditure										
Renewals	462	504	541	551	562	616	627	640	703	716
New Work	1,140	859	33	18	-	-	64	-	-	-
Total Capital Expenditure	1,602	1,363	574	569	562	616	691	640	703	716
Funded By										
Loans	821	518	33	18	-	-	53	-	-	-
Reserves	113	108	-	-	-	-	11	1	1	-
Developer Contrib	462	504	541	551	562	616	627	640	703	716
Funded Depreciat	205	232	-	-	-	-	-	-	-	-
Special funds										
Grants										
Cash from operating										
Total Funding	1,602	1,363	574	569	562	616	691	641	704	716
Debt repayment - principal	119	129	138	107	161	173	187	196	211	227
Development contributions to reserves	22	22	22	22	22	22	22	22	22	22
Unfunded depreciation										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates			
Targeted Rates	1,810	2,146	1,931
Fees and Charges	293	347	274
Grants Recd	0	0	0
Developer Contributions	22	22	22
Total Income	2,125	2,515	2,227
Operating Expenditure			
Operating Expenditure	1,823	2,170	1,914
Interest	161	185	161
Total Expenditure	1,983	2,356	2,076
Operating Surplus / deficit	141	160	151
Capital Expenditure			
Renewals	462	541	504
New Work	1,140	33	859
Total Capital Expenditure	1,602	574	1,363
Funded By			
Loans	821	33	518
Reserves	113	-	108
Developer Contrib	462	541	504
Funded depreciat	205	-	232
Special funds			
Grants			
Cash from operating			
Total Funding	1,602	574	1,363
Debt repayment - principal	119	138	129

There is a reduction of \$280,000 in rate requirement for this activity from the 2009/19 LTP forecast – achieved through a careful examination of costs.

Revenue from water charging is however lower than earlier predicted. As Council's approach to water charging is to encourage conservation – this outcome is welcomed.

Wastewater Activity

In the Central Hawke's Bay District, there are presently six public sewage collection and treatment systems at Otane, Waipawa, Waipukurau, Takapau, Porangahau, and Te Paerahi.

A resource consent for the discharge of treated effluent until 2018 is held for the Takapau treatment system. Consents which are subject to Council meeting a number of strict conditions, have now been issued for Otane, Waipukurau and Waipawa, although investigations are underway to discharge treated effluent to land, rather than water, at Waipukurau and Waipawa. This would require the issue of new consents.

Consents for Porangahau/Te Paerahi were renewed in 2009, subject to a longer term solution for Porangahau being determined through consultation with affected parties.

Comprehensive Activity Management Plans have been compiled for all wastewater supplies.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates			-	-	-	-	-	-	-	-
Targeted Rates (Sewerage Ops/Loan:	1,780	2,140	2,071	2,182	2,587	2,877	2,840	2,890	3,019	3,044
Fees and Charges	123	160	126	129	132	136	139	143	146	150
Grants Recd	0	0								
Developer Contributions	28	28	28	28	28	28	28	28	28	28
Total Income	1,931	2,329	2,225	2,339	2,748	3,040	3,008	3,061	3,194	3,222
Operating Expenditure										
Operating Expenditure	1,457	1,548	1,664	1,689	1,764	1,974	1,996	2,039	2,165	2,194
Interest	149	178	198	243	495	676	659	640	616	584
Total Expenditure	1,606	1,726	1,862	1,933	2,259	2,650	2,655	2,679	2,781	2,777
Operating Surplus / deficit	325	603	363	406	489	390	353	382	413	445
Capital Expenditure										
Renewals	498	528	476	489	502	516	530	546	562	579
New Work	844	668	4,175	4,080	1,656	-	100	129	107	-
Total Capital Expenditure	1,342	1,196	4,650	4,569	2,159	516	631	675	669	579
Funded By										
Loans	675	646	4,151	4,057	1,633	(23)	73	129	106	-
Reserves	118	13	23	23	23	23	6	1	1	-
Developer Contributk	498	528	476	489	502	516	530	546	562	579
Funded Depreciation	51	9	-	-	-	-	22	-	-	-
Special funds										
Grants										
Cash from operating			0	0	(0)	(0)	-	(0)	(0)	-
Total Funding	1,342	1,196	4,650	4,569	2,159	516	631	675	669	579
Debt repayment - principal	297	329	335	378	461	362	325	354	385	417
Dev contributions, rates to reserves	28	273	28	28	28	28	28	28	28	28
Unfunded depreciation										

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates	0	-	-
Targeted Rates	1,780	2,072	2,140
Fees and Charges	123	126	160
Grants Recd	0	-	-
Developer Contributions	28	28	28
Total Income	1,931	2,228	2,329
Operating Expenditure			
Operating Expenditure	1,457	1,664	1,548
Interest	149	198	178
Total Expenditure	1,606	1,862	1,726
Operating Surplus / deficit	325	364	603
Capital Expenditure			
Renewals	498	570	528
New Work	844	778	668
Total Capital Expenditure	1,342	1,348	1,196
Funded By			
Loans	675	754	646
Reserves	118	23	13
Developer Contributk	498	570	528
Funded depreciation	51	-	9
Special funds			
Grants			
Cash from operating	0	-	-
Total Funding	1,342	1,348	1,196
Debt repayment - principal	297	335	329

There is an increase of \$103,000 in rate requirement for this activity from the 2009/19 LTP forecast. Although cost savings were achieved through a careful examination of costs, \$244k of additional rates have been levied to accelerate existing loan repayments ahead of new loans which will be required to fund the Waipukurau/Waipawa Waste Water project.

As explained earlier in this Plan – there is uncertainty over the future capital and operating costs which may flow from changes to the Waipawa and Waipukurau Waste Water consents.

Because of this uncertainty – no changes to the associated costs and timing of these costs from that forecast in the 2009/19 LTP, have been made but will require to be addressed when the 2012 review of the LTP is undertaken.

Stormwater Activity

The catchments in Waipawa consist of open watercourses and piped reticulation. They drain into the Waipawa River through either Coronation Park or the Bush Drain, or to the north to the Papanui Stream. The main areas that suffer from flooding are in Waverley Street, Watts Street, and in the Bush Drain area.

The catchments in Waipukurau consist of open watercourses and piped reticulation. They drain into the Tuki Tuki River through a number of systems including the Pah Flat Stream, or to the south and east to the Mangatarata Stream system. Flooding is not a major problem, except in excessive rainfall events.

The reticulation in Otane, Tikokino, OngaOnga, Takapau, Porangahau, Te Paerahi, and beach settlements consist of open drains with some piped sections, generally being roading drainage.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11	Annual Plan 11/12	LTCCP 11/12	LTCCP 12/13	LTCCP 13/14	LTCCP 14/15	LTCCP 15/16	LTCCP 16/17	LTCCP 17/18	LTCCP 18/19
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income										
Non targeted Rates			-	-	-	-	-	-	-	-
Targeted Rates (Stormwater Ops/Loan)	521	517	538	540	453	535	614	622	657	661
Fees and Charges	0	0	-	-	-	-	-	-	-	-
Grants Recd	0	0	-	-	-	-	-	-	-	-
Developer Contributions	3	0	3	3	3	3	3	3	3	3
Total Income	524	517	541	543	456	538	617	625	660	664
Operating Expenditure										
Operating Expenditure	416	412	433	435	442	471	496	505	539	543
Interest	24	18	18	11	6	48	88	86	83	81
Total Expenditure	439	430	451	447	448	519	585	591	623	624
Operating Surplus / deficit	84	87	90	97	8	19	32	34	37	40
Capital Expenditure										
Renewals	174	180	191	191	191	208	229	229	250	250
New Work	3	0	3	3	3	1,068	3	3	3	3
Total Capital Expenditure	177	180	194	194	194	1,275	232	232	253	253
Funded By										
Loans	0	0	-	-	-	1,065	-	-	-	-
Reserves										
Developer Contrib	3	0	3	3	3	3	3	3	3	3
Funded Deprecial	174	180	191	191	191	208	229	229	250	250
Special funds	0	0	-	-	-	-	-	-	-	-
Grants										
Cash from operating			-	-	-	-	-	-	-	-
Total Funding	177	180	194	194	194	1,275	232	232	253	253
Debt repayment - principal	81	87	81	87	94	5	16	29	31	34
Development contributions to reserves	3									
Unfunded depreciation	-	-	-	-	-	-	-	-	-	-

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11	LTCCP Revised 11/12	11/12
	\$'000	\$'000	\$'000
Income			
Non targeted Rates			
Targeted Rates	521	538	517
Fees and Charges	0	-	-
Grants Recd	0	-	-
Developer Contributions	3	3	-
Total Income	524	541	517
Operating Expenditure			
Operating Expenditure	416	433	412
Interest	24	18	18
Total Expenditure	439	451	430
Operating Surplus / deficit	84	90	87
Capital Expenditure			
Renewals	174	191	180
New Work	3	3	-
Total Capital Expenditure	177	194	180
Funded By			
Loans	0	-	-
Reserves			
Developer Contrib	3	3	3
Funded depreciat	174	191	180
Special funds	0	-	-
Grants			
Cash from operating		0	-
Total Funding	177	194	180
Debt repayment - principal	81	87	87

There has been a reduction in the rate requirement for the Stormwater operations from that forecast in the LTP. The change is largely from a reduction in the funded depreciation from that in the forecast data.

Parks, Reserves and Swimming Pools Activity

Council provides parks, reserves, swimming pools and camping grounds for the leisure use of the community.

- Council actively maintains 48 parks and reserves and the Waipawa pool. These are maintained through a Facilities Management (FM) contract.
- Council provides funding to the CHB Community Trust which owns and operates the Westpac Heated pool in Waipukurau.
- Camping Grounds – operated by the lessees of each camping ground.

Council also provide financial assistance to:

- Sport Hawkes Bay – for promotion of sport and leisure
- Forest Gate Domain Committee – to mow the Domain
- Takapau Rec Ground Committee – operational grant
- Lindsay Bush Reserve – maintained by Forest and Bird

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (Gen Rates 647 / UAC Pools 253)	856	886	964	1,095	1,178	1,123	1,264	1,106	1,112	1,120
Targeted Rates										
Fees and Charges	38	37	39	40	41	42	43	44	45	46
Grants Recd										
Developer Contributions	7	7	7	7	7	7	7	7	7	7
Total Income	901	930	1,010	1,142	1,226	1,173	1,314	1,158	1,164	1,174
Operating Expenditure										
Operating Expenditure	893	922	1,002	1,051	1,081	1,122	1,148	1,150	1,157	1,166
Interest	0	0								
Total Expenditure	893	922	1,002	1,051	1,081	1,122	1,148	1,150	1,157	1,166
Operating Surplus / deficit	7	7	7	91	145	51	166	7	7	7
Capital Expenditure										
Renewals	78	98	98	211	269	179	298	112	83	73
New Work	7	7	7	7	7	7	7	7	7	7
Total Capital Expenditure	86	105	105	219	277	186	305	120	90	80
Funded By										
Loans										
Reserves										
Developer Contributions	7	7	7	7	7	7	7	7	7	7
Funded Depreciation	78	98	98	128	131	135	139	112	83	73
Special funds	0	0	-	-	-	-	-	-	-	-
Grants	0	0								
Cash from operating	0	0	-	84	138	43	159	-	-	-
Total Funding	86	105	105	219	277	186	305	120	90	80
Debtrepayment - principal	0	0								
Development contributions to reserves	7	7	7	7	7	7	7	7	7	7
Unfunded depreciation	17	13	27	-	-	-	-	31	63	77

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	LTCCP Revised 11/12 \$'000
Income			
Non targeted Rates	856	964	886
Targeted Rates			
Fees and Charges	38	39	37
Grants Recd			
Developer Contributions	7	7	7
Total Income	901	1,010	-
Operating Expenditure			
Operating Expenditure	893	1,002	922
Interest	-	-	-
Total Expenditure	893	1,002	7
Operating Surplus / deficit	7	7	7
Capital Expenditure			
Renewals	78	98	98
New Work	7	7	7
Total Capital Expenditure	86	105	105
Funded By			
Loans			
Reserves			
Funded depreciation	7	7	7
Depreciation	78	98	98
Special funds	-	0	-
Grants	-	-	-
Cash from operating	-	0	-
Total Funding	86	105	105
Debtrepayment - principal	-	-	-

There is a reduction in the overall rate requirement from that forecast in the LTP.

This reflects an ongoing review of operating costs and expenditure.

Public Toilets Activity

Council is required by community expectation to provide public conveniences for the use of the public within the district. Council operates 23 permanent public toilets, as well as temporary toilets for freedom camping.

A refurbishment programme is now in place with the objective of upgrading two to three toilet blocks each year.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	201	205	217	225	231	238	244	250	257	261
Targeted Rates										
Fees and Charges										
Grants Recd										
Developer Contributions	0	0								
Total Income	201	205	217	225	231	238	244	250	257	261
Operating Expenditure										
Operating Expenditure	159	157	171	174	179	186	190	195	201	205
Interest	7	11	9	12	11	11	11	10	10	9
Total Expenditure	166	167	180	186	190	197	200	205	211	214
Operating Surplus / deficit	35	38	37	39	40	42	43	45	46	47
Capital Expenditure										
Renewals	38	39	39	40	41	42	43	44	45	46
New Work	65	34	65	-	-	-	-	-	-	-
Total Capital Expenditure	103	73	104	40	41	42	43	44	45	46
Funded By										
Loans	65	34	65	-	-	-	-	-	-	-
Reserves	0	0								
Developer Contrib	0	0								
Funded Deprecial	4	4	4	4	4	5	5	5	5	5
Special funds	0	0								
Grants	0	0								
Cash from operating	34	34	34	35	36	38	39	40	41	41
Total Funding	103	73	104	40	41	42	43	44	45	46
Debt repayment - principal	2	3	3	4	4	4	5	5	5	6
Operating surplus transferred to/from reserves	-	-								

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	LTCCP Revised 11/12 \$'000
Income			
Non targeted Rates	201	217	205
Targeted Rates			-
Fees and Charges			-
Grants Recd			-
Developer Contributions	-	-	-
Total Income	201	217	205
Operating Expenditure			
Operating Expenditure	159	171	157
Interest	7	9	11
Total Expenditure	166	180	167
Operating Surplus / deficit	35	37	38
Capital Expenditure			
Renewals	38	39	39
New Work	65	65	34
Total Capital Expenditure	103	104	73
Funded By			
Loans	65	65	34
Reserves	-	-	-
Funded depreciat	-	-	-
Depreciation	4	4	4
Special funds	-	-	-
Grants	-	-	-
Cash from operating	34	34	34
Total Funding	103	104	73
Debt repayment - principal	2	3	3

There is a decrease of costs against that forecast in the 2009/19 LTP.

