



DRAFT ANNUAL PLAN 2008/09

Christchurch Ōtautahi



MAKING CHRISTCHURCH A WORLD-CLASS BOUTIQUE CITY





CHRISTCHURCH CITY COUNCIL

DRAFT ANNUAL PLAN 2008/09

For the period 1 July 2008 to 30 June 2009

Published on 17 March 2008 by Christchurch City Council

PO Box 237, Christchurch, New Zealand

Tel: 64-3-941-8999. Fax: 64-3-941-8984

ISBN 978-1-877313-39-4



CHRISTCHURCH

CITY COUNCIL · YOUR PEOPLE · YOUR CITY



Statement of Proposal

This statement is required to be made by the Local Government Act 2002. It is to be read with the Christchurch City Council's draft Annual Plan 2008/09 which is set out in the following pages.

The purpose of the draft Annual Plan 2008/09 is to:

- Contain the annual budget and funding impact statement for the 2008/09 year;
- Identify any variation from the financial statements and funding impact statement included in the Long Term Council Community Plan 2006-16 (LTCCP) in respect of the 2008/09 year;
- Support the LTCCP 2006-16 in providing integrated decision-making and co-ordination of the resources of the Council;
- Contribute to the accountability of the Council to the community; and
- Extend opportunities for participation by the public in decision-making processes relating to the costs and funding of activities to be undertaken by the Council.

The draft Annual Plan 2008/09 has been prepared in accordance with the principles and procedures that apply to the preparation of the financial statements and funding impacts statement included in the LTCCP 2006-16. It also contains appropriate references to the LTCCP 2006-16 in which the Council's activities for the 2008/09 year are set out.

The draft Annual Plan 2008/09 contains the following information:

- A statement of the intended levels of service provision for each group of activities undertaken by the Council, including the performance targets and other measures by which actual levels of service provision can be assessed;
- The estimated expenses of achieving and maintaining the levels of service provision, including the estimated expenses associated with maintaining the service capacity and integrity of assets;
- A statement of how the expenses are to be met;
- A statement of the estimated revenue levels, any other sources of funds, and the rationale for their selection.

The activities of the Council are those identified in the LTCCP 2006-16. The proposals in the draft Annual Plan 2008/09 are the Council's preferred options for continuing the intentions published in the LTCCP 2006-16.

Reasons Why Information in Draft Annual Plan Departs from LTCCP

Section 85(2)(b) of the Local Government Act 2002 requires this statement of proposal to give reasons why any information included in the draft annual plan departs from the information specified in the LTCCP for the same year. The only information that departs from that proposed in the LTCCP is the forecasted rate increase. The rate increase in the draft annual plan is 7.58%, which is lower than the LTCCP forecast rate of 9%, principally due to the following:

- CCHL dividend increase \$5.5 million
- Biosolids delay in sending to Kate Valley – \$1.6 million saving
- Museum Levy reduction \$1.6 million – delayed redevelopment project
- Insurance saving \$1.4 million
- Transfer of \$3.7 million software development staff costs to capital
- Not rating for \$3.1 million asset write offs
- Temporary revenue from new Bus Exchange properties of \$0.5 million
- Interest expense net down \$4.5 million due to delayed borrowings
- Partial special fund drawdowns from the ACC contingency reserve and emergency capital funds \$0.6 million

Offsetting the above reductions is:

- Introduction of the Waste Minimisation Plan, 3 bin option with increased costs \$6.2 million
- Rates remissions – increase of \$0.4 million to \$1.4 million
- Development Contributions – down \$2.1 million timing delay due to new policy
- Staff costs – \$6.9 million over LTCCP due to market pressure
- Depreciation \$7.1 million over LTCCP due to revaluations
- Incremental inflation impact on contracts – \$7.6 million over LTCCP

Concurrent LTCCP Amendment – Summary of Information for that Proposal

Section 85(2)(c) of the Local Government Act 2002 requires that if the making of an amendment to the LTCCP and the adoption of the annual plan is to take place concurrently the summary of information prepared for the LTCCP amendment must be included in the statement of proposal for the annual plan. The following sets out that summary of information (without the submissions section, as it contains the same information as in this statement of proposal).

