



WHANGANUI  
DISTRICT COUNCIL  
Te Kaunihera a Rohe o Whanganui

# ANNUAL PLAN 2016/17







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## Message from the Mayor

Another year, another Annual Plan and another challenge for your Council to balance the services, facilities and progress our community wants against our ability to pay for them.

A change in legislation saw us consulting in a different way on this year's Annual Plan. We were required only to flag any significant or material differences between the proposed Annual Plan and the 10-Year Plan 2015-2025 and consult on those. While our consultation document highlighted only those variations, and three proposed amendments to the 10-Year Plan, our community was also able to raise any other issues they wished. This saw us considering a wide range of issues in the submissions we received.

Thank you to everyone who took the time to make a submission on the proposed Annual Plan and amendments to the 10-Year Plan 2015-2025. We received a total of 62 submissions and these were carefully considered by the Council.

The decisions we have made align closely with our Whanganui: Leading Edge Strategy, the vision which sets out our aspirations for our community, connectivity, creativity, environment and economy.

As well as adopting our Annual Plan 2016/17, we have approved three key amendments to the 10-Year Plan 2015-2025. The first is to note that new information provided during recent discussions with major trade waste users may lead to changes to our current wastewater scheme. Should a more affordable solution arise, the Council has the flexibility to accommodate any changes within the 2016/17 Annual Plan. Those changes would be reported back to the Council before a decision to proceed with any wastewater scheme occurs.

The other two amendments relate to forces of nature. The 2015 weather event caused heartache for many people but also significant damage to our infrastructure. We have introduced a storm damage rate to repay the costs of repairs. In Westbourne/Gonville stormwater is causing issues so we will be working on a solution to improve stormwater drainage and reduce the effect of small to medium size rain events in the area.

For the year ahead we have included some initiatives in the Annual Plan that will see us partnering with community organisations to deliver social services and ensure our community is safe. Some examples include providing funding to Community Education Whanganui to assist with continuity of their service and supporting the important work of Surf Lifesaving.

The additional funding is covered in more detail on page 11. However, despite this new funding being included in our Annual Plan, we have been able to keep the average rates increase to 4.5%. This is the same as was signalled in the proposed plan for consultation.

There is a range of other work that is signalled in the Annual Plan which will help us deliver on our Leading Edge aspirations.

- We will be a partner in the development of a Whole of River Strategy, working with Atihaunui-a-Paparangi, Whanganui River Maori Trust Board, Nga Tangata Tiaki, Horizons Regional Council, Ruapehu District Council, Stratford District Council and Crown agencies. The partnership will help provide a strong foundation for the future health and wellbeing of the Whanganui River following settlement of the Whanganui River claim and the passing of the Te Awa Tupua Bill which recognises the river as a legal entity.

## Message from the Mayor

- The Town Centre Regeneration project aims to revitalise and beautify our central city area. It's about developing new ideas for the best ways of using this space and embracing new uses so it's not just a retail area but includes arts, entertainment, education and residential uses.
- The Castlecliff community is leading an exciting project to rejuvenate their suburb and we will continue to work closely with them as they develop their plans.
- In late June 2016 we achieved reaccreditation as a Safe Community. We were first accredited as a World Health Organisation Safe Community in 2010. This ongoing work involves partnerships with a range of community organisations and other agencies to make our place safe and healthy for our community.
- Our focus on enhancing our reputation will see us telling our unique stories to the rest of New Zealand and working with those who can influence our reputation in a positive way.
- We intend to develop a Creative City Strategy to help us celebrate successes and find improvements. This process includes assessment of where we currently sit on the Creative City Index which measures against a broad range of indicators – for example, from being an open and tolerant community to enhancing our talent and learning capacity.
- Our aim is to make doing business and investing as seamless and easy as possible so we are adopting a business-friendly policy across the whole of Council. This will ensure we are as enabling as we can be at all stages of our interactions and have processes in place that send a clear message that we are open for business and investment.

This is my final Annual Plan message for my term as Mayor and I want to take this opportunity to thank everyone who has contributed to the process of democracy in our community. It is heartening to know that there are so many people who care enough to make submissions and front up to Council meetings to have their say in what can be a daunting environment. It is by working together that we can ensure Whanganui's future as a vibrant and diverse community where great things happen.



Annette Main

Mayor

## Message from the Chief Executive

This Annual Plan is Year 2 of our 10-Year Plan 2015-2025 and the first one I have been involved with since beginning my term as Chief Executive in January 2016.

A key focus for me in the year ahead is to look at the way our organisation operates and how we can improve the way we do things to better meet the needs of our community. Our staff have strongly indicated they want to reflect our aspiration to be a 'leading edge' community. However, we need to think smarter and be more nimble and responsive to our customer base.

I have already signalled a change to our leadership structure that will enable us to work more efficiently by removing some layers of the traditional hierarchical structure. This more flexible and efficient structure will help us rationalise personnel costs as well as empowering staff to deliver excellence in their work.

During the Annual Plan process, the Council signalled that it wanted further efficiencies to be found. To this end, I will be continuing with my review of our organisational processes to find a further \$150,000 in savings this financial year.

I have also been tasked with investigating how we could ensure all our staff are paid at least the 'living wage'. I will be reporting back to the Council on how this could be achieved for the 2017/18 financial year.

The Council made a number of other decisions that affect us operationally.

They approved funding for a full-time Emergency Management Officer (Response and Recovery), bringing our current team from 2.2 full-time equivalent staff to three FTEs. This decision reflects one of the key recommendations resulting from the June 2015 severe weather event which was the need for an additional staff resource to work on response and recovery within the team. This will help our planning and preparation for Civil Defence welfare, engagement with the community on preparedness for emergencies and ensure that operationally we are better prepared to respond in an emergency. This decision resulted in additional rates funding of \$65,000. We will continue to work through the other issues and opportunities that were identified from the June event.

Members of the community who have attended Council meetings will be pleased to know that we have plans to improve the sound system in the Council Chamber. The Council has given the go-ahead to upgrade the system which currently operates inconsistently, making it difficult for people in the public gallery to hear what councillors are saying. The \$98,000 upgrade will be loan funded.

The Council agreed to include an additional \$20,000 in the waste minimisation budget to provide an upgraded domestic hazardous waste depot at the Whanganui Resource Recovery Centre. The Centre currently accepts used oils and car batteries but no other household hazardous waste. An upgraded depot will be able to accept household chemicals, garden chemicals, solvents and other household hazardous waste products.

We have a challenging but exciting year ahead as we work through implementing the changes to the organisation, continuing to review how we operate and focussing on our community's needs. I look forward to updating you on positive progress through our next planning and annual reporting processes.

# Message from the Chief Executive

A handwritten signature in blue ink, consisting of a stylized 'K' followed by a long, sweeping horizontal line that ends in a small hook.

Kym Fell  
Chief Executive

## Executive summary

This Annual Plan is the second year of our 10-Year Plan 2015-2025 which was adopted in June 2015. In addition to confirming this Annual Plan we have also made three amendments to our 10-Year Plan. These changes were made to cover the clean-up costs from the June 2015 storm event, improve stormwater drainage in the Westbourne/Gonville area and move forward with plans to build a new wastewater treatment plant.

An Annual Plan sets out how we will deliver on our 10-Year Plan and should be read in conjunction with this document. Where possible we will direct you back to the 10-Year Plan for the detail behind our strategic intentions, levels of service and work programmes. This also aligns with changes to the Local Government Act to streamline annual planning processes, reduce costs and avoid duplication. As a result, this Annual Plan highlights our key issues and projects, covers how much these will cost and how they will be paid for and identifies any significant changes from year two of the 10-Year Plan.

We are always coming up with new ways to look after what we already love about Whanganui and make it desirable to others as a place to live. This commitment is further strengthened by our Leading Edge Strategy which champions innovation, partnership, sustainability and success. You will see this woven throughout both the Annual Plan and 10-Year Plan. We think creative approaches are more important now than ever as we increasingly balance the difficult trade-off between the services we provide and how these costs will impact on your rates. As a result, we strive to deliver the services valued by the community in a financially sustainable way, while balancing the need to invest in new services and projects that are essential for the district to move forward.

Overall, the total Annual Plan rates increase for the 2016/17 year is 4.5%. Two major factors have influenced this: one, the financial impact of the June 2015 storm event and two, the decision to build the wastewater treatment plant this year. Without these two factors our rates increase would have been approximately half of the 3.9% forecasted in the original 10-Year Plan for this year.

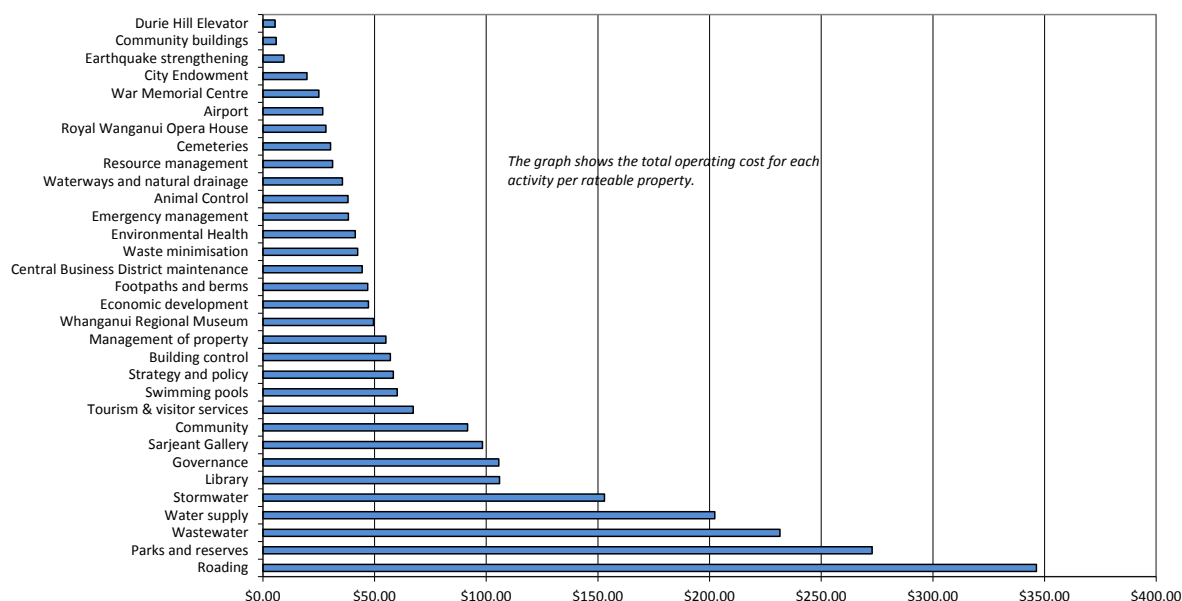
### What your rates mean

Your rates are used to meet the needs of our community and provide services for our collective benefit – things that we could not effectively charge for otherwise. This might be because they are publicly available but difficult to charge for (things like parks, roads and street lights) or because the full charge would be too expensive for most people to afford (for example, swimming pools, libraries and art gallery). The graphs below show what you get for your rates and how this money will be spent during 2016/17.



# Executive summary

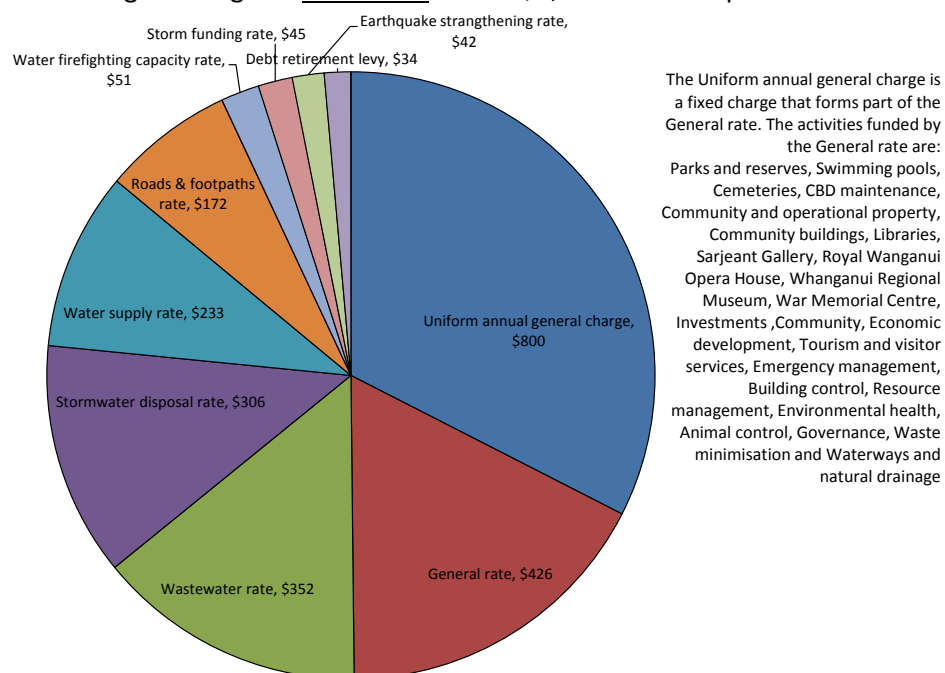
Activities Council will spend money on in 2016/17



The above graph gives an indication of the major activities that we spend money on. It is based on operating costs and does not include other revenue sources such as subsidies received from the New Zealand Transport Agency (NZTA).

The following graph shows the make-up of rates on a property paying the average residential rate. The community facilities rate, water supply rate, wastewater rate and earthquake strengthening rate are all fixed charges. This means that the same amount is paid by all properties regardless of their valuation. The total value of the fixed charges this year is \$1471. The other rates are apportioned to each property based on land or capital value.

How an average Whanganui residential rate of \$2,461 is made up



## Executive summary

The rates you pay are your share of the cost of making the above community services available.

Your rates will change based on how our service costs change from year to year as well as how your property's valuation changes, relative to the change in valuation for the whole district.

The average rates increase for 2016/17 is 4.5%.

### Debt

The projected debt at the end at 30 June 2017 is greater than initially forecast in the 10-Year Plan 2015-2025 due to bringing forward construction of the Wastewater treatment plant and the addition of a dryer along with the inclusion of the Westbourne/Gonville stormwater project and the impact of the June 2015 storm. Because of the significance of these items we have amended our 10-Year Plan to incorporate the financial impact. This results in our projected peak debt (occurring in 2017/18) being \$12.7M higher than previously forecast.

During the preparation of the 2016/17 Annual Plan the decision has been made to defer capital expenditure on the water reservoir, earthquake strengthening of the War Memorial Centre, air conditioning of the Royal Wanganui Opera House and replacement of a rural fire truck. As a result, project debt at 30 June 2017 is \$6.3M lower than forecast in the amended 10-Year Plan.

The table below compares the forecast debt positions for the 10-Year Plan, and amended 10-Year Plan to that of the 2016/17 Annual Plan.

|                                | <b>10-Year Plan<br/>2015-2025</b> | <b>10-Year Plan<br/>2015-2025<br/>(2016 Amendment)</b> | <b>Annual Plan<br/>2016/17</b> |
|--------------------------------|-----------------------------------|--|--------------------------------|
|                                | <b>(\$000)</b>                    | <b>(\$000)</b>   | <b>(\$000)</b>                 |
| Projected debt at 30 June 2017 | 84,093                            | 101,143  | 94,822                         |
| Projected peak debt (2017/18)  | 116,647                           | 129,373  |                                |

## SUBMISSIONS

We received 62 submissions on the Draft Annual Plan and proposed amendments to the 10-Year Plan 2015-2025. A total of 36 submitters spoke to the Council in support of their submission. The Council considered all submissions before making its decisions, with this final plan reflecting changes made by the Council. The Council also took into account the need to keep rates affordable for our communities, while still encouraging growth and supporting services and initiatives within the district.

In summary:

|                                    |             |
|------------------------------------|-------------|
| Rates per Draft Annual Plan        | 4.5%        |
| Annual Plan deliberation increases | 0.5%        |
| <b>Total increases</b>             | <b>5.0%</b> |
| <u>Less</u>                        |             |
| Annual Plan deliberations savings  | (0.5%)      |
| <b>Average rate increase</b>       | <b>4.5%</b> |

The following table breaks down the rates increase for 2016/17 Annual Plan compared to 2015/16:

## Executive summary

|  | <b>Annual Plan<br/>2016/17</b> |
|--|--------------------------------|
| Storm funding rate                         | 1.7%                           |
| Wastewater treatment plant increased costs | 0.8%                           |
| Business as usual                          | 2.0%                           |
| <b>Total</b>                               | <b>4.5%</b>                    |

We have set an average overall rates increase of 4.5%, with variations between the residential (5.4%), farming (3.9%) and commercial (2.2%) sectors.

### SUMMARY OF KEY DECISIONS

#### **Storm funding rate**

In June 2015 the Whanganui District experienced the biggest storm event we've ever faced. On June 19 and 20, the Whanganui River catchment received the highest rainfall on record, resulting in large scale surface flooding across the district. Funding from Central Government and insurance will cover most of the clean-up and recovery costs which are expected to amount to \$28.8M. The Council's share of these costs is \$4M, of which \$0.5M is funded from our self-insurance reserve fund and the remaining \$3.5M from new loans.

In order to repay the \$3.5M we have borrowed to cover our share of the clean-up cost, Council decided to introduce a new storm damage rate at a fixed charge per separately used or inhabited part of a rating unit (SUIP), including an additional \$5 charge for farming properties because most of the flood damage was to our rural roading network.

This means residential and commercial properties will pay an extra rate of \$44.70 per year, while farming properties pay an extra \$49.70.

#### **Westbourne/Gonville Stormwater Project**

Currently, many rain events result in ponding and flooding in the Westbourne/Gonville area. Council agreed to \$6M to install a stormwater network. This will reduce the effect of small to medium size rain events in the Westbourne/Gonville area. For larger rain events, water will still flow to overland flow paths, the predicted routes stormwater takes on its way to streams, stormwater networks or the sea during an unusually large rain event.

The benefits of improved infrastructure will be to commercial properties in the Mill Road area and residential properties in the Westbourne/Gonville area, as well as some downstream properties in the Heads Road industrial area. In turn, this should enhance economic growth in Whanganui. Once the stormwater infrastructure is in place, other properties near this area will be able to connect to it.

Most of the improvement to the stormwater drainage will not occur until the project is finished in 2017/18. The work will be debt funded, with an effect on rates in 2016/17 to cover \$165,000 in interest and principal repayments.

# Executive summary

## **Wastewater treatment plant**

In March 2016 Council confirmed that it would build a new wastewater treatment plant for our community. Council agreed that the construction of the approved Cardno plant, including the sludge dryer, is the most affordable and environmentally sound option for our district.

Drying the sludge will significantly reduce its quantity and provide more options for reuse or disposal. The plant, including the dryer, is estimated to cost \$41.2M. We anticipate the plant will be built through 2016/17 and 2017/18 and will be operational in 2018/19. Because the build is loan funded, there will be an increase to the wastewater rate from 2016/17.

## **Central Business District Rate**

The cost of the Central Business District (CBD) maintenance activity is shared between the general ratepayer and the properties in the CBD. We have reviewed how the costs have been divided to better apportion the burden of costs. This will now be 42% from the CBD properties and 58% from the general rate. This amounts to around \$120,000 and results in a reduction to all CBD properties and an increase of around 0.2% to the general ratepayer.

## **Economic Development Rate**

Council supported a 1% change to the rates differential for economic development. This means it will be funded 69% from commercial, 25% from residential and 6% from farming. The increased share by residential and farming ratepayers more fairly reflects where the benefit lies from our work in this area.

## **Online voting**

We had allocated \$75,000 in our proposed plan to participate in the 2016 local government election online voting trial. This is no longer required as the Government has decided not to proceed with it for this election. As a result, it has been removed from the budget.

Council approved a number of requests for new or additional funding. These were:

- Waimarie Operating Trust - \$25,000 additional grant for 2016/17 (total now \$65,000) to assist with operational costs.
- Surf Lifesaving - \$26,000 to support administration costs.
- Airport Control Tower Restoration Group – underwriting \$72,000 to allow completion of Stage 2 of the restoration project.
- Community Education Whanganui – \$15,000 from the existing Community Development budget to assist with continuity of service.
- Hazardous Waste Depot – an additional \$20,000 to provide an upgraded domestic hazardous waste depot at the Whanganui Resource Recovery Centre.
- Whanganui East Pool – an additional \$29,000 to ensure that the complex remains a safe environment for the community, and that the complex is professionally managed. This takes the total funding to \$60,000.



## Executive summary

- Emergency Management – Council approved \$65,000 to expand the current Emergency Management staff capability. This will provide improved Emergency Operations Centre response in emergencies, and to engage with the community to increase their preparedness.
- Council Chamber sound system – an additional \$18,000 for the upgrade of the sound system in the Council Chambers. Further investigations have shown the need to provide a system that will handle the complex environment as well as allowing for an increase in digital and online activities in the future.
- Velodrome redevelopment - Council supported the redevelopment of the velodrome, promoted by the Regional Velodrome Roofing Working Group. It is envisaged that the upgrade project would include roofing of the facility and further upgrades / improvements to provide for the widest possible range of sporting, cultural and high spectator appeal uses, especially for those regional and local activities that currently are without covered after-hours facilities. A business plan will be developed and Council will consider any capital contributions toward the project in the 2017/18 Annual Plan.

## RATES FOR 2016/17

This table provides the rates increases for the average residential, commercial and farming properties.

An individual property rate increase could significantly vary from these averages, as we have more than 50 different rates and these rates have increased/decreased by differing amounts. Additionally, not all properties pay the same rates. For example, properties not connected to the city water system don't pay the City Water Supply rate.

|   | Residential | Farming   | Commercial | Overall |
|---|-------------|-----------|------------|---------|
| Average rate increase 2016/17 (%)         | 5.4%        | 3.9%      | 2.2%       | 4.5%    |
| Average rate increase 2016/17 (\$)        | \$125       | \$117     | \$196      |         |
| Capital value of average property 2016/17 | \$199,000   | \$709,000 | \$968,000  |         |
| Average rate 2015/16                      | \$2,335     | \$3,023   | \$8,947    | \$2,781 |
| Average rate 2016/17                      | \$2,460     | \$3,140   | \$9,143    | \$2,907 |

## COUNCIL'S FINANCIAL STRATEGY

Complete information on our financial strategy can be found in Volume 1 of the 10-Year Plan 2015-2025.