Retirement Housing Activity

Retirement Housing is provided for people aged 60 and over, who don't own property.

Council owns 48 flats. The flats are managed on a self-funding basis with rental income covering day to day operating costs.

- The flats are managed and let by Council staff. Each tenant has a separate tenancy agreement with Council.
- Grounds maintenance is carried out by contract through a Facilities Management Contract.
- Day to day maintenance, refurbishing or upgrading of the buildings is carried out by contractors and is managed by Council staff.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	0	0	0	0	0	0	0	0	0	0
Targeted Rates			-	-	-	-	-	-	-	-
Fees and Charges	196	201	201	207	212	219	225	231	236	241
Grants Recd			-	-	-	-	-	-	-	-
Developer Contributions	0	0	-	-	-	-	-	-	-	-
Total Income	196	201	201	207	212	219	225	231	236	241
Operating Expenditure										
Operating Expenditure	172	176	179	185	191	199	205	212	220	226
Interest	15	14	14	14	13	12	11	11	10	9
Total Expenditure	187	190	193	199	204	211	217	223	229	235
Operating Surplus / deficit	9	11	8	8	8	8	8	8	7	7
Capital Expenditure										
Renewals	72	68	71	73	74	75	78	78	78	79
New Work	0	0	-	-	-	-	-	-	-	-
Total Capital Expenditure	72	68	71	73	74	75	78	78	78	79
Funded By										
Loans			-	-	-	-	-	-	-	-
Reserves			-	-	-	-	-	-	-	-
Developer Contribution	0	0	-	-	-	-	-	-	-	-
Funded Depreciation	70	65	71	73	75	78	80	82	84	86
Special funds	0	0	-	-	-	-	-	-	-	-
Grants	0	0	-	-	-	-	-	-	-	-
Cash from operating	2	3	-	-	-	-	-	-	-	-
Total Funding	72	68	71	73	75	78	80	82	84	86
Debt repayment - principal	7	8	7	8	9	9	10	11	12	13

Operating surplus transferred to/from reserves

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	0	0	(0)
Targeted Rates			-
Fees and Charges	196	201	201
Grants Recd			-
Developer Contributions	-	-	-
Total Income	196	201	201
Operating Expenditure			
Operating Expenditure	172	179	176
Interest	15	14	14
Total Expenditure	187	193	190
Operating Surplus / deficit	9	8	11
Capital Expenditure			
Renewals	72	71	68
New Work	-	-	-
Total Capital Expenditure	72	71	68
Funded By			
Loans			-
Reserves			-
Funded depreciation	-	-	-
Depreciation	70	71	65
Special funds	-	-	-
Grants	-	-	-
Cash from operating	2	0	3
Total Funding	72	71	68
Debt repayment - principal	7	8	8

Rental income is consistent with the LTP. Included in expenditure is funded depreciation (for renewals) and a charge for the loan drawn down to address arrear maintenance. This allows a transfer to a Special Reserve each year to build up funds for long term maintenance and to allow an early repayment of the loan.

There is no rate component of this Activity.

Libraries Activity

- Central Hawke's Bay District Libraries are situated in Council owned buildings in Waipukurau and Waipawa. This activity covers the daily running of the library services. The buildings are operated and maintained under the Properties and Buildings activity.
- The library service offered includes various fiction and non fiction collections, reference material, children and youth sections, magazines, large print, talking books, various electronic databases, DVDs, inter loan material, and networked computers offered through Aotearoa Peoples Network.
- The library service is a keen facilitator of community initiatives, particular through the Eastern and Central Community Trust sponsored EC Read 'n literacy programs, as well as other sponsored events and relationships with schools, retirement homes and elderly people.
- More than 50% of library users live outside Waipukurau and Waipawa.
- Funding is derived from rates, rental of books, tapes and dvds, grants from various sources, and fund raising organised by library staff.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (all UAC)	430	449	473	482	493	509	519	535	554	567
Targeted Rates										
Fees and Charges	46	35	49	50	51	52	54	56	57	59
Grants Recd										
Developer Contributions	0	0								
Total Income	477	484	522	531	544	562	572	591	611	626
Operating Expenditure										
Operating Expenditure	441	430	430	437	448	463	471	486	503	515
Interest	0	0	0	0	-	-	-	-	-	-
Total Expenditure	441	430	430	437	448	463	471	486	503	515
Operating Surplus / deficit	36	54	92	95	97	99	102	105	108	111
Capital Expenditure										
Renewals	90	80	92	94	97	99	102	105	108	111
New Work	0	0								
Total Capital Expenditure	90	80	92	94	97	99	102	105	108	111
Funded By										
Loans										
Reserves										
Developer Contributi	0	0								
Funded Depreciator	54	26	-	-	-	-	-	-	-	-
Special funds	0	0								
Grants	0	0								
Cash from operating	35	54	92	94	97	99	102	105	108	111
Total Funding	90	80	92	94	97	99	102	105	108	111
Debt repayment - principal	0	0	0	0	-	-	-	-	-	-
Operating surplus transferred to/from reserves	-	-								

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITYPLAN

	Annual Plan 10/11 \$'000	LTCCP 11/12 \$'000	Revised 11/12 \$'000
Income			
Non targeted Rates	430	473	449
Targeted Rates			
Fees and Charges	46	49	35
Grants Recd			
Developer Contributions	-	-	-
Total Income	477	522	484
Operating Expenditure			
Operating Expenditure	441	430	430
Interest	0	0	0
Total Expenditure	441	430	430
Operating Surplus / deficit	36	92	54
Capital Expenditure			
Renewals	90	92	80
New Work	-	-	-
Total Capital Expenditure	90	92	80
Funded By			
Loans			
Reserves			
Funded deprecicator	-	-	-
Depreciation	54	0	26
Special funds	-	-	-
Grants	-	-	-
Cash from operating	35	92	54
Total Funding	90	92	80
Debt repayment - principal	0	0	0

A review of the funding of depreciation has allowed a decrease in the rate cost of the library activity from that forecast in the 2009/19 LTP.

Theatre and Halls Activity

Council owns twelve buildings that are used to provide meeting places for the community. These are:

Halls managed directly by Council: Waipawa Town Hall.

Waipukurau Civic Theatre: Managed by an independent manager who operates the theatre including showing movies, providing meeting facilities and operating a restaurant. Council pays the manager an annual fee for operating the theatre. The theatre is maintained jointly by council staff and the manager, with Council providing funding for renewal or replacement of assets.

Community Halls managed by Hall Committees: Otane, Tikokino, Onga Onga, Takapau, Elsthorpe, Wallingford and the Waipukurau Memorial Hall.

In addition three halls not owned by Council are supported financially by Council: Omakere (owned by Waiapu Board of Diocesan Trust), Sherwood (owned by the Ashley Clinton – Makaretu Hall Society), and Flemington (owned by the Flemington Community Trust).

Halls leased to Community Groups – these are the Argyll, Porangahau and Otawhao Halls.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11	Annual Plan 11/12	LTCCP 11/12	LTCCP 12/13	LTCCP 13/14	LTCCP 14/15	LTCCP 15/16	LTCCP 16/17	LTCCP 17/18	LTCCP 18/19
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Income										
Non targeted Rates (General)	380	452	521	532	547	567	580	596	614	625
Targeted Rates										
Fees and Charges	3	0	3	3	3	4	4	4	4	4
Grants Recd										
Developer Contributions	0	0								
Total Income	383	452	525	536	551	570	584	599	618	629
Operating Expenditure										
Operating Expenditure	373	452	525	536	551	570	584	599	618	629
Interest	4	0								
Total Expenditure	377	452	525	536	551	570	584	599	618	629
Operating Surplus / deficit	6	0	-	-	-	-	-	-	-	-
Capital Expenditure										
Renewals	109	160	549	165	112	117	98	127	135	90
New Work	0	0								
Total Capital Expenditure	109	160	549	165	112	117	98	127	135	90
Funded By										
Loans										
Reserves										
Developer Contributions	0	0								
Funded Depreciation	109	160	120	165	112	117	98	127	135	90
Special funds	0	0	430							
Grants	0	0								
Cash from operating	0	0								
Total Funding	109	160	549	165	112	117	98	127	135	90
Debt repayment - principal	6	0								
Operating surplus transferred to/from reserves	111	97								

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11	LTCCP Revised 11/12	LTCCP Revised 11/12
	\$'000	\$'000	\$'000
Income			
Non targeted Rates	380	521	452
Targeted Rates			-
Fees and Charges	3	3	-
Grants Recd			-
Developer Contributions	-	-	-
Total Income	383	525	452
Operating Expenditure			
Operating Expenditure	373	525	452
Interest	4	0	-
Total Expenditure	377	525	452
Operating Surplus / deficit	6	0	-
Capital Expenditure			
Renewals	109	549	160
New Work	-	-	-
Total Capital Expenditure	109	549	160
Funded By			
Loans			-
Reserves			-
Funded depreciation	-	-	-
Depreciation	109	120	160
Special funds	-	430	-
Grants	-	-	-
Cash from operating	-	0	-
Total Funding	109	549	160
Debt repayment - principal	6	-	-

The Annual Plan allows for funding of depreciation only to the extent that this matches the level of renewals determined by independent consultants. This is a departure from the 2009/19 LTP and means a reduction of costs of \$73,000 is achieved.

However there is an actual increase in renewal costs to allow for the replacement of ageing projection equipment at the Civic Theatre.

(The 2011/12 year of the LTP includes a transfer of maintenance funding (based on the 2006/16 LTP costs), as Council's contribution to the refurbishment of the Waipawa Town Hall. In reality this transfer is made annually to a reserve).

Cemeteries Activity

Council is required by community expectation and by the Burial and Cremation Act 1964 to provide burial and memorial facilities for the district's communities.

Council provides and maintains ten operational cemeteries and four closed cemeteries.

All Council owned cemeteries are managed by Council staff and maintenance is contracted out.

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$' 000	LTCCP 12/13 \$' 000	LTCCP 13/14 \$' 000	LTCCP 14/15 \$' 000	LTCCP 15/16 \$' 000	LTCCP 16/17 \$' 000	LTCCP 17/18 \$' 000	LTCCP 18/19 \$' 000
Income										
Non targeted Rates (General)	173	183	180	230	188	195	198	203	209	211
Targeted Rates										
Fees and Charges	31	20	32	33	33	34	35	36	37	38
Grants Recd										
Developer Contributions	0	0								
Total Income	204	203	212	262	222	229	233	239	246	249
Operating Expenditure										
Operating Expenditure	141	143	152	154	159	165	168	172	178	181
Interest	15	14	14	13	13	12	11	10	9	8
Total Expenditure	155	157	166	168	171	176	179	182	187	188
Operating Surplus / deficit	48	46	46	95	51	53	55	57	59	61
Capital Expenditure										
Renewals	41	37	37	86	41	42	43	44	45	46
New Work	0	0	-	-	-	-	-	-	-	-
Total Capital Expenditure	41	37	37	86	41	42	43	44	45	46
Funded By										
Loans			-	-	-	-	-	-	-	-
Reserves										
Developer Contributions	0	0								
Funded Depreciation	0	0	0	0	0	0	1	1	1	1
Special funds	0	0								
Grants	0	0								
Cash from operating	40	37	37	85	40	41	43	44	45	46
Total Funding	41	37	37	86	41	42	43	44	45	46
Debt repayment - principal	8	9	9	9	10	11	12	13	14	15
Operating surplus transferred to/from reserves	-	-								

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$' 000	11/12 \$' 000
Income			
Non targeted Rates	173	180	183
Targeted Rates			-
Fees and Charges	31	32	20
Grants Recd			-
Developer Contributions	-		-
Total Income	204	212	203
Operating Expenditure			
Operating Expenditure	141	152	143
Interest	15	14	14
Total Expenditure	155	166	157
Operating Surplus / deficit	48	46	46
Capital Expenditure			
Renewals	41	37	37
New Work	-	0	-
Total Capital Expenditure	41	37	37
Funded By			
Loans		0	-
Reserves			-
Funded depreciation	-		-
Depreciation	0	0	0
Special funds	-		-
Grants	-		-
Cash from operating	40	37	37
Total Funding	41	37	37
Debt repayment - principal	8	9	9

There is a \$3k increase in rate requirement from the 2009/19 LTP as income from Fees and Charges is expected to be less than earlier forecast.

Property and Buildings Activity

Council owns a number of properties and buildings that are used to provide services to the public, but do not fit into a specific Activity grouping. These are owned for historic, cultural or administrative reasons.

The properties included in this Activity are:

- CHB Settlers Museum and Onga Onga Museum site
- War memorials at Onga Onga, Ruataniwha, Hatuma, Takapau, Waipawa and Waipukurau
- Administration Building in Waipawa
- Waipukurau and Waipawa Libraries
- CHB Community Rooms in Hunter Park Waipukurau
- Takapau Plunket Rooms
- Otane Library Building
- Miscellaneous sections

UPDATED 2009/2019 ACTIVITY BUDGET

	Annual Plan 10/11 \$'000	Annual Plan 11/12 \$'000	LTCCP 11/12 \$'000	LTCCP 12/13 \$'000	LTCCP 13/14 \$'000	LTCCP 14/15 \$'000	LTCCP 15/16 \$'000	LTCCP 16/17 \$'000	LTCCP 17/18 \$'000	LTCCP 18/19 \$'000
Income										
Non targeted Rates (General)	283	273	274	280	325	299	307	331	325	332
Targeted Rates										
Fees and Charges	5	6	5	5	5	5	5	6	6	6
Grants Recd										
Developer Contributions	0	0								
Total Income	288	278	279	285	330	304	312	337	331	338
Operating Expenditure										
Operating Expenditure	239	246	242	248	256	267	274	283	293	300
Interest	25	25	29	28	27	26	25	24	23	22
Total Expenditure	264	270	270	276	283	293	300	308	316	322
Operating Surplus / deficit	24	8	9	9	47	11	12	29	14	16
Capital Expenditure										
Renewals	87	62	57	59	100	62	64	85	67	68
New Work	0	0	-	-	-	-	-	-	-	-
Total Capital Expenditure	87	62	57	59	100	62	64	85	67	68
Funded By										
Loans			-	-	-	-	-	-	-	-
Reserves										
Developer Contributions	0	0								
Funded Depreciation	70	62	57	59	64	62	64	69	67	68
Special funds	0	0								
Grants	0	0								
Cash from operating	17	0	0	(0)	37	-	-	16	-	-
Total Funding	87	62	57	59	100	62	64	85	67	68
Debt repayment - principal	7	8	9	10	10	11	12	13	14	16
Operating surplus transferred to/from reserves	-	-								

VARIANCE FROM 2009/2019 LONG-TERM COUNCIL COMMUNITY PLAN

	Annual Plan 10/11 \$'000	LTCCP Revised 11/12 \$'000	11/12 \$'000
Income			
Non targeted Rates	283	274	273
Targeted Rates			-
Fees and Charges	5	5	6
Grants Recd			-
Developer Contributions	-		-
Total Income	288	279	278
Operating Expenditure			
Operating Expenditure	239	242	246
Interest	25	29	25
Total Expenditure	264	270	270
Operating Surplus / deficit	24	9	8
Capital Expenditure			
Renewals	87	57	62
New Work	-	0	-
Total Capital Expenditure	87	57	62
Funded By			
Loans		0	-
Reserves			
Funded depreciation	-		-
Depreciation	70	57	62
Special funds	-		-
Grants	-		-
Cash from operating	17	0	-
Total Funding	87	57	62
Debt repayment - principal	7	9	8

The outcome is similar to that in the 2011/12 LTP forecast.

Financial Statements

The following financial statements contain budgets for the 2010/2011 financial year and the subsequent year. The statements show the short term direction of Council and must be read in conjunction with the long term financial statements in the LTP 2009/2019.

Council's Financial Statements show:

- Its ability to meet operating expenses from operating revenues (Income Statement)
- How Council's net resources are increasing over time (Changes in Equity)
- What Council owns and owes (Balance Sheet)
- The turnover of cash experienced by Council each year (Cash Flows)

Basis and Assumptions for Financial Information

The financial statements that are contained on pages 46 to 49 show the forecast of next year's budgets compared against last year's actual, this year's budget and the LTP budget adopted in 2009.

The major assumptions are:

1. Low population growth;
2. No increasing levels of service are budgeted;
3. Borrowings are planned to be repaid over 20 years;
4. Council will continue to review its LTP.

Financial Statements *Income Statement*

For the Year Ended 30 June

2010 Group Actual \$'000		2010/11 Group Annual Plan \$'000	2011/12 Group Annual Plan \$'000	2011/12 Council LTP \$'000
Revenue				
14,856	Rates	15,059	15,673	16,327
609	Interest	296	296	362
5,575	Subsidies	6,373	6,310	6,896
2,151	Fees and Charges	2,504	2,630	3,081
90	Development Contributions	100	97	100
-	Dividends	50	50	50
500	Donation Income - Waipawa Municipal Theatre			
164	Sale of Assets	-	-	-
-355	Share of Undistributed Profits	-	-	-
23,590	Total Operating Revenue	24,382	25,056	26,816
Expenditure				
509	Leadership/Governance	548	554	562
125	Economic Development	133	134	137
1,050	Regulatory	1,279	1,256	1,317
12,869	Roading	11,352	11,565	13,831
1,994	Solid Waste	2,238	2,330	2,612
1,897	Water	1,983	2,076	2,356
1,591	Waste Water	1,606	1,726	1,862
401	Stormwater	439	430	451
914	Parks/Reserves	893	922	1,002
159	Public Conveniences	166	167	180
282	Retirement Housing	187	190	193
439	Libraries	441	430	430
710	Theatres/Halls	377	452	525
177	Cemeteries	155	157	166
379	Property	264	270	270
254	Fair Value Adjustment on Investments	-	-	-
(184)	Fair Value Adjustment of Public Debt	-	-	-
23,566	Total Expenditure	22,063	22,661	25,895
24	Net Surplus/(Deficit)	2,319	2,395	921
-	Taxation		-	
24	Operating Surplus	2319	2,395	921
24	Net Surplus	2319	2,395	921
Other Comprehensive Income				
144	Property, Plant and Equipment Revaluations	-4036	24,544	24544
-21	Share of associates Revaluation Reserve	-	-	-
147	Total Comprehensive Income	-1717	26,939	25465

Financial Statements *Changes in Equity*

For the Year Ended 30 June

2010 Group Actual \$'000		2010/11 Group Annual Plan \$'000	2011/12 Group Annual Plan \$'000	2011/12 Council LTP \$'000
656,855	Equity at Beginning of Year	722,564	655,285	737,968
24	Net surplus/(deficit)		2,395	
123	Other Comprehensive Income		24,544	
147	Total Comprehensive Income	-1,717		25,465
657,002	Public Equity at Year End	720,847	682,224	763,433
Components of Equity				
241,107	Ratepayers Equity at the beginning of the year	241,197	241,412	244,410
-1,468	Net surplus/(deficit) for the year	1,773	1,952	254
239,639	Ratepayers Equity at end of year.	242,970	243,364	244,664
7,036	Special Funds at the beginning of the year	7,779	9,075	7,531
1,493	Transfers to/(from) Special Funds	546	443	667
8,529	Special Funds at end of year	8,325	9,518	8,198
183	Trust Funds at the beginning of the year	183	182	192
-1	Transfers to/(from) Trust Funds	0	0	0
182	Trust Funds at end of year	183	182	192
408,529	Revaluation Reserves at the beginning of the year	473,405	404,616	485,835
123	Transfers to/(from) Revaluation Reserves	-4,036	24,544	24,544
408,652	Revaluation Reserves at end of year.	469,369	429,160	510,379
657,002	Total Equity at end of year	720,847	682,224	763,433

Financial Statements *Balance Sheet*

As at 30 June

2010 Group Actual \$'000		2010/11 Council Annual Plan \$'000	2011/12 Group Annual Plan \$'000	2011/12 Council LTP \$'000
ASSETS				
Current Assets				
2,551	Accounts Receivable	3,307	2,362	2,054
7,188	Cash and Short Term Investment	5,875	5,013	2,470
81	Prepayments	150	150	90
-	Loan to Tamatea Limited	4,025	4,025	4028
-	Assets held for sale	-	-	-
9820	Total Current Assets	13,357	11,550	8,642
Non Current Assets				
6,289	Term Investments	6,221	6,221	4,870
4,428	Shares in Infracon Limited	-	-	-
652,708	Property Plant and Equipment	716,227	679,184	767,103
663,425	Total Non Current Assets	722,448	685,405	771,973
673,245	TOTAL ASSETS	735,805	696,955	780,615
LIABILITIES				
Current Liabilities				
3,660	Trade and other payables	2,120	2,093	2,131
257	Employees Entitlement	230	257	156
2,303	Current Portion of Public Debt	360	1,923	1,923
6,220	Total Current Liabilities	2,710	4,273	4,210
Non Current Liabilities				
9,916	Public Debt	12,141	10,351	12,760
107	Provision for Landfill Post-closure Costs	107	107	212
10,023	Total Non Current Liabilities	12,248	10,458	12,972
16,243	TOTAL LIABILITIES	14,958	14,731	17,182
PUBLIC EQUITY				
8,529	Special Funds	8,325	9,518	8,198
182	Trust Funds	183	182	192
408,652	Revaluation Reserve of Assets	469,369	429,160	510,379
239,639	Ratepayers' Equity	242,970	243,364	244,664
657,002		720,847	682,224	763,433
673,245	TOTAL LIABILITIES & PUBLIC EQUITY	735,805	696,955	780,615

Note - Council's investment in Infracon Limited is held in a 100% owned Council Controlled Organisation - Tamatea Limited. For Annual Plan purposes no consolidated financial statements have been prepared. As Tamatea Limited acts a conduit these financial statements have been prepared as if the investment in Infracon and the resultant dividend stream, were held directly by Council.

Financial Statements *Cash flow*

For the Year Ended 30 June

2010 Group Actual \$'000	2010/11 Group Annual Plan \$'000	2011/12 Group Annual Plan \$'000	2011/12 Council LTP \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash was provided from			
14,719 Rates	15,059	15,673	16,327
5,697 Subsidies & Grants	6,373	6,310	6,896
608 Interest	296	296	362
2,274 User Charges	2,504	2,630	3,081
90 Developer Contributions	100	97	100
0 Dividends	50	50	50
23,388	24,382	25,056	26,816
Cash was applied to			
-8,774 Payments to Suppliers of Goods & Services	-10139	-12,558	-14,588
-3,137 Payments to employees	-2835	-3,206	-2,918
-727 Interest paid	-571	-571	719
-12,638	-13545	-16,335	-16,787
10,750 Net Cash from Operating Activities	10,837	8,721	10,028
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash was provided from			
- Proceeds from Sale of Assets	-	-	-
- Realisation of Investments	-	-	-
Cash was applied to			
(9,505) Purchase of Fixed Assets	(8,928)	(10,421)	(10,625)
Realisation / (Purchase) of Investments	-	-	-
(9,505)	(8,928)	(10,421)	(10,625)
(9,505) Net Cash Flow from Investing Activities	(8,928)	(10,421)	(10,625)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash was provided from			
1,552 Loans Raised	1,735	1,198	852
1,552	1,735	1,198	852
Cash was applied to			
- Repayment of Public Debt	-	(360)	(360)
-646 Increase In Investments	-	-	-
906 Net Cash Flow From Financing Activities	1,735	838	492
2,151 NET INCREASE/ (DECREASE) IN CASH HELD	3,644	(862)	(105)
5,037 PLUS TOTAL CASH RESOURCES AT 1 JULY	2,231	5,875	2,575
7,188 NET CASH RESOURCES AT 30 JUNE	5,875	5,013	2,470
Represented by			
- Bank Overdraft	-	-	-
7,188 Cash & Short Term Investments	5,875	5,013	2,470
7,188	5,875	5,013	2,470

Statement of Accounting Policies

1. Reporting Entity

Central Hawke's Bay District Council (CHBDC) is a territorial local authority governed by the Local Government Act 2002 and is domiciled in New Zealand.

The Central Hawke's Bay District Council Group consists of Central Hawke's Bay District Council and its subsidiary – Tamatea Limited (100% owned). Tamatea Limited (Tamatea) was incorporated in New Zealand on 26 October 2006.

The primary objective of CHBDC is to provide goods or services for the community or social benefit rather than making a financial return. Accordingly, CHBDC has designated itself as a public benefit entity for the purposes of New Zealand equivalents to International Financial Reporting Standards (NZ IFRS).

The financial statements of CHBDC are for the year ended 30 June 2010. These financial statements were authorised for issue by Council on 30th September 2010.

2. Summary of Significant Accounting Policies

2.1 Statement of Compliance and basis of preparation

The financial statements of CHBDC have been prepared in accordance with the Local Government Act 2002, which includes the requirement to comply with Generally Accepted Accounting Practice in New Zealand (NZ GAAP).

These financial statements have been prepared in accordance with NZ GAAP. They comply with NZ IFRS and other applicable Financial Reporting Standards, as appropriate for public benefit entities.

The financial statements are presented in New Zealand Dollars (NZD). The functional currency of CHBDC is New Zealand Dollars.

2.2 Basis of Financial Statement Preparation and Measurement Base

In respect of CHBDC the measurement base adopted is that of historical cost basis modified by the revaluation of certain assets as specifically stated in these accounting policies.

2.3 Critical Accounting Estimates and Assumptions

In preparing these financial statements CHBDC has made estimates and assumptions concerning the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and assumptions are continually evaluated and are based on historical experience and other factors, including expectations or future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below –

Landfill aftercare provision

Note 8 presents an analysis of the exposure of CHBDC in relation to the estimates and uncertainties surrounding the landfill aftercare provision.

Statement of Accounting Policies

Infrastructural assets

There are a number of assumptions and estimates used when performing DRC valuations over infrastructural assets. These include:

- the physical deterioration and condition of an asset, for example the Council could be carrying an asset at an amount that does not reflect its actual condition. This is particularly so for those assets, which are not visible, for example stormwater, wastewater and water supply pipes that are underground. This risk is minimised by Council performing a combination of physical inspections and condition modeling assessments of underground assets;
- estimating any obsolescence or surplus capacity of an asset; and
- estimates are made when determining the remaining useful lives over which the asset will be depreciated.

These estimates can be impacted by the local conditions, for example weather patterns and traffic growth. If useful lives do not reflect the actual consumption of the benefits of the asset, then CHBDC could be over or under estimating the annual depreciation charge recognised as an expense in the statement of financial performance. To minimise this risk CHBDC's infrastructural asset useful lives have been determined with reference to the NZ Infrastructural Asset Valuation and Depreciation Guidelines published by the National Asset Management Steering Group, and have been adjusted for local conditions based on past experience. Asset inspections, deterioration and condition modelling are also carried out regularly as part of the CHBDC's asset management planning activities, which gives CHBDC further assurance over its useful life estimates. Experienced independent valuers assist in performing the Council's infrastructural asset revaluations.

2.4 Investment in Subsidiary

Council consolidates its investment in its subsidiary – Tamatea – as it has the capacity to control that company's financing and operating policies so as to obtain benefits from the activities of the entity. This exists because Council, as the sole shareholder, controls the voting power of the governing body.

2.5 Basis of consolidation

The consolidated financial statements are prepared by adding together like items of assets, liabilities, equity, income and expenses on a line by line basis. All significant intragroup balances, transactions, income and expenses are eliminated on consolidation.

2.6 Investment in Associate

CHBDC accounts for its investment in Infracore Limited in the group financial statements using the equity method.

An Associate is an entity over which CHBDC has significant influence, and where this entity is neither a subsidiary nor Joint Venture. The investment is initially recognised at cost and the carrying value is increased or decreased to recognise CHBDC's share of the surplus or deficit of the associate after the date of acquisition. CHBDC's share of the surplus or deficit is recognised in CHBDC's profit and loss. Distributions received from the associate reduce the carrying value of the investment.

The investment is tested annually for impairment. Where the carrying amount exceeds its recoverable amount, an impairment loss is recognised in the profit or loss. The recoverable amount is the higher of the investment's fair value, less costs to sell and its value in use.

Statement of Accounting Policies

In testing for impairment, CHBDC has made estimates and assumptions concerning the future which may differ from subsequent actual results. Reliance has been placed on the independent audit of Infracon to provide assurance on the carrying value of its assets and the assumption that the company remains a going concern.

2.7 Equity

Equity is the community's interest in CHBDC and is measured as the difference between total assets and total liabilities. Public equity is disaggregated and classified into a number of reserves to enable clearer identification of the specified uses that CHBDC make of its accumulated surpluses.

The components of equity are:

- Accumulated funds
- General Reserves
- Trust Funds
- Revaluation Reserves

2.8 Reserves

Reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned. Reserves may be legally restricted or created by the Council.

2.8.1 Council-created Reserves

These are reserves established by Council decision. The Council may alter them without reference to any third-party or the Courts. Transfers to and from these reserves are at the discretion of the Council.

2.8.2 Trust Funds

These are funds received by the Council over time, usually by way of donation or bequest, which restrict the use of the funds. All such funds are separately invested and are not available for any other purposes. The interest earned is credited to the funds.