# Prospective cost of service statement

|  | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|--|---------------------------------|--|---------------------------------|
| <b>Income</b>  |                                 |  |                                 |
| Rates (excluding metered water, trade waste and penalties) | 50,817                          | 53,770   | 53,310                          |
| Subsidies  | 9,205                           | 8,888  | 20,083                          |
| User fees and other income                                 | 15,258                          | 14,868   | 14,929                          |
| <b>Total income</b>  | <b>75,280</b>                   | <b>77,527</b>                                    | <b>88,321</b>                   |
| <b>Capital funding</b>                                     |                                 |  |                                 |
| Transfer from/(to) special funds                           | (513)                           | (513)  | (66)                            |
| New loans/(loans repaid)                                   | (3,706)                         | 22,829   | 19,638                          |
| <b>Total capital funding</b>                               | <b>(4,219)</b>                  | <b>22,316</b>                                    | <b>19,572</b>                   |
| <b>Total funding</b>                                       | <b>71,061</b>                   | <b>99,843</b>                                    | <b>107,893</b>                  |
| <b>Costs</b>   |                                 |  |                                 |
| Operating costs  | 33,092                          | 33,409   | 33,614                          |
| Salaries and wages   | 15,373                          | 15,674   | 16,041                          |
| Debt servicing   | 4,886                           | 5,201  | 5,039                           |
| <b>Total activity costs</b>                                | <b>53,352</b>                   | <b>54,284</b>                                    | <b>54,695</b>                   |
| <b>Capital expenditure</b>                                 |                                 |  |                                 |
| Capital acquisitions                                       | 5,788                           | 24,820   | 27,172                          |
| Capital replacements                                       | 11,922                          | 20,739   | 26,026                          |
| <b>Total capital expenditure</b>                           | <b>17,709</b>                   | <b>45,559</b>                                    | <b>53,198</b>                   |
| <b>Total funding requirement</b>                           | <b>71,061</b>                   | <b>99,843</b>                                    | <b>107,893</b>                  |
| Rates increase (to existing ratepayers)*                   | 4.9%                            | 5.4%   | 4.5%                            |
| Debt balance   | 79,814                          | 101,143  | 94,822                          |

\*Assumes growth in the rating database of \$200,000

# Rates required by activity

| Activity   | Revenue<br>(\$000) | Operating costs<br>(\$000) | Personnel costs<br>(\$000) | Finance costs<br>(\$000) | Capital<br>expenditure<br>(\$000) | Capital funding<br>(\$000) | Rates<br>requirement <sup>1</sup><br>(\$000) | 2015/16 Rates<br>requirement <sup>1</sup><br>(\$000) | Full time<br>equivalent staff <sup>2</sup> | Forecast Loans at<br>30 June 2017<br>(\$000) |
|--|--------------------|----------------------------|----------------------------|--------------------------|-----------------------------------|----------------------------|--|--|--|--|
| Water supply   | (1,725)            | 3,166                      | 391                        | 668                      | 3,029                             | (500)                      | 5,028  | 4,997  | 5.8  | 11,260                                       |
| <b>Water supply</b>                                      | <b>(1,725)</b>     | <b>3,166</b>               | <b>391</b>                 | <b>668</b>               | <b>3,029</b>                      | <b>(500)</b>               | <b>5,028</b>                                 | <b>4,997</b>   | <b>5.8</b>                                 | <b>11,260</b>                                |
| Stormwater   | (40)               | 1,065                      | 212                        | 1,916                    | 3,963                             | (1,991)                    | 5,125  | 4,864  | 3.2  | 32,600                                       |
| <b>Stormwater drainage</b>                               | <b>(40)</b>        | <b>1,065</b>               | <b>212</b>                 | <b>1,916</b>             | <b>3,963</b>                      | <b>(1,991)</b>             | <b>5,125</b>                                 | <b>4,864</b>   | <b>3.2</b>                                 | <b>32,600</b>                                |
| Waterways and natural drainage                           | 0                  | 731                        | 37                         | (25)                     | 655                               | (503)                      | 895  | 896  | 0.3  | (154)  |
| <b>Waterways and natural drainage</b>                    | <b>0</b>           | <b>731</b>                 | <b>37</b>                  | <b>(25)</b>              | <b>655</b>                        | <b>(503)</b>               | <b>895</b>                                   | <b>896</b>   | <b>0.3</b>                                 | <b>(154)</b>                                 |
| Wastewater   | (2,350)            | 3,723                      | 550                        | 561                      | 17,950                            | (14,520)                   | 5,914  | 5,563  | 7.4  | 18,470                                       |
| <b>Sewerage and the treatment and disposal of sewage</b> | <b>(2,350)</b>     | <b>3,723</b>               | <b>550</b>                 | <b>561</b>               | <b>17,950</b>                     | <b>(14,520)</b>            | <b>5,914</b>                                 | <b>5,563</b>   | <b>7.4</b>                                 | <b>18,470</b>                                |
| Footpaths and berms                                      | (22)               | 948                        | 32                         | (1)                      | 321                               | 0                          | 1,278  | 1,269  | 0.3  | (13)   |
| Roading  | (20,405)           | 6,093                      | 406                        | 734                      | 21,180                            | (1,137)                    | 6,871  | 6,036  | 4.4  | 11,743                                       |
| <b>Provision of roads and footpaths</b>                  | <b>(20,427)</b>    | <b>7,041</b>               | <b>438</b>                 | <b>733</b>               | <b>21,501</b>                     | <b>(1,137)</b>             | <b>8,149</b>                                 | <b>7,305</b>   | <b>4.7</b>                                 | <b>11,731</b>                                |
| Parks and reserves                                       | (1,263)            | 4,708                      | 744                        | 244                      | 1,809                             | (525)                      | 5,716  | 5,811  | 15.0                                       | 4,360  |
| Swimming pools   | 0                  | 1,062                      | 1                          | 193                      | 99                                | 425                        | 1,780  | 1,817  | 0.0  | 2,965  |
| <b>Parks and recreation</b>                              | <b>(1,263)</b>     | <b>5,770</b>               | <b>746</b>                 | <b>437</b>               | <b>1,908</b>                      | <b>(100)</b>               | <b>7,497</b>                                 | <b>7,628</b>   | <b>15.0</b>                                | <b>7,325</b>                                 |
| Community development                                    | (34)               | 1,324                      | 608                        | (19)                     | 15                                | 0                          | 1,895  | 1,635  | 8.2  | (305)  |
| Libraries  | (292)              | 811                        | 1,366                      | 36                       | 689                               | (76)                       | 2,533  | 2,471  | 25.6                                       | 636  |
| Sarjeant Gallery   | (247)              | 1,075                      | 878                        | 100                      | 23                                | 30                         | 1,859  | 1,821  | 13.0                                       | 1,619  |
| Royal Wanganui Opera House                               | (97)               | 358                        | 203                        | 28                       | 21                                | 20                         | 533  | 559  | 3.4  | 459  |
| War Memorial Centre                                      | (97)               | 300                        | 175                        | 48                       | 103                               | (10)                       | 519  | 525  | 3.0  | 801  |
| Whanganui Regional Museum                                | (75)               | 981                        | 14                         | 38                       | 30                                | 50                         | 1,038  | 1,013  | 0.1  | 603  |
| Earthquake strengthening                                 | 0                  | 0                          | 0                          | 197                      | 1,400                             | (810)                      | 787  | 774  | 0.0  | 3,661  |
| <b>Community and cultural</b>                            | <b>(843)</b>       | <b>4,849</b>               | <b>3,244</b>               | <b>430</b>               | <b>2,281</b>                      | <b>(796)</b>               | <b>9,164</b>                                 | <b>8,797</b>   | <b>53.3</b>                                | <b>7,473</b>                                 |
| Whanganui & Partners - Tourism & visitor services        | (90)               | 995                        | 402                        | 9                        | 0                                 | 20                         | 1,336  | 1,286  | 6.9  | 134  |
| Whanganui & Partners - Economic development              | 0                  | 592                        | 391                        | 4                        | 0                                 | 0                          | 987  | 999  | 4.3  | 61   |
| <b>Economic development</b>                              | <b>(90)</b>        | <b>1,587</b>               | <b>793</b>                 | <b>12</b>                | <b>0</b>                          | <b>20</b>                  | <b>2,323</b>                                 | <b>2,285</b>   | <b>11.2</b>                                | <b>195</b>                                   |
| Cemeteries   | (493)              | 594                        | 6                          | 34                       | 72                                | (50)                       | 162  | 199  | 0.1  | 583  |
| CBD maintenance  | (2)                | 931                        | 2                          | (6)                      | 0                                 | 30                         | 955  | 957  | 0.1  | (114)  |
| Waste minimisation                                       | (235)              | 762                        | 0                          | 125                      | 0                                 | 160                        | 812  | 809  | 0.0  | 1,981  |
| Pensioner housing  | (1,320)            | 1,168                      | 90                         | 101                      | 70                                | (115)                      | (6)  | 0  | 1.6  | 1,721  |
| Community buildings and rural halls                      | (11)               | 111                        | 16                         | (3)                      | 14                                | 0                          | 127  | 152  | 0.3  | (57)   |
| Emergency management                                     | (8)                | 423                        | 355                        | 22                       | 60                                | (25)                       | 827  | 714  | 3.0  | 377  |
| Environmental policy                                     | 0                  | 820                        | 385                        | 15                       | 0                                 | (150)                      | 1,070  | 973  | 4.7  | 324  |
| Building control   | (910)              | 575                        | 613                        | 3                        | 19                                | 0                          | 300  | 233  | 9.0  | 45   |
| Resource management                                      | (281)              | 255                        | 397                        | 0                        | 0                                 | 0                          | 371  | 363  | 5.5  | 0  |
| Environmental health                                     | (152)              | 529                        | 336                        | 0                        | 19                                | 0                          | 732  | 657  | 4.8  | 0  |
| Parking  | (1,011)            | 766                        | 217                        | 1                        | 0                                 | 30                         | 3  | (111)  | 4.6  | 10   |
| Animal control   | (440)              | 474                        | 315                        | 7                        | 200                               | (170)                      | 386  | 322  | 4.5  | 199  |
| <b>Community facilities and services</b>                 | <b>(4,863)</b>     | <b>7,408</b>               | <b>2,733</b>               | <b>298</b>               | <b>454</b>                        | <b>(290)</b>               | <b>5,740</b>                                 | <b>5,266</b>   | <b>37.9</b>                                | <b>5,068</b>                                 |
| Airport  | (263)              | 358                        | 136                        | 67                       | 179                               | (115)                      | 361  | 261  | 4.4  | 1,156  |
| Sea port   | 0                  | 0                          | 0                          | 0                        | 0                                 | 0                          | 0  | 0  | 0.0  | 0  |
| Durie Hill elevator                                      | (40)               | 109                        | 6                          | (1)                      | 3                                 | 0                          | 76   | 98   | 0.1  | (21)   |
| <b>Transportation</b>                                    | <b>(303)</b>       | <b>467</b>                 | <b>142</b>                 | <b>65</b>                | <b>182</b>                        | <b>(115)</b>               | <b>437</b>                                   | <b>359</b>   | <b>4.5</b>                                 | <b>1,135</b>                                 |
| City Endowment property portfolio                        | (611)              | 305                        | 113                        | (6)                      | 240                               | (354)                      | (313)  | (317)  | 1.3  | (111)  |
| Harbour Endowment property portfolio                     | (1,436)            | 1,091                      | 179                        | 59                       | 57                                | 50                         | 0  | 0  | 2.5  | 949  |
| Investments  | (210)              | 128                        | 12                         | 161                      | 0                                 | 0                          | 90   | 23   | 0.1  | 2,550  |
| <b>Investments</b>                                       | <b>(2,257)</b>     | <b>1,524</b>               | <b>304</b>                 | <b>213</b>               | <b>297</b>                        | <b>(304)</b>               | <b>(223)</b>                                 | <b>(294)</b>   | <b>4.0</b>                                 | <b>3,388</b>                                 |
| Governance and democracy                                 | (110)              | 1,502                      | 667                        | 36                       | 146                               | (123)                      | 2,118  | 2,021  | 8.4  | 657  |
| Corporate management                                     | (590)              | (5,862)                    | 5,250                      | (276)                    | 620                               | 857                        | 0  | 0  | 71.9                                       | 1,110  |
| Community and operational property                       | (150)              | 644                        | 534                        | (29)                     | 214                               | (70)                       | 1,143  | 1,129  | 6.6  | (437)  |
| <b>Corporate</b>   | <b>(850)</b>       | <b>(3,715)</b>             | <b>6,452</b>               | <b>(269)</b>             | <b>979</b>                        | <b>664</b>                 | <b>3,261</b>                                 | <b>3,150</b>   | <b>86.8</b>                                | <b>1,330</b>                                 |
| Expected Carry overs                                     |                    |                            |                            |                          |                                   |                            |  |  |  | (5,000)                                      |
| <b>Total</b>   | <b>(35,012)</b>    | <b>33,614</b>              | <b>16,041</b>              | <b>5,039</b>             | <b>53,198</b>                     | <b>(19,572)</b>            | <b>53,310</b>                                | <b>50,816</b>  | <b>233.8</b>                               | <b>94,822</b>                                |

<sup>1</sup>Rates excluding metered water, trade waste and penalties

<sup>2</sup>In 2015/16 there were 230.9 Full time equivalent staff

## Amendment to the 10-Year Plan

We made the following amendments to the 10-Year Plan 2015-2025.

|  |   |
|--|---|
| Storm funding rate                     | We introduced a new storm damage rate to repay the cost of the June 2015 weather event. This is a fixed charge per separately used or inhabited part of a rating unit (SUIP), including an annual \$5 charge for farming properties. This is because most of the flood damage was to our rural roading network. Residential and commercial properties will pay an extra rate of \$44.70 per year, while farming properties will pay an extra \$49.70. |
| Westbourne/Gonville stormwater project | A stormwater network will be installed to improve stormwater drainage and reduce the effect of small to medium size rain events in the Westbourne/Gonville area. The cost will depend on the level of service required but this is estimated to be \$6M.  |
| Wastewater Treatment Plant             | Council decided to build the approved Cardno wastewater treatment plant, including the dryer. Construction is expected to occur through 2016/17 and 2017/18. The plant is expected to be operational in 2018/19. Rates impact starts in 2016/17 as the build is loan funded, with the full rating impact being felt when the plant is built and operational in 2018/19.   |

More information on these amendments can be found in the reprinted volumes of the 10-Year Plan 2015-2025. These are available on our website ([www.whanganui.govt.nz](http://www.whanganui.govt.nz)) or by contacting our customer service centre (349 0001).





## Water supply

### The scope

We are responsible for the provision and management of five water supply systems:

- Whanganui Urban Water Supply Scheme
- Fordell Rural Water Supply Scheme
- Maxwell Rural Water Supply Scheme
- Mowhanau Rural Water Supply Scheme
- Westmere Rural Water Supply Scheme

The systems comprise of service lines, pipe networks, pump stations, treatment plants and outfalls.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

### Water supply

- Infrastructure replacement will continue; for example, No. 1 Bore development and continuing with the Castlecliff main replacement at Belmont Golf Course/Tayforth Road.
- We will be supplying the Fordell scheme with the City Supply (223-328 No. 2 Line City Link).
- Westmere main relocation work will be completed. This will deal with water mains impacted by the June 2015 storm event where they have been compromised due to being in slip prone areas. Some of this work will be completed in conjunction with roading as we need to purchase land for the mains to be relocated.
- Symes Road trunk mains replacement will be carried out. We will be relocating an existing steel water main from State Highway 3 onto private property. The aim is to undertake bulk cut to fill earthworks to form a seven metre wide track where we will install two new concrete lined steel trunk mains. We will complete the earthworks first and then install the pipeline later.

### What's changed?

- Westmere reservoir No. 1 (\$3M) – the first stage of this project was due to begin this year but has been deferred until 2017/18. The additional \$3M of work for this project will be carried out in 2018/19.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



## Water supply

### Whanganui District Council: Funding impact statement for 2016/17 for water supply

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 0                               | 0  | 0                               |
| Targeted rates  | 6,608                           | 6,794  | 6,639                           |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 40                              | 83   | 40                              |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 0                               | 0  | 0                               |
| <b>Total operating funding (A)</b>                                      | <b>6,648</b>                    | <b>6,877</b>                                     | <b>6,679</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 2,942                           | 2,984  | 2,950                           |
| Finance costs   | 707                             | 786  | 668                             |
| Internal charges and overheads applied                                  | 599                             | 624  | 607                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>4,248</b>                    | <b>4,394</b>                                     | <b>4,224</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>2,400</b>                    | <b>2,483</b>                                     | <b>2,455</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (1,300)                         | 3,520  | 500                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 74                              | 74   | 74                              |
| <b>Total sources of capital funding (C)</b>                             | <b>(1,226)</b>                  | <b>3,594</b>                                     | <b>574</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 119                             | 81   | 129                             |
| -to replace existing assets   | 1,055                           | 5,996  | 2,900                           |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>1,174</b>                    | <b>6,077</b>                                     | <b>3,029</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(2,400)</b>                  | <b>(2,483)</b>                                   | <b>(2,455)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Water supply

| Water supply group                 |  | 2016/17<br>(\$000) |
|------------------------------------|--|--------------------|
| <b>To improve level of service</b> |  |                    |
| City water supply                  | Connections                                    | 1                  |
| City water supply                  | 223 - 328 No 2 Line City link                  | 50                 |
| City water supply                  | Connections                                    | 3                  |
| City water supply                  | Meters & backflows                             | 20                 |
| City water supply                  | Connections                                    | 50                 |
| City water supply                  | City Water Pump Stations                       | 5                  |
| <b>Water supply group</b>          | <b>To improve level of service</b>             | <b>129</b>         |
| <b>To replace existing assets</b>  |  |                    |
| City water supply                  | Fordell - Meters & backflows                   | 2                  |
| City water supply                  | Westmere - Meters & backflows                  | 3                  |
| City water supply                  | Tokomaru West Road Pipeline Upgrade 25 to 50mm | 20                 |
| City water supply                  | Westmere - Main relocation                     | 50                 |
| City water supply                  | Mains  | 50                 |
| City water supply                  | Meters & backflows                             | 55                 |
| City water supply                  | Valves & hydrants                              | 55                 |
| City water supply                  | Connections                                    | 240                |
| City water supply                  | Kawau Place - Kawau Junction to Gt North Road  | 50                 |
| City water supply                  | Roading coordinated projects                   | 125                |
| City water supply                  | Anzac Parade - Nile to No 82 Anzac             | 80                 |
| City water supply                  | Tayforth Rd - Belmont Golf Course. 700m        | 300                |
| City water supply                  | Spiral welded pipe replacement                 | 150                |
| City water supply                  | London St - (Vic Ave-Bell St)                  | 60                 |
| City water supply                  | Aramoho bore WTP                               | 30                 |
| City water supply                  | Electrical                                     | 50                 |
| City water supply                  | Kai-iwi Bore No 1 - Bore Development           | 1,500              |
| City water supply                  | Aramoho replace dielectrics                    | 30                 |
| City water supply                  | Kai iwi Bridge x 2 strengthening               | 50                 |
| <b>Water supply group</b>          | <b>To replace existing assets</b>              | <b>2,900</b>       |



## Stormwater drainage

### The scope

The bulk of our stormwater assets are located in the Whanganui urban area, with some stormwater assets located in Marybank and Mowhanau.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

- Installation of a stormwater network to improve stormwater drainage in the Westbourne/Gonville area. Most of the improvement to the stormwater drainage will not occur until the project is finished in 2017/18. The project is expected to cost \$6M in total, this will be debt funded at \$3M per year for two years, with an effect on rates in 2016/17 to cover \$165,000 in interest and principal repayments.

### What's changed?

- Installation of the stormwater network in the Westbourne/Gonville area (\$6M spread over two years).

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.





## Stormwater drainage

### Whanganui District Council: Funding impact statement for 2016/17 for stormwater drainage

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 0                               | 0  | 0                               |
| Targeted rates  | 4,864                           | 5,295  | 5,125                           |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 0                               | 0  | 0                               |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 0                               | 1  | 0                               |
| <b>Total operating funding (A)</b>                                      | <b>4,864</b>                    | <b>5,296</b>                                     | <b>5,125</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 900                             | 918  | 1,043                           |
| Finance costs   | 1,915                           | 1,957  | 1,916                           |
| Internal charges and overheads applied                                  | 204                             | 213  | 234                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>3,019</b>                    | <b>3,088</b>                                     | <b>3,193</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>1,845</b>                    | <b>2,208</b>                                     | <b>1,932</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (945)                           | 1,862  | 1,991                           |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 40                              | 40   | 40                              |
| <b>Total sources of capital funding (C)</b>                             | <b>(905)</b>                    | <b>1,902</b>                                     | <b>2,031</b>                    |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 620                             | 3,782  | 3,763                           |
| -to replace existing assets   | 320                             | 328  | 200                             |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>940</b>                      | <b>4,110</b>                                     | <b>3,963</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(1,845)</b>                  | <b>(2,208)</b>                                   | <b>(1,932)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Stormwater drainage

| Stormwater drainage group          |  | 2016/17<br>(\$000) |
|------------------------------------|--|--------------------|
| <b>To improve level of service</b> |  |                    |
| Stormwater                         | New Connections                                | 30                 |
| Stormwater                         | Integrated catchment management infrastructure | 150                |
| Stormwater                         | Westbourne/Gonville stormwater project         | 3,000              |
| Stormwater                         | Hinau St Stormwater upgrade                    | 120                |
| Stormwater                         | City Wide stormwater hotspots                  | 100                |
| Stormwater                         | Separation Completion                          | 363                |
| <b>Stormwater drainage group</b>   | <b>To improve level of service</b>             | <b>3,763</b>       |
| <b>To replace existing assets</b>  |  |                    |
| Stormwater                         | Replace inlet structures                       | 30                 |
| Stormwater                         | Network Replacements                           | 170                |
| <b>Stormwater drainage group</b>   | <b>To replace existing assets</b>              | <b>200</b>         |



## Waterways and natural drainage

### The scope

The urban stormwater system relies on a network of open drains, streams, attenuation areas, natural features and storm flow paths which are all critical to mitigate flooding impacts during serviced events within the urban area. Many of these natural features are on private property and are protected by the Local Government Act and our Stormwater Policy.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

- The Moles and South Spit are essential to contain the Whanganui River to its current alignment, protect the City's built environment and provide a relatively safe bar crossing for pleasure and commercial vessels. As a result we will be undertaking a South Spit Moles study. This is because the Moles and channel management structures protecting South Spit are suffering from decades of deferred maintenance and an investigation report needs to be undertaken by a Port Engineer to consider the status of the structures, alongside a recommended renewal and maintenance plan.
- We will be undertaking erosion control but this will not tackle large dropouts. The banks of the Whanganui River through the urban environment are made up of soft soils and, along with ageing river channel management structures, there is a need to address a number of areas along our riverbank. Horizons Regional Council does not rate for erosion control along the Whanganui River (just riverbank planting and flood stopbanks where it has a mandate to do so).
- The behaviour of the Whanganui River, in the context of the channels and bed of the portion downstream of the Cobham Bridge, impacts on recreational and commercial vessel navigation, discharges from stormwater mains, Q-West's slipway and the operation of the port. As a result, it's important that we understand what is taking place, why it is happening and what the likely consequences are. We will be conducting a Lower Whanganui River Strategy to help with this. This will allow us to manage the lower river and budget for the necessary infrastructure to achieve this.
- The Healthy Streams Project will also be a focus for the year. This is about enhancing the lower section of the Kaikokopu Stream.

### What's changed?

- There are no significant changes from year two of the 10-Year Plan 2015-2025.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



## Waterways and natural drainage

### Whanganui District Council:

#### Funding impact statement for 2016/17 for waterways and natural drainage

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 896                             | 913  | 895                             |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 0                               | 0  | 0                               |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 0                               | 0  | 0                               |
| <b>Total operating funding (A)</b>                                      | <b>896</b>                      | <b>913</b>                                       | <b>895</b>                      |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 617                             | 630  | 617                             |
| Finance costs   | (16)                            | (19)   | (25)                            |
| Internal charges and overheads applied                                  | 149                             | 155  | 151                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>751</b>                      | <b>766</b>                                       | <b>743</b>                      |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>145</b>                      | <b>147</b>                                       | <b>152</b>                      |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (60)                            | (60)   | 503                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>(60)</b>                     | <b>(60)</b>                                      | <b>503</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 85                              | 87   | 655                             |
| -to replace existing assets   | 0                               | 0  | 0                               |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>85</b>                       | <b>87</b>  | <b>655</b>                      |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(145)</b>                    | <b>(147)</b>                                     | <b>(152)</b>                    |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |





## Waterways and natural drainage

| Waterways and natural drainage group        |  | 2016/17<br>(\$000) |
|---|--|--------------------|
| <b>To improve level of service</b>          |  |                    |
| Waterways and natural drainage              | Waterways and natural drainage - Infrastructure  | 25                 |
| Waterways and natural drainage              | Whanganui River Erosion control                  | 10                 |
| Waterways and natural drainage              | South Spit & South Mole management               | 50                 |
| Waterways and natural drainage              | Upgrades arising from Horizons/WDC working party | 570                |
| <b>Waterways and natural drainage group</b> |  | <b>655</b>         |



## Sewerage and the treatment and disposal of sewage

### The scope

We are responsible for the provision and management of three wastewater systems:

- Whanganui Urban Wastewater System.
- Mowhanau Rural Wastewater System.
- Marybank Rural Wastewater System.

The systems comprise of service lines, pipe networks, pump stations, treatment plants and outfalls.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

- Construction of the approved Cardno-designed wastewater treatment plant, including the dryer, will begin in 2016/17 and continue into 2017/18. The plant is expected to be operational in 2018/19.