2.8.3 Revaluation Reserves

These reserves relate to the revaluation of Property, Plant and Equipment to Fair Value.

2.9 Overhead Allocations

The costs of providing support services for the Council are accumulated and then allocated to each significant activity using appropriate allocation bases which reflect usage and/or capacity for each significant activity.

Statement of Accounting Policies

2.10 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to Council and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised –

Rates revenue is recognised when payable.

Revenue from the sale of goods and services is recognised in the profit and loss when the significant risks and rewards of ownership have been transferred to the buyer or the obligation to pay arises. In the case of Licence fees, upon renewal of the licence.

Revenue from services rendered is recognised when invoiced. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of the goods.

Government grants and subsidies are recognised as revenue when entitlement has been established by the grants agency, and are recognised at their fair value.

Dividends are recognised when the shareholder's right to receive payment is established.

Interest income is recognised using the effective interest method.

Revenue from developer contributions is recognised when it is acknowledged that the liability of payment exists to the Council based on the completion of the subdivision or connection to service.

Vested assets are recognised when the significant risks and rewards of ownership have been transferred to the Council and when the obligation to accept the transfer of the assets to the Council has been determined.

2.11 Valuation

2.11.1 Current Assets

Debtors and other receivables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

All other current assets are stated at cost.

Cash and Short Term Investments in the balance sheets comprise cash at bank and in hand and short term deposits with an original maturity of three months or less.

2.11.2 Financial Assets

Financial Assets are initially recognised at fair value plus transaction costs unless they are carried at fair value through the profit and loss in which case the transaction costs are recognised in the profit and loss.

Purchases and sales of financial assets are recognised on trade-date, the date on which CHBDC commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive

Statement of Accounting Policies

cash flows from the financial assets have expired or have been transferred and CHBDC has transferred substantially all the risks and rewards of ownership.

CHBDC classifies its financial assets into the following categories - fair value through the profit and loss, loans and receivables and available for sale. The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition.

Financial assets at fair value through the profit and loss

Financial assets at fair value through the profit and loss include financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short-term.

After initial recognition they are measured at their fair values with gains or losses on remeasurement recognised in the profit and loss.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance date, which are included in non-current assets. CHBDC's loans and receivables comprise cash and cash equivalents, debtors and other receivables.

After initial recognition they are measured at amortised cost using the effective interest method less impairment. Gains and losses when the asset is impaired or derecognised are recognised in the profit and loss.

Fair value

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price used is the current bid price. The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. CHBDC uses a variety of methods and makes assumptions that are based on market conditions existing at each balance date. Quoted market prices or dealer quotes for similar instruments are used for long term debt instruments held. Other techniques, such as discounted expected cash flows, are used to determine fair value for the remaining financial instruments.

2.11.3 Impairment of financial assets

At each balance sheet date CHBDC assesses whether there is any objective evidence that a financial asset or group of financial assets is impaired. Any impairment losses are recognised in the profit and loss.

Loans and other receivables

Impairment of a loan or a receivable is established when there is objective evidence that CHBDC will not be able to collect amounts due according to the original terms. Significant financial difficulties of

Statement of Accounting Policies

the debtor/issuer, probability that the debtor/issuer will enter into bankruptcy, and default in payments are considered indicators that the asset is impaired. The amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted using the original effective interest rate. For debtors and other receivables, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of financial performance. When the receivable is uncollectible, it is written off against the allowance account. Overdue receivables that have been renegotiated are reclassified as current (i.e. not past due). For term deposits, local authority stock, government stock and community loans, impairment losses are recognised directly against the instruments carrying amount.

Impairment of term deposits, local authority, government stock, bonds and notes and related party loans is established when there is objective evidence that the CHBDC will not be able to collect amounts due to the original terms of the instrument. Significant financial difficulties of the issuer, probability the issuer will enter into bankruptcy, and default in payments are considered indicators that the instrument is impaired.

2.11.4 Non Current Assets

Non-current assets held for sale are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. Non-current assets held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

Any impairment losses for write-downs of non-current assets held for sale are recognised in the profit and loss.

Any increases in fair value (less costs to sell) are recognised up to the level of any impairment losses that have been previously recognised.

Non-current assets (including those that are part of a disposal group) are not depreciated or amortised while they are classified as held for sale.

(a) Work In Progress

Work in progress is treated as a non current asset on the basis that there is a high likelihood that it will be capitalised. This covers work on infrastructural assets, plant, property or equipment that is incomplete at balance date, and excludes borrowing costs.

On completion the total cost of the project is transferred to the relevant asset class and then depreciated.

(b) Land and Buildings

Land and Buildings are revalued on a maximum of a three yearly cycle, or more frequently where market evidence reflects that the current values of land and buildings is materially different to their fair value. The valuation uses the depreciated replacement cost method, based on currently accepted valuation methodology.

Statement of Accounting Policies

The results of revaluing are credited or debited to an asset revaluation reserve included in other comprehensive income for that class of asset. Where revaluing results in a debit balance in the asset revaluation reserve for a particular class of asset, this balance is expensed to profit and loss rather than other comprehensive income.

Land under Roads is revalued annually based on the fair value of adjacent land.

(c) Property, Plant and Equipment (Fixed Assets)

On acquisition, all fixed assets are initially stated at cost.

Plant and Machinery are stated at historical cost less accumulated depreciation and any impairment in value.

Library Books are valued at historical cost. All subsequent and future additions are recognised at cost. Depreciation is provided over the asset's useful lives.

(d) Infrastructural Assets

Infrastructural Assets: water, stormwater, and waste/sewerage are revalued on a three yearly cycle, or more frequently where the value has changed significantly, using the depreciated replacement cost method, based on currently accepted valuation methodology.

The results of revaluing are credited or debited to an asset revaluation reserve included in other comprehensive income for that class of asset. Where revaluing results in a debit balance in the asset revaluation reserve for a particular class of asset, this balance is expensed to profit and loss rather than other comprehensive income.

The Landfill and Transfer Stations are revalued on a three yearly cycle, using the depreciated replacement cost method.

Roading and its networks are revalued each year using the depreciated replacement cost method.

All subsequent additions to Infrastructural Assets are stated at depreciated cost.

2.12 Depreciation

2.12.1 Property, Plant and Equipment (Excluding Infrastructural Assets)

Council's fixed assets, with the exception of infrastructural assets and land, are depreciated on a straight line basis at rates, which will write off their cost or value over their estimated useful economic lives. This depreciation charge is reflected in the appropriate cost of service statement.

Statement of Accounting Policies

The expected lives of major fixed asset classes are:

	Years
• Buildings	6 - 165
• Emergency Equip, Misc Plant, Computer Equip, Office Equip	4 - 5
• Office furniture, Library Books	4 - 10
• Land is considered to have an indefinite useful life and is not depreciated	

2.12.2 Infrastructural Assets

(a) Water, Sewerage and Stormwater Assets

Water, Sewerage and Stormwater Assets are the utility systems, which provide continuing services to the community and are not generally regarded as tradeable.

Depreciation is calculated using useful life of components as provided by Opus International Consultants Asset Valuation Reports and in accordance with the standard NZ Infrastructure Asset Valuation and Depreciation Guidelines (NZIAVDG).

The expected lives of major fixed asset classes are:

	Years
Water Systems	
• Pipes	40 - 100
• Valves, Hydrants, Meters, Tobies	20 - 60
• Pump Stations	15 - 90
• Reservoirs	60 - 90
Sewerage Systems	
• Pipes	50 - 120
• Manholes	100
• Valves	25 - 40
• Pump Stations	25 - 90
• Treatment Plant	15 - 100
Stormwater Systems	
• Pipes	50 - 125
• Manholes	100
• Open Channels	50
• Service Laterals	80
• Sumps	75

Statement of Accounting Policies

(b) Roothing Assets

Roothing Assets is the rooding network, which provides continuing services to the community and is not generally regarded as tradeable.

Depreciation is calculated using useful life of components as provided by Opus International Consultants Asset Valuation Reports and in accordance with the standard NZ Infrastructure Asset Valuation and Depreciation Guidelines (NZIAVDG).

The expected lives of major fixed asset classes are:

	Years
• Pavement Maintenance - Unsealed	7
• Pavement Maintenance - Sealed	70
• Chip Seals	10
• Area Wide Pavement Treatment	
Surface	10
Base course	70
Sub base	Not depreciated
Wearing Course	7
• Bridges	50
• Traffic – pavement marking	1
• Traffic – signs	15
• Footpaths	50-70

(c) Landfill and Transfer Stations

The Landfill and Transfer Stations are the individual facilities which provides continuing services to the community and are not generally regarded as tradable. The expected future lives of the Landfill and Transfer Stations are 50 years.

2.13 Borrowings

Borrowings are initially recognised at their fair value net of transaction costs incurred. After initial recognition, borrowings are recognised at fair value through profit and loss with any resultant gains or losses recognised in profit and loss.

Borrowing costs are recognised as an expense in the period in which they are incurred.

Statement of Accounting Policies

2.14 Loan to Tamatea

This loan arises from the transfer to Tamatea of the shares in Infracon Limited – formerly held directly by Council. The loan is interest free and is on call and carried at amortised cost.

2.15 Goods and Services Tax

These financial statements have been prepared exclusive of Goods and Services Tax (GST), except for receivables and payables that are stated inclusive of GST.

2.16 Employee Entitlements

Long term benefits

Provision is made in respect of the Council's liability for long service leave. Long service leave, has been calculated on a probability basis, which takes into consideration the likelihood that the Council will be obligated to make the payments.

Short term benefits

Wages, salaries, and annual leave are measured at nominal values on actual entitlement basis at current rates of pay.

A liability for sick leave is recognised to the extent that absences in the coming year are expected to be greater than the sick leave entitlements earned in the coming year. The amount is calculated based on the unused sick leave entitlement that can be carried forward at balance date, to the extent that Council anticipates it will be used by staff to cover these future absences.

2.17 Operating Leases

An operating lease is a lease that does not transfer substantially all the risks and rewards incidental to ownership of an asset. Lease payments under an operating lease are recognised as an expense on a straight line basis over the lease term.

2.18 Landfill Post-Closure Provision

Council as operator of the district landfill has a legal obligation to apply for resource consents when the landfill reaches the end of its operating life. The resource consents will set out the closure requirements and requirements for ongoing maintenance and monitoring services at the landfill site after closure. A provision for post-closure costs is recognised as a liability when the obligation for post-closure arises. The provision is measured based on the present value of future cash flows expected to be incurred, taking into account future events including known changes to legal requirements and technological improvements.

The provision includes all costs associated with landfill post-closure: final cover application and vegetation, fencing off, completing facilities for leachate collection and the monitoring of gas systems, stormwater systems, and vegetation systems. Amounts provided for landfill post-closure are capitalised to the landfill asset where they give rise to future economic benefits or if they are incurred to enable future economic benefits to be

Statement of Accounting Policies

obtained. The capitalised landfill asset is depreciated over the life of the landfill based on the anticipated capacity used.

2.19 Statement of Cash Flows

For the purposes of the Cash Flow Statement, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

Operating activities include cash received from all income sources and record the cash payments made for the supply of goods and services. Agency transactions are not recognised as receipts and payments in the Statement of Cash Flows as they do not represent transactions that Council can control.

Investing activities are those activities relating to the acquisition and disposal of non-current assets. Investing and financing activity transactions have had their respective sources and applications of cash netted off where rollover of financing has occurred and where there have been transfers between Council bank accounts.

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

2.20 Income Tax

The income tax expense recognised in the profit and loss is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior periods.

The nature of the Council's taxable earnings is such that it does not give rise to deferred tax assets or liabilities.

2.21 Capital Management Policy

The Council's capital is its equity (or ratepayers' funds), which comprise retained earnings and reserves. Equity is represented by net assets. The Local Government Act 2002 (the Act) requires the Council to manage its revenues, expenses, assets, liabilities, investments and general financial dealings prudently and in a manner that promotes the current and future interests of the community. Ratepayer's funds are largely managed as a by-product of managing revenues, expenses, assets, liabilities, investments, and general financial dealings. The objective of managing these items is to achieve intergenerational equity, which is a principle promoted in the Act and applied by Council. Intergenerational equity requires today's ratepayers to meet the costs of utilising the Council's assets and not expecting them to meet the full cost of long term assets that will benefit ratepayers in future generations. Additionally, the Council has in place asset management plans for major classes of assets detailing renewal and maintenance programs, to ensure ratepayers in future generations are not required to meet the costs of deferred renewals and maintenance.

2.22 Changes in Accounting Policies

There have been no changes in accounting policies during the financial year.

CHBDC has adopted the following revisions to accounting standards during the financial year, which only have a presentational effect:

Statement of Accounting Policies

- *NZ IAS 1 Presentation of Financial Statements (Revised 2007)* replaces NZ IAS 1 Presentation of Financial Statements (issued 2004). The revised standard requires information in financial statements to be aggregated on the basis of shared characteristics and introduces a statement of comprehensive income. The statement of comprehensive income will enable readers to analyse changes in equity resulting from non – owner changes separately from transactions with owners. The Council and CHBDC has prepared a single statement of comprehensive income for the years ended 30 June 2009 and 2010 under the revised standard.
- Amendments to *NZ IFRS 7 Financial Instruments: Disclosures*. The amendments introduce a three level fair value disclosure hierarchy that distinguishes fair value measurements by the significance of valuation inputs used. A maturity analysis of financial assets is also required to be prepared if this information is necessary to enable users of the financial statements to evaluate the nature and extent of liquidity risk. The transitional provisions of the amendment do not require disclosure of comparative information in the first year of application.

Standards, amendments and interpretations issued but not yet effective that have not been early adopted, and which are relevant to CHBDC include –

- *NZ IFRS 9 Financial Instruments* will eventually replace NZ IAS 39 Financial Instruments: Recognition and Measurement. NZ IAS 39 is being replaced through the following 3 main phases: Phase 1 Classification and Measurement, Phase 2 Impairment Methodology, and Phase 3 Hedge Accounting. Phase 1 on the classification and measurement of financial assets has been completed and has been published in the new financial instrument standard NZ IFRS 9. NZ IFRS 9 uses a single approach to determine whether a financial asset is measured at amortised cost or fair value, replacing the many different rules in NZ IAS 39. The approach in NZ IFRS 9 is based on how an entity manages its financial instruments (its business model) and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the many different impairment methods in NZ IAS 39. The new standard is required to be adopted for the year ending 30 June 2014. CHBDC has not yet assessed the effect of the new standard and expects it will not be early adopted.

Funding Impact Statement

The purpose of the funding impact statement is to provide information about the income and funding streams we will use and an indication of the amount of funding we will generate from each stream.

Council will use a mix of revenue sources to meet operating expenses, with major sources being general rates, Land Transport subsidies and Fees and Charges.

Capital expenditure for new works will be funded from Loans and Developer Contributions, with capital renewals being funded from reserves set aside for this purpose.

Details of Council's expenditure and sources of funds are included on Page 49.

Council undertook a comprehensive rating review in 2008/09 and heard submissions on its proposed changes to rating structures in late 2008.

The following rating mechanisms are intended to be used in each of the years 2009/19.

Funding Impact Statement

2011/12 Rates Factors

The table below lists the rate factors for the 2011/12 year (1 July 2011 to 30 June 2012) that are proposed to be set by the Central Hawke's Bay District Council under the Local Government (Rating) Act 2002.

Key	Description	Differential	Rateable Basis	Factor **	Amount Sought including GST \$
	Non Targeted Rates				
101	General	District	Capital Value	0.098	3,828,381
103 107 106 112	District Land Transport	District	Land Value	0.262	6,728,763
173	District UAC	UAC	Uniform Amount	\$286.000	1,778,062
	Targeted Rates				
172	Economic Development	Property Usage - District	Uniform Amount	\$94.262	28,750
174	Ward-based main street upgrade	Ruataniwha Ward	Uniform Amount	\$30.775	87,431
110 111 115	Refuse Collection	Service Available	Uniform Amount	\$32.854	127,605
169	Recycling Collection	Service Available	Uniform Amount	\$58.353	169,048
150	Water Supply Operations	Service Available	Uniform Amount *	\$463.721	1,886,187
151-157	Water Supply Loans	Service Available	Uniform Amount *	\$82.184	334,285
120	Sewerage Operations	Service Available - Connection(s)	Uniform Amount *	\$398.612	1,595,844
121-133	Sewerage - Loans	Service Available - Connection(s)	Uniform Amount *	\$216.231	865,680
140	Stormwater Operations	Catchment Area	Capital Value	0.075	433,302
141-142	Stormwater Loans	Catchment Area	Capital Value	0.021	120,951
165	Drainage	Te Aute	Factor		40,250
	Total Sought				\$18,024,539

* includes half charges

** Where no \$ sign shows, amounts are in cents

Funding Impact Statement

Rates

The following rates are proposed to be set and assessed on a District wide basis on all rateable property within the District for the years 2011/12:

1. General Rate

A general rate set under section 13 of the Local Government (Rating) Act 2002 for the purposes of providing all or some of the cost of:

- All regulatory activities, including planning, resource and subdivision consent costs, building control, public health, animal control, emergency management, and bylaws, litter and parking
- Solid waste
- Parks and reserves, public toilets, theatres and halls, cemeteries, and miscellaneous property costs

For the 2011/12 year this rate will be 0.098 cents in the dollar (including GST) based on the rateable capital value of all rateable property within the District.

2. District Land Transport Rate

A rate for the Council's land transport facilities set under section 13 of the Local Government (Rating) Act 2002. This rate is set for the purpose of funding the operation and maintenance of the land transport system.

For the 2011/12 year this rate will be 0.262 cents in the dollar (including GST) based on the land value of all rateable land in the district.

3. Uniform Annual General Charge

A rate set under section 15 of the Local Government (Rating) Act 2002 on each separately used or inhabited part of a rating unit within the District. See definition on page 68. This rate is for the purpose of providing:

- Community leadership, including administration, cost of democracy, community voluntary support grants, and economic development
- A portion of the cost of solid waste
- Libraries and swimming facilities

For the 2011/12 year this rate will be \$286.00 (including GST).

Targeted Rates

Definitions:

"Ruataniwha Urban" and Waipawa Urban are each defined by maps held by the Council.

"Non Residential" is defined by reference to land use codes in the valuation database, being every code other than "residential" or "lifestyle".

"Non Rural" is defined by reference to land use codes in the valuation database, being every code other than farming.

"Separately used or inhabited part of rating unit" – see page 68.

Funding Impact Statement

4. Water Supply Operations and Loans Rates

Two targeted rate set under section 16 of the Local Government (Rating) Act 2002 for water supply operations of a fixed amount per separately used or inhabited part of a rating unit. The purpose of this rate is to fund water supplies for Otane, Takapau, Waipukurau, Waipawa, Kairakau, Pourerere, Porangahau and Te Paerahi.

- *Operations Rate:* The purpose of this rate is to fund the maintenance and operation of water supplies in those parts of the District where these systems are provided.
- *Loans rate:* The purpose of this rate is to fund capital upgrades of water supplies and treatment in those parts of the District where these systems are provided.

This rate is applied as follows:

- (a) a charge of per separately used or inhabited part of a rating unit for Otane, Takapau, Waipukurau, Waipawa, Kairakau, Porangahau, and Te Paerahi Beach connected.
- (b) a half charge per separately used or inhabited part of a rating unit which is serviceable for the above locations.

For this rate:

- "*Connected*" means a rating unit to which water is supplied.
- "*Serviceable*" means a rating unit to which water is not being supplied, but the property it is situated within 100 metres of the water supply.

For the 2011/12 year these rates will be:

	Charge	Operations Rate (incl GST)	Loan Rate (incl GST)
a	Connected	\$463.72	\$82.18
b	Serviceable, not connected	\$231.86	\$41.09

A targeted rate under section 19 of the Local Government (Rating) Act 2002 per cubic metre of water supplied, as measured by cubic meter, over 300 cubic metres per year. This is applied to water users deemed 'Extraordinary' where payment of the Water Operations rate above entitles extraordinary users to the first 300 cubic metres of water without additional charge. The Volume of water used over 300 cubic metres per year is charged at the rate set out in Council's Fees and Charges Schedule.

5. Sewerage Operations and Loans Rates

Two targeted rates set under section 16 of the Local Government (Rating) Act 2002 for the Council's sewage disposal function of a fixed amount per separately used or inhabited part of a rating unit in relation to all land in the district to which the Council's sewage disposal service is provided or available.

- *Operations Rate:* The purpose of this rate is to fund the maintenance and operation of sewerage collection, treatment and disposal systems in those parts of the District where these systems are provided.
- *Loans rate:* The purpose of this rate is to fund capital upgrades of sewerage collection, treatment and disposal systems in those parts of the District where these systems are provided.

These rates are applied as follows:

- (a) a charge per rating unit connected.

Funding Impact Statement

- (b) a charge per water closet or urinal within the rating unit, after the first one.
- (c) a charge per rating unit which is serviceable.

For the purposes of these rates:

- "Connected" means the rating unit is connected to a public sewerage system.
- "Serviceable" means the rating unit is not connected to a public sewerage drain but is within 30 metres of such a drain.
- A rating unit used primarily as a residence for one household is treated as not having more than one water closet.
- For commercial accommodation providers, each subsequent water closet or urinal will be rated at 50% of the charge.
- For those Clubs who qualify for a rebate of their General Rates under Council's Club Rebate Remission Policy, and who are connected to the sewerage network, each subsequent water closet or urinal will be rated at 50% of the Sewerage Operations and Loan Charge.

For the 2011/12 year these rates will be:

	Charge	Operations Rate (incl GST)	Loan Rate (incl GST)
a	First charge per rating unit connected	\$398.61	\$216.23
b	Additional charge per water closet	\$398.61	\$216.23
c	Serviceable, not connected	\$199.31	\$108.12
d	Additional charge per water closet – commercial accommodation provider, qualifying club	\$199.31	\$108.12

6. Stormwater Operations and Loans Rates

Two targeted rates set under section 16 of the Local Government (Rating) Act 2002 for the purpose of funding operations and maintenance, plus improvements and loan charges on the stormwater drainage as follows:

- Operation rate - A uniform targeted rate on the capital value of all rateable land in the Waipukurau and Waipawa Stormwater Drainage Areas.
For the 2011/12 year this rate will be 0.075 cents in the dollar (including GST).
- Loan rate - A uniform targeted rate on the capital value of all rateable land in the Waipukurau and Waipawa Stormwater Drainage Areas.
For the 2011/12 year this rate will be 0.021 cents in the dollar (including GST).

The Waipukurau and Waipawa Stormwater Drainage Areas are defined by reference to stormwater drainage area plans held by the Council.

Funding Impact Statement

7. Kerbside Recycling Rate

A targeted rate set under section 16 of the Local Government (Rating) Act 2002 for the Council's collection of household recyclables for Waipukurau and Waipawa on each separately used or inhabited part of a rating unit to which the Council is prepared to provide the service.

For the 2011/12 year this rate will be \$58.35 (including GST).

8. Refuse Collection Rate

A targeted rate set under section 16 of the Local Government (Rating) Act 2002 for the collection of household and commercial refuse for Otane, Onga Onga, Takapau, Tikokino, Waipukurau, Waipawa, Porangahau, Te Paerahi, Blackhead Beach, Kairakau, Mangakuri, Aramoana and Pourerere Beach on each separately used or inhabited part of a rating unit to which the Council provides the service.

For the 2011/12 year this rate will be \$32.85 (including GST).

9. Economic Development Rate

A uniform targeted rate set under section 16 of the Local Government (Rating) Act 2002 to assist in the funding of Economic Development Activities within the district on each separately used or inhabited part of a rating unit that is Non Residential and Non Rural.

For the 2011/12 year this rate will be \$94.26 (including GST).

10. Ruataniwha Ward Rate for Waipukurau and Waipawa Mainstreet upgrades

A uniform targeted rate on all rateable land in the Ruataniwha Ward Urban set under section 16 of the Local Government (Rating) Act 2002 for the purposes of funding the Main Street Waipukurau and Waipawa improvements undertaken between 2001 and 2005.

For the 2011/12 year this rate will be \$30.77 (including GST).

11. Te Aute Drainage Rate

Te Aute Drainage rates are set on all rateable area of all rateable property within the designated area subject to a graduated scale for the purpose of funding the operations, loan charges and the repayment of loans of the Te Aute Drainage Scheme Area. Each hectare of land in each property is classified according to the susceptibility of that hectare to flooding as follows:

A (100 points), B (80 points), C (15 points), F (3 points), and G (0 points).

The total number of points is 73614. The total amount of funding required each year determines how much each of these points are worth. In this way, the total amount required is apportioned on a pro rata basis using the weightings on each hectare.

The total amount of funding required for 2011/12 is \$40,250

The Te Aute drainage scheme area is defined by reference to the classification list establishing the graduated scale.

Funding Impact Statement

Valuation Number	Hectares in each classification				Total Points	Amount
	A (100pts)	B (80pts)	C (15pts)	F (3pts)		
1092000300	0	11.3	8.15	31.63	1121	\$612.93
1092000800	0	32.83	74.69	23.42	3817	\$2,087.02
1092000900	0	0	0.83	2.15	19	\$10.39
1092001001	77.96	16.65	11.94	17.95	9361	\$5,118.32
1092001100	78.22	0	25.28	101.17	8505	\$4,650.29
1092001200	0	2.88	18.35	18.86	562	\$307.29
1092001201	0	20.25	19.15	12.31	1944	\$1,062.92
1092001400	0	0	0	14.16	42	\$22.96
1092001600	0	0	0	10.12	30	\$16.40
1092001700	38.74	51.06	36.24	45.12	8638	\$4,723.01
1092002100	188.81	0	0	23.93	18953	\$10,362.95
1092002200	84.02	4.14	1.16	6.45	8770	\$4,795.18
1092002300	41.02	5.2	20.43	22.8	4893	\$2,675.35
1092002900	0	0	0	0.81	2	\$1.09
1092003400	0	0	8.02	6.6	140	\$76.55
1092005800	0	18.63	0	4.93	1505	\$822.89
1092006100	0	65.81	0	15.84	5312	\$2,904.45
Total	508.77	228.75	224.24	358.25	73614	\$40,250.00

Separately Used or Inhabited Parts of a Rating Unit

Definition – for the purposes of the Uniform Annual Charge and the targeted rates above, a separately used or inhabited part of a rating unit is defined as –

Any part of a rating unit that is, or is able to be, separately used or inhabited by the owner or by any other person or body having the right to use or inhabit that part by virtue of a tenancy, lease, licence or other agreement.

Examples of separately used or inhabited parts of a rating unit include

- For residential rating units, each self contained household unit is considered a separately used or inhabited part. Each situation is assessed on its merits, but factors considered in determining whether an area is self contained would include the provision of independent facilities such as cooking/kitchen or bathroom, and its own separate entrance.
- Residential properties, where a separate area is used for the purpose of operating a business, such as a medical or dental practice. The business area is considered a separately used or inhabited part.

These examples are not considered inclusive of all situations.

Funding Impact Statement

Approach to Rating

Rates are levied under the Local Government (Rating) Act 2002 on all rateable rating units on the value of the land as supplied by Quotable Value New Zealand Limited. The last revaluation was carried out effective from 1 July 2010.

The objectives of the council's rating policy is to:

- spread the incidence of rates as fairly as possible
- be consistent in charging rates
- ensure all ratepayers pay their fair share for council services
- provide the income needed to meet the council's goals.

The Central Hawke's Bay District Council rating system provides for all user charges and other income to be taken into account first, with the rates providing the balance needed to meet the council's objectives.

Rating Base

The rating base will be the database determined by the contracted rating service provider. Because this database is constantly changing due to change of ownership, subdivision, regular revaluations, change of status from rateable to non-rateable (and reverse), the rating base is not described in detail in this policy.

Rating Information Database and Rates Records

Council's rating information database and rates records are available for public inspection at the Council offices in Waipukurau and Waipawa during normal office hours (Monday – Friday 8.00am to 4.30pm).

Due Dates for Rate Payments

Pursuant to Section 24 of the Local Government (Rating) Act 2002 the following dates are proposed to apply for assessing the amount of each instalment of rates for the year 1 July 2011 to 30 June 2012. Each instalment will be levied in four equal amounts, rounded.

Instalment number	Instalment Start Date	Last day of payment without additional charge
1	1 July 2011	19 August 2011
2	1 October 2011	18 November 2011
3	1 January 2012	20 February 2012
4	1 April 2012	18 May 2012

Funding Impact Statement

Payment Options

Rate payments on instalments are to be received by Council no later than 4:30pm on the last day of payment detailed above. Payment options include:

- Online through Internet Banking.
- Direct Debit.
- Automatic Payments via your bank account, or Telephone Banking.
- Cheque sent by Post.
- At Council Offices in Waipukurau or Waipawa (Hours Monday – Friday 8am to 4:30pm). We accept Cash, Cheque and Eftpos.
- Online by Credit Card from our website. We currently do not accept payment by Credit Cards over the counter.

Penalty Charges

(Additional Charges on Unpaid Rates)

Pursuant to Section 58(1)(a) of the Local Government (Rating) Act 2002, an additional charge of 10% will be added to all rates remaining unpaid for each instalment after the last day of payment, shown above.