### What's changed?

- Decrease in trade waste rates of \$300,000 while the plant continues to be bypassed for construction to occur. The current fees regime is set by the Trade Waste Bylaw 2015 and trade waste cost model. We will continue to work with commercial trade waste producers on options, costs and how much they will pay for use of the new plant. We will create a new trade waste bylaw and model for future charges to spread the cost of treatment across all users of the plant in a fair and equitable way. The current bylaw can be viewed on our website at [www.whanganui.govt.nz/bylaws](http://www.whanganui.govt.nz/bylaws).
- Construction of the approved Cardno-designed wastewater treatment plant, is estimated to cost \$41.2M. We anticipate the plant will be built through 2016/17 and 2017/18 and will be operational in 2018/19

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



# Sewerage and the treatment and disposal of sewage

## Whanganui District Council: Funding impact statement for 2016/17 for sewerage and the treatment and disposal of sewage

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 0                               | 0  | 0                               |
| Targeted rates  | 7,563                           | 7,507  | 7,614                           |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 0                               | 0  | 0                               |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 600                             | 616  | 600                             |
| <b>Total operating funding (A)</b>                                      | <b>8,163</b>                    | <b>8,124</b>                                     | <b>8,214</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 3,535                           | 3,623  | 3,549                           |
| Finance costs   | 575                             | 491  | 561                             |
| Internal charges and overheads applied                                  | 713                             | 752  | 724                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>4,823</b>                    | <b>4,865</b>                                     | <b>4,834</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>3,340</b>                    | <b>3,258</b>                                     | <b>3,380</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (1,030)                         | 14,690   | 14,520                          |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 50                              | 50   | 50                              |
| <b>Total sources of capital funding (C)</b>                             | <b>(980)</b>                    | <b>14,740</b>                                    | <b>14,570</b>                   |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 1,695                           | 17,122   | 17,095                          |
| -to replace existing assets   | 665                             | 876  | 855                             |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>2,360</b>                    | <b>17,999</b>                                    | <b>17,950</b>                   |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(3,340)</b>                  | <b>(3,258)</b>                                   | <b>(3,380)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Sewerage and the treatment and disposal of sewage

| Sewerage and the treatment and disposal of sewage group        |   | 2016/17<br>(\$000) |
|--|---|--------------------|
| <b>To improve level of service</b>                             |   |                    |
| Wastewater   | Connections                                     | 50                 |
| Wastewater   | City wide pump station upgrades                 | 145                |
| Wastewater   | Inflow & infiltration investigations            | 50                 |
| Wastewater   | WWTP contract management                        | 50                 |
| Wastewater   | Trade waste                                     | 1,000              |
| Wastewater   | Wastewater treatment plant upgrade              | 15,000             |
| Wastewater   | Second Tier water take metering                 | 250                |
| Wastewater   | WWTP Alternative options                        | 300                |
| Wastewater   | Trade waste consulting                          | 150                |
| Wastewater   | Cost Allocation model                           | 100                |
| <b>Sewerage and the treatment and disposal of sewage group</b> |   | <b>17,095</b>      |
| <b>To improve level of service</b>                             |   |                    |
| <b>To replace existing assets</b>                              |   |                    |
| Wastewater   | Vehicle replacement                             | 35                 |
| Wastewater   | Urban reticulation - infrastructure replacement | 500                |
| Wastewater   | Replace pumps at small pump stations            | 20                 |
| Wastewater   | Hydraulic gate replacement                      | 300                |
| <b>Sewerage and the treatment and disposal of sewage group</b> |   | <b>855</b>         |
| <b>To replace existing assets</b>                              |   |                    |



# Provision of roads and footpaths

## The scope

### Roading

The Roothing activity manages the district's roads, bridges, traffic management and control systems and streetlights.

### Footpaths and berms

The activity provides a network of urban and rural footpaths and walkways, berms and street furniture (seats/benches, bus shelters, rubbish bins).



## Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

### Roothing

- We will continue with road maintenance – this will include pavements, drainage, structures, traffic services (including power consumption) and level crossing warning devices.
- We will also make capital replacements. Much of this will be routine replacements such as road metalling, reseals, drainage renewals, pavement rehabilitation, structures component replacements and traffic services renewals.
- The Urban Shared Pathways (Urban Cycleways Programme) will continue. This \$3.4M project covers construction of two shared pathways through urban Whanganui and is 75% funded by New Zealand Transport Agency (NZTA). It must be completed by 30 June 2018.
- Our street lights are being converted to LED over a four year period. This work began in 2015.
- We will make minor road improvements to enhance the safety of our network; for example, upgrading traffic signals and making changes to intersections.
- A Strategy Study of the Dublin Street Bridge will be conducted. This project is a thorough assessment of the remaining life of the existing bridge and includes a plan for its future maintenance and replacement (if required).
- NZTA has confirmed that it will fund 63% of our road maintenance, renewals and minor improvements. NZTA will not fund replacement of the Wakefield Street Bridge.

### Footpaths and berms

- We will continue with our ongoing programme of footpath maintenance and replacements.

## What's changed?



## Provision of roads and footpaths

- Streetlights being converted to LED (\$550,000) – we will replace 1250 High Pressure Sodium streetlights with LED streetlights each year, over four years.
- Urban Shared Pathways (\$800,000) – there has been an increase to reflect the work needed to provide greater river protection through the Urban Shared Pathways.
- Emergency Works from the June 2015 storm event (\$12.1M) – the June 2015 storm caused \$25M damage to the district wide roading network that was not budgeted for.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.





# Provision of roads and footpaths

Whanganui District Council:

Funding impact statement for 2016/17 for provision of roads and footpaths

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 0                               | 0  | 0                               |
| Targeted rates  | 7,305                           | 8,599  | 8,149                           |
| Subsidies and grants for operating purposes                             | 3,310                           | 3,074  | 7,323                           |
| Fees and charges  | 25                              | 25   | 25                              |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 560                             | 505  | 493                             |
| <b>Total operating funding (A)</b>                                      | <b>11,200</b>                   | <b>12,204</b>                                    | <b>15,989</b>                   |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 7,058                           | 6,731  | 6,721                           |
| Finance costs   | 526                             | 702  | 733                             |
| Internal charges and overheads applied                                  | 695                             | 788  | 757                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>8,280</b>                    | <b>8,222</b>                                     | <b>8,212</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>2,920</b>                    | <b>3,982</b>                                     | <b>7,777</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 5,731                           | 5,650  | 12,587                          |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (70)                            | (1,007)  | 1,137                           |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>5,662</b>                    | <b>4,643</b>                                     | <b>13,723</b>                   |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 2,409                           | 2,068  | 3,246                           |
| -to replace existing assets   | 6,173                           | 6,557  | 18,255                          |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>8,581</b>                    | <b>8,625</b>                                     | <b>21,501</b>                   |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(2,920)</b>                  | <b>(3,982)</b>                                   | <b>(7,777)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Provision of roads and footpaths

| Provision of roads and footpaths group        |  | 2016/17<br>(\$000) |
|---|--|--------------------|
| <b>To improve level of service</b>            |  |                    |
| Roading                                       | Minor safety projects                            | 807                |
| Roading                                       | Pathways Construction                            | 1,840              |
| Roading                                       | Strategy Studies                                 | 49                 |
| Roading                                       | Streetlight to LED                               | 550                |
| <b>Provision of roads and footpaths group</b> | <b>To improve level of service</b>               | <b>3,246</b>       |
| <b>To replace existing assets</b>             |  |                    |
| Footpaths & Berms                             | Footpaths and berms - Infrastructure replacement | 321                |
| Roading                                       | Emergency management - first response            | 300                |
| Roading                                       | Flood damage repairs                             | 500                |
| Roading                                       | Flood damage repairs - June 2015 storm           | 8,325              |
| Roading                                       | River Road emergency works - June 2015 storm     | 3,775              |
| Roading                                       | Environmental Maintenance                        | 100                |
| Roading                                       | Unsealed road metalling                          | 488                |
| Roading                                       | Sealed road resurfacing                          | 2,193              |
| Roading                                       | Drainage renewals                                | 904                |
| Roading                                       | Pavement rehabilitation                          | 781                |
| Roading                                       | Structures components replacements               | 211                |
| Roading                                       | Traffic services renewals                        | 356                |
| <b>Provision of roads and footpaths group</b> | <b>To replace existing assets</b>                | <b>18,255</b>      |



## Parks and recreation

### The scope

#### Parks and reserves

The Parks and reserves activity comprises a considerable percentage of the assets that we own and manage. The parks are managed under the following categories - premier parks, passive parks, pathway parks and conservation parks. Services also contained within this activity include the boat ramps on the Whanganui River, playgrounds, public toilets and streetscape beautification, including the urban forest.

We aim to provide sufficient grounds (active parks) for the purpose of major organised sports where individual sporting codes do not provide this service themselves. Active parks also support economic activity within the district by providing venues for events which attract large numbers of visitors to Whanganui. Of the active parks, Cooks Gardens is Whanganui's premier sportsground facility and is capable of hosting a multitude of local, national and international sporting events. Day-to-day management of the facility is currently contracted to the Wanganui Events Trust.

#### Swimming pools

We administer two public swimming pools - the Splash Centre and Whanganui East outdoor swimming complex - but they are managed through independent contractors.

The Splash Centre is an indoor heated facility with two 25m pools, lazy river, two hydrosides, toddlers' pool, learners' pool, hydrotherapy pool and spa, sauna and fitness facilities.

The Whanganui East outdoor swimming complex has a main pool, learners' pool, and toddlers' pool. It has a green space available for picnics and barbecues.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

#### Parks and reserves

- As per the Leading Edge Strategy we are working to deliver sport and recreation facilities to meet the needs of our community – we are developing a Sport and Recreation Strategy to help with this. This will include:
  - A review of existing Council facilities and commentary on options for the future.
  - Sports development – working with local and regional sporting codes to understand their ambitions.
  - A focus on recreation and events – including the attraction of events.
- We are contracting the Wanganui Events Trust to operate and maintain Cooks Gardens.



## Parks and recreation

### Swimming pools

- We provide a contract to run the two public pools (Splash Centre and Whanganui East Pool) and will continue to fund the staged upgrade of Whanganui East outdoor swimming complex. From the 2015/16 year we have budgeted \$75,000 per year for five years for this.
- An additional \$29,000 has been budgeted for the Whanganui East Pool to ensure that the complex remains a safe environment for the community, and that the complex is professionally managed. This takes the total funding to \$60,000.

### What's changed?

- Wharf Street boat ramp (\$170,000) – an additional \$170,000 has been included in the budget for an upgrade to the Wharf Street boat ramp.
- Upokongaro cycleway (\$1,240,000) – construction of the Upokongaro shared pathway has been included, with budgeted income of \$870,000 to be funded by government agencies.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



## Parks and recreation

### Whanganui District Council: Funding impact statement for 2016/17 for parks and recreation

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 7,628                           | 7,782  | 7,497                           |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 134                             | 134  | 134                             |
| Fees and charges  | 177                             | 186  | 177                             |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 83                              | 87   | 83                              |
| <b>Total operating funding (A)</b>                                      | <b>8,022</b>                    | <b>8,189</b>                                     | <b>7,890</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 5,359                           | 5,489  | 5,503                           |
| Finance costs   | 430                             | 427  | 437                             |
| Internal charges and overheads applied                                  | 975                             | 1,028  | 1,013                           |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>6,764</b>                    | <b>6,944</b>                                     | <b>6,952</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>1,257</b>                    | <b>1,245</b>                                     | <b>938</b>                      |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | 372                             | (485)  | 100                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 130                             | 150  | 870                             |
| <b>Total sources of capital funding (C)</b>                             | <b>502</b>                      | <b>(335)</b>                                     | <b>970</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 540                             | 307  | 1,240                           |
| -to replace existing assets   | 1,219                           | 602  | 668                             |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>1,759</b>                    | <b>910</b>                                       | <b>1,908</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(1,257)</b>                  | <b>(1,245)</b>                                   | <b>(938)</b>                    |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Parks and recreation

| Parks and recreation group        |  | 2016/17<br>(\$000) |
|-----------------------------------|--|--------------------|
| To improve level of service       |  |                    |
| Parks and reserves                | Upokongaro cycleway                                      | 1,240              |
| <b>Parks and recreation group</b> | <b>To improve level of service</b>                       | <b>1,240</b>       |
| To replace existing assets        |  |                    |
| Parks and reserves                | Castlecliff coast and community development plus signage | 55                 |
| Parks and reserves                | Memorial Tower - upgrade floodlights                     | 8                  |
| Parks and reserves                | Otamatea Park buildings - upgrade hot water              | 2                  |
| Parks and reserves                | William Birch pool drainage                              | 4                  |
| Parks and reserves                | Wharf St Boat Ramp                                       | 170                |
| Parks and reserves                | Bason Reserve - Drainage upgrade                         | 18                 |
| Parks and reserves                | Bason Reserve - Replace trellis                          | 5                  |
| Parks and reserves                | Premier parks - furniture and signage                    | 10                 |
| Parks and reserves                | Kowhai Park - Playground equipment and safety surfaces   | 50                 |
| Parks and reserves                | Queens Park - upgrade irrigation                         | 2                  |
| Parks and reserves                | Virginia Lake - Building improvements                    | 62                 |
| Parks and reserves                | Premier Parks - LED lighting                             | 10                 |
| Parks and reserves                | Street trees - Significant replacements                  | 75                 |
| Parks and reserves                | Victoria Park - Building and Drainage upgrades           | 19                 |
| Parks and reserves                | Peat Park - New Toilet                                   | 60                 |
| Swimming pools                    | Balance tank butterfly valve                             | 2                  |
| Swimming pools                    | Equipment - Aquatic                                      | 7                  |
| Swimming pools                    | Services plumbing  | 15                 |
| Swimming pools                    | Whanganui East upgrade                                   | 75                 |
| Cooks Gardens                     | Velodrome upgrades                                       | 15                 |
| Cooks Gardens                     | Bell Tower - Electrical upgrade                          | 4                  |
| <b>Parks and recreation group</b> | <b>To replace existing assets</b>                        | <b>668</b>         |





## Community and cultural

### The scope

- District libraries (Davis Central City, Alexander Heritage & Research, Gonville Café Library, Mobile Library, Suzanne Aubert Library at Jerusalem)
- Sarjeant Gallery Te Whare o Rehua Whanganui
- Royal Wanganui Opera House
- Whanganui Regional Museum (through a service level agreement)
- Community
- War Memorial Centre

We oversee the management of key cultural facilities; ensure appropriate stewardship of nationally-important collections; work closely with central government departments; and support achievement of strategic outcomes through a combination of direct delivery models and collaboration with community agencies and organisations.

This strategic development and operational implementation stretches across the district's libraries, Sarjeant Gallery Te Whare o Rehua Whanganui, Royal Wanganui Opera House and War Memorial Centre. We also provide support for the Whanganui Regional Museum.

We are responsible for implementing a number of important strategic documents such as the Arts Policy, Public Art Strategy, Positive Ageing Strategy, Youth Strategy, Graffiti Strategy, Sarjeant Gallery Collections Policy, Digital Communities Strategic Plan and War Memorial Centre Policy. It is intended that at least three of these significant activity outcomes (*deeply united; globally connected; and powered by creative smart(s)*) will be measured consistently against international benchmarks:

- Safer Whanganui – through re-designation as an International Safe Community in 2016.
- Digital Communities – through International Smart21 Community recognition.
- Cultural and arts infrastructure – through its contribution to the broader international Creative City Index assessment. Communities are measured on creativity, resilience and their capacity to future-proof themselves.

In addition, we support strategic partnerships, collaborative networks and frameworks at a local, regional and national level to ensure that Council's key outcomes are delivered successfully and our cultural and community strengths are optimised.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.



## Community and cultural

### Community

- Supporting implementation of the Leading Edge Strategy and continuing to build community resilience, including through Safer Whanganui, Community Contracts, supporting iconic events and Youth Services.

### Libraries

- We will be replacing the library management system and radio frequency IDs (tags in books).

### Sarjeant Gallery

- The Sarjeant Gallery Te Whare o Rehua Whanganui, built in 1919, is one of New Zealand's most important heritage buildings and the Gallery cares for an art collection of national importance. The redevelopment project will make safe the earthquake-prone building and ensure the preservation of and long-term access to our precious collection. We have achieved three major milestones and are well on the way to completing the necessary fundraising, meaning that we are on track to reopen back in Queens Park/Pukenamu in September 2019:
  - we have completed the developed design phase;
  - we have unencumbered resource consent; and
  - the collection has been relocated to temporary quarters at 38 Taupō Quay.

### Royal Wanganui Opera House

- We will continue to provide a world class community venue for a range of social, cultural, recreational and educational uses.

### War Memorial Centre

- The focus for 2016/17 is on business growth, financial sustainability and improving facilities to support the Centre's aim to be Whanganui's premier events venue. This will be achieved through marketing and promotional activity and developing new funding streams such as a food and beverage service. A key focus is on ensuring the Centre meets the requirements of the Health and Safety at Work Act 2015 which requires us to change the way we deliver our services to our customers.

### Whanganui Regional Museum

- A contract will be provided to the Whanganui Regional Museum Trust to maintain and provide public access to the Museum.
- Capital expenditure will be made for a heating upgrade at the Davis Lecture Theatre.
- Seismic strengthening of the Museum is due to commence at the beginning of 2017. The Museum is likely to be closed for a period of up to 18 months as the process of decanting, strengthening and reinstalling a museum experience is complicated. The Museum will retain a temporary physical presence at 60 Ridgway Street (where the Alexander Library has been temporarily located while its Queens Park premises are upgraded).



## Community and cultural

### What's changed?

- Community Glass Facility (\$90,000)– in November 2015 the Council resolved to establish a Whanganui Community Glass Facility. The facility will be used by students of UCOL's Bachelor of Design and Art, Graduate Diploma courses and Certificate of Art and Design programmes as well as by working glass artists. Hot glass, which is a niche market nationally and internationally, will be retained within the facility. The facility will also be available to rent by any artist, organisation or institution which would benefit from using it, will strengthen the relationship with UCOL and will ensure glass arts are provided for in future.
- HVAC system (\$400,000) – the upgrade of the HVAC system at the Royal Wanganui Opera House is deferred. This is because we are in the process of reviewing any potential improvements to the natural ventilation system before any further consideration is given to a mechanical approach.
- Seismic strengthening of the War Memorial Centre (\$2,500,000) – this work has been deferred until 2018 because the Centre will host the Masters Games early in 2017.
- Maintenance at the War Memorial Centre (\$750,000) – planned and capital maintenance is deferred to align with the revised timeframe for earthquake strengthening work.
- War Memorial Centre upgrades and replacements (\$38,000) – there will be a toilet upgrade and furniture and fitting replacements .
- Replacement of portable partitioning at the War Memorial Centre (\$30,000) – this work has been brought forward from 2017/18 and 2018/19.
- Museum contract payment (\$40,000) – stewardship of the Museum collections is a key element of the Service Level Agreement. There is a change to the contract payment for the Whanganui Regional Museum for funding of 50% for an additional curator.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



## Community and cultural

### Whanganui District Council: Funding impact statement for 2016/17 for community and cultural

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 8,024                           | 8,204  | 8,377                           |
| Targeted rates  | 774                             | 856  | 787                             |
| Subsidies and grants for operating purposes                             | 175                             | 46   | 99                              |
| Fees and charges  | 639                             | 684  | 632                             |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 79                              | 116  | 113                             |
| <b>Total operating funding (A)</b>                                      | <b>9,690</b>                    | <b>9,907</b>                                     | <b>10,008</b>                   |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 6,712                           | 6,634  | 6,751                           |
| Finance costs   | 401                             | 542  | 430                             |
| Internal charges and overheads applied                                  | 1,331                           | 1,350  | 1,343                           |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>8,444</b>                    | <b>8,526</b>                                     | <b>8,523</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>1,246</b>                    | <b>1,381</b>                                     | <b>1,485</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | 518                             | 4,141  | 776                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>518</b>                      | <b>4,141</b>                                     | <b>776</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 94                              | 371  | 362                             |
| -to replace existing assets   | 1,690                           | 5,170  | 1,919                           |
| Increase (decrease) in reserves   | (20)                            | (20)   | (20)                            |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>1,764</b>                    | <b>5,521</b>                                     | <b>2,261</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(1,246)</b>                  | <b>(1,381)</b>                                   | <b>(1,485)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Community and cultural

| Community and cultural group        |   | 2016/17<br>(\$000) |
|-------------------------------------|---|--------------------|
| <b>To improve level of service</b>  |   |                    |
| Community development               | CCTV cameras  | 12                 |
| Library                             | Library management system                           | 170                |
| Library                             | Radio frequency ID (Library system)                 | 120                |
| Library                             | Whanganui District Library - Office equipment       | 20                 |
| Library                             | Whanganui District Library - Furniture and fittings | 20                 |
| Sarjeant Gallery                    | Sarjeant Collection - Art work                      | 20                 |
| <b>Community and cultural group</b> | <b>To improve level of service</b>                  | <b>362</b>         |
| <b>To replace existing assets</b>   |   |                    |
| Community development               | Graffiti Team - Plant and equipment replacement     | 3                  |
| Library                             | Davis Library - Door Replacement                    | 39                 |
| Library                             | Library stock replacement                           | 320                |
| War Memorial Centre                 | Upgrade Urinal                                      | 15                 |
| War Memorial Centre                 | Toilet Partitions                                   | 38                 |
| War Memorial Centre                 | Replace Portable Partitioning                       | 30                 |
| War Memorial Centre                 | Main Hall curtain track                             | 20                 |
| Whanganui Regional Museum           | Davis Lecture Theatre Heating Upgrade               | 30                 |
| Royal Wanganui Opera House          | Electrical works                                    | 11                 |
| Royal Wanganui Opera House          | Plant and equipment replacement                     | 10                 |
| Sarjeant Gallery                    | Storm Water Separation                              | 3                  |
| Earthquake Strengthening            | Investigation and design                            | 200                |
| Earthquake Strengthening            | Whanganui Regional Museum                           | 1,200              |
| <b>Community and cultural group</b> | <b>To replace existing assets</b>                   | <b>1,919</b>       |



# Whanganui & Partners - Economic development

## The scope

### Economic development

This group of activities aims to promote the district as a tourism destination and facilitate the growth and development of the district's economy. These functions are provided by the council-controlled organisation Whanganui & Partners, with support provided by the Council. The activities included in the group are:

- Whanganui & Partners – Economic development
- Whanganui & Partners – Tourism & visitor services



## Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

### Whanganui & Partners - Economic development

- We made a change to the way we rate for economic development. It will now be funded 69% from commercial, 25% from residential and 6% from farming. The increased share by residential and farming ratepayers more fairly reflects where the benefit lies from our work in this area.
- We will be focusing on business attraction. This will involve identifying specific opportunities and developing business cases to attract new business and investment.
- Business growth will also be a priority. This will include making sure that Whanganui businesses have access to the New Zealand Trade and Enterprise (NZTE) and Callaghan Innovation programmes.
- Implementation of key studies, projects and strategies will be pursued. For example, Regional Growth Study opportunities, the Economic Development Strategy, Public Relations (PR) Plan and Whanganui Reputation Management Strategy.

### Whanganui & Partners - Tourism and visitor services

- Marketing and promotion activities and support for iconic events. This might be through airport space advertising, development of flyers or social media promotion through the Visit Whanganui Facebook and YouTube accounts.
- Working closely with Air Chathams around our events, charter flights and conferences to further develop the visitor market.

## What's changed?

- There have been no significant changes from year two of the 10-Year Plan 2015-2025.





# Whanganui & Partners - Economic development

## Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.



# Whanganui & Partners - Economic development

## Whanganui District Council: Funding impact statement for 2016/17 for economic development

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 2,285                           | 2,342  | 2,323                           |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 0                               | 0  | 0                               |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 90                              | 99   | 90                              |
| <b>Total operating funding (A)</b>                                      | <b>2,375</b>                    | <b>2,441</b>                                     | <b>2,413</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 1,910                           | 1,956  | 1,941                           |
| Finance costs   | 16                              | 15   | 12                              |
| Internal charges and overheads applied                                  | 429                             | 450  | 439                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>2,355</b>                    | <b>2,421</b>                                     | <b>2,393</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>20</b>                       | <b>20</b>  | <b>20</b>                       |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (20)                            | (20)   | (20)                            |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>(20)</b>                     | <b>(20)</b>                                      | <b>(20)</b>                     |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 0                               | 0  | 0                               |
| -to replace existing assets   | 0                               | 0  | 0                               |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(20)</b>                     | <b>(20)</b>                                      | <b>(20)</b>                     |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Community facilities and services

### The scope

This group of activities includes services and facilities that help to sustain the safety and welfare of our community, preserve our exceptional heritage and infrastructure and protect our environment and awa. The activities included in the group are:

- Cemeteries
- CBD maintenance
- Waste minimisation
- Pensioner housing
- Community buildings
- Emergency management
- Animal control
- Building control
- Environmental health
- Parking services
- Resource management
- Environmental policy



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

#### Cemeteries

- We have updated our cemetery fees to keep income in line with costs.
- Our Cemeteries and Crematoria Bylaw has been reviewed and we have developed a Cemetery Monument Policy. These can be found on our website: [www.whanganui.govt.nz](http://www.whanganui.govt.nz).

#### CBD maintenance

- The cost of the CBD maintenance activity is shared between the general ratepayer and properties in the CBD. We have reviewed the way we rate for the CBD maintenance activity to better apportion the burden of costs. As a result, CBD properties will cover 42% of this cost and the general rate 58%. We believe this is a fairer reflection of where the benefit lies.



## Community facilities and services

### Waste minimisation<sup>1</sup>

- A drop-off facility will be established at the Resource Recovery Centre for household hazardous substances. We will also develop a composting operation for the recovery and repurposing of green waste and organics.
- The centre will have a part-time environmental educator funded through the Waste Fund.
- There will be more assistance for community events to help them to recycle and be more sustainable.
- We will investigate the provision of satellite 'drop-off' recycling stations within our wider district.
- Investigations will also be made into organic waste collections from the commercial hospitality sector and the development of marae recycling.