Pursuant to Section 58(1)(b) of the Local Government (Rating) Act, a further additional charge of 10% will be added on 1 July 2011 to the amount of rates levied in previous financial years and remaining unpaid as at 30 June 2011 (Section 58(1)(b)).

Glossary

Activity – Services, projects or goods provided by, or on behalf of, Council (eg libraries). These activities are then combined into groups of activities.

Annual Plan – The Annual Plan is produced in the intervening years between Long Term Council Community Plans. It includes the work programme for the year and financial statements.

Annual Report – Reports on the performance of Council against the objectives, policies, activities, performance measures, indicative costs, and sources of funds outlined in the Annual Plan and the Long Term Council Community Plan.

Asset – Something of value that Council owns on behalf of the people of Central Hawke's Bay such as roads, drains, parks and buildings.

Asset Management Plan – A long term plan for managing an asset to ensure that its capacity to provide a service is kept up and costs over the life of the asset are kept to a minimum.

Borrowing – Refers to the raising of loans for capital items, such as the sewerage scheme.

Capital Expenditure – Expenditure that will increase the value of Council's assets.

Capital Value – Value of land including any improvements.

Community Boards – Local elected bodies set up under the Local Government Act. Community Boards are consulted by Council and can represent community concerns to Council. Central Hawke's Bay District has no community boards.

Community Outcomes – Goals that the community believe are important for its present and future economic, social, cultural and environmental well-being.

Council Controlled Organisations – Council controlled organisations are organisations in which one or more local authorities control 50% or more of the voting rights or appoint 50% or more of the directors.

Financial Year – Council's financial year runs from 1 July to 30 June of the following year.

Prospective Cash Flow Statement – This describes the cash effect of transactions and is broken down into three components: operating, investing and financing activities.

Prospective Statement of Comprehensive Income – This can also be referred to as the Profit and Loss Statement, the Income Statement, or the Operating Statement. It shows the financial results of various Central Hawke's Bay District Council activities at the end of each period as either a surplus or deficit. It does not include asset purchases or disposals.

Prospective Balance Sheet – This shows the financial state of affairs at a particular time.

Prospective Statement in Changes in Equity – Shows how Council's resources are increasing in value over time.

General Rate – A rate levied across all properties for activities that benefit the whole District.

Group of Activities – Several activities combined together (eg cultural and community facilities).

Land Value – Value of land, excluding any improvements.

Local Government Act 2002 – The key legislation that defines the powers and responsibilities of local authorities like Central Hawke's Bay District Council.

Long Term Plan (LTP) – A ten year plan that sets out Council's response to community outcomes and how Council will manage its finances and the community's resources. The requirement for the LTP was introduced by the Local Government Act 2002.

Operating Expenditure – Money Council spends on such items as salaries, materials, electricity and plant hire.

Glossary

Operating Revenue – Money earned through the activities in return for a service provided, or by way of a grant or subsidy to ensure particular services or goods are provided. Examples include New Zealand Transport Agency subsidies, rental income, permits and fees.

Operating Surplus (Deficit) – The expressions ‘operating surplus’ and ‘operating deficit’ are accounting terms meaning the excess of income over expenditure and excess expenditure over income respectively. Income and expenditure in this context exclude ‘capital’ items such as the receipt or repayment of loans, the cost of capital works and transfers to and from Reserves. An operating surplus/deficit is inclusive of non-cash items such as income and expenditure owing but not paid (Debtors and Creditors) and depreciation.

Performance Measure – A measure that shows how well Council is doing in achieving the objectives it has set for itself.

Rates – Funds collected by Council from levies on property. These are based on the Capital and Land value of the property but the term is often used to include Uniform Annual General Charges and Targeted Rates.

Revenue and Financing Policy – This describes how the Council's work will be paid for and the mechanisms for gathering the funds (such as general rate, targeted rates, user charges, grants).

Significance – Degree of importance of the issue, proposal, decision or matter as assessed by the local authority in terms of its likely consequences for the current and future social, economic, environmental, or cultural wellbeing of the community.

Subsidies – Amounts received from other agencies for the provision of services (eg NZ Transport Agency roading subsidies).

Targeted Rates – Any rate levied other than the general rate, which is targeted at users of a service such as water supply, wastewater and solid waste.

Transfer to/from Reserves – Transfer of funds to reserves are generally surpluses on operations. Transfers from reserves assist to fund capital expenditure.

User Charges – The charges levied for use of Central Hawke's Bay District Council services (eg building consent fees, health inspections).

Working Capital – These are Council's net current assets that are held in cash or can be readily converted to cash, less liabilities due for payment within a year. This is indicative of Council's ability to meet its obligations as they become due.

Appendix 1 - Schedule of Fees and Charges

Leadership and Governance Group

There are no applicable charges in this activity area.

Appendix 1 – Schedule of Fees and Charges

Planning and Regulatory Group

Resource Management	excl GST	GST (15%)	incl GST
Notes: <ul style="list-style-type: none">Pursuant to Section 36, 36(1) and 36(3) of the Resource Management Act 1991, Council may require the person who is liable to pay one or more of the below charges, to also pay an additional charge to recover actual and reasonable costs in respect of the matter concerned.These set fees relate to the minimum administration charge only. The actual fee payable includes the cost of time taken to process each application, memorandum, consent, certificate or schedule and the cost of the inspections required.Extra charges will be applicable for development levies. These will be assessed on a case by case basis. Please contact Council for exact costs.			
Administrative Charges			
Private District Plan Change (Deposit)	\$13,043.48	\$1,956.52	\$15,000.00
Resource Consents			
Notified Applications (deposit)	\$2,173.91	\$326.09	\$2,500.00
Limited Notified Applications (deposit)	\$1,304.35	\$195.65	\$1,500.00
Non Notified Applications (deposit)	\$304.35	\$45.65	\$350.00
Relocation Consent (deposit)	\$304.35	\$45.65	\$350.00
Subdivision Consents (deposit)	\$739.13	\$110.87	\$850.00
Variation of Conditions of Consents	\$260.87	\$39.13	\$300.00
Designations and heritage orders (New and alterations) (deposit)	\$669.57	\$100.43	\$770.00
Certificate of Compliance (section 139 Resource Management Act 1991)	\$226.09	\$33.91	\$260.00
Subdivision Compliance Fee (section 223 and/or 224 Resource Management Act 1991	\$252.17	\$37.83	\$290.00
Subdivision Compliance Fee (section 223 and/or 224 Resource Management Act 1991 – more than 10 lots	\$400.00	\$60.00	\$460.00
Consent Notices and miscellaneous subdivision documents	\$86.96	\$13.04	\$100.00
Bond Administration Fee	\$217.39	\$32.61	\$250.00
Administration, monitoring and supervision of consents	Actual and reasonable costs		
Supply of documents	Photocopying costs		
District Plan (including Planning Maps) Hardcopy	\$120.00	\$18.00	\$138.00
District Plan (including Planning Maps) CD ROM	\$40.00	\$6.00	\$46.00
Engineering Plan Approval	Actual and reasonable costs		
Sec 224 12 Month Maintenance Bond for subdivision works equal to 5% of the cost of the construction works.			
Hourly charge out rate	\$100.00	\$15.00	\$115.00
Travel Costs (per km)	\$0.87	\$0.13	\$1.00
Sale of Liquor Certificate (RMA)	\$60.87	\$9.13	\$70.00

Appendix 1 – Schedule of Fees and Charges

Noise Complaints	excl GST	GST (15%)	incl GST
Note: <ul style="list-style-type: none"> Pursuant to Section 36(1) and 36(3) of the Resource Management Act 1991, Council may require the person who is liable to pay one or more of the below charges, to also pay an additional charge to recover actual and reasonable costs in respect of the matter concerned. 			
Seizure charge for noise emission equipment	\$165.22	\$24.78	\$190.00
Repeat Noise Complaints	\$165.22	\$24.78	\$190.00
Call Out Fee	\$95.65	\$14.35	\$110.00

Building Consents	excl GST	GST (15%)	incl GST
NOTES: <ul style="list-style-type: none"> Building consent deposit payable on application. The actual fee payable includes the cost of time taken to process each application, project information memorandum, building consent or compliance schedule and the cost of the inspections required. Extra charges will be applicable for development levies. These will be assessed on a case by case basis. Please contact Council for exact costs. Deposits are based on adequate documentation being provided to Council at the time of application and a set number of inspections. Further charges will be incurred should further work be required during processing and issuing consent or should extra inspections be required. It is anticipated that the scheduled deposit will cover some of Council's actual and reasonable expenses. Where additional costs are incurred, the applicant will be charged accordingly. Where, upon issue of a Code of Compliance Certificate, the deposit is found to exceed the actual and reasonable cost, a refund will be made. Building Research Association and Department of Building and Housing levies are additional to the above at the Rates specified from time to time by the Association. Pursuant to Building Research Association Legislation, materials, labour and plant costs must be included in the total value of building work for the calculation of levies. An additional charge for the Property Information Memoranda will be made when requested prior to a Building Consent Application being filed, and when the project is more than minor works. The accreditation fee is to cover continuing Central Government accreditation costs relating to the Building Act 2004. Council intend to introduce a mileage recovery component to the inspection fee. 			
Consent Fees			
Solid Fuel Burner – Free Standing (including accreditation fee)	\$217.39	\$32.61	\$250.00
Solid Fuel Burner – In Built (including accreditation fee)	\$217.39	\$32.61	\$250.00
Minor plumbing and drainage works including new connections, replacement septic tanks and effluent fields, demolition work and swimming pool fences (deposit)	\$252.17	\$37.83	\$290.00
Dwellings, commercial/industrial buildings and building alterations, repiling and inground pools (deposit)	\$582.61	\$87.39	\$670.00
Minor building work	\$347.83	\$52.17	\$400.00
Semi Permanent Awnings	\$130.43	\$19.57	\$150.00
Semi Permanent Awning Discount for several inspections carried out at the same time	-\$30.43	-\$4.57	-\$35.00

Appendix 1 – Schedule of Fees and Charges

Administrative Charges			
Administration Fee – under \$20,000	\$147.83	\$22.17	\$170.00
Administration Fee – over \$20,000	\$326.09	\$48.91	\$375.00
Processing Fee	\$217.39	\$32.61	\$250.00
Inspection Fee – Zone 1	\$152.17	\$22.83	\$175.00
Inspection Fee – Zone 2	\$160.87	\$24.13	\$185.00
Inspection Fee – Zone 3	\$173.91	\$26.09	\$200.00
Inspection Fee – Zone 4	\$200.00	\$30.00	\$230.00
Inspection Fee – Outside Zone 4	\$226.09	\$33.91	\$260.00
Re-Inspection Fee	\$217.39	\$32.61	\$250.00
Central Government Accreditation Recovery Fee – under \$20,000	\$21.74	\$3.26	\$25.00
Central Government Accreditation Recovery Fee – under \$100,000	\$52.17	\$7.83	\$60.00
Central Government Accreditation Recovery Fee – over \$100,000	\$100.00	\$15.00	\$115.00
Central Government Accreditation Recovery Fee – Commercial	\$147.83	\$22.17	\$170.00
Hourly Charge Out Rate	\$100.00	\$15.00	\$115.00
Costs (per km)	\$0.87	\$0.13	\$1.00
Engineering Check (Services)	\$108.70	\$16.30	\$125.00
Peer review of engineering reports	Actual Cost		
Sale of Liquor Certificate (Building)	\$60.87	\$9.13	\$70.00

Infringement Fees as per BA04 Infringement Schedule – general building offences			
s40 Failing to comply with the requirement that building work must be carried out in accordance with a building consent	\$652.17	\$97.83	\$750.00
s42 Failing to apply for certificate of acceptance for urgent work as soon as reasonably practicable after completion of building work	\$434.78	\$65.22	\$500.00
s101 Failing to comply with requirement to obtain a compliance schedule	\$217.39	\$32.61	\$250.00
s108(5)(a) Failing to display a building warrant of fitness required to be displayed	\$217.39	\$32.61	\$250.00
s108(5)(b) Displaying a false or misleading building warrant of fitness	\$869.57	\$130.43	\$1,000.00
s108(5)(c) Displaying a building warrant of fitness other than in accordance with section 108	\$869.57	\$130.43	\$1,000.00
s116(1)(a) Using, or knowingly permitting the use of, building for a use for which it is not safe or not sanitary	\$1,304.35	\$195.65	\$1,500.00
s116(1)(b) Using, or knowingly permitting the use of, a building that has inadequate means of escape from fire	\$1,739.13	\$260.87	\$2,000.00
s124 Failing to comply with a notice, within the time stated in the notice, requiring work to be carried out on a dangerous, earthquake prone, or insanitary building	\$869.57	\$130.43	\$1,000.00
s128 Using or occupying a building, or permitting another person to do so, contrary to a territorial authority's hoarding, fence, or notice	\$1,739.13	\$260.87	\$2,000.00
s168 Failing to comply with a notice to fix	\$869.57	\$130.43	\$1,000.00

Appendix 1 – Schedule of Fees and Charges

s363 Using, or permitting use of building having no consent or code compliance certificate or certificate for public use for premises for public use	\$1,304.35	\$195.65	\$1,500.00
s367 Wilfully obstructing, hindering, or resisting a person executing powers conferred under the Act or its regulations	\$434.78	\$65.22	\$500.00
s368 Wilfully removing or defacing a notice published under the Act or inciting another person to do so	\$434.78	\$65.22	\$500.00

GIS Map Information		excl GST	GST (15%)	incl GST
Standard Service Plan (Text or Line Drawings)	A4	\$6.95	\$1.05\$	\$8.00
Standard Service Plan (Text or Line Drawings)	A3	\$10.45	\$1.55	\$12.00
Standard Service Plan (Text or Line Drawings)	A2	\$17.40	\$2.60	\$20.00
Standard Service Plan (Text or Line Drawings)	A1	\$21.80	\$3.20	\$25.00
With addition of aerial photograph (where available) an additional charge will be made on a case by case basis.				
Special Map Request Charges				
Note:				
<ul style="list-style-type: none"> Specialised maps are those which require new layers to be added, analysis work and/or specialised printing techniques. In addition to the printing charges outlined above there is a charge based on actual time taken plus any disbursements. 				
Hourly charge out rate		\$100.00	\$15.00	\$115.00
Minimum charge for specialist maps		\$40.00	\$6.00	\$46.00

Information Memoranda	excl GST	GST (15%)	incl GST
Property Information Memoranda	\$217.39	\$32.61	\$250.00
Land Information Memoranda – ten (10) working days (Residential Property)	\$217.39	\$32.61	\$250.00
Urgent Land Information Memoranda – two (2) working days (Residential Property)	\$478.30	\$71.70	\$550.00
Land Information Memoranda (Commercial)	\$478.30	\$71.70	\$550.00
Certificate of Title	\$26.10	\$3.90	\$30.00
Hourly charge out rate	\$100.00	\$15.00	\$115.00