### Pensioner housing

- As signalled in the 10-Year Plan 2015-2025 we have been engaging with a community working group to review the best use of the portfolio. The results of this review will be made available in 2016.

### Community buildings

- We have nine community buildings available within the district for community lease and use. We continually review our ownership of these buildings and look for divestment opportunities where Council ownership is not critical to the provision of the activity or community usage indicates that maintaining the level of service is no longer warranted.

### Emergency management

- Extra funding of \$65,000 was allocated to emergency management to expand current staff capability. This will provide an improved Emergency Operations Centre response in emergencies and will allow the team to enhance the community's preparedness.
- We also have new Civil Defence cabinets containing emergency supplies at each of the Civil Defence Centres around town.
- Our focus for the year will be on Community Response Plans, public education regarding hazards in our district and developing our community volunteers.
- Tsunami evacuation signage will be placed along the coast of our district. Our emergency management team will also participate in Exercise Tangaroa (the national tsunami exercise) in August and September 2016.
- The New Zealand Fire Service and Rural Fire Authorities will be integrated into one organisation. Although this will not happen until July 2017 we will spend 2016/17 preparing the Whanganui Rural Fire team for this transition and ensuring that our rural fire capability is maintained throughout the year.

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<sup>1</sup> Recycle bin image sourced from: [www.photoshoppedia.com](http://www.photoshoppedia.com)



## Community facilities and services

### Animal management

- Work is progressing on locating a site and developing plans for the new Animal Welfare Centre.
- When we talked to the community about dog control in 2014, we received feedback about the need to increase community safety by reducing the number of unwanted dogs, roaming dogs and dogs likely to attack people and animals. The regulations in the Dog Control Bylaw 2015 include a tougher stance on dog control in order to meet this need. Due to the overall cost in managing this, and to provide an increased level of service to dog owners, our Animal Management team has increased staff hours and we have increased dog registration fees by approximately 10 percent. This amount will be less for dog owners who pay their fees on time.
- New and improved dog handbooks will also be available later in 2016.

### Building control

- We will be implementing electronic consenting solutions to make our processes easier and more accessible. This will include a new online building consent lodgement portal that will allow applicants (or their agent) to submit building consent applications 24 hours a day, seven days a week.
- We have reviewed our fees and charges to reflect the type of service our customers use. For example, if a customer requires technical assistance or the skills of a senior staff member, this work will be charged out at a higher rate than administration processing work. Changes to these fees won't increase the overall cost to the public for utilising the skills and experience of our Building Control team but is intended to provide a fairer system to customers when working with us, depending on the level of service they require.

### Environmental health

- We will be implementing the new Food Safety Plan requirements under the Food Act 2014 and will be sharing resources with Rangitikei District Council as part of our commitment to efficiency and effectiveness.

### Resource management

- We will continue to provide resource management services and ensure regulatory compliance.

### Environmental policy

- The focus for 2016/17 will be the Town Centre Regeneration Project, the Castlecliff Rejuvenation Strategy and the District Plan review. These are cornerstone projects as identified through our Leading Edge Strategy.

### Parking services

- The Parking Management Plan and Traffic Bylaw will both be reviewed this year.



## Community facilities and services

### What's changed?

- Emergency supply additions (\$30,000)– following the June 2015 storm event it was decided to include Civil Defence cabinets at 13 Civil Defence Centres around town. These will contain emergency supplies to be used in the wake of an emergency event.
- Rural fire tanker (\$150,000) – replacement of the rural fire tanker has been excluded from this plan. This is because rural fire will be integrated into the New Zealand Fire Service from 1 July 2017.

### Service levels, performance measures and targets

Information on our service levels, performance measures and targets can be found in Volume 2 of the 10-Year Plan 2015-2025.





## Community facilities and services

### Whanganui District Council: Funding impact statement for 2016/17 for community facilities and services

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 4,752                           | 5,060  | 5,225                           |
| Targeted rates  | 515                             | 515  | 515                             |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 3,891                           | 3,935  | 3,894                           |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 1,004                           | 1,024  | 969                             |
| <b>Total operating funding (A)</b>                                      | <b>10,161</b>                   | <b>10,533</b>                                    | <b>10,603</b>                   |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 8,017                           | 8,059  | 8,329                           |
| Finance costs   | 269                             | 282  | 298                             |
| Internal charges and overheads applied                                  | 1,737                           | 1,787  | 1,812                           |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>10,023</b>                   | <b>10,127</b>                                    | <b>10,438</b>                   |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>139</b>                      | <b>406</b>                                       | <b>164</b>                      |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | 193                             | 244  | 320                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>193</b>                      | <b>244</b>                                       | <b>320</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 99                              | 154  | 180                             |
| -to replace existing assets   | 183                             | 446  | 274                             |
| Increase (decrease) in reserves   | 50                              | 50   | 30                              |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>332</b>                      | <b>650</b>                                       | <b>484</b>                      |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(139)</b>                    | <b>(406)</b>                                     | <b>(164)</b>                    |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Community facilities and services

| Community facilities and services group                                    |   | 2016/17<br>(\$000) |
|--|---|--------------------|
| <b>To improve level of service</b>   |   |                    |
| Emergency management   | Cabinets for Civil Defence centres              | 30                 |
| Animal Control   | Animal welfare centre                           | 150                |
| <b>Community facilities and services group To improve level of service</b> |   | <b>180</b>         |
| <b>To replace existing assets</b>  |   |                    |
| Cemeteries   | Building Upgrades                               | 4                  |
| Cemeteries   | Toilet upgrade                                  | 6                  |
| Cemeteries   | Sealing internal roads                          | 12                 |
| Cemeteries   | Roof replacement Crematorium                    | 22                 |
| Cemeteries   | Cemetery - joinery replacements                 | 13                 |
| Cemeteries   | Fencing   | 16                 |
| Community buildings and rural halls  | Womens resource centre                          | 1                  |
| Community buildings and rural halls  | Observatory - Upgrade Paths                     | 9                  |
| Community buildings and rural halls  | Arts society - Fire alarm                       | 4                  |
| Emergency management   | Civil defence - Plant and equipment replacement | 15                 |
| Emergency management   | Rural fire - Plant and equipment replacement    | 15                 |
| Pensioner housing  | Capital expenditure                             | 70                 |
| Building control   | Vehicle replacement                             | 19                 |
| Environmental Health   | Vehicle replacement                             | 19                 |
| Animal Control   | Vehicle replacement                             | 50                 |
| <b>Community facilities and services group To replace existing assets</b>  |   | <b>274</b>         |



# Transportation

## The scope

### Airport

Our joint venture provincial airport provides sealed and grass runways and passenger terminal facilities for scheduled aircraft services and for commercial and private aircraft. It also provides property and infrastructure for aircraft storage and allied aviation service businesses. In addition, commercial leases are provided for non-aeronautical commercial activities.

### Sea port

We manage a commercial port for shallow draft coastal freight vessels, commercial vessels and pleasure boats. The facility also offers a safe, navigable river bar harbour and manages structures to confine the coastal portion of the Whanganui River to its existing alignment.

In October 2010 we regained management of the port business, including staff, back from a private operator and are examining options around the future development of the sea port. Whanganui District Council Holdings Limited currently manages the port business on behalf of the Council.

### Durie Hill elevator

The Durie Hill elevator provides access for pedestrians and cyclists (locals, particularly schoolchildren, and tourists), linking the CBD to the suburb of Durie Hill and a city lookout area.



## Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

### Airport

- We will be putting a protection coat on the runway and undertaking other planned maintenance on airport buildings.

### Sea port

- The completion of the \$1.8M upgrade of part of Wharf 1 will keep the window of opportunity open into the future for coastal shipping and commercial service vessels.
- The results of two feasibility studies (a Port Revitalisation Plan and a Marine Service Centre) will set the scene for a co-ordinated rejuvenation of the port precinct from Short Street through to Q-West. Uses will include coastal shipping, logistics, a cycleway, the servicing and storage of recreational and commercial vessels and a trailer boat slipway.

### Durie Hill elevator

- The Durie Hill elevator will continue to provide vertical access for pedestrians and cyclists, linking the CBD to the suburb of Durie Hill and a city lookout area.



# Transportation

## What's changed?

- There are no significant changes from year two of the 10-Year Plan 2015-2025.

## Service levels, performance measures and targets

For more information please see Volume 2 of the 10-Year Plan 2015-2025.



# Transportation

## Whanganui District Council: Funding impact statement for 2016/17 for transportation

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 359                             | 366  | 437                             |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 30                              | 30   | 40                              |
| Fees and charges  | 235                             | 249  | 242                             |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 21                              | 22   | 21                              |
| <b>Total operating funding (A)</b>                                      | <b>645</b>                      | <b>666</b>                                       | <b>740</b>                      |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 374                             | 368  | 459                             |
| Finance costs   | 62                              | 62   | 65                              |
| Internal charges and overheads applied                                  | 132                             | 133  | 150                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>568</b>                      | <b>563</b>                                       | <b>674</b>                      |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>77</b>                       | <b>103</b>                                       | <b>67</b>                       |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (71)                            | 83   | 115                             |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>(71)</b>                     | <b>83</b>  | <b>115</b>                      |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 3                               | 0  | 0                               |
| -to replace existing assets   | 3                               | 186  | 182                             |
| Increase (decrease) in reserves   | 0                               | 0  | 0                               |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>6</b>                        | <b>186</b>                                       | <b>182</b>                      |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(77)</b>                     | <b>(103)</b>                                     | <b>(67)</b>                     |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



# Transportation

| Transportation group              |   | 2016/17<br>(\$000) |
|-----------------------------------|---|--------------------|
| <b>To replace existing assets</b> |   |                    |
| Airport                           | Airport residence                                   | 5                  |
| Airport                           | Residence re-roof                                   | 7                  |
| Airport                           | Runway/Airfield                                     | 130                |
| Airport                           | Airport plumbing                                    | 35                 |
| Airport                           | Airport Cafeteria - Plant and equipment replacement | 2                  |
| Durie Hill Elevator               | Emergency lighting                                  | 3                  |
| <b>Transportation group</b>       | <b>To replace existing assets</b>                   | <b>182</b>         |



# Investments

## The scope

### Investments

The portfolio of investments provides income to support the work of Council.



## Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

### Investments

- Administration of the Harbour Endowment Fund which is invested in property and the City Endowment fund to provide revenue which supplements rates and supports our community objectives.

## What's changed?

- There are no significant changes from year two of the 10-Year Plan 2015-2025.

## Service levels, performance measures and targets

For more information please see Volume 2 of the 10-Year Plan 2015-2025.





# Investments

## Whanganui District Council: Funding impact statement for 2016/17 for investments

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | (294)                           | (277)  | (223)                           |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 1,844                           | 1,793  | 1,834                           |
| Internal charges and overheads recovered                                | 0                               | 0  | 0                               |
| Local authorities fuel tax, fines, infringement fees and other receipts | 1,102                           | 602  | 424                             |
| <b>Total operating funding (A)</b>                                      | <b>2,653</b>                    | <b>2,118</b>                                     | <b>2,035</b>                    |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 1,498                           | 1,563  | 1,545                           |
| Finance costs   | 127                             | 96   | 213                             |
| Internal charges and overheads applied                                  | 267                             | 277  | 283                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>1,892</b>                    | <b>1,935</b>                                     | <b>2,041</b>                    |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>761</b>                      | <b>183</b>                                       | <b>(6)</b>                      |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (760)                           | (260)  | (260)                           |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>(760)</b>                    | <b>(260)</b>                                     | <b>(260)</b>                    |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 0                               | 0  | 227                             |
| -to replace existing assets   | 138                             | 60   | 71                              |
| Increase (decrease) in reserves   | (137)                           | (137)  | (364)                           |
| Increase (decrease) of investments                                      | 0                               | 0  | (200)                           |
| <b>Total application of capital funding (D)</b>                         | <b>1</b>                        | <b>(77)</b>                                      | <b>(266)</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(761)</b>                    | <b>(183)</b>                                     | <b>6</b>                        |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



# Investments

| Investments group                  |  | 2016/17<br>(\$000) |
|------------------------------------|--|--------------------|
| <b>To improve level of service</b> |  |                    |
| City Endowment                     | Purchase Land & Bldgs 1 Taupo Quay     | 139                |
| City Endowment                     | Purchase Land & Bldgs 5 Taupo Quay     | 88                 |
| <b>Investments group</b>           | <b>To improve level of service</b>     | <b>227</b>         |
| <b>To replace existing assets</b>  |  |                    |
| Harbour Endowment                  | 309 Heads Rd - Upgrade Joinery         | 3                  |
| Harbour Endowment                  | 179 St Hill St - Upgrade Stormwater    | 17                 |
| Harbour Endowment                  | Harbour Walls, reclamation, Moles etc  | 37                 |
| City Endowment                     | 31 Taupo Quay - Replace internal doors | 10                 |
| City Endowment                     | 109 Peat St - Door upgrade             | 4                  |
| <b>Investments group</b>           | <b>To replace existing assets</b>      | <b>71</b>          |



## Corporate

### The scope

#### Governance

Governance is delivered by the Mayor (elected at large) and 12 Councillors (elected at large) with support from staff. The Whanganui District's rural community is represented by the Wanganui Rural Community Board consisting of seven members from three subdivisions: Kaitoke; Whanganui; and Kai-Iwi, and two Councillors appointed by the Council. There are also two youth councillors appointed by the Youth Committee although they have no voting rights. The Board makes recommendations to the Council on policy and services.

#### Corporate management

These activities are the internal running of the Council:

- Office of the Chief Executive
- Finance
- Strategy and policy
- Legal
- Risk
- Information services
- Human resources
- Communications
- Frontline customer services
- 101 Guyton Street property

#### Community and operational property (formerly City Freehold property portfolio)

The Community and Operational Portfolio contains property that the Council holds for either a community use, for example - parks, sports grounds, the art gallery and the museum, or for operational use, for example - the Municipal Building, the water reservoir site, Beach Road pump station, and the water bore sites. These properties are managed to provide value to the community through their efficient use rather than an investment return. Rentals are however charged to community organisations that occupy community land or buildings. This helps with the equitable allocation of properties and these rentals are discounted by 40% to 90% to encourage the tenants to maximise the value they deliver to the community.



### Issues, projects and highlights for 2016/17

For more information please see Volume 2 of the 10-Year Plan 2015-2025.

#### Governance

- The key activity for our 2016/17 year will be our local body election in October 2016. Following the election there will be potential changes to our Governance structure that will need to be worked through and a programme of induction and professional development for elected members.



## Corporate

- There are improvements to our systems and processes planned with a new sound system for the Council Chambers to enable those involved in the meetings, and those in the public gallery, to hear the discussion effectively. We also intend to enhance our meeting management and reporting processes.

### Corporate management

- We will provide policy advice, ensure compliance with legislative requirements and develop best practice strategies, policies and plans.
- Enhancements to customer service will be initiated; for example, through the development of a Business-Friendly Policy, review of our phone system and improvements to our Customer Request Management (CRM) process.
- There will be a focus on restorative practices as per our Leading Edge Strategy.
- Our stakeholders will be kept up to date and well informed through appropriate channels in a way that enhances our district's reputation and meets the aims of our Leading Edge Strategy.
- Our focus on enhancing our reputation will see us promoting our district's unique characteristics, events and activities to local, national and international audiences as well as building our reputation as a leader in local government.
- We will continue to build our social media audiences and increase our use of social media to communicate and engage with our community.
- We will amend the structure of our website to ensure it better meets the needs of users as we also work to make more information available online.

### Community and operational property

- We will manage property to make sure this is done responsibly, benefits the community, meets community need, supports the achievement of community wellbeing and delivers investment return where applicable.

### What's changed?

- Sound system (\$98,000) – a new sound system for the Council Chambers has been included in the budget.
- Online voting – the \$75,000 allocated in the proposed plan for the online voting trial for the 2016 local government election is not required. We had budgeted to participate in the trial but the Government has decided not to proceed with it for this election.
- Asset management system – there has been a reduction in costs of \$150,000 from the 10-Year Plan 2015-2025.

## Service levels, performance measures and targets

For more information please see Volume 2 of the 10-Year Plan 2015-2025.



## Corporate

### Whanganui District Council: Funding impact statement for 2016/17 for corporate

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 3,365                           | 3,641  | 3,426                           |
| Targeted rates  | 0                               | 0  | 0                               |
| Subsidies and grants for operating purposes                             | 0                               | 0  | 0                               |
| Fees and charges  | 128                             | 125  | 123                             |
| Internal charges and overheads recovered                                | 8,129                           | 8,509  | 8,438                           |
| Local authorities fuel tax, fines, infringement fees and other receipts | 445                             | 530  | 562                             |
| <b>Total operating funding (A)</b>                                      | <b>12,067</b>                   | <b>12,804</b>                                    | <b>12,549</b>                   |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 9,543                           | 10,128   | 10,248                          |
| Finance costs   | (126)                           | (139)  | (269)                           |
| Internal charges and overheads applied                                  | 896                             | 952  | 926                             |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>10,313</b>                   | <b>10,941</b>                                    | <b>10,906</b>                   |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>1,754</b>                    | <b>1,863</b>                                     | <b>1,643</b>                    |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 0                               | 0  | 0                               |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (534)                           | 121  | (44)                            |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 0                               | 0  | 0                               |
| <b>Total sources of capital funding (C)</b>                             | <b>(534)</b>                    | <b>121</b>                                       | <b>(44)</b>                     |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 125                             | 847  | 275                             |
| -to replace existing assets   | 475                             | 517  | 704                             |
| Increase (decrease) in reserves   | 620                             | 620  | 620                             |
| Increase (decrease) of investments                                      | 0                               | 0  | 0                               |
| <b>Total application of capital funding (D)</b>                         | <b>1,220</b>                    | <b>1,984</b>                                     | <b>1,599</b>                    |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(1,754)</b>                  | <b>(1,863)</b>                                   | <b>(1,643)</b>                  |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



## Corporate

| Corporate group                    |   | 2016/17<br>(\$000) |
|------------------------------------|---|--------------------|
| <b>To improve level of service</b> |   |                    |
| Governance & democracy             | Stained glass windows                         | 10                 |
| Governance & democracy             | Office equipment                              | 5                  |
| Information management             | Asset Management System                       | 150                |
| Information management             | IT Projects                                   | 100                |
| Infrastructure administration      | Office equipment                              | 5                  |
| Infrastructure administration      | Furniture and fittings                        | 5                  |
| <b>Corporate group</b>             | <b>To improve level of service</b>            | <b>275</b>         |
| <b>To replace existing assets</b>  |   |                    |
| Governance & democracy             | Council Chambers refrigerator                 | 3                  |
| Governance & democracy             | Council Chambers sound system                 | 98                 |
| Governance & democracy             | Mayoral vehicle                               | 30                 |
| Property                           | Kai-Iwi Residence fencing                     | 3                  |
| Property                           | 101 Guyton St - 1st floor toilets Mens/public | 17                 |
| Property                           | 101 Guyton St - Reroof 1st Floor area         | 23                 |
| Property                           | 101 Guyton St - Replace boiler                | 170                |
| Administration                     | Vehicle replacement                           | 30                 |
| Administration                     | Furniture and fittings                        | 20                 |
| Information management             | Computer equipment replacement                | 25                 |
| Information management             | Desktop computers                             | 95                 |
| Information management             | IT recabling                                  | 15                 |
| Information management             | Wireless broadband                            | 10                 |
| Information management             | Laptops                                       | 20                 |
| Information management             | Monitors                                      | 10                 |
| Information management             | Servers                                       | 25                 |
| Information management             | IT Network                                    | 15                 |
| Customer services team             | Customer services area improvements           | 25                 |
| Infrastructure administration      | Vehicle replacement                           | 64                 |
| Infrastructure administration      | Office equipment                              | 6                  |
| <b>Corporate group</b>             | <b>To replace existing assets</b>             | <b>704</b>         |

# Assumptions

## Significant forecasting assumptions and risks

Significant forecasting assumptions and risks underlying the financial estimates in the Annual Plan are identified in the 10-Year Plan 2015-2025 (2016 Amendment) Volume 1, p.72.

# Funding Impact Statement

## Whanganui District Council:

### Funding impact statement for 2016-17 (whole of council)

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Sources of operating funding</b>                                     |                                 |  |                                 |
| General rates, uniform annual general charges, rates penalties          | 27,015                          | 28,030   | 27,957                          |
| Targeted rates  | 27,628                          | 29,566   | 28,829                          |
| Subsidies and grants for operating purposes                             | 3,648                           | 3,284  | 7,595                           |
| Fees and charges  | 6,979                           | 7,088  | 6,966                           |
| Interest and dividends from investments                                 | 1,583                           | 1,068  | 941                             |
| Local authorities fuel tax, fines, infringement fees and other receipts | 2,401                           | 2,526  | 2,413                           |
| <b>Total operating funding (A)</b>                                      | <b>69,254</b>                   | <b>71,562</b>                                    | <b>74,701</b>                   |
| <b>Application of operating funding</b>                                 |                                 |  |                                 |
| Payments to staff and suppliers   | 48,465                          | 49,083   | 49,656                          |
| Finance costs   | 4,886                           | 5,201  | 5,039                           |
| Other operating funding applications                                    | 0                               | 0  | 0                               |
| <b>Total application of operating funding (B)</b>                       | <b>53,352</b>                   | <b>54,284</b>                                    | <b>54,695</b>                   |
| <b>Surplus (deficit) of operating funding (A - B)</b>                   | <b>15,903</b>                   | <b>17,279</b>                                    | <b>20,006</b>                   |
| <b>Sources of capital funding</b>                                       |                                 |  |                                 |
| Subsidies and grants for capital expenditure                            | 5,731                           | 5,650  | 12,587                          |
| Development and financial contributions                                 | 0                               | 0  | 0                               |
| Increase (decrease) in debt   | (3,706)                         | 22,829   | 19,638                          |
| Gross proceeds from asset sales   | 0                               | 0  | 0                               |
| Lump sum contributions  | 0                               | 0  | 0                               |
| Other dedicated capital funding   | 294                             | 314  | 1,034                           |
| <b>Total sources of capital funding (C)</b>                             | <b>2,319</b>                    | <b>28,793</b>                                    | <b>33,258</b>                   |
| <b>Application of capital funding</b>                                   |                                 |  |                                 |
| Capital expenditure   |                                 |  |                                 |
| -to meet additional demand  | 0                               | 0  | 0                               |
| -to improve the level of service  | 5,788                           | 24,820   | 27,172                          |
| -to replace existing assets   | 11,922                          | 20,739   | 26,026                          |
| Increase (decrease) in reserves   | 513                             | 513  | 266                             |
| Increase (decrease) of investments                                      | 0                               | 0  | (200)                           |
| <b>Total application of capital funding (D)</b>                         | <b>18,222</b>                   | <b>46,072</b>                                    | <b>53,264</b>                   |
| <b>Surplus (deficit) of capital funding (C - D)</b>                     | <b>(15,903)</b>                 | <b>(17,279)</b>                                  | <b>(20,006)</b>                 |
| <b>Funding balance ((A - B) + (C - D))</b>                              | <b>0</b>                        | <b>0</b>   | <b>0</b>                        |



# Rates information

## Background

The rates requirement figures quoted in the sections below include GST at the current GST rate of 15%.

## Definitions

### Separately used and inhabited part of rating unit (SUIP)

The following definition will be applied to a Separately Used or Inhabited Part of a Rating Unit (SUIP): any part of the rating unit separately used or inhabited by the owner or any other person who has the right to use or inhabit that part by virtue of a tenancy, lease, licence or other agreement. At a minimum, the land or premises intended to form the separately used or inhabited part of the rating unit must be capable of actual habitation, or actual use by persons for purposes of conducting a business.

### Differential categories

Where councils propose to assess rates on a differential basis, they are limited to the list of matters specified in schedule 2 of the Local Government (Rating) Act 2002. Council is required to state which matters will be used for what purpose and the categories of any differentials.

The list of activities and the funding mechanisms used are included in the following table, along with some explanation of the terminology used. As part of the consideration process and to form a sound basis for establishing any differential rates, the Council considered how the rates funded activities should be apportioned to different rating groups. The Council uses three generic rating groups for consideration of allocation. Those groups are commercial, farming and residential. As the step between residential and farming is so large the Council has determined that the transition is based on the size of the property and there is an even transition from full residential rate to farming. For the purposes of Council consideration, the residential group includes any property less than three hectares and the farming group any property not a commercial property greater than three hectares.