Miscellaneous Consents	excl GST	GST (15%)	incl GST
Certificate of Acceptance	\$534.78	\$80.22	\$615.00
	Plus actual and reasonable costs		
Applications for Change of use of a building	\$304.35	\$45.65	\$350.00
	Plus actual and reasonable costs		
Inspections for which no other fee has been paid (mileage will be charged for inspections outside the district) – eg effluent system subdivision inspections	\$217.39	\$32.61	\$250.00
Non Consent Compliance Schedules / Warrant of Fitness check (per specified system)	\$43.48	\$6.52	\$50.00
Hourly charge out rate	\$100.00	\$15.00	\$115.00

Appendix 1 – Schedule of Fees and Charges

Swimming Pool Fences	excl GST	GST (15%)	incl GST
Compliance Inspection for existing fence	\$147.83	\$22.17	\$170.00

Registration of Premises	excl GST	GST (15%)	incl GST
Annual Registration of Premises			
Food premises	\$243.48	\$36.52	\$280.00
Prepacked food only/low risk	\$182.61	\$27.39	\$210.00
Premises required to be inspected but not registered. Inspection by request.	\$86.96	\$13.04	\$100.00
Re-inspection for failure to comply	\$86.96	\$13.04	\$100.00
Registration of person/entity using registered premises	\$30.43	\$4.57	\$35.00
Offensive Trades: Operating under Schedule 3 of Health Act 1956	\$121.74	\$18.26	\$140.00
Hairdressers Registration	\$121.74	\$18.26	\$140.00
Camping Grounds	\$160.87	\$24.13	\$185.00
A discount of \$30 (inclusive GST) shall apply for any camping ground serviced with reticulated water and/or sewerage services. (i.e. \$30 (inclusive GST) discount for each service connected).	-\$26.09	-\$3.91	-\$30.00
Funeral Directors	\$80.00	\$12.00	\$92.00
Animal Saleyards	\$121.74	\$18.26	\$140.00
Transfer of Registration	\$41.74	\$6.26	\$48.00
Registration of event	\$60.87	\$9.13	\$70.00
Market stall Inspection (excludes registered mobile shops)	\$17.83	\$2.67	\$20.50
Mobile Shop	\$121.74	\$18.26	\$140.00

Liquor	excl GST	GST (15%)	incl GST
Note:			
▪ The fees below are set by statute - refer to Sale of Liquor Regulations 1990 – Section 29 (1) (a-i)			
On-Licence – New or renewal	\$689.74	\$103.46	\$793.20
Off-Licence – New or renewal	\$689.74	\$103.46	\$793.20
Club Licence – New or renewal	\$689.74	\$103.46	\$793.20
Temporary Authority	\$117.30	\$17.60	\$134.90
Variation of licence	\$117.30	\$17.60	\$134.90
Manager's Certificate – New or renewal	\$117.30	\$17.60	\$134.90
Special Licence	\$56.00	\$8.40	\$64.40

Appendix 1 – Schedule of Fees and Charges

Hawkers, Pedlars, Itinerant Traders and Street Stalls	excl GST	GST (15%)	incl GST
Trading Licence (Public Places)			
Application and Licence Fee per annum - seasonal	\$73.91	\$11.09	\$85.00
Application and Licence Fee per annum – monthly	\$100.00	\$15.00	\$115.00
Lease/Rent of private land or buildings	\$71.30	\$10.70	\$82.00
Street Stalls, Raffle Days, Street Collections – Non Commercial	No permit fee is required		

Vehicle Stands	excl GST	GST (15%)	incl GST
LICENCES FOR VEHICLE STANDS ON STREETS:			
Omnibus and Taxicabs			
Application	\$160.00	\$24.00	\$184.00
Annual Rental	\$91.30	\$13.70	\$105.00

Advertising Signs	excl GST	GST (15%)	incl GST
Hoardings and Signs			
Application and Permit	As for building consents		
Annual Licence Fees (per m ² or part thereof per month)	\$1.30	\$0.20	\$1.50

Amusement Devices and Shooting Galleries	excl GST	GST (15%)	incl GST
Note:			
▪ The Permit Fee for Amusement Devices is in addition to any Ground Rental etc that may be required.			
Amusement Devices Permit Fees			
For one device, for the first 7 days of proposed operation or part thereof	\$11.30	\$1.70	\$13.00
For each additional device operated by the same owner, for the first 7 days or part thereof	\$2.61	\$0.39	\$3.00
For each device for each further period of 7 days or part thereof	\$1.74	\$0.26	\$2.00

Appendix 1 – Schedule of Fees and Charges

Class 4 Gaming Licensing	excl GST	GST (15%)	incl GST
Note: <ul style="list-style-type: none"> Pursuant to the Gambling Act 2003. 			
Application Fee	\$186.96	\$28.04	\$215.00
License Inspection Fee	\$91.30	\$13.70	\$105.00

Skateboard and Bicycle Confiscation	excl GST	GST (15%)	incl GST
Return of confiscated skateboards and bicycles	\$40.00	\$6.00	\$46.00

Animal Control	excl GST	GST (15%)	incl GST
Early Payment Discount: A discount of \$15.00 is only available for those registrations paid prior to 1 st August each year.			
Note: <ul style="list-style-type: none"> Proportionate fees apply for Dog Registration from 1st August for all dogs legally required to be registered from that date and pups that turn 3 months of age after that date. 			
Dog Registration			
Town Dogs	\$82.61	\$12.39	\$95.00
Responsible Dog Owner	\$43.48	\$6.52	\$50.00
Rural Dogs	\$36.52	\$5.48	\$42.00
Responsible Dog Owner Property Inspection	\$43.48	\$6.52	\$50.00
Penalty for payment received after 1 August	\$17.39	\$2.61	\$20.00
Dog Impounding			
First impounding	\$40.00	\$6.00	\$46.00
Second impounding	\$53.04	\$7.96	\$61.00
Third impounding	\$106.96	\$16.04	\$123.00
Daily charge	\$12.61	\$1.89	\$14.50
After hours opening fee	\$35.65	\$5.35	\$41.00
Other charges			
Microchipping	\$26.09	\$3.91	\$30.00
Replacement tags	\$2.61	\$0.39	\$3.00
Collars – Large	\$8.70	\$1.30	\$10.00
Collars – Small	\$6.96	\$1.04	\$8.00

Appendix 1 – Schedule of Fees and Charges

Ranging Charges			
Note:			
<ul style="list-style-type: none"> Pursuant to the Impounding Act 1955. 			
Staff attendance at incidents of stock on roads including State Highways (per hour)	\$100.00	\$15.00	\$115.00
Travel Costs (per km)	\$0.87	\$0.13	\$1.00
Minimum charge	\$80.00	\$12.00	\$92.00
Impounding fees for stock (excluding dogs)			
Note:			
<ul style="list-style-type: none"> Trespass rates shall be additional and as described in the Regulations to the Impounding Amendment Act 1980. 			
Impounding for every animal per day	\$7.39	\$1.11	\$8.50
Sustenance for every animal per day	\$7.39	\$1.11	\$8.50
Notice to owner by post or delivery	\$7.39	\$1.11	\$8.50
Notice to owner by advertisement[s]	At cost		
Transport to Pound [By transport operators or other]	At cost		
Transport to Pound [By Council]	At cost		
Transport to Pound [By droving]	At cost		
Minimum charge for any impounding	\$102.61	\$15.39	\$118.00
Minimum Charge for second and subsequent impounding of stock from same owner -additional fee.	\$156.52	\$23.48	\$180.00

Stock Droving	excl GST	GST (15%)	incl GST
Stock Droving Fees			
Non Ratepayers (fee per day of drove)	\$71.30	\$10.70	\$82.00
Ratepayer (fee per day of drove)	No Charge		
Holding Paddock Fees			
All users (fee per night per paddock)	\$57.83	\$8.67	\$66.50
Roadside Grazing Permit Fees			
All users (annual fee)	\$48.70	\$7.30	\$56.00

Emergency Management	excl GST	GST (15%)	incl GST
Fire Permit Inspection	\$56.52	\$8.48	\$65.00
Travel Costs (per km)	\$0.87	\$0.13	\$1.00

Appendix 1 – Schedule of Fees and Charges

Land Transport Group

Vehicle Crossings	excl GST	GST (15%)	incl GST
Notes: <ul style="list-style-type: none"> Vehicle crossings must be installed by a contractor approved by the Council. Council must approve the design and location of crossing prior to installation. Full cost must be paid by the applicant. The applicant shall supply to the Council an estimate of the cost of the vehicle crossing along with a bond of 150% of the estimate prior to approval to construct being granted by the Council. The estimate must be not more than 30 days old and must be provided by a Contractor acceptable to Council. Bond is refundable. The vehicle crossing must be constructed within 12 months of being granted the approval to proceed or the Council will construct the crossing using the bond. Extra charges will be applicable for development levies. These will be assessed on a case by case basis. Please contact Council for exact costs. 			
Administration Fee payable at time of Vehicle Crossing application	\$156.52	\$23.48	\$180.00

Plans and Consents	excl GST	GST (15%)	incl GST
Generic Traffic Management Plan	\$204.35	\$30.65	\$235.00
Individual Traffic Management Plan	\$56.52	\$8.48	\$65.00
Generic Road Use Consent (Minor works only)	\$156.52	\$23.48	\$180.00
Individual Road Use Consent	\$100.00	\$15.00	\$115.00
Generic Overweight Permit	\$156.52	\$23.48	\$180.00
Individual Overweight Permit	\$100.00	\$15.00	\$115.00

Temporary Road Closure	excl GST	GST (15%)	incl GST
Application	\$313.04	\$46.96	\$360.00
Road Inspection Staff (per inspection)	\$204.35	\$30.65	\$235.00
Travel Costs (per km)	\$0.87	\$0.13	\$1.00

Livestock Crossing Permit	excl GST	GST (15%)	incl GST
Application	\$156.52	\$23.48	\$180.00

Appendix 1 – Schedule of Fees and Charges

Licence to Occupy	excl GST	GST (15%)	incl GST
Note: <ul style="list-style-type: none"> Pursuant to section 150 of the Local Government Act 2002. 			
Application Fee	\$204.35	\$30.65	\$235.00
Annual Licence Fee (up to one acre (4000m ²))	\$52.17	\$7.83	\$60.00
Annual Licence Fee (larger than one acre (4000m ²))	\$95.65	\$14.35	\$110.00

Appendix 1 – Schedule of Fees and Charges

Solid Waste Group

NOTES:

The following conditions apply to all trade refuse users of the landfill and transfer stations:

- The disposal of Special wastes (as defined in the landfill management plan) at the landfill requires the Waste Generator to complete the "Special Waste Questionnaire" and "Waste Profile Declaration". Special waste will be only accepted after Council's approval of the application.
- Hazardous waste, Prohibitive waste and Trade waste (as defined in Council's Solid Waste Bylaw) will not be accepted at Council facilities.
- Council will invoice commercial users at appropriate intervals. The assessment of volumes of refuse for charging will be based on the volume of refuse in the vehicle, not the compacted volume in the landfill. Council's assessment of volumes will be final.
- Unless agreed with Council No truckloads of trade refuse or loads of clean fill greater than 0.2m³ will be accepted at the transfer stations. Such loads may be accepted at the landfill and will be charged for separately at the landfill charge.
- Unless agreed with Council or the landfill operator no after hours access is allowed to the landfill or transfer stations. No keys to the landfill or transfer stations will be issued.

Special/Difficult Refuse is waste that is bulky, lightweight or requiring immediate burying due to containing offensive odour, or is easily wind blown, attractive to vermin, has health implications, contains asbestos, or as required by the Council or landfill operator.

* based on an estimate of \$10/tonne Waste Levy contribution.

Based on an estimate of 4 tonnes of Waste Levy contribution				
Refuse and Greenwaste	excl GST	Waste Min Levy	GST (15%)	incl GST
Landfill (minimum charge of \$50.00)				
Standard Refuse (per tonne)	\$110.00	\$10.00*	\$16.50	\$126.50
Special/Difficult Refuse (per tonne)	Actual Costs of disposal (Min standard refuse rate charge)			
Transfer Station - Refuse				
Car	\$8.70	\$0.65*	\$1.30	\$10.00
Van or ute with a contained load being either a Wheelie bin/drum/small wool sack/up to 2 bags	\$8.70	\$0.65*	\$1.30	\$10.00
Utilities and Vans	\$17.39	\$1.58*	\$2.61	\$20.00
Trailers up to 2.0m long up to 1m high	\$17.39	\$1.58*	\$2.61	\$20.00
Utilities and Trailers up to 2.0m loaded above 1m high (per 0.5m)	\$8.70	\$0.65*	\$1.30	\$10.00
Trailers up to 2.6m long up to 1m high	\$26.09	\$2.27*	\$3.91	\$30.00
Trailers up to 2.6m loaded above 1m high (per 0.5m)	\$17.39	\$1.58*	\$2.61	\$20.00
Trailers larger than above	Per cubic metre rate			
Flat Deck Truck	Landfill or measured m³ rate			
Other Truck	Landfill or a pre agreed m³ rate			
Per cubic metre (compacted)	\$60.87	\$4.18*	\$9.13	\$70.00
Per cubic metre (not compacted)	\$26.09	\$2.27*	\$3.91	\$30.00

Appendix 1 – Schedule of Fees and Charges

Weighed load at Transfer Station (incl. weigh fee)	\$40 + per tonne fee
Vehicle and Trailer	Charged for both individually
Mixed loads	Charged at refuse rate
Car Bodies (not accepted)	CHBDC's scrap metal partner