The allocation of services to groups is achieved using the Rating Information Database as at 30 June each rating year. The list of activities and the allocation basis used for each are included in the table below, along with the resulting percentage allocations for the 2016/17 rating year based on the Rating Information Database as at 30 June 2016. The percentages will have small movements year to year as the rating information database changes.

Notes for table:

CV2\* means that the activity has been split in proportion to the capital values of the groups, with commercial properties being attributed 200% of their capital value. This loading for commercial properties has been made to reflect what Council believes to be a more equitable split for the activity. The loading applies to environmental related services and reflects the commercial gain that is obtained through inspection and certification for commercial premises.

CVU\*\* means that the activity is attributed to commercial and residential properties only according to the proportion of capital value for the groups. These activities have been allocated in this manner because there is little or no benefit attributable to farming properties.

| Activity          | Allocation to groups |            |         |             |
|-------------------|----------------------|------------|---------|-------------|
|                   | Basis                | Commercial | Farming | Residential |
| Airport           | Unit                 | 8.4%       | 8.5%    | 83.1%       |
| Animal management | CV2*                 | 33.4%      | 17.3%   | 49.3%       |
| Building control  | CV2*                 | 33.4%      | 17.3%   | 49.3%       |
| Cemeteries        | Unit                 | 8.4%       | 8.5%    | 83.1%       |

## Rates information

|                                       |           |       |       |       |
|---------------------------------------|-----------|-------|-------|-------|
| Central Business District maintenance | Unit      | 8.4%  | 8.5%  | 83.1% |
| Community                             | Unit      | 8.4%  | 8.5%  | 83.1% |
| Community and operational property    | Unit      | 8.4%  | 8.5%  | 83.1% |
| Community buildings                   | Unit      | 8.4%  | 8.5%  | 83.1% |
| Cooks Gardens                         | Unit      | 8.4%  | 8.5%  | 83.1% |
| Durie Hill elevator                   | Unit      | 8.4%  | 8.5%  | 83.1% |
| Economic development                  | Special   | 69.0% | 6.0%  | 25.0% |
| Emergency management (Civil Defence)  | Unit      | 8.4%  | 8.5%  | 83.1% |
| Emergency management (Rural Fire)     | Special   | 10.0% | 80.0% | 10.0% |
| Environmental health                  | CV2*      | 33.4% | 17.3% | 49.3% |
| Environmental policy                  | CV2*      | 33.4% | 17.3% | 49.3% |
| Footpaths and berms                   | CVU*<br>* | 25.4% | 0.0%  | 74.6% |
| Governance                            | Unit      | 8.4%  | 8.5%  | 83.1% |
| Investments                           | Unit      | 8.4%  | 8.5%  | 83.1% |
| Library                               | Unit      | 8.4%  | 8.5%  | 83.1% |
| Parking services                      | Unit      | 8.4%  | 8.5%  | 83.1% |
| Parks and reserves                    | Unit      | 8.4%  | 8.5%  | 83.1% |
| Regional Museum                       | Unit      | 8.4%  | 8.5%  | 83.1% |
| Resource management                   | CV2*      | 33.4% | 17.3% | 49.3% |
| Roading                               | Special   | 36%   | 32%   | 32%   |
| Royal Wanganui Opera House            | Unit      | 8.4%  | 8.5%  | 83.1% |
| Sarjeant Gallery                      | Unit      | 8.4%  | 8.5%  | 83.1% |
| Swimming pools                        | Unit      | 8.4%  | 8.5%  | 83.1% |
| War Memorial Centre                   | Unit      | 8.4%  | 8.5%  | 83.1% |
| Waste minimisation                    | Special   | 20%   | 30%   | 50%   |
| Waterways and natural drainage        | CVU**     | 25.3% | 0.0%  | 74.7% |

Note:

- Pensioner housing and Sea port have no rates input.
- Water supply, Stormwater and Wastewater are not differentiated into commercial, residential or farming groups. The rates for these activities are differentiated based on usage of the service to ensure equity and for efficient revenue collection.

Further information on differential categories adopted for the 2016/17 financial year can be found under each type of rate.

### Uniform annual general charge – amount to be collected \$17,358,400

A Uniform annual general charge set under section 15 of the Local Government (Rating) Act 2002, on a fixed amount per Separately Used or Inhabited Part of a Rating Unit of \$800.00.

### General rate – amount to be collected \$14,669,121

# Rates information

A differential general rate, set under section 13 and 14 of the Local Government (Rating) Act 2002, on the land value of each rating unit as follows:

|  | Cents in the<br>dollar | Differential<br>Ratio |
|--|------------------------|-----------------------|
| <b>Commercial</b>  |                        |                       |
| Properties used for commercial or industrial purposes                      | 1.6784                 | 2.09                  |
| <i>Properties not used for commercial or industrial purposes that are:</i> |                        |                       |
| <b>Residential</b>   |                        |                       |
| less than 0.5 hectares   | 0.8042                 | 1.00                  |
| greater than or equal to 0.5 hectares but less than 1 hectare              | 0.7141                 | 0.89                  |
| greater than or equal to 1 hectare but less than 2 hectares                | 0.6241                 | 0.78                  |
| greater than or equal to 2 hectares but less than 3 hectares               | 0.5340                 | 0.66                  |
| <b>Farming</b>   |                        |                       |
| greater than or equal to 3 hectares but less than 4 hectares               | 0.4440                 | 0.55                  |
| greater than or equal to 4 hectares but less than 5 hectares               | 0.3539                 | 0.44                  |
| greater than or equal to 5 hectares but less than 10 hectares              | 0.2638                 | 0.33                  |
| greater than or equal to 10 hectares                                       | 0.1738                 | 0.22                  |

## Differentials

Differentials based on use. The Council will differentiate the general rate based on use and area.

The differential categories include:

- A. Commercial or industrial properties means:
  - All land used for any commercial or industrial purposes.
  - All land used by any government department or agency or local body agency.
  - All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.
  - All land used for educational purposes not otherwise exempted by legislation.
- 'Commercial or industrial purposes' includes the sale of liquor, but excludes:
  - A home occupation as defined by the operative Whanganui District Plan; and
  - Farming or horticulture.
- B. Less than .5 hectares means – Any rating unit not included in A above with a land area of less than 5,000 square metres.
- C. Greater than or equal to 5,000 square metres but less than 1 hectare means – Any rating unit not included in A above with a land area of 5,000 square metres or more but less than 10,000 square metres.
- D. Greater than or equal to 1 hectares but less than 2 hectares means – Any rating unit not included in A above with a land area of 10,000 square metres or more but less than 20,000 square metres.
- E. Greater than or equal to 2 hectares but less than 3 hectares means – Any rating unit not included in A above with a land area of 20,000 square metres or more but less than 30,000 square metres.
- F. Greater than or equal to 3 hectares but less than 4 hectares – Any rating unit not included in A above with a land area of 30,000 square metres or more but less than 40,000 square metres.
- G. Greater than or equal to 4 hectares but less than 5 hectares – Any rating unit not included in A above with a land area of 40,000 square metres or more but less than 50,000 square metres.
- H. Greater than or equal to 5 hectares but less than 10 hectares – Any rating unit not included in A above with a land area of 50,000 square metres or more but less than 100,000 square metres.
- I. Greater than or equal to 10 hectares – Any rating unit not included in A above with a land area of 100,000 square metres or more.

Rating units that have more than one use (or where there is doubt about the primary use) will be placed in the category with the highest differential factor. The Council may consider rating such a property by apportioning the land value between the separate uses and rate each portion according to the appropriate category. Note that, subject to rights of objection to the rating information database set out in Section 29 of the Local Government (Rating) Act 2002, the Council is the sole determiner of the categories.

Each activity funded by the General rate is apportioned between the Residential, Farming and Commercial categories as outlined in the differentials categories section. The rates attributed to the Commercial category are apportioned to commercial or industrial properties on land value. Rate attribute to the Residential category are apportioned to properties less than 3 hectares. Rate attribute to the Farming category are apportioned to properties greater than 3 hectares. The differential is calculated each year based on land values in each differential category and ensures 7 even steps between a farm of greater than 10 hectares and a residential property of less than 0.5 hectares.

## Rates information

### Roads and footpaths rate – amount to be collected \$8,306,313

A differential targeted rate for roads and footpaths, set under section 16 of the Local Government (Rating) Act 2002, on the capital value of each rating unit as follows:

|             |   |
|-------------|---|
| Residential | 0.09308 cents per dollar of capital value on every rating unit in the 'Residential' category. |
| Farming     | 0.17379 cents per dollar of capital value on every rating unit in the 'Farming' category.     |
| Commercial  | 0.24268 cents per dollar of capital value on every rating unit in the 'Commercial' category.  |

#### Differentials

##### *Residential*

All rating units not included within the 'Commercial' category where the land area is less than 30,000 square metres.

##### *Farming*

All rating units not included within the 'Commercial' category where the land area is 30,000 square metres or greater.

##### *Commercial*

- All land used for any commercial or industrial purposes.
- All land used by any government department or agency or local body agency.
- All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.
- All land used for educational purposes not otherwise exempted by legislation.

'Commercial or industrial purposes' includes the sale of liquor, but excludes:

- A home occupation as defined by the operative Whanganui District Plan; and
- Farming or horticulture.

### Earthquake Strengthening and Building Replacement Rate – amount to be collected \$906,160

A differential targeted rate for earthquake strengthening works on Council-owned buildings set under section 16 of the Local Government (Rating) Act 2002, as a fixed amount per separately used or inhabited part of a rating unit as follows:

|             |  |
|-------------|--|
| Residential | \$41.70 per separately used or inhabited part of a rating unit in the 'Residential' category |
| Farming     | \$41.70 per separately used or inhabited part of a rating unit in the 'Farming' category     |
| Commercial  | \$42.70 per separately used or inhabited part of a rating unit in the 'Commercial' category. |

#### Differentials

##### *Residential*

All rating units not included within the 'Commercial' category where the land area is less than 30,000 square metres.

##### *Farming*

All rating units not included within the 'Commercial' category where the land area is 30,000 square metres or greater.

##### *Commercial*

- All land used for any commercial or industrial purposes.
- All land used by any government department or agency or local body agency.
- All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.
- All land used for educational purposes not otherwise exempted by legislation.

'Commercial or industrial purposes' includes the sale of liquor, but excludes:

- A home occupation as defined by the operative Whanganui District Plan; and
- Farming or horticulture.

### Debt retirement rate – amount to be collected \$662,679

## Rates information

A differential targeted rate to retire debt attributable to the cost of the city stormwater disposal system or other infrastructure system as decided by the Council set under section 16 of the Local Government (Rating) Act 2002, on the basis of the capital value of each rating unit that has a connection or for which connection is available. This charge will be set on a differential basis based on the availability of the service. The categories are 'connected' and 'serviceable' and 'other'. Rating units in the 'other' category are charged a fixed amount per separately used or inhabited part of a rating unit.

|             |   |
|-------------|---|
| Connected   | 0.0186 cents in the dollar on capital value on every rating unit in the 'connected' category that is connected to the city stormwater disposal system.  |
| Serviceable | 0.0093 cents in the dollar on capital value on every rating unit in the 'serviceable' category that is not connected but is practicably able to be connected and within 30 metres of the city stormwater disposal system. |
| Other       | \$20.00 per separately used or inhabited part of a rating unit that is not in the 'connected' or 'serviceable' category.  |

### **City water supply – amount to be collected \$6,175,534 including water by meter**

A differential targeted rate for city water supply, set under section 16 and 19 of the Local Government (Rating) Act 2002, as follows:

|                     |  |
|---------------------|--|
| Connected           | \$232.86 per separately used or inhabited part of a rating unit that is connected to the city water system and is not metered.   |
| Serviceable         | \$116.43 per separately used or inhabited part of a rating unit that is not connected but is practicably able to be connected to the city water system.  |
| Metered supply      | \$232.86 for part of or the whole first 310 cubic metres consumed or supplied, and 75.12 cents per cubic metre for every cubic metre over the first 310 that is consumed or supplied.          |
| Rural extraordinary | \$211.09 per separately used or inhabited part of a rating unit supplied, plus 68.08 cents per cubic metre for every cubic metre consumed or supplied in excess of the first 310 cubic metres. |

Note that the Mowhanau, Putiki South and Airport water supplies are now included in the City water supply category.

### **City water firefighting – amount to be collected \$1,156,534**

A targeted uniform rate for provision and maintenance of firefighting on rating units within the city water supply area, set under section 16 of the Local Government (Rating) Act 2002, of 0.02738 cents per dollar of capital value on each rating unit. For firefighting, City water supply excludes the rural extraordinary and Mowhanau extraordinary differential categories. The city water supply is within the area of the urban boundary per the operative District Plan.

### **Maxwell water supply – amount to be collected \$95,305 including water by meter**

A differential targeted rate to meet the costs of the Maxwell water supply, set under sections 16 and 19 of the Local Government (Rating) Act 2002, as follows:

|             |  |
|-------------|--|
| Residential | \$345.00 per separately used or inhabited part of a rating unit in the 'residential' category connected to the Maxwell water system. |
|-------------|--|

## Rates information

|       |   |
|-------|---|
| Dairy | \$69.00 per hectare on every rating unit in the 'dairy' category connected to the Maxwell water system.     |
| Rural | \$15.24 per hectare on every rating unit within the 'rural' category connected to the Maxwell water system. |

Plus 63.25 cents per cubic metre of water supplied to every rating unit connected to the water system.

### **Westmere water supply – amount to be collected \$156,878 including water by meter**

A targeted rate, set under sections 16 and 19 of the Local Government (Rating) Act 2002, to meet the cost of the Westmere water supply of 75.12 cents per cubic metre of water supplied to any rating unit connected to the Westmere water system. This rate will be subject to a minimum charge of \$232.86 per year.

### **Fordell water supply – amount to be collected \$52,768 including water by meter**

A differential targeted rate to meet the costs of the Fordell water supply, set under sections 16 and 19 of the Local Government (Rating) Act 2002, as follows:

|             |  |
|-------------|--|
| Residential | \$195.40 per separately used or inhabited part of a rating unit in the 'residential' category connected to the Fordell water system. |
| Rural       | \$9.38 per hectare on every rating unit in the 'rural' category connected to the Fordell water system.                               |
| Dairy       | \$35.55 per hectare on every rating unit in the 'dairy' category connected to the Fordell water system.                              |
| Other       | 78.15 cents per cubic metre supplied on every rating unit in the 'other' category connected to the water system.                     |

#### **Differentials**

Differentials are based on the following categories:

|                     |   |
|---------------------|---|
| Connected           | Any rating unit with an ordinary connection being a connection equivalent to 20mm MDPE pipe to the relevant water supply.                                 |
| Serviceable         | Any rating unit within 100 metres of the appropriate water reticulation system but that does not have a connection to the system.                         |
| Metered supply      | Any rating unit that is not 'rural extraordinary' and that has a connection greater than the equivalent of 20mm MDPE pipe to the applicable water supply. |
| Rural extraordinary | Any rating unit in the rural ward that is connected to the city water supply.   |
| Other               | In relation to the Fordell water supply means the Fordell Sale yards.   |
| Dairy               | Any rating unit primarily used as a dairy farm.   |
| Rural               | Any rating unit that is not primarily a residence or a dairy farm.  |

### **City wastewater – amount to be collected \$6,755,130**

A differential targeted rate for the operations, maintenance and development of the city wastewater disposal system, set under section 16 of the Local Government (Rating) Act 2002, as follows:

|                            |  |
|----------------------------|--|
| Residential                | \$351.55 per separately used or inhabited part of a rating unit that is in the 'Residential' category and is connected to the city wastewater disposal system                |
| Non-residential single pan | \$351.55 per separately used or inhabited part of a rating unit that is in the 'Non-residential single pan' category and is connected to the city wastewater disposal system |

## Rates information

|                           |        |   |
|---------------------------|--------|---|
| Non-residential multi pan |        | \$175.77 per pan. that is in the “ Non-residential multi pan” category and is connected to the city wastewater disposal system  |
| Not connected             |        | <b>Nil dollars</b> per separately used or inhabited part of a rating unit that is in the 'Not connected' category   |
| <b>Differentials</b>      |        |   |
| Residential               |        | All rating units where the land area is less than 30,000 square metres and the property is not used commercially ...<br><i>Commercial means</i> <ul style="list-style-type: none"> <li>• All land used for any commercial or industrial purposes.</li> <li>• All land used by any government department or agency or local body agency.</li> <li>• All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.</li> </ul> |
| Non-residential pan       | single | Any rating unit that is not residential and has a single pan  |
| Non-residential pans      | multi  | Any rating unit that is not residential and has more than one pan.  |
| Not connected             |        | Any rating unit that is not connected to the city or any other wastewater disposal system.  |

### Trade wastes – amount to be collected \$1,955,000

A uniform targeted rate to meet the costs of the conveyance, treatment and disposal of large volume trade waste discharges through the city wastewater disposal system, set under section 16 of the Local Government (Rating) Act 2002, on the basis of measures of volume and load (as a proxy for the extent of use of the wastewater service). The rates will be based on a combination of the total effluent volume, the average and peak quantity of biochemical oxygen demand (BOD) and the average quantity of suspended solids (SS) for properties that generate greater than 100 cubic metres (m<sup>3</sup>) of effluent volume on average per day. These will be calculated in accordance with the requirements of the Whanganui District Council Trade Wastes Bylaw 2015.

The rates are:

|         |   |
|---------|---|
| \$0.320 | per m <sup>3</sup> of effluent volume discharged, plus                              |
| \$44.74 | per kg/day (kilograms per day) annual average biochemical oxygen demand (BOD), plus |
| \$16.57 | per kg/day peak biochemical oxygen demand (BOD) plus                                |
| \$64.20 | per kg/day annual average suspended solids (SS)                                     |

### Marybank wastewater – amount to be collected \$20,613

A differential targeted rate to meet the costs of the Marybank wastewater disposal system, set under section 16 of the Local Government (Rating) Act 2002, as follows:

|             |   |
|-------------|---|
| Connected   | \$378.22 per separately used or inhabited part of a rating unit in the 'connected' category that is connected to the Marybank wastewater disposal system.   |
| Serviceable | \$189.11 per separately used or inhabited part of a rating unit in the 'serviceable' category that is not connected but is practicably able to be connected to the Marybank wastewater disposal system. |



## Rates information

### **Mowhanau wastewater – amount to be collected \$27,898**

A differential targeted rate to meet the costs of the Mowhanau wastewater disposal system, set under section 16 of the Local Government (Rating) Act 2002, as follows:

|             |   |
|-------------|---|
| Connected   | \$390.18 per separately used or inhabited part of a rating unit in the 'connected' category that is connected to the Mowhanau wastewater disposal system.   |
| Serviceable | \$195.09 per separately used or inhabited part of a rating unit in the 'serviceable' category that is not connected but is practicably able to be connected to the Mowhanau wastewater disposal system. |

### **Stormwater disposal – amount to be collected \$5,297,183**

A differential targeted rate to meet the costs of the city stormwater disposal system, set under section 16 of the Local Government (Rating) Act 2002, on the basis of the capital value of each rating unit that has a connection or for which connection is available. This charge will be set on a differential basis based on the availability of the service. The categories are 'connected' and 'serviceable'.

|             |   |
|-------------|---|
| Connected   | 0.1654 cents in the dollar on capital value on every rating unit in the 'connected' category that is connected to the city stormwater disposal system.  |
| Serviceable | 0.0827 cents in the dollar on capital value on every rating unit in the 'serviceable' category that is not connected but is practicably able to be connected and within 30 metres of the city stormwater disposal system. |

### **Stormwater separation loans**

A targeted rate to meet the repayment of advances made to assist with the costs of separation of stormwater and wastewater, set under section 16 of the Local Government (Rating) Act 2002.

Properties subject to this rate are those to which Council has made a stormwater separation loan. Stormwater separation loans have been made to assist property owners with the cost of separating wastewater and stormwater. Property owners can opt to have the loans over a period of two to five years with the first two years being interest free. The documentation for the advances records that the loans are secured as a rate. To formalise that process, the repayment is included in the rates setting process. The loans are on a differential basis according to the term selected by the ratepayer.

The rates are:

- Loan over 2 years – a rate of 50 cents for each dollar originally advanced by the Council.
- Loan over 3 years – a rate of 33.85 cents for each dollar originally advanced by the Council.
- Loan over 4 years – a rate of 25.99 cents for each dollar originally advanced by the Council.
- Loan over 5 years – a rate of 21.33 cents for each dollar originally advanced by the Council.

### **Storm damage rate – amount to be collected \$976,685**

A differential targeted rate for reinstatement of storm damages occurring from the June 2015 weather event set under section 16 of the Local Government (Rating) Act 2002, as a fixed amount per separately used or inhabited part of a rating unit as follows:



## Rates information

|             |  |
|-------------|--|
| Residential | \$44.70 per separately used or inhabited part of a rating unit in the 'Residential' category |
| Farming     | \$49.70 per separately used or inhabited part of a rating unit in the 'Farming' category     |
| Commercial  | \$44.70 per separately used or inhabited part of a rating unit in the 'Commercial' category  |

### Differentials

#### *Residential*

All rating units not included within the 'Commercial' category where the land area is less than 30,000 square metres.

#### *Farming*

All rating units not included within the 'Commercial' category where the land area is 30,000 square metres or greater.

#### *Commercial*

- All land used for any commercial or industrial purposes.
- All land used by any government department or agency or local body agency.
- All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.
- All land used for educational purposes not otherwise exempted by legislation.

'Commercial or industrial purposes' includes the sale of liquor, but excludes:

- A home occupation as defined by the operative Whanganui District Plan; and
- Farming or horticulture.

### Central Business District (CBD) services – amount to be collected \$524,723

A differential targeted rate to meet the costs of CBD cleaning, maintenance and the Mainstreet Wanganui promotional levy, set under section 16 of the Local Government (Rating) Act 2002, on all commercial rating units in CBD A and CBD B as follows:

|       |  |
|-------|--|
| CBD A | 0.4139 cents per dollar of capital value on every rating unit that is in the 'CBD A' category. |
| CBD B | 0.1655 cents per dollar of capital value on every rating unit that is in the 'CBD B' category. |

Plus \$311.40 per separately used or inhabited part of a rating unit for every rating unit that is in the 'CBD A' or 'CBD B' category.

### Differentials

Council proposes to differentiate the CBD services rate based on use and where the land is situated:

|       |   |
|-------|---|
| CBD A | The commercial properties in Victoria Avenue from Taupo Quay to Ingestre Street, Guyton Street from St Hill Street to Wicksteed Street, Maria Place from St Hill Street to Watt Street, Ridgway Street from St Hill Street to Drews Avenue. |
| CBD B | All commercial properties inside the area bounded by St Hill Street, Ingestre Street, Wicksteed Street, Watt Street, Drews Avenue, Taupo Quay, which are not included as CBD A. In all cases the street refers to the street centre line.   |

#### *Commercial:*

- All land used for any commercial or industrial purposes.
- All land used by any government department or agency or local body agency.
- All vacant land within the Whanganui District which is zoned for commercial or industrial purposes.
- All land used for educational purposes not otherwise exempted by legislation.

'Commercial or industrial purposes' includes the sale of liquor, but excludes:

- A home occupation as defined by the operative Whanganui District Plan; and
- Farming or horticulture.

### Separate works rates

Targeted rates to finance the costs of capital development of the roading network in the areas defined below, set under section 16 of the Local Government (Rating) Act 2002.

|  |                      |
|--|----------------------|
| Whangaehu Valley Road N <sup>o</sup> 1 | Upper Whangaehu Road |
|--|----------------------|

## Rates information

Whangaehu Valley Road N<sup>o</sup> 2      Mangamahu Road and Creek Road

The following separate works rates will be assessed on the land value of each rateable property in the appropriate area. Total revenue is quoted in each case.

|  |  |
|--|--|
| Whangaehu Valley Road N <sup>o</sup> 1 | to collect \$11,837, a rate of 0.03589 cents per dollar of land value. |
| Whangaehu Valley Road N <sup>o</sup> 2 | to collect \$9,558, a rate of 0.02458 cents per dollar of land value.  |

Currently Council collects special rates in the Whangaehu Valley Road area. While Council itself does not contribute to the roading improvements on these roads, Council does collect a special rate on behalf of the local ratepayers for roading improvements that meet New Zealand Transport Agency's funding Net Present Value criteria.

### Payment by instalment

Rates are payable in four equal instalments on the following due dates:

| <i>Instalment</i> | <i>Due date</i>             |
|-------------------|-----------------------------|
| Instalment 1      | Wednesday, 31 August 2016   |
| Instalment 2      | Wednesday, 30 November 2016 |
| Instalment 3      | Wednesday, 22 February 2017 |
| Instalment 4      | Wednesday, 31 May 2017      |

### Discount

A discount of 2.5% will be allowed on all net 2016/17 rates paid in full by the due date of the first instalment for 2016/17.

### Additional charges (penalty)

An additional charge of 10% will be added to all instalments or part thereof remaining unpaid on the date that is seven (7) days after the due date as follows:

| <i>Instalment</i> | <i>Date on which penalty will be added</i> |
|-------------------|--|
| Instalment 1      | Wednesday, 7 September 2016                |
| Instalment 2      | Wednesday, 7 December 2016                 |
| Instalment 3      | Wednesday, 1 March 2017                    |
| Instalment 4      | Wednesday, 7 June 2017                     |

An additional charge of 10% will be added to all instalments of private wastewater separation loans remaining unpaid on the date that is seven (7) days after the due date.

Additional charges of 10% will be added to rates assessed [or private wastewater separation loan instalments due] for any previous financial year that remain unpaid on 4 August 2016 and 4 February 2017.

# Rates information

The table shows examples of rates for a range of residential, farming and commercial properties, draft budget. This table is indicative only and the effect on individual properties will vary.

| Capital value      | Land value  | 2015/16 Rates | 2016/17 Rates | Movement in rates |
|--------------------|-------------|---------------|---------------|-------------------|
| <i>Residential</i> |             |               |               |                   |
| \$86,000           | \$51,000    | \$1,954       | \$2,064       | 5.6%              |
| \$100,000          | \$42,000    | \$2,006       | \$2,113       | 5.4%              |
| \$91,000           | \$22,000    | \$1,834       | \$1,925       | 4.9%              |
| \$97,000           | \$37,000    | \$1,961       | \$2,064       | 5.3%              |
| \$116,000          | \$24,000    | \$1,923       | \$2,017       | 4.9%              |
| \$105,000          | \$75,000    | \$2,259       | \$2,394       | 5.9%              |
| \$131,000          | \$24,000    | \$1,967       | \$2,063       | 4.8%              |
| \$170,000          | \$52,000    | \$2,137       | \$2,250       | 5.3%              |
| \$185,000          | \$111,000   | \$2,595       | \$2,757       | 6.2%              |
| \$225,000          | \$88,000    | \$2,709       | \$2,864       | 5.7%              |
| \$290,000          | \$85,000    | \$2,880       | \$3,037       | 5.5%              |
| \$370,000          | \$140,000   | \$3,191       | \$3,383       | 6.0%              |
| \$445,000          | \$120,000   | \$3,593       | \$3,791       | 5.5%              |
| \$495,000          | \$160,000   | \$4,030       | \$4,265       | 5.8%              |
| <i>Farming</i>     |             |               |               |                   |
| \$345,000          | \$325,000   | \$1,125       | \$1,164       | 3.5%              |
| \$395,000          | \$385,000   | \$1,619       | \$1,702       | 5.2%              |
| \$740,000          | \$510,000   | \$3,169       | \$3,279       | 3.5%              |
| \$1,930,000        | \$1,580,000 | \$6,772       | \$7,012       | 3.5%              |
| \$2,300,000        | \$1,850,000 | \$7,852       | \$8,124       | 3.5%              |
| \$6,681,500        | \$6,005,500 | \$23,886      | \$24,763      | 3.7%              |
| <i>Commercial</i>  |             |               |               |                   |
| \$62,000           | \$62,000    | \$1,265       | \$1,322       | 4.5%              |
| \$137,000          | \$43,000    | \$2,703       | \$2,816       | 4.2%              |
| \$275,000          | \$56,000    | \$3,526       | \$3,660       | 3.8%              |
| \$360,000          | \$95,000    | \$4,527       | \$4,701       | 3.9%              |
| \$330,000          | \$225,000   | \$8,540       | \$8,424       | -1.4%             |
| \$610,000          | \$310,000   | \$9,070       | \$9,445       | 4.1%              |
| \$820,000          | \$275,000   | \$10,855      | \$11,283      | 3.9%              |

# Prospective statement of comprehensive income

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Revenue</b>  |                                 |  |                                 |
| Rates*  | 54,643                          | 57,596   | 56,786                          |
| Rates - metered water, trade waste and penalties                |                                 |  |                                 |
| Subsidies and grants  | 9,380                           | 8,935  | 20,182                          |
| Development and financial contributions                         | 0                               | 0  | 0                               |
| Fees and charges  | 6,979                           | 7,088  | 6,966                           |
| Interest and dividends from investments                         | 1,583                           | 1,068  | 941                             |
| Other revenue   | 3,214                           | 3,418  | 4,025                           |
| <b>Total revenue</b>  | <b>75,798</b>                   | <b>78,105</b>                                    | <b>88,899</b>                   |
| <b>Expenditure</b>  |                                 |  |                                 |
| Personnel costs   | 15,373                          | 15,674   | 16,041                          |
| Finance costs   | 4,886                           | 5,201  | 5,039                           |
| Depreciation and amortisation expense                           | 18,354                          | 18,658   | 18,658                          |
| Other expenses  | 33,092                          | 33,409   | 33,614                          |
| <b>Total expenditure</b>  | <b>71,706</b>                   | <b>72,942</b>                                    | <b>73,353</b>                   |
| <b>Surplus/(deficit)</b>  | <b>4,092</b>                    | <b>5,163</b>                                     | <b>15,547</b>                   |
| <i>Surplus/(deficit) attributable to:</i>                       |                                 |  |                                 |
| Whanganui District Council                                      | 4,092                           | 5,163  | 15,547                          |
| <b>Other comprehensive revenue and expense</b>                  |                                 |  |                                 |
| Gain on infrastructure revaluations                             | 0                               | 58,583   | 46,483                          |
| Gain on property revaluations                                   | 2,482                           | 0  | 0                               |
| <b>Total other comprehensive revenue and expense</b>            | <b>2,482</b>                    | <b>58,583</b>                                    | <b>46,483</b>                   |
| <b>Total comprehensive revenue and expense</b>                  | <b>6,575</b>                    | <b>63,745</b>                                    | <b>62,029</b>                   |
| <i>Total comprehensive revenue and expense attributable to:</i> |                                 |  |                                 |
| Whanganui District Council                                      | 6,575                           | 63,745   | 62,029                          |

\*Rates (Including targeted rates for metered water, trade waste and penalties)

# Prospective statement of financial position

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|--|---------------------------------|
| <b>Assets</b>   |                                 |  |                                 |
| <b>Current assets</b>                                     |                                 |  |                                 |
| Cash and cash equivalents                                 | 3,821                           | 4,432  | 3,221                           |
| Receivables   | 7,383                           | 7,567  | 7,567                           |
| Inventory   | 102                             | 105  | 105                             |
| Non-current assets held for sale                          | 531                             | 531  | 531                             |
| <i>Total current assets</i>                               | 11,836                          | 12,634   | 11,423                          |
| <b>Non-current assets</b>                                 |                                 |  |                                 |
| Investment in Whanganui District Council Holdings Limited | 7,846                           | 7,846  | 7,846                           |
| Other financial assets                                    | 4,450                           | 4,450  | 4,250                           |
| <i>Total other financial assets</i>                       | 12,295                          | 12,295   | 12,095                          |
| Property, plant and equipment                             | 862,848                         | 947,830  | 943,646                         |
| Forestry assets   | 4,712                           | 4,712  | 4,712                           |
| Intangible assets   | 599                             | 1,101  | 876                             |
| Investment property                                       | 24,280                          | 24,858   | 24,807                          |
| <i>Total non-current assets</i>                           | 904,735                         | 990,796  | 986,136                         |
| <b>Total assets</b>                                       | <b>916,571</b>                  | <b>1,003,430</b>                                 | <b>997,559</b>                  |
| <b>Liabilities</b>  |                                 |  |                                 |
| <b>Current liabilities</b>                                |                                 |  |                                 |
| Payables  | 10,038                          | 10,277   | 10,277                          |
| Borrowings  | 16,000                          | 21,000   | 21,000                          |
| Employee entitlements                                     | 1,963                           | 2,006  | 1,752                           |
| <i>Total current liabilities</i>                          | 28,002                          | 33,283   | 33,029                          |
| <b>Non-current liabilities</b>                            |                                 |  |                                 |
| Borrowings  | 63,814                          | 80,143   | 73,822                          |
| Deferred tax liability                                    | 150                             | 150  | 150                             |
| Derivative financial instruments                          | 4,637                           | 4,637  | 4,637                           |
| Employee entitlements                                     | 126                             | 128  | 128                             |
| <i>Total non-current liabilities</i>                      | 68,727                          | 85,059   | 78,737                          |
| <b>Total liabilities</b>                                  | <b>96,729</b>                   | <b>118,342</b>                                   | <b>111,766</b>                  |
| <b>Net assets (assets minus liabilities)</b>              | <b>819,843</b>                  | <b>885,088</b>                                   | <b>885,792</b>                  |
| <b>Equity</b>   |                                 |  |                                 |
| Accumulated funds   | 533,979                         | 540,129  | 553,680                         |
| Revaluation reserves                                      | 229,151                         | 287,734  | 275,634                         |
| Restricted reserves                                       | 56,343                          | 56,856   | 56,109                          |
| Other reserves  | 370                             | 370  | 370                             |
| <b>Total equity</b>                                       | <b>819,843</b>                  | <b>885,088</b>                                   | <b>885,792</b>                  |
| Investments in CCOs and similar entities                  | 8,345                           | 8,345  | 8,345                           |

# Prospective statement of cash flows

|   | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|---|---------------------------------|----------------------------------|---------------------------------|
| <b>Cash flows from operating activities</b>                                   |                                 |                                  |                                 |
| Receipts from rates revenue   | 51,032                          | 53,192                           | 53,475                          |
| Subsidies and grants  | 9,510                           | 9,085                            | 21,052                          |
| Interest received   | 283                             | 268                              | 341                             |
| Dividends received  | 1,300                           | 800                              | 600                             |
| Receipts from other revenue   | 13,156                          | 13,203                           | 12,667                          |
| Payments to suppliers   | (33,092)                        | (32,979)                         | (33,330)                        |
| Payments to employees   | (15,373)                        | (15,674)                         | (16,041)                        |
| Interest paid   | (4,886)                         | (4,900)                          | (5,039)                         |
| <i>Net cash flow from operating activities</i>                                | 21,928                          | 22,994                           | 33,724                          |
| <b>Cash flows from investing activities</b>                                   |                                 |                                  |                                 |
| Purchase of property, plant and equipment                                     | (17,609)                        | (25,896)                         | (52,658)                        |
| Purchase of intangible assets   | (100)                           | (765)                            | (540)                           |
| Receipts for sale and maturity of investments                                 | -                               | -                                | 200                             |
| <i>Net cash flow from investing activities</i>                                | (17,709)                        | (26,661)                         | (52,998)                        |
| <b>Cash flows from financing activities</b>                                   |                                 |                                  |                                 |
| Proceeds from borrowing   | 3,674                           | 12,295                           | 27,866                          |
| Repayment of borrowing  | (7,381)                         | (8,017)                          | (8,228)                         |
| <i>Net cash flow from financing activities</i>                                | (3,706)                         | 4,278                            | 19,638                          |
| <b>Net (decrease)/increase in cash, cash equivalents, and bank overdrafts</b> | 513                             | 611                              | 364                             |
| Cash, cash equivalents, and bank overdrafts at the beginning of the year      | 3,308                           | 3,821                            | 2,857                           |
| <b>Cash, cash equivalents, and bank overdrafts at the end of the year</b>     | <b>3,821</b>                    | <b>4,432</b>                     | <b>3,221</b>                    |

# Prospective statement of changes in equity

|  | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016<br>Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|--|---------------------------------|---|---------------------------------|
| <b>Balance at 1 July</b>                             | 813,268                         | 821,343   | 823,763                         |
| Total comprehensive revenue and expense for the year | 6,574                           | 63,745  | 62,029                          |
| <b>Balance at 30 June</b>                            | <b>819,842</b>                  | <b>885,088</b>                                      | <b>885,792</b>                  |
| Represented by:                                      |                                 |   |                                 |
| <b>Retained earnings</b>                             |                                 |   |                                 |
| Balance at 1 July                                    | 530,769                         | 535,849   | 538,769                         |
| Transfers (to)/from restricted reserves              | (513)                           | (513)   | (266)                           |
| Surplus/(deficit) for the year                       | 4,092                           | 5,163   | 15,547                          |
| <b>Balance at 30 June</b>                            | <b>534,348</b>                  | <b>540,499</b>                                      | <b>554,049</b>                  |
| <b>Restricted reserves</b>                           |                                 |   |                                 |
| Balance at 1 July                                    | 55,830                          | 56,343  | 55,843                          |
| Transfers (to)/from retained earnings                | 513                             | 513   | 266                             |
| <b>Balance at 30 June</b>                            | <b>56,343</b>                   | <b>56,856</b>                                       | <b>56,109</b>                   |
| <b>Asset revaluation reserves</b>                    |                                 |   |                                 |
| Balance at 1 July                                    | 226,669                         | 229,151   | 229,151                         |
| Revaluation gains/(losses)                           | 2,482                           | 58,582  | 46,483                          |
| <b>Balance at 30 June</b>                            | <b>229,151</b>                  | <b>287,733</b>                                      | <b>275,634</b>                  |
| <b>Total equity</b>                                  | <b>819,842</b>                  | <b>885,088</b>                                      | <b>885,792</b>                  |

Note: Closing equity as per the 2015/16 Annual Plan and opening equity for 2017/17 differ due to the timing of relative forecasts and the impact of actual revaluation and financial movements that have occurred during 2014/15 and the financial year to date.

# Prospective statement of reserve funds

Restricted Reserves consists of:

| Reserve                                  | Activities to which the reserve relates | Purpose of the reserve  | Balance at 1<br>July 2016<br>\$000 | Deposits<br>\$000 | Withdrawals<br>\$000 | Balance at 30<br>June 2017<br>\$000 |
|--|---|---|------------------------------------|-------------------|----------------------|-------------------------------------|
| Self funding insurance                   | All activities                          | To set aside funds to cover insurance excesses                  | 1,574                              | 370               | 0                    | 1,944                               |
| City Endowment                           | Investments                             | To provide alternative income for funding of Council activities | 20,283                             | 150               | (364)                | 20,069                              |
| Harbour Endowment                        | Investments                             | To provide funds for operation and maintenance of the Port      | 25,118                             | 30                | 0                    | 25,148                              |
| Henry Sarjeant Bequest                   | Community & cultural                    | To fund the purchase of artworks                                | 312                                | 8                 | (20)                 | 300                                 |
| Hutton Estate                            | Community & cultural                    | To fund Sarjeant Gallery expenditure                            | 3                                  |                   | 0                    | 3                                   |
| Robertson Art Prize Fund                 | Community & cultural                    | To fund art competitions and grants                             | 11                                 |                   | 0                    | 11                                  |
| Grave maintenance bequests               | Community facilities and services       | Maintenance of specific grave sites                             | 18                                 |                   | 0                    | 18                                  |
| Waste minimisation levy                  | Community facilities and services       | To fund waste minimisation services                             | 23                                 | 1                 | 0                    | 24                                  |
| CBD parking fund                         | Community facilities and services       | To fund CBD parking infrastructure                              | 766                                | 50                | 0                    | 816                                 |
| Heritage Building Preservation fund      | Community facilities and services       | To fund future IEP grants                                       | 66                                 | 2                 | 0                    | 67                                  |
| MA Larsen Bequest                        | Parks and recreation                    | To finance improvements at the Bason Reserve                    | 551                                | 14                | 0                    | 565                                 |
| Kowhai Park Improvements fund            | Parks and recreation                    | To fund improvements to Kowhai Park                             | 18                                 |                   | 0                    | 18                                  |
| T Waight Park fund                       | Parks and recreation                    | For improvements at Thomas Waight Park                          | 39                                 | 1                 | 0                    | 40                                  |
| Fairbridge Bequest                       | Parks and recreation                    | For upgrading work at the Winter Gardens                        | 9                                  |                   | 0                    | 9                                   |
| Vera Thrush Donation                     | Parks and recreation                    | To improve Virginia Lake access                                 | 19                                 |                   | 0                    | 19                                  |
| Dovey Gazebo fund                        | Parks and recreation                    | For Bason Reserve maintenance                                   | 8                                  |                   | 0                    | 8                                   |
| Birch Reserve Fund                       | Parks and recreation                    | To provide funds for maintenance of parks and reserves          | 100                                | 3                 | 0                    | 102                                 |
| Kai Iwi Trust                            | Parks and recreation                    | Council is trustee for Maori land at Kai Iwi                    | 66                                 | 2                 | 0                    | 68                                  |
| J McLean Bequest                         | Parks and recreation                    | Reserve created on historic bequest                             | 11                                 |                   | 0                    | 12                                  |
| Handley Park fund                        | Parks and recreation                    | To fund improvements at Handley Park                            | 5                                  |                   | 0                    | 6                                   |
| Crown and other trusts' properties       | Parks and recreation                    | Properties administered on behalf of third parties              | 6,124                              |                   | 0                    | 6,124                               |
| Rural road special rate - Whangaehu No 1 | Provision of roads and footpaths        | Rural rates specifically collected for future works             | 128                                | 3                 | 0                    | 132                                 |
| Rural road special rate - Whangaehu No 2 | Provision of roads and footpaths        | Rural rates specifically collected for future works             | 97                                 | 2                 | 0                    | 100                                 |
| Rural road special rate - River Road     | Provision of roads and footpaths        | Rural rates specifically collected for future works             | 145                                | 4                 | 0                    | 149                                 |
| CUVL renewals fund                       | Economic development                    | To fund renewals of community under-veranda lighting            | 183                                | 5                 | 0                    | 188                                 |
| The Waitotara Centennial Fund            | Corporate                               | To fund Outward Bound trips for approved people                 | 36                                 | 1                 | 0                    | 37                                  |
| Business Continuity Plan fund            | Corporate                               | To fund standby generator                                       | 9                                  |                   | 0                    | 9                                   |
| Aged Citizens Benefit Trust              | Corporate                               | To benefit aged citizens  | 5                                  |                   | 0                    | 5                                   |
| Tram Fund                                | Community & cultural                    | To fund the Tram project  | 9                                  |                   | 0                    | 9                                   |
| Creative NZ Grant fund                   | Community & cultural                    | To fund local community-based arts activities                   | 0                                  | 0                 | 0                    | 0                                   |
| For Our Kids Grant fund                  | Community & cultural                    | To fund the For Our Kids Programme                              | 28                                 | 1                 | 0                    | 29                                  |
| LI Smith Bequest                         | Community & cultural                    | To fund an arts award   | 78                                 | 2                 | 0                    | 80                                  |
|  |   |   | <b>55,843</b>                      | <b>650</b>        | <b>(384)</b>         | <b>56,109</b>                       |



# Notes to the financial statements

## Note 1 - Reconciliation of Prospective statement of comprehensive revenue and expense to the Funding impact statement (FIS)

The Funding impact statements are prepared in accordance to with the Local Government (Financial Reporting and Prudence) Regulations 2014. They do not comply with Generally accepted accounting practices (GAAP). However, the Statement of comprehensive revenue and expense is prepared in compliance with GAAP. The following is a reconciliation between the revenue and expense shown on the statement of comprehensive revenue and expense and the funding impact statement for the whole of Council.

|  | Annual Plan<br>2015/16<br>\$000 | 10-Year Plan<br>(2016 Amend)<br>2016/17<br>\$000 | Annual Plan<br>2016/17<br>\$000 |
|--|---------------------------------|--|---------------------------------|
| Operating funding in the FIS   | 69,254                          | 71,562   | 74,701                          |
| Subsidies and grants for capital expenditure                               | 5,731                           | 5,650  | 12,587                          |
| Other dedicated capital funding  | 294                             | 314  | 1,034                           |
| Net gain and losses not included in the FIS                                | 518                             | 578  | 578                             |
| <b>Total Revenue in the Statement of Comprehensive revenue and expense</b> | <b>75,798</b>                   | <b>78,105</b>                                    | <b>88,899</b>                   |
| Application of operating funding in the FIS                                | 53,352                          | 54,284   | 54,695                          |
| Depreciation not included in the FIS                                       | 18,354                          | 18,658   | 18,658                          |
| <b>Total expenditure in the statement of revenue and expense</b>           | <b>71,706</b>                   | <b>72,942</b>                                    | <b>73,353</b>                   |
| <b>Note 2 - Targeted rates for metered water supply</b>                    |                                 |  |                                 |
| Targeted rates for metered water supply                                    | 1,611                           | 1,611  | 1,611                           |
| <b>Note 3 - Depreciation and amortisation by group of activities</b>       |                                 |  |                                 |
| Community and cultural   | 438                             | 593  | 593                             |
| Community facilities and services  | 337                             | 327  | 327                             |
| Corporate  | 367                             | 428  | 428                             |
| Economic development   | 17                              | 18   | 18                              |
| Waterways and natural drainage   | 45                              | 47   | 47                              |
| Investments  | 179                             | 159  | 159                             |
| Parks and recreation   | 558                             | 604  | 604                             |
| Provision of roads and footpaths   | 8,921                           | 8,888  | 8,888                           |
| Stormwater drainage  | 1,759                           | 1,775  | 1,775                           |
| Transportation   | 72                              | 70   | 70                              |
| Sewerage and the treatment and disposal of sewage                          | 3,652                           | 3,715  | 3,715                           |
| Water supply   | 2,007                           | 2,035  | 2,035                           |
| <b>Depreciation and amortisation expense</b>                               | <b>18,354</b>                   | <b>18,658</b>                                    | <b>18,658</b>                   |

## Note 4 - Rating base information (as at 30 June 2016)

|   |                  |
|---|------------------|
| Projected number of rating units within the district              | 20,874           |
| Projected total capital value of rating units within the district | \$ 2,387,389,400 |
| Projected total land value of rating units within the district    | \$ 6,309,587,150 |

# Annual Plan disclosure statement

## Annual Plan disclosure statement for the year ending 30 June 2017

### What is the purpose of this statement?

The purpose of this statement is to disclose the council's planned financial performance in relation to various benchmarks to enable the assessment of whether the council is prudently managing its revenues, expenses, assets, liabilities, and general financial dealings.

The council is required to include this statement in its Annual Plan in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014 (the **regulations**). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

| Benchmark                     |   | Planned | Met |
|-------------------------------|---|---------|-----|
| Rates affordability benchmark |   |         |     |
| • income                      | The quantified limit is that rates revenue (excluding water by meter, trade waste and penalties) will not be more than 75% of Council's total revenue.  | 60%     | Yes |
| • increases                   | The quantified limit is that increase of total rates revenue from all existing ratepayers (excluding water by meter, trade waste and penalties) of no more than the local government inflation rate plus 2% plus targeted rates for debt repayment and natural disasters. For 2016/17 the limit is 5.6% | 4.5%    | Yes |
| Debt affordability benchmark  |   |         |     |
|                               | The quantified limit is to limit Council net borrowings to less than 200% of its total revenue  | 104%    | Yes |
|                               | The quantified limit is to ensure that net interest is less than 15% of total revenue   | 5%      | Yes |
|                               | The quantified limit is to ensure that net interest is less than 20% of annual rates  | 8%      | Yes |
|                               | The quantified limit is to hold cash assets and confirmed borrowing facilities is greater than 110% of external debt  | 130%    | Yes |
| Balanced budget benchmark     | 100%  | 121%    | Yes |
| Essential services benchmark  | 100%  | 288%    | Yes |
| Debt servicing benchmark      | 10%   | 5%      | Yes |

# Annual Plan disclosure statement

## Notes

### 1 Rates affordability benchmark

- (1) For this benchmark,—
  - (a) the council's planned rates income for the year is compared with a quantified limit on rates contained in the financial strategy included in the council's long-term plan; and
  - (b) the council's planned rates increases for the year are compared with a quantified limit on rates increases for the year contained in the financial strategy included in the council's long-term plan.
- (2) The council meets the rates affordability benchmark if—
  - (a) its planned rates income for the year equals or is less than each quantified limit on rates; and
  - (b) its planned rates increases for the year equal or are less than each quantified limit on rates increases.

### 2 Debt affordability benchmark

- (1) For this benchmark, the council's planned borrowing is compared with quantified limits on borrowing contained in the financial strategy included in the council's long-term plan.
- (2) The council meets the debt affordability benchmark if its planned borrowing is within each quantified limit on borrowing.

### 3 Balanced budget benchmark

- (1) For this benchmark, the council's planned revenue (excluding development contributions, vested assets, financial contributions, gains on derivative financial instruments, and revaluations of property, plant, or equipment) is presented as a proportion of its planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant, or equipment).
- (2) The council meets the balanced budget benchmark if its revenue equals or is greater than its operating expenses.