Transfer Station – Greenwaste	excl GST	GST (15%)	incl GST
Car	\$5.22	\$0.78	\$6.00
Wheelie bin/ drum/ small wool sack / up to 2 bags	\$5.22	\$0.78	\$6.00
Utilities and Vans	\$8.70	\$1.30	\$10.00
Trailers up to 2.0m long up to 1m high	\$8.70	\$1.30	\$10.00
Utilities and Trailers up to 2.0m loaded above 1m high (per 0.5m)	\$5.22	\$0.78	\$6.00
Trailers up to 2.6m long up to 1m high	\$17.39	\$2.61	\$20.00
Trailers up to 2.6m loaded above 1m high (per 0.5m)	\$8.70	\$1.30	\$10.00
Trailers larger than above	Per cubic metre rate		
Flat Deck Truck	Measured m³ rate		
Other Truck	Pre agreed m³ rate		
Per cubic metre	\$21.74	\$3.26	\$25.00
Vehicle and Trailer	Charged for both individually		
Mixed loads	Charged at refuse rate		
Tyre Disposal - All tyres are to be charged independently and are on top of other refuse charges.			
Car	\$3.48	\$0.52	\$4.00
Motorcycle	\$1.74	\$0.26	\$2.00
4x4	\$5.22	\$0.78	\$6.00
Truck	\$7.83	\$1.17	\$9.00
Tractor	\$21.74	\$3.26	\$25.00
Tyres on rims	2 x individual tyre charge		
Tyres to landfill in bulk	Counted and charged individually		
Refuse bags / Recycling bin Charges (Recommended Retail Price)			
Refuse Bag	\$1.30	\$0.20	\$1.50
Recycling Bin	\$16.96	\$2.54	\$20.00
Unauthorised dumping - Council may prosecute persons caught dumping rubbish unlawfully.			
Staff time for investigating and clearing per hour	\$100.00	\$15.00	\$115.00
Travel Costs (per km)	\$0.87	\$0.13	\$1.00
Minimum Charge	\$80.00	\$12.00	\$92.00

Appendix 1 – Schedule of Fees and Charges

Water Services Group

Water Supply	excl GST	GST (15%)	incl GST
Charges for Water			
Notes: <ul style="list-style-type: none"> ▪ Extraordinary users may be charged by private arrangement with Council. ▪ From 1 July 2008 quarterly water billing will apply for metered water users. ▪ Extra charges will be applicable for development levies. These will be assessed on a case by case basis. Please contact Council for exact costs. 			
Metered Water per m ³ (above 300m ³) per annum – July to June	\$1.18	\$0.18	\$1.36
Kairakau Camping Ground per m ³ per annum – July to June	\$1.18	\$0.18	\$1.36
Pourerere Beach Camping Ground, per annum – July to June	\$4,260.87	\$639.13	\$4,900.00
Tanker water (taken from standpipes) per m ³	\$5.39	\$0.81	\$6.20
Common Charges			
Note: <ul style="list-style-type: none"> ▪ Water Connections from the Council main, to and including the toby and/or meter manifold must be installed by a contractor approved by Council for the installation of water connections, at the applicant's expense. 			
Application fee	\$104.35	\$15.65	\$120.00
Disconnections and Reconnections	Contractors cost		
Reconnection following Council imposed disconnection	Contractors cost		
New Connections	Contractors cost		

Appendix 1 – Schedule of Fees and Charges

Sewerage and Stormwater

Sewerage		excl GST	GST (15%)	incl GST
New Connections				
Notes: <ul style="list-style-type: none"> Sewerage connections must be installed by a contractor approved by the Council for the installation of sewerage connections. Connections at the applicant's expense. Note: Extra charges will be applicable for development levies. These will be assessed on a case by case basis. Please contact Council for exact costs. 				
Application fee		\$104.35	\$15.65	\$120.00
Inspection fee		\$104.35	\$15.65	\$120.00
Existing Connections				
Note: <ul style="list-style-type: none"> Work and repair to existing connections to Council sewer main. All physical work associated with repair at applicant's expense. 				
Inspection fee		\$104.35	\$15.65	\$120.00
Discharge of Trade Waste				
Note: <ul style="list-style-type: none"> Charges for the discharge of Trade Waste and conditions thereof are recovered under the Central Hawke's Bay District Council Trade Waste Bylaw 2006. The following charges are provided in Schedule 1D of the Bylaw. 				
B Trade Waste Charges				
Category	Description	excl GST	GST (15%)	incl GST
B1	Volume	Payment based on the volume discharged \$/m ³		
	Waipukurau	\$0.15	\$0.02	\$0.17
	Waipawa	\$0.15	\$0.02	\$0.17
B3	Suspended solids	Payment based on the mass of suspended solids \$/kg		
	Waipukurau ISS	\$0.85	\$0.13	\$0.98
	VSS	\$0.10	\$0.01	\$0.11
	Waipawa ISS	\$1.08	\$0.16	\$1.24
	VSS	\$0.14	\$0.02	\$0.16
B4	Organic loading	Biochemical oxygen demand or chemical oxygen demand \$/kg.		
	Waipukurau	\$1.12	\$0.17	\$1.29
	Waipawa	\$0.72	\$0.11	\$0.83
B5	Nitrogen	Payment based on the defined form(s) of nitrogen \$/kg.		
	Waipukurau	\$1.61	\$0.24	\$1.85
	Waipawa	\$1.43	\$0.22	\$1.65

Appendix 1 – Schedule of Fees and Charges

B6	Phosphorous	Payment based on the defined form(s) of phosphorous \$/kg.		
	Waipukurau	\$5.29	\$0.79	\$6.08
	Waipawa	\$4.30	\$0.65	\$4.95
Tanker Waste Charges				
	Tanker Wastes (per tanker load)	\$86.96	\$13.04	\$100.00

Stormwater	excl GST	GST (15%)	incl GST
New Connections			
Note:			
<ul style="list-style-type: none"> Stormwater connections must be installed by a contractor approved by the Council for installation of stormwater connections. Connections at the applicant's expense. 			
Application fee	\$104.35	\$15.65	\$120.00
Inspection fee	\$104.35	\$15.65	\$120.00
Existing Connections			
Note:			
<ul style="list-style-type: none"> Work and repair to existing connections to Council's stormwater drain, kerb and channel, or open drain. All physical work associated with repair at applicant's expense. 			
Inspection fee	\$104.35	\$15.65	\$120.00

Appendix 1 – Schedule of Fees and Charges

Recreation and Community Facilities

Parks and Reserves	excl GST	GST (15%)	incl GST
Note:			
<ul style="list-style-type: none"> Fees for Parks and Reserves are set and collected under the FM Contract. 			
Pourerere Beach Freedom Camping			
Note:			
<ul style="list-style-type: none"> For permits issued for a one week period between the 20th December and 6th February each summer. At all other times no fee applies. 			
Booking Administration Fee	\$30.44	\$4.56	\$35.00

Library Charges	excl GST	GST (15%)	incl GST
Notes: <ul style="list-style-type: none">All residents of Central Hawke's Bay have free membership.Charges are reduced at librarians discretion as books and magazines get older.			
Rental Books			
Hardback	\$0.87	\$0.13	\$1.00
Paperback	\$0.87	\$0.13	\$1.00
Trade paperback	\$0.87	\$0.13	\$1.00
Magazines	\$0.61	\$0.09	\$0.70
Library Request books from libraries with reciprocal agreement	\$5.65	\$0.85	\$6.50
Library Request books from other libraries (fee as imposed by other library)	\$5.65 - \$21.30	\$0.85 - \$3.20	\$6.50 – \$24.50
Overdue charge per week	\$4.35	\$0.65	\$5.00
Books for Sale	Librarians discretion		
Lost books	Charged at replacement cost (purchase price minus discount (if any), plus 30% administration charge)		
Other Charges			
Videos / DVDs per week	\$3.65	\$0.55	\$4.20

Appendix 1 – Schedule of Fees and Charges

Facsimile			
New Zealand – first page	\$1.04	\$0.16	\$1.20
New Zealand – extra pages (each)	\$0.17	\$0.03	\$0.20
Australia – first page	\$2.61	\$0.39	\$3.00
Australia – extra pages (each)	\$0.26	\$0.04	\$0.30
Europe and other – first page	\$3.48	\$0.52	\$4.00
Europe and other – extra pages (each)	\$0.35	\$0.05	\$0.40
Photocopying / Printing			
Note:			
▪ There is no discount if the customer has supplied their own paper.			
A4 Single Sided per sheet	\$0.17	\$0.03	\$0.20
A4 Double Sided per sheet	\$0.35	\$0.05	\$0.40
A4 Colour Single Sided	\$1.30	\$0.20	\$1.50
A3 Single Sided per sheet	\$0.35	\$0.05	\$0.40
A3 Double Sided per sheet	\$0.70	\$0.10	\$0.80
A3 Colour Single Sided	\$2.61	\$0.39	\$3.00
Scanning per sheet	\$0.87	\$0.13	\$1.00
Laminating			
A4 size	\$1.74	\$0.26	\$2.00
A3 size	\$2.61	\$0.39	\$3.00
Miscellaneous			
Replacement Library Cards	\$2.61	\$0.39	\$3.00
Book Covering	\$1.74 - \$2.61	\$0.26 - \$0.39	\$2.00 – \$3.00
Bond for temporary membership	\$17.39	\$2.61	\$20.00
Road Code Bond	\$8.70	\$1.30	\$10.00

Appendix 1 – Schedule of Fees and Charges

Cemeteries and Crematoria	excl GST	GST (15%)	incl GST
Notes: <ul style="list-style-type: none"> R.S.A. Personnel: No charges are made for plots or niches for R.S.A. personnel in the R.S.A. section of the Takapau, Waipukurau or Waipawa Cemeteries but interment fees as below apply. The sale of reserve plots is restricted to one and then only in conjunction with the burial of a member of the same family. (With each application a standard form is filled out so that an accurate record of the reserve plot is kept. A copy of this form is also forwarded to the local Funeral Director.) Those persons who have reserved plots on behalf of another person or for family members cannot reserve a further plot until the original reserved plots are used. Pursuant to section 10 (4) of the Burial and Cremation Act 1964 the exclusive right of burial will lapse after sixty (60) years. All plots not used after 60 years will be offered for re-sale following deliberate effort to trace the purchaser or descendants thereof. The cost of general grounds maintenance in the cemetery including mowing plots in the lawn cemetery areas is carried out by Council and paid for in the Burial Plot Fee. However maintenance of headstones, fences, concrete-work, etc on any plot is the responsibility of the deceased's descendants and relatives. There are no additional charges for extra depth burial plots. With burials, including ashes and still born, where the grave has a concrete top additional charges are payable for concrete cutting and reinstatement. 			
Burial Plot Fees			
Burial Plots - adult	\$504.35	\$75.65	\$580.00
Burial Plots – children (caskets up to 1200mm x 600mm)	\$130.43	\$19.57	\$150.00
Burial Plots (stillborn – around the base of the memorial at Waipukurau Cemetery) (caskets up to 400mm x 340mm)	No charge		
Ashes or Crematorium Berm	\$160.90	\$24.10	\$185.00
Crematorium Garden Plot	\$200.00	\$30.00	\$230.00
Interment Fees			
Standard – including public holidays and weekends	\$547.83	\$82.17	\$630.00
Children and Stillborn – including public holidays and weekends	\$139.13	\$20.87	\$160.00
Ashes	\$139.13	\$20.87	\$160.00
Miscellaneous Charges			
Permits for headstones	\$34.78	\$5.22	\$40.00
Permits for plaques	\$17.39	\$2.61	\$20.00
Permits for renovations	No charge		
Search Fee	\$30.43	\$4.57	\$35.00
Dis-Interment and Re-Interment	Every dis-interment and/or re-interment shall be at a fee set by the Council based on actual cost plus 20%.		

Appendix 1 – Schedule of Fees and Charges

Waipawa Municipal Theatre Charges	excl GST	GST (15%)	incl GST
Notes: Charges to be determined when the refurbishment is completed. Fees and charges for the Waipawa Municipal Theatre are shown below. All other hall charges are set by the Hall Committees or the hall managers and they retain the income. The following conditions apply to the hire of the Waipawa Municipal Theatre: <ul style="list-style-type: none"> Any breakages or damage to building, furniture or fittings will be charged at cost. Any additional special cleaning required will be charged at cost plus 20%. An additional charge will be made for electricity used at the Waipawa Municipal Theatre. Lights and heaters left on after the hire will be charged at actual cost of power. Bond: The bond is payable prior to picking up keys. Consecutive Block Bookings or regular use of Facilities: The Community Properties Manager is authorised to negotiate a reduction in hire fees for consecutive or on-going block bookings of the Council owned facilities. No equipment will be hired for use off site. A deposit is payable at booking and this will be retained if the booking is cancelled with less than one week's notice. A "School Function" is a function involving a school children's activity, either for educational purposes or social functions. This concession does not apply to school fund-raising events. In certain circumstance a special liquor licence may be required. Concessions: <ul style="list-style-type: none"> Waipawa Musical and Dramatic Club Productions receive a 30% reduction on standard Hire Charges. Rehearsal and setting up rate is 50% of the normal hire rate. 			
Waipawa Municipal Theatre (maximum capacity of the municipal theatre is 440 people)			
Bond	\$0.00	\$0.00	\$0.00
Deposit	\$0.00	\$0.00	\$0.00
Electricity Charge	At cost		
Whole Building – Less than 4 hours	\$0.00	\$0.00	\$0.00
Whole Building – 4 to 8 hours	\$0.00	\$0.00	\$0.00
Whole Building – 8 to 24 hours	\$0.00	\$0.00	\$0.00
Meeting Room – Less than 4 hours	\$0.00	\$0.00	\$0.00
Meeting Room – 4 to 8 hours	\$0.00	\$0.00	\$0.00
Meeting Room – 8 to 24 hours	\$0.00	\$0.00	\$0.00
Concert Hall – Less than 4 hours	\$0.00	\$0.00	\$0.00
Concert Hall – 4 to 8 hours	\$0.00	\$0.00	\$0.00
Concert Hall – 8 to 24 hours	\$0.00	\$0.00	\$0.00
Main Hall – Less than 4 hours	\$0.00	\$0.00	\$0.00
Main Hall – 4 to 8 hours	\$0.00	\$0.00	\$0.00
Main Hall – 8 to 24 hours	\$0.00	\$0.00	\$0.00
School Functions per session	\$0.00	\$0.00	\$0.00

Appendix 1 – Schedule of Fees and Charges

Council Chamber	excl GST	GST (15%)	incl GST
Note: <ul style="list-style-type: none"> Non-Council organisations and club using the Council Chamber will be charged \$25.00 per hour with a minimum charge of \$45.00. This includes the use of the kitchen and crockery. 			
Minimum Charge	\$39.13	\$5.87	\$45.00
Hourly Charge	\$21.74	\$3.26	\$25.00

Retirement Housing	excl GST	GST (15%)	incl GST	
Notes: <ul style="list-style-type: none">Retirement housing rentals have been included in the Fees and Charges Schedule purely for review and information purposes. They do not form part of the Special Order procedures.New tenancies that occur during the year, may be negotiated at rentals which exceed the below.Rentals are reviewed in January of each year.				
Kingston Place Waipawa or Ruahine Place Waipukurau (per week)	Single Occupancy	\$79.22	\$11.88	\$91.10
	Married Occupancy	\$86.52	\$12.98	\$99.50
Wellington Road Waipukurau (per week)	Single Occupancy	\$91.09	\$13.66	\$104.75
	Married Occupancy	\$99.48	\$14.92	\$114.40