### 4 Essential services benchmark

- (1) For this benchmark, the council's planned capital expenditure on network services is presented as a proportion of expected depreciation on network services.
- (2) The council meets the essential services benchmark if its planned capital expenditure on network services equals or is greater than expected depreciation on network services.

### 5 Debt servicing benchmark

- (1) For this benchmark, the council's planned borrowing costs are presented as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments, and revaluations of property, plant, or equipment).

## Annual Plan disclosure statement

- (2) Because Statistics New Zealand projects that the council's population will grow as fast as the national population growth rate, it meets the debt servicing benchmark if its planned borrowing costs equal or are less than 10% of its planned revenue.

# Statement of accounting policies

## Reporting entity

Whanganui District Council (“the Council” and “WDC”) is a territorial local authority established and governed by the Local Government Act 2002, and is domiciled and operates in New Zealand.

The group consists of the ultimate parent Whanganui District Council (WDC) and its subsidiaries, Whanganui District Council Holdings Limited (100% owned) which in turn owns 100% of Whanganui Gas Limited (WGL) and its subsidiaries, Whanganui District Councils’ Forestry Joint Committee (95.09%), Whanganui Airport Joint Venture (50%), Cooks Gardens Trust Board and Wanganui Incorporated. Its 49% equity share of New Zealand Masters Games Limited, its 33% interest in the Ruapehu, Whanganui, Rangitikei Economic Development Trust, its 15% interest in the Manawatu Wanganui LASS Limited and its 33% interest in the Whanganui River Enhancement Trust are equity accounted. All WDC subsidiaries and associates are domiciled in New Zealand.

The Council’s financial statements are for Whanganui District Council and the Whanganui Airport Joint Venture (50%) as an activity of Council. The Council has not presented group prospective financial statements because the Council believes that the parent prospective financial statements are more relevant to users. The main purpose of prospective financial statements in the 10-Year Plan is to provide users with information about the core services that the Council intends to provide ratepayers, the expected cost of those services and as a consequence how much the Council requires by way of rates to fund the intended levels of service. The level of rates funding required is not affected by subsidiaries except to the extent that the Council obtains distributions from, or further invests in, those subsidiaries. Such effects are included in the prospective financial statements of the Council. The financial information contained within the 10-Year Plan may not be appropriate for purposes other than those described.

## Statement of compliance and basis of preparation

The prospective financial statements have been prepared on a going concern basis and accounting policies have been applied consistently throughout the period of the 10 Year Plan.

The financial statements have been prepared in accordance with the requirements of the Local Government Act 2002 (LGA), which includes the requirement to comply with New Zealand generally accepted accounting practice (NZ GAAP), and the Long-term Plan requirements of section 93 of the LGA. It is audited under section 94 of the LGA. The primary purpose of WDC is to provide goods or services for the community or social benefit rather than making a financial return. Accordingly, for reporting purposes, the Council is a public benefit entity.

The Council authorised the prospective financial statements on 30 June 2016.

The Council, who are authorised to do so and believe that the assumptions underlying these prospective financial statements on pages 62 to 70 are appropriate, has approved the 10-Year Plan for distribution.

No actual financial results have been incorporated within the prospective financial statements. Actual financial results achieved for the period covered are likely to vary from the information presented. These variations may be material. The final prospective financial statements was adopted by the Council on 30 June 2016.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$000).

# Statement of accounting policies

## Measurement base

The financial statements have been prepared on a historical cost basis, modified by the revaluation of land and buildings, certain infrastructural assets, investment property, forestry assets and certain financial instruments (including derivative instruments).

## Specific accounting policies

The following accounting policies, which materially affect the measurement of results and financial position, have been applied.

## Revenue

Revenue is measured at the fair value of consideration received or receivable.

Revenue from an exchange transaction arises where the Council supplies goods or services at a market rate, and where equal value, usually in the form of cash, is received. A non-exchange transaction is where the Council receives goods or services from another entity without giving approximate equal value in return. Many services Council provides are subsidised by rates and are thus non-exchange. An inflow of resources from a non-exchange transaction recognised as an asset, is recognised as revenue, except to the extent that a liability is also recognised in respect of the same inflow.

### *Rates revenue*

Rates are set annually by a resolution from Council and relate to a financial year. All ratepayers are invoiced within the financial year to which the rates have been set. Rates revenue is recognised when payable.

Revenue from water rates by meter is recognised on an accrual basis. Unbilled usage, as a result of unread meters at year-end, is accrued on an average usage basis.

Rates revenue is a non-exchange transaction.

### *Government grants*

WDC receives government grants from the New Zealand Transport Agency, which subsidises part of WDC's costs in maintaining the local roading infrastructure. The subsidies are recognised as revenue upon entitlement as conditions pertaining to eligible expenditure have been fulfilled. Government grants are generally regarded as a non-exchange transaction.

### *Provision of services*

Revenue from the rendering of services is recognised by reference to the stage of completion of the transaction at balance date, based on the actual service provided as a percentage of the total services to be provided. The provision of services is regarded as a non-exchange transaction where the activity is subsidised by rates.

### *Vested assets*

Where a physical asset is acquired for nil or nominal consideration, the fair value of the asset received is recognised as income. Assets vested in WDC are recognised as revenue when control over the asset is obtained.

Vested assets revenue is a non-exchange transaction.

### *Sale of goods*

## Statement of accounting policies

Revenue from sales of goods is recognised when a product is sold to the customer. Revenue from the sale of goods is an exchange transaction where the sale is at market value and no subsidy from rates is given.

### *Traffic and parking infringements*

Traffic and parking infringements are recognised when tickets are issued.

### *Interest and dividends*

Interest income is recognised using the effective interest method. Interest income is exchange revenue.

Dividends are recognised when the right to receive payment has been established. Dividend income is exchange revenue.

## Borrowing costs

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

## Leases

### *Finance leases*

A finance lease is a lease that transfers to the lessee substantially all the risks and rewards incidental to ownership of an asset, whether or not title is eventually transferred.

At the commencement of the lease term, WDC recognises finance leases as assets and liabilities in the statement of financial position at the lower of the fair value of the leased item or the present value of the minimum lease payments.

The finance charge is charged to the surplus or deficit over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability.

The amount recognised as an asset is depreciated over its useful life. If there is no certainty as to whether WDC will obtain ownership at the end of the lease term, the asset is fully depreciated over the shorter of the lease term and its useful life.

### *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.

## Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

# Statement of accounting policies

## Debtors and other receivables

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.

## Financial assets

Financial assets are initially recognised at fair value plus transaction costs unless they are carried at fair value through surplus or deficit in which case the transaction costs are recognised in surplus or deficit.

Purchases and sales of financial assets are recognised on trade-date, the date on which WDC commits to purchase or sell the asset. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the WDC has transferred substantially all the risks and rewards of ownership.

WDC classifies its financial assets into the following categories: fair value through surplus or deficit, held-to-maturity investments, loans and receivables and fair value through other comprehensive income. 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 surplus or deficit*

Financial assets at fair value through surplus or deficit include financial assets held for trading. A financial asset is categorised in this category if acquired principally for the purpose of selling in the short-term. Derivatives are also categorised as held for trading unless they are designated as hedges. WDC's financial assets at fair value through surplus or deficit include derivatives that are not designated as hedges.

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

### *Loans and receivables*

These 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. WDC's loans and receivables comprise cash and cash equivalents, debtors and other receivables, term deposits, community and related party loans, long term receivables and hire purchase long term debtors.

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 surplus or deficit.

Loans to community organisations made by WDC at nil, or below-market interest rates are initially recognised at the present value of their expected future cash flows, discounted at the current market rate of return for a similar financial instrument. The loans are subsequently measured at amortised cost using the effective interest method. The difference between the face value and present value of expected future cash flows of the loan is recognised in the surplus or deficit as a grant.

### *Held to maturity investments*

Held to maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that WDC has the positive intention and ability to hold to maturity. They are included in



## Statement of accounting policies

current assets, except for maturities greater than 12 months after the balance date, which are included in non-current assets. WDC's held to maturity investments include interest bearing bonds (Government Indexed Bonds) and deposits and sinking funds.

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 surplus or deficit.

### *Fair value through other comprehensive income*

Financial assets at fair value through other comprehensive income are those that are designated into the category at initial recognition or are not classified in any of the other categories above. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance date or if the debt instrument is not expected to be realised within 12 months of balance date. WDC's financial assets at fair value through equity comprise investments in quoted and unquoted shares. WDC includes in this category:

- investments that it intends to hold long-term but which may be realised before maturity; and
- shareholdings that it holds for strategic purposes.

These financial assets are: Unlisted shares in NZ Local Government Insurance Corporation Limited, Sarjeant Gallery NJ Young Fund with Craigs Investment Partners Limited.

WDC's investments in its subsidiary and associate companies are not included in this category as they are held at cost (as allowed by NZ IAS 27 Consolidated and Separate Financial Statements and NZ IAS 28 Investments in Associates) whereas this category is to be measured at fair value.

After initial recognition these investments are measured at their fair value, with gains and losses recognised in other comprehensive income, except for impairment losses, which are recognised in the surplus or deficit.

On derecognition the cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to the surplus or deficit.

### *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. WDC 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.

## Impairment of financial assets

At each balance sheet date WDC 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 surplus or deficit.

### *Loans and receivables, and held to maturity investments*

## Statement of accounting policies

Impairment of a loan or a receivable is established when there is objective evidence that WDC will not be able to collect amounts due according to the original terms. Significant financial difficulties of 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 surplus or deficit. 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, and related party and community loans is established when there is objective evidence that the WDC 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.

### *Quoted and unquoted equity investments*

For equity investments classified as fair value through other comprehensive income, a significant or prolonged decline in the fair value of the investment below its cost is considered an indicator of impairment. If such evidence exists for investments at fair value through other comprehensive income, the cumulative loss (measured as the difference between the acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in the surplus or deficit) recognised in other comprehensive income is reclassified from equity to the surplus and deficit. Impairment losses recognised in the surplus or deficit are not reversed through the surplus or deficit.

If in a subsequent period the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised, the impairment loss is reversed in the surplus or deficit.

## Derivative financial instruments

WDC uses derivative financial instruments to hedge exposure to interest rate risks arising from financing activities. In accordance with its treasury policy, WDC does not hold or issue derivative financial instruments for trading purposes.

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value at each balance date.

The associated gains or losses of derivatives that are not hedge accounted are recognised in the surplus or deficit.

## Inventories

Inventories (such as spare parts and other items) held for distribution or consumption in the provision of services that are not supplied on a commercial basis are measured at the lower of cost, adjusted when applicable, for any loss of service potential. Where inventories are acquired at no cost or for nominal consideration, the cost is the current replacement cost at the date of acquisition.

# Statement of accounting policies

The amount of any write-down for the loss of service potential or from cost to net realisable value is recognised in the surplus or deficit in the period of the write-down.

## Non-current assets held for sale

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 recorded at 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 surplus or deficit. 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.

## Property, plant and equipment

Property, plant and equipment consists of:

*Operational assets* – these include land, buildings, motor vehicles, plant and equipment and library books.

*Restricted assets* – these include artworks, cultural assets and parks and reserves. These assets provide a benefit or service to the community and cannot be disposed of because of legal or other restrictions.

*Infrastructure assets* – these include the fixed utility systems comprising the roading, airport runway, water reticulation and drainage systems, and infrastructure land (including land under roads). Each asset type includes all items that are required for the network to function.

Property, plant and equipment is shown at cost or valuation, less accumulated depreciation and impairment losses.

### *Revaluation*

Land, buildings (operational and restricted) and infrastructural assets (except land under roads) are revalued with sufficient regularity to ensure that their carrying amount does not differ materially from fair value and at least every three years. All other asset classes are carried at depreciated historical cost.

WDC assesses the carrying values of its revalued assets annually to ensure that they do not differ materially from the assets' fair values. If there is a material difference, then the off-cycle asset classes are revalued.

WDC accounts for revaluations of property, plant and equipment on a class of asset basis.

The net revaluation results are credited or debited to other comprehensive income and are accumulated to an asset revaluation reserve in equity for that class of asset. Where this results in a debit balance in the asset revaluation reserve, this balance is expensed in the surplus or deficit. Any subsequent increase on revaluation that off-sets a previous decrease in value recognised in the surplus or deficit will be recognised first in the surplus or deficit up to the amount previously expensed, and recognised in other comprehensive income.

# Statement of accounting policies

## Additions

The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits or service potential associated with the item will flow to WDC and the cost of the item can be measured reliably.

Work in progress is recognised at cost less impairment and is not depreciated.

In most instances, an item of property, plant and equipment is recognised at its cost. Where an asset is acquired at no cost, or for a nominal cost, it is recognised at fair value as at the date of acquisition.

## Disposals

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount of the asset. Gains and losses on disposals are included in the surplus or deficit. When revalued assets are sold, the amounts included in asset revaluation reserves in respect of those assets are transferred to accumulated funds.

## Depreciation

Depreciation is provided on a straight-line basis on all property, plant and equipment other than land and art works, at rates that will write off the cost (or valuation) of the assets to their estimated residual values over their useful lives. The useful lives and associated depreciation rates of major classes of assets have been estimated as follows:

| Asset type   | Useful life   | Depreciation rate      |
|--|---------------|------------------------|
| Land (including Restricted properties)                                 |               | Not a Depreciable item |
| Buildings and leasehold improvements (including Restricted properties) | 5 to 50 years | 2-20%                  |
| Plant, vehicles and equipment  | 3 to 20 years | 5-33%                  |
| Furniture & Fittings   | 5 to 10       | 10-20%                 |
| Library books  | 10 years      | 10%                    |
| Art Works  |               | Not a Depreciable item |
| <i>Infrastructural assets</i>  |               |                        |
| Roading network  |               |                        |
| Pavement   | 4-18 years    | 5-25%                  |
| Basecourse   | 80-100 years  | 1-1.25%                |
| Footpaths  | 8-100 years   | 1-12.5%                |
| Bridges & large culverts   | 100 years     | 1%                     |
| Kerb and channel   | 20-100 years  | 1-5%                   |
| Retaining Walls  | 50-100 years  | 1-2%                   |
| Street lighting  | 15-50 years   | 2-6.7%                 |
| Culverts   | 80 years      | 1.25%                  |

## Statement of accounting policies

|  |                 |            |
|--|-----------------|------------|
| Traffic signals and under road assets                              | 5-50 years      | 2-20%      |
| Wastewater system  | 20 to 120 years | 0.8-5%     |
| Water system   | 9 to 100 years  | 1% - 11.1% |
| Gas distribution network mains and services                        | 7 to 100 years  | 1% - 15%   |
| Gas distribution network condition renewals                        | 50 years        | 2%         |
| Gas measurement systems and distribution network customer stations | 10 to 100 years | 1% - 10%   |
| Airport runway   | 50 years        | 2%         |

The residual value and useful life of an asset is reviewed, and adjusted if applicable, at each financial year-end.

## Intangible assets

### *Goodwill*

Goodwill represents the excess of the cost of an acquisition over the fair value of WDC's share of the identifiable assets, liabilities and contingent liabilities of the acquired subsidiary/associate at the date of acquisition. Goodwill on acquisition of subsidiaries is included in "intangible assets". Goodwill on acquisition of associates is included in "investments in associates" and is tested for impairment as part of the overall balance.

Separately recognised goodwill is tested annually for impairment and carried at cost less accumulated impairment losses. An impairment loss recognised for goodwill is not reversed in any subsequent period.

Goodwill is allocated to cash generating units for the purposes of impairment testing. The allocation is made to those cash generating units or groups of cash generating units that are expected to benefit from the business combination, in which the goodwill arose.

### *Software acquisition and development*

Acquired computer software licenses are capitalised on the basis of the costs incurred to acquire and bring to use the specific software.

Costs that are directly associated with the development of software for internal use by WDC, are recognised as an intangible asset. Direct costs include the software development employee costs and an appropriate portion of relevant overheads.

Staff training costs are recognised as an expense when incurred.

Costs associated with maintaining computer software are recognised as an expense when incurred.

### *Amortisation*

## Statement of accounting policies

The carrying value of an intangible asset with a finite life is amortised on a straight-line basis over its useful life. Amortisation begins when the asset is available for use and ceases at the date that the asset is derecognised. The amortisation charge for each period is recognised in the surplus or deficit.

The useful lives and associated amortisation rates of major classes of intangible assets have been estimated as follows:

| Asset type        | Useful life  | Amortisation rate |
|-------------------|--------------|-------------------|
| Computer software | 3 - 10 years | 10% - 33%         |

## Impairment of property, plant and equipment and intangible assets

Intangible assets that have an indefinite useful life, or not yet available for use, are not subject to amortisation and are tested annually for impairment. Assets that have a finite useful life are reviewed for indicators of impairment at each balance date. When there is an indicator of impairment the asset's recoverable amount is estimated. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Value in use is depreciated, replacement cost for an asset where the future economic benefits or service potential of the asset are not primarily dependent on the asset's ability to generate net cash inflows and where the entity would, if deprived of the asset, replace its remaining future economic benefits or service potential.

The value in use for cash-generating assets and cash generating units is the present value of expected future cash flows.

If an asset's carrying amount exceeds its recoverable amount, the asset is impaired and the carrying amount is written down to the recoverable amount. For revalued assets the impairment loss is recognised against the revaluation reserve for that class of asset. Where that results in a debit balance in the revaluation reserve, the balance is recognised in the surplus or deficit.

For assets not carried at a revalued amount, the total impairment loss is recognised in the surplus or deficit.

The reversal of an impairment loss on a revalued asset is credited to the revaluation reserve. However, to the extent that an impairment loss for that class of asset was previously recognised in surplus or deficit, a reversal of the impairment loss is also recognised in the surplus or deficit.

For assets not carried at a revalued amount (other than goodwill) the reversal of an impairment loss is recognised in the surplus or deficit.

## Forestry assets

Standing forestry assets are independently revalued annually at fair value less estimated costs to sell for one growth cycle. Fair value is determined based on the present value of expected net cash flows discounted at a current market determined pre-tax rate. This calculation is based on existing sustainable felling plans and

## Statement of accounting policies

assessments regarding growth, timber process, felling costs and silvicultural costs and takes into consideration environmental, operational and market restrictions.

Gains or losses arising on initial recognition of biological assets at fair value less estimated costs to sell and from a change in fair value less estimated costs to sell are recognised in the surplus or deficit.

The costs to maintain forestry assets are included in the surplus or deficit when incurred.

### Investment property

Properties leased to third parties under operating leases are classified as investment property unless the property is held to meet service delivery objectives, rather than to earn rentals or for capital appreciation.

Investment property is measured initially at its cost, including transaction costs.

After initial recognition, WDC measures all investment property at fair value as determined annually by an independent valuer.

Gains or losses arising from a change in the fair value of investment property are recognised in the surplus or deficit.

### Creditors and other payables

Creditors and other payables are recorded at their face value.

### Borrowings

Borrowings are initially recognised at their fair value net of transaction costs incurred. After initial recognition, all borrowings are measured at amortised cost using the effective interest method.

Borrowings are classified as current liabilities unless WDC has an unconditional right to defer settlement of the liability for at least 12 months after the balance date.

### Employee entitlements

#### *Short-term employee entitlements*

Employee benefits that WDC expects to be settled within 12 months of balance date are measured at nominal values based on accrued entitlements at current rates of pay.

These include salaries and wages accrued up to balance date, annual leave earned to, but not yet taken at, balance date, retiring and long service leave entitlements expected to be settled within 12 months, and sick leave.

WDC recognises a liability for sick leave 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 WDC anticipates it will be used by staff to cover those future absences.

WDC recognises a liability and an expense for bonuses where contractually obliged or where there is a past practice that has created a constructive obligation.



# Statement of accounting policies

## *Long-term employee entitlements*

Entitlements that are due to be settled beyond 12 months after the end of the period in which the employee renders service, such as long service leave and retiring leave; have been calculated on an actuarial basis. The calculations are based on likely future entitlements accruing to staff, based on years of service, years to entitlement, the likelihood that staff will reach the point of entitlement and contractual entitlements information; and the present value of the estimated future cash flows. The discount rate is based on the weighted average of interest rates for government stock with terms to maturity similar to those of the relevant liabilities. The inflation factor is based on the expected long-term increase in remuneration for employees.

## Superannuation schemes

### *Defined contribution schemes*

Obligations for contributions to defined contribution superannuation schemes are recognised as an expense in the surplus or deficit as incurred.

## Equity

Equity is the community's interest in WDC and is measured as the difference between total assets and total liabilities. Equity is disaggregated and classified into a number of reserves.

The components of equity are:

- retained earnings
- restricted reserves
- asset revaluation reserves
- fair value through other comprehensive income

### *Restricted reserves*

Restricted 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 WDC. See statement of reserve funds on page 79.

Restricted reserves are those subject to specific conditions accepted as binding by WDC and which may not be revised by WDC without reference to the Courts or a third party. Transfers from these reserves may be made only for certain specified purposes or when certain specified conditions are met.

Also included in restricted reserves are reserves restricted by Council decision. The Council may alter them without references to any third party or the Courts. Transfers to and from these reserves are at the discretion of the Council.

## Goods and Service Tax (GST)

All items in the financial statements are stated exclusive of GST, except for receivables and payables, which are stated on a GST inclusive basis. Where GST is not recoverable as input tax then it is recognised as part of the related asset or expense.



## Statement of accounting policies

The net amount of GST recoverable from, or payable to, the Inland Revenue Department (IRD) is included as part of receivables or payables in the statement of financial position.

The net GST paid to, or received from the IRD, including the GST relating to investing and financing activities, is classified as an operating cash flow in the statement of cash flows.

Commitments and contingencies are disclosed exclusive of GST.

### Landfill post-closure costs

WDC, as past operator of the Balgownie landfill, has a legal obligation under the resource consent to provide on-going monitoring of the landfill after its closure. Post-closure monitoring costs are recognised as expenses when the obligation for post-closure arises.

### Cost allocation

WDC has derived the cost of service for each significant activity of WDC using the cost allocation system outlined below.

Direct costs are those costs directly attributable to a significant activity. Indirect costs are those costs which cannot be identified in an economically feasible manner with a specific significant activity.

Direct costs are charged directly to significant activities. Indirect costs are charged to significant activities using appropriate cost drivers such as operating expenditure net of NZTA subsidies.

### Critical accounting estimates and assumptions

In preparing these financial statements WDC 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 this Plan are discussed below:

#### *WDC 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 modelling assessments of underground assets;
- estimating any obsolescence or surplus capacity of an asset;
- 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 WDC could be over or under estimating the annual depreciation charge recognised as an expense in the surplus or deficit. To minimise this risk, WDC'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

## Statement of accounting policies

for local conditions based on past experience. Asset inspections, deterioration and condition modelling are also carried out regularly as part of the WDC's asset management planning activities, which gives WDC further assurance over its useful life estimates.

Experienced independent valuers perform or review the Council's infrastructural asset revaluations.

### Critical judgements in applying WDC's accounting policies

Management has exercised the following critical judgements in applying the WDC's accounting policies:

#### *Classification of property*

WDC owns a number of properties, which are maintained primarily to provide housing to pensioners. The receipt of market-based rental from these properties is incidental to holding these properties. These properties are held for service delivery objectives as part of the Council's social housing policy. These properties are accounted for as property, plant and equipment.

#### *Impairment of shares in subsidiary*

Management reviews its share investment in its subsidiary and has made estimates and assumptions concerning the future. These estimates and assumptions include revenue growth, future cash flows and future economic and market conditions. These estimates are based upon assumptions believed to be reasonable, but which are inherently uncertain and unpredictable. WDC minimises the risk of this estimation uncertainty by annually reviewing the value of its share investment.

## Fees and charges

The following fees and charges are applicable from 1 July 2016 and include GST unless otherwise stated.

### Resource consents

| Activity type  | Fixed charge                                   | Initial application fee |
|--|--|-------------------------|
| Simple land use consents   | \$617.00                                       | \$617.00                |
| Non-notified land use consents                                     | Actual cost at hourly rate                     | \$1,000.00              |
| Limited notified land use consents                                 | Actual cost at hourly rate                     | \$1,560.00              |
| Notified land use consents   | Actual cost at hourly rate                     | \$2,470.00              |
| Simple subdivision consents  | \$900.00                                       | \$900.00                |
| Non-notified subdivision consents (controlled activity)            | Actual cost at hourly rate                     | \$1,200.00              |
| Non-notified subdivision consents (other than controlled activity) | Actual cost at hourly rate                     | \$1,400.00              |
| Notified subdivision consents                                      | Actual costs at hourly rate                    | \$2,700.00              |
| Certificates of compliance and applications for ROW (s348)         | Actual costs at hourly rate                    | \$420.00                |
| Existing use certificates  | Actual costs at hourly rate                    | \$715.00                |
| Outline plan of works  | Actual costs at hourly rate                    |                         |
| Waiver for requirement for outline plan of works                   | Actual costs at hourly rate                    |                         |
| Overseas investment certificate                                    | Actual costs at hourly rate                    |                         |
| Hearings for resource consents                                     | Actual costs at hourly rate plus disbursements |                         |

| Activity type   | Fixed charge  | Note/Initial application fee  |
|---|---|---|
| Monitoring of non-notified and notified land use consents         | Actual cost at hourly rate per consent for inspections plus cost of monitoring officer time spent on compliance including site visits | Please note that all <b>land use consent</b> initial application fees include 1 hour of officer time for monitoring |
| Variation to conditions (s127 and 221 – subdivision and land use) | Actual cost at hourly rate  | Variation s127 and s221 \$700.00  |
| s128 review if requested by the consent holder                    | Actual cost at hourly rate  |   |
| Extensions of time (s125)   | Actual cost at hourly rate  | \$500.00  |
| Relocated dwellings bond  |   | Cash bond assessed at time of application plus \$90.00 administration fee   |

## Fees and charges

|   |   |  |
|---|---|--|
| Cancellation of building line restrictions or adjustment of easements | Actual cost at hourly rate  |  |
| Subdivision certificates (s223, s224 and s226)                        | Actual cost at hourly rate including officer time spent on compliance including site visits | s223 only \$130.00<br>s224 only \$260.00<br>s223 and s224 jointly \$330.00 |

### Notes

The fixed charges do not include other charges that may be imposed under the Resource Management Act 1991 or other legislation, such as:

- Additional charges
- Bonds
- Monitoring and supervision charges expressly provided for in a resource consent

If at any time Council exceeds the statutory timeframes for processing a resource consent then Council will refund 1% of costs per day that the timeframe was exceeded as per the discount provisions of the Resource Management Act 1991.

If the fixed charges are not sufficient to meet the Council's actual and reasonable costs then additional charges may be payable in accordance with the attached schedule of additional charges.

The Council will finally fix its fees including:

- Charging the fixed charge or part thereof;
- Charging the fixed charge and additional charges under section 36(3) having regard to the following criteria in section 36(4).

### Fees methodology:

Land use and subdivision consents have been based on an average cost of consents issued. Initial application fees have been set at 75% of the average fee and fixed charges at 100% of the average fee. Final charges will be charged at staff hourly rates, technical officer or consultant time and any standard fees applicable.

Simple consents apply to:

- Land use applications for breaches to the 10 metre setback or height recession plane rules, where no other breaches of the District Plan occur.
- Subdivision applications for boundary adjustments or cross lease to fee simple where no other breaches of the District Plan occur.

Monitoring and inspection charges are based on staff hourly rates to complete, with one hour of monitoring taken in at the initial application stage of land use consents.

## SCHEDULE OF ADDITIONAL CHARGES

The following schedule of charges shall form the basis for calculating any additional charges under section 36(3) in the event that the fixed charges are not sufficient to cover the Council's actual and reasonable costs.

### Consultant charges

## Fees and charges

Consultants' and solicitors' fees associated with all work types, including the processing of a consent or certificate (including specialist technical or legal advice where a consent involves creating legal instruments), shall be at cost plus disbursement.

Charges for hearings – hearings for all applications shall be at cost of officer's time per hour rates listed below.

Production of order papers shall be at cost plus disbursements.

### Council officer hourly rates

The following hourly rates for Council officers and decision makers will be charged for the processing of consents, hearings etc that do not have a fixed charge or where the fixed charge is inadequate to cover the actual and reasonable costs of the Council.

| Council officer  | Rate per hour              |
|--|----------------------------|
| Senior Resource Management Planner/Senior Policy Planner | \$150.00                   |
| Resource Management Planner/Policy Planner               | \$130.00                   |
| Graduate Planner/Graduate Policy Planner                 | \$100.00                   |
| Commissioner   | At cost plus disbursements |
| Statutory Management Committee Chair and Members         | At cost plus disbursements |
| Administration   | \$90.00                    |
| Technical Council officer                                | \$130.00                   |

### Policy/Planning fees and charges

Resource management planning services fees and charges listed below are imposed under the Resource Management Act 1991 to recover the cost to Council for processing applications to designate land and make privately initiated changes to the District Plan.

Section 36 of the Resource Management Act 1991 enables the Council to charge additional fees to recover actual and reasonable costs when the fixed fee is inadequate. Notices of requirement and private plan changes vary in degree of complexity and scope. This means that applications shall be charged at actual cost when reasonable. Consultants' and solicitors' fees associated with all work types are also included (see schedule of additional charges below). There may be times where Council refunds part of the fee at its discretion if the work required to process the application is minimal.

The initial application fees specified in the tables below are required up front and no action will be taken in accordance with s36(7) until paid. That does not mean that the Council is required to complete the activity upon payment of the fee. The costs incurred will be monitored and additional amounts up to the total of the fixed charge may be required. Then additional charges may also be required before completion of the task if the fixed charges are inadequate to cover the Council's actual and reasonable costs.

## Fees and charges

| Activity type                        | Fixed charge               | Initial application fee |
|--------------------------------------|----------------------------|-------------------------|
| Notices of requirement               | Actual cost at hourly rate | \$2,000.00              |
| Amendments to notices of requirement | Actual cost at hourly rate | \$1,000.00              |
| Private plan change requests         | Actual cost at hourly rate | \$5,000.00              |

### Note

The fees and charges apply to applications:

- Relating to a notice of requirement or amendments to or cancellations of a notice of requirement pursuant to s168, s168A, s181, and s182 of the Resource Management Act 1991, but not applications subject to s170 or clause 4 of the First Schedule which shall be processed at no cost to the requiring authority;
- For private plan changes accepted pursuant to Clause 25(2)(b) of the First Schedule, but not private plan changes adopted pursuant to Clause 25(2)(a) of the First Schedule, unless a specific agreement for cost sharing is entered into by the person/s requesting the plan change and the Council.

### Land information memorandum

| Type   | Amount   |
|--|--|
| Residential/Rural  | \$177.00   |
| Commercial   | Actual costs with an initial application fee of \$150.00 |
| Urgent LIM (within three working days)                                       | Incurs an additional cost of \$177.00                    |
| <b>LIM site inspections</b>  |  |
| Residential  | \$143.00   |
| Commercial/Rural   | Actual costs with an initial application fee of \$65.00  |
| Certificate of compliance for liquor licensed premises administration charge | \$120.00   |

### Infrastructure

| Urban and settlement infrastructure access fees                       |            |
|---|------------|
| Connection  | Amount     |
| Water (20mm nominal diameter MDPE)                                    | \$1,200.00 |
| Stormwater (to kerb)  | \$900.00   |
| Wastewater (100mm dia to limit of 20m)                                | \$3700.00  |
| Plumbing and drainage only building consent for stormwater separation | \$85.00    |

## Fees and charges

- The urban and settlement infrastructure access fees for wastewater as noted in the table above are only applicable for the first standard connection to an existing residential lot. Additional connections are at cost.
- All wastewater connections to newly created lots are at cost.
- The urban and settlement infrastructure access fees for stormwater as noted in the table above are only applicable for kerb connections. All other stormwater connections are at cost.
- The infrastructure access fees for non-residential connections will continue to be charged at cost.

| Rural infrastructure access fees - water |                 |                               |
|--|-----------------|-------------------------------|
| Connection                               | Amount (ex GST) | Capital contribution (ex GST) |
| Fordell – residential                    | Actual cost     | \$2,200.00                    |
| Fordell – rural                          | Actual cost     | \$77.00 per ha                |
| Fordell – dairy                          | Actual cost     | \$77.00 per ha                |
| Maxwell – domestic                       | Actual cost     | -                             |
| Maxwell – rural                          | Actual cost     | -                             |
| Maxwell – dairy                          | Actual cost     | -                             |
| Maxwell – horticulture                   | Actual cost     | -                             |
| Westmere – domestic                      | Actual cost     | -                             |
| Westmere – rural                         | Actual cost     | -                             |
| Westmere – rural, calf rearing           | Actual cost     | -                             |
| Westmere – dairy                         | Actual cost     | -                             |
| Westmere – horticulture                  | Actual cost     | -                             |

| Rural infrastructure access fees - wastewater |                 |                      |
|---|-----------------|----------------------|
| Connection                                    | Amount (ex GST) | Capital contribution |
| Marybank                                      | \$3,000.00      | Included             |
| Mowhanau                                      | \$3,000.00      | Included             |

### Liquor licensing

The liquor license fees are set by the Sale and Supply of Alcohol (Fees) Regulations 2013. You can find a complete list of all fees on our website: [www.whanganui.govt.nz/liquor](http://www.whanganui.govt.nz/liquor)

### Parking

| Parking charges         | Amount           |
|-------------------------|------------------|
| Victoria Avenue parking | \$2.00 per hour  |
| Long-term parking       | \$20.00 per week |

All other meters are between \$0.50 and \$1.00 per hour.

# Fees and charges

| Airport landing charges   |   |   |                                     |
|---|---|---|-------------------------------------|
| General aviation aircraft not using the terminal (deemed to be under 5001kg)  |   |   |                                     |
| Maximum certified take-off weight (MCTOW) kg  | Daily minimum                           | Cash or quarterly prepay discount                           |                                     |
| 0-600 and helicopters   | \$5.75                                  | \$5.00  |                                     |
| 601-1500  | \$11.50                                 | \$10.00   |                                     |
| 1501-3000   | \$17.25                                 | \$15.00   |                                     |
| 3001-4500   | \$23.00                                 | \$20.00   |                                     |
| 4501-5000   | \$28.75                                 | \$25.00   |                                     |
| <ul style="list-style-type: none"> <li>The above landing charges apply to each of the first three landings per aircraft on any one day.</li> <li>The fourth and any subsequent landing for each aircraft within the day will be charged at 50% of the above single landing charge.</li> <li>Transiting aircraft completing 'Touch and Goes' only will be considered as completing one landing on each occasion of joining the circuit.</li> <li>Helicopters operate free of charge from leased Whanganui Airport sites.*</li> <li>A \$10.00 administration charge applies to all invoices less than \$20.00 per month.</li> </ul> <p>* Helicopters not broadcasting intentions to land on a leased site will be deemed to have landed on the airfield and will incur the standard landing fee.</p> <p>A discount equivalent to GST will apply for the following:</p> <ul style="list-style-type: none"> <li>Cash on the day (honesty box or paid to the café).</li> <li>Pre-payment, quarterly in advance.</li> <li>Self-generated schedule of landing charges by high volume users.</li> </ul> |   |   |                                     |
| Scheduled and chartered services  |   |   |                                     |
| <ol style="list-style-type: none"> <li>Aircraft larger than 5000kg will be considered to have used the sealed runway and terminal facilities.</li> <li>The landing fee will include a terminal charge which may vary according to the aircraft seat configuration, but will assume a 70% load factor.</li> </ol>  |   |   |                                     |
| MCTOW (kg)  | Landing charge per kg of MCTOW (ex GST) | Terminal charge per PAX assuming a 70% load factor (ex GST) | Total landing fee (ex GST)          |
| 5001-8000   | \$0.00462                               | \$2.47  | Sum of landing and terminal charges |



## Fees and charges

|                       |                            |        |          |
|-----------------------|----------------------------|--------|----------|
| 8001-11000            | \$0.00421                  | \$2.47 | As above |
| 11001-14000           | \$0.00400                  | \$2.47 | As above |
| 14001-17000           | \$0.00387                  | \$2.47 | As above |
| 17001-20000           | \$0.00378                  | \$2.47 | As above |
| Over 20000            | \$0.00320                  | \$2.47 | As above |
| <b>Parking charge</b> |                            |        |          |
| Secure parking charge | \$10.00 per 24 hour period |        |          |

### Building consents

Council sets its building consent fees as actual and reasonable costs for the service. These are set by Council pursuant to s219 of the Building Act 2004 and s150 of the Local Government Act 2002.

There are two types of fees, which relate to the types of building project being undertaken:

- Fixed fees – these are for simple project types where the costs are easily identified before application.
- Estimated fees – based on anticipated costs for that building project type.

### Council officer hourly rates

| Council officer                            | Rate per hour |
|--|---------------|
| Building Control Team Leader               | \$170.00      |
| Senior Building Control Officer            | \$160.00      |
| Building Control Officer                   | \$150.00      |
| Customer Services Officer (Technical)      | \$115.00      |
| Customer Services Officer (Administration) | \$105.00      |
| Technical Council Officer*                 | \$160.00      |
| Scheduled / Unscheduled Inspection         | \$165.00      |

\*Infrastructure Officer

### Fixed fees

This fee covers all the costs payable for the building consent types listed below. The amount is fixed and no additional costs will be charged by the Council (except for additional time incurred for rural consents). Fixed fees are to be paid at the time of lodgement of the application.

| Project | Type                             | Building consent fee |
|---------|----------------------------------|----------------------|
| Signs   | Temporary sign                   | \$50.00              |
| PD only | Stormwater separation            | \$85.00              |
| 1V      | Vehicle crossings                | \$90.00              |
| 2V      | Valve vented cylinders           | \$280.00             |
| 1H      | Inbuilt solid fuel heaters       | \$320.00             |
| 2H      | Free standing solid fuel heaters | \$260.00             |
| 1AD     | Demolition                       | \$200.00             |

# Fees and charges

## Estimated building consent fees

These fees are **estimates only** and are documented to give applicants a guide. Fees charged will be those which are actual and reasonably incurred by Council in receiving, processing, issuing, inspecting and managing that building consent. The fees are made up of three parts:

- Administration fee – this part of the fee covers administration costs in receiving and vetting an application, Project information memorandum (PIM) costs, Code of compliance certificate issue and scanning/digital storage charges.
- Processing fee – this part of the fee covers officer time in compliance assessment of plans, data entry into Council's system, correspondence with applicant, consent issue and charging of consent.
- Consent issue fee – this part of the fee covers officer time in completing inspections and recording of same plus BRANZ and Department of Building and Housing (DBH) levies payable for any work valued at \$20,000 and over. The levy rate is: BRANZ – \$1.00 per \$1000; DBH – \$2.01 per \$1000. A building consent accreditation fee is payable for:
  - Residential - \$1 per \$1000 of value (capped at \$200).
  - Commercial - \$1 per \$1000 of value (capped at \$500).

Both the estimated administration fee and processing fee are payable upon application **as an application fee**. At consent issue time and uplift, the applicant will be asked to pay the balance of the costs that are deemed actual and reasonable.

Additional charges may be made in respect to a consent that incurs further costs such as extra inspections.

## Fee estimates

| Project   | Type                   | Application Fee | Estimated consent issue fee |
|---|------------------------|-----------------|-----------------------------|
| The application fee is payable at time of application. This includes administration and processing costs. |                        |                 |                             |
| <b>New residential dwellings</b>  |                        |                 |                             |
| 3C  | \$0 to \$100,000       | \$800.00        | At cost                     |
| 4C  | \$100,000 to \$200,000 | \$1,125.00      | At cost                     |
| 5C  | Above \$200,000        | \$1,255.00      | At cost                     |

|   |  |          |         |
|---|--|----------|---------|
| <b>Residential additions, alterations and relocations</b> |  |          |         |
| 1A  | Ancillary Building Work (1 inspection) | \$260.00 | At cost |
| 2A  | Minor Building Work (2 inspections)    | \$410.00 | At cost |
| 2B  | \$0 to \$20,000                        | \$475.00 | At cost |
| 1C  | \$20,000 to \$50,000                   | \$605.00 | At cost |
| 2C  | Above \$50,000                         | \$800.00 | At cost |
| <b>Commercial buildings</b>                               |  |          |         |
| 2B  | Minor building work up to \$20,000     | \$475.00 | At cost |
| 1D  | \$20,000 to \$50,000                   | \$540.00 | At cost |

## Fees and charges

|                           |   |            |         |
|---------------------------|---|------------|---------|
| 2D                        | \$50,000 to \$100,000                                 | \$735.00   | At cost |
| 3D/4D                     | \$100,000 to \$200,000                                | \$930.00   | At cost |
| 1E                        | \$200,000 to \$500,000                                | \$1,190.00 | At cost |
| 2E                        | \$500,000 to \$1M                                     | \$1,255.00 | At cost |
| 3E                        | Over \$1M   | \$2,165.00 | At cost |
| <b>Ancillary projects</b> |   |            |         |
| 1S                        | Solar, hot water heating, minor plumbing and drainage | \$215.00   | At cost |
| 3A                        | Fire reinstatement                                    | \$585.00   | At cost |
| 1F                        | Farm buildings  | \$410.00   | At cost |
| PIM                       | Project information memorandum                        | \$325.00   | At cost |

|  |  |
|--|--|
| <b>General charges</b>   |  |
| Independent Qualified Persons (IQP) registrations  | \$143.00 plus \$20.00 per feature          |
| Independent Qualified Persons (IQP) two yearly renewal   | \$143.00                                   |
| Certificate of Acceptance  | \$260.00 application fee plus actual costs |
| Certificate for Public Use   | \$260.00 application fee plus actual costs |
| Scheduled/unscheduled building, plumbing and drainage inspections. Such inspections will include but are not limited to: <ul style="list-style-type: none"> <li>Requested inspections of existing buildings</li> <li>Inspections of unauthorised work (plus a Certificate of Acceptance Fee of \$260)</li> <li>Reinspection of work subject to prior notification</li> <li>Inspection of work covered by Notice to Fix</li> <li>Building Warrant of Fitness inspection</li> <li>Inspections as per plans or description provided for Certificate of Public Use (CfPU) application (plus a Certificate of Public Use application fee of \$260)</li> <li>Application for extension of time to enable issue of Code Compliance Certificate (site</li> </ul> | \$165.00 per hour                          |

## Fees and charges

|   |   |
|---|---|
| inspection incurs an additional cost of \$40)                                     |   |
| Compliance schedule – issue fee   | \$143.00 and \$20 per feature   |
| Compliance schedule – alteration or amendment fee                                 | \$100.00  |
| Building Warrant of Fitness annual fee  | \$143.00  |
| Engineering assessment  | The building consent fee does not include the cost of any structural assessment which may be required. This will be on-charged at cost. |
| Building consent accreditation fee  | \$1 per \$1,000.00 of value (capped at \$200.00)  |
| Plan searches (includes photocopying up to a maximum of two A3 or five A4 sheets) | \$10.00   |
| Rural rapid numbers:  |   |
| New   | \$40.00   |
| Replacement   | \$20.00   |
| Large plan photocopying:  |   |
| A2  | \$4.00  |
| A0-A1   | \$6.00  |
| CBD pedestrian count data   | \$15.00   |
| Microfiche – site dimension   | \$5.00  |
| Aerial photographs  | \$5.00  |
| Monthly building statistics   | \$120.00 per annum  |
| Copy of Certificate of Title  | \$10.00   |

### Development contributions

We have adopted a new policy of collecting no development contributions from 1 July 2015. Instead we will use a range of tools such as infrastructure access fees, targeted rates and private developer agreements to reflect the true cost of providing network infrastructure for growth in the district. A copy of our Development Contributions Policy can be found on the Council website: [www.whanganui.govt.nz/policies](http://www.whanganui.govt.nz/policies)

### Health registration

| Health registration fees   |          |
|--|----------|
| Inspection charge out fees are \$120.50 per hour (or part thereof) for the following services:   |          |
| <ul style="list-style-type: none"> <li>• Food premises</li> <li>• Hairdressers</li> <li>• Offensive trades</li> <li>• Hawkers</li> <li>• Mobile shops</li> <li>• Camping grounds</li> <li>• Funeral directors</li> </ul> |          |
| Registration fees are a flat fee of \$120.50 per year except for the following:  |          |
| • Mobile shop  | \$149.50 |
| • Market food stall  | \$149.50 |
| • Hawkers/food stall   | \$29.90  |
| Fee for return of seized noise equipment   | \$160.00 |

# Fees and charges

## Dog control

| Activity type                    | Non-working dogs   | Cost (including GST) |
|----------------------------------|--|----------------------|
| Full fee                         | Before any rebates for first three dogs                      | \$120.00             |
| Prompt payment rebate            | Registration paid on or before 31 July                       | \$12.00              |
| Neutered/spayed rebate           | Vet certificate or receipt required as proof                 | \$24.00              |
| Good dog rebate                  | No justified complaints over the last registration year      | \$24.00              |
| Multi-dog rebate                 | For the fourth and subsequent non-working dog with one owner | \$10.00              |
| Activity type                    | Working dogs   | Cost (including GST) |
| Full fee                         | Before any rebates for first three dogs                      | \$40.00              |
| Prompt payment rebate            | Registration paid on or before 31 July                       | \$10.00              |
| Multi-working dog rebate         | For the fourth and subsequent working dog                    | \$10.00              |
| Activity type                    | Impounding fees  | Cost (including GST) |
| First impounding                 |  | \$90.00              |
| Second and subsequent impounding |  | \$160.00             |
| Sustenance fee                   | Daily fee  | \$15.00 per day      |
| Activity type                    | Other fees   | Cost (including GST) |
| Microchipping fee                |  | \$25.00              |
| Sale of dog fee                  | Plus any other relevant charges                              | \$35.00              |
| Bark collar rental               | Fortnightly deposit (\$30.00 refund on return)               | \$40.00              |

# Fees and charges

## Cemeteries

| Service  | Day  | Fee<br>(including<br>GST)         | Perpetual<br>maintenance |
|--|--|-----------------------------------|--------------------------|
| <b>Burials</b>   |  |                                   |                          |
| Adult interments including natural burials and RSA area  | Weekday                                    | \$765.00                          |                          |
|  | Saturday morning                           | \$890.00                          |                          |
| Children (under 15 years)  |  | \$0                               |                          |
| Stillborn  |  | \$0                               |                          |
| Disinterment   |  | \$1,020.00                        |                          |
|  |  |                                   |                          |
| <b>After hours and additional burial charges apply to:</b>   |  |                                   |                          |
| Burials at rural cemeteries - will incur travel costs  | Current cost -<br>Subject to change        | \$1.00 per km                     |                          |
| Extra depth graves over 1.8m, as may be required for a double depth plot, incur an additional cost |  | \$120.00                          |                          |
| Funerals extending after 5.00pm weekdays or 1.00pm Saturday<br>NB Usually requires 3 staff.        |  | \$43.30 per hour per staff member |                          |
| Burial services held after 1.00pm Saturday   |  | \$433.00                          |                          |
|  |  |                                   |                          |
| <b>Cremations</b>  |  |                                   |                          |
| Adult – includes plastic urn   | Weekday                                    | \$665.00                          |                          |
|  | Saturday morning                           | \$780.00                          |                          |
| Children (under 15 years)  |  | \$0                               |                          |
| Stillborn  |  | \$0                               |                          |
| Cremation of indigent person   |  | \$121.00                          |                          |
| Burial of ashes  |  | \$255.00                          |                          |
|  |  |                                   |                          |
| Medical Referee's Form   | Current actual cost -<br>Subject to change | At cost                           |                          |
| <b>After hours and additional cremation charges apply to:</b>                                      |  |                                   |                          |
| Funerals extending after 5.00pm weekdays or 1.00pm Saturday  |  | \$43.30 per hour per staff member |                          |

## Fees and charges

|  |  |            |          |
|--|--|------------|----------|
| Cremations held after 1.00pm Saturday                                  |  | \$124.00   |          |
|  |  |            |          |
| <b>Plot purchase</b>   |  |            |          |
| Burial plot - adult  |  | \$1,019.00 | \$255.00 |
| Burial plot - stillborn with monument/children                         |  | \$509.00   | \$128.00 |
| Rose spaces, niches and cremation plots                                |  | \$509.00   | \$128.00 |
| Servicemen burial plot fee   |  | \$0        |          |
| Servicemen cremation plot fee  |  | \$0        |          |
|  |  |            |          |
| <b>Other additional costs:</b>   |  |            |          |
| <b>Permit fees</b>   |  |            |          |
| Permit fee for erecting monuments or headstones (includes RSA permits) |  | \$70.00    |          |
| Permit for Rose Gardens (headstones)                                   |  | \$70.00    |          |
| Book of Remembrance entry  |  | \$112.00   |          |
| Niche Wall/Memorial Wall   |  | \$300.00   |          |
| Genealogical research per hour (after the first hour)                  |  | \$70.00    |          |
| Use of Chapel for services   |  | \$70.00    |          |

- These prices do not include funeral directors' costs.
- As rates fund 25% cost of the cemetery, Council imposes a 25% surcharge on plot purchases for people who have not been resident in Whanganui at the time of death.