Details of the Proposal

It is proposed that the LTCCP 2006-16 be amended by replacing the existing Revenue and Financial Policy with a new policy, and with consequential amendments to the LTCCP 2006-16 arising from that amendment. The draft 2008 Amendments to the LTCCP 2006-16 are attached to the statement of proposal for the amended LTCCP.

Reasons for the Proposal

At its meeting on 4 March 2008 the Christchurch City Council resolved to introduce two waste minimisation targeted rates to assist in funding the kerbside collection and disposal of organic waste, recycling and rubbish.

The funding for the new proposal will be:

- A new uniform targeted rate for organic waste and recycling;
- A 75% part charge for outlying depot based service (in the Banks Peninsula wards);
- User charges for collections within the CBD; and
- The balance of the net cost funded by general rates.

The proposed targeted rates will be charged on a uniform basis to all occupied parts of a rating unit which receive or are entitled to receive the standard service of three separate bins for organic waste, recycling and rubbish. An alternative service will be available in specific circumstances that will be defined by the Council under its service entitlement rules. Introduction of the new targeted rates requires changes to be made to the Revenue and Financing Policy, which can only be done by an amendment to the LTCCP.

As part of the amendment the opportunity was taken to update the policy by removing the explicit reference to the rates and charges of the former Banks Peninsula District Council, (BPDC), updating the balances of the Church Bay and Governors Bay targeted rates and updating the relative proportions of capital value for each of the business, residential and rural sectors.

Financial and Economic Considerations

Successful implementation of the 2006 Waste Minimisation Plan will result in considerable benefits to the Council's ratepayers. It is acknowledged that to achieve these benefits, it will be necessary to increase rates in the 2008/09 and 2009/10 financial years.

The cost of the Refuse Minimisation group of activities is \$21.5 million: \$11.3 million to be funded from the new targeted rates and \$10.2 million from general rates, although for those properties, predominately in the Banks Peninsula wards, with community drop off facilities for rubbish and recycling a lower uniform targeted

rate (75% of the full charge) will be assessed to reflect the different level of service. In the central business district the 6 day a week rubbish collection will continue but a charge will be introduced for collection bags once the new service is introduced. The targeted rate will not apply to this area. The risk of not adopting the waste minimisation targeted rates may be that a less equitable funding mechanism is used to finance the implementation of the 2006 Waste Minimisation Plan.

Social, Environmental Economic and Cultural Considerations

In addressing these proposals, the Council has had regard to social, environmental economic and cultural considerations, particularly the potential impact of the new waste minimisation targeted rates. The Council is not aware of any cultural issues that should be taken into account. Any impact in terms of the present and social wellbeing of ratepayers is minimal, and this proposal will not have an impact on the environment. (However, implementation of the Council's 2006 Waste Management Plan will result in the reduction of waste (particularly organic waste) going to the Kate Valley Landfill and greater opportunities for recycling.) The chosen rate charging structure reflects sound economic considerations.

Analysis of Options Considered by the Council

The Council is required by the Local Government Act 2002 to have a Revenue and Financing Policy. There is no other practicable option.

The current charging option in that policy for this activity provides for the recovery of costs in the general rate by capital value. Any cost increases resulting from a change in the level of service would impact all general ratepayers proportionally to their capital value. The Council could adopt a single, but differentiated uniform targeted rate. However, it is believed that a simpler and clearer option is a separate targeted rate for each charge to each of the two areas of benefit.

Submissions

The draft Annual Plan 2008/09 will be available for inspection from Monday 17 March 2008 during ordinary office hours at the following places:

- Civic Offices, 163-173 Tuam Street, Christchurch.
- Christchurch City Council Libraries and Service Centres.

A copy of the draft may also be viewed on the Council's website: www.ccc.govt.nz/ltccp.

Statement of Proposal

Submissions on the draft may be made to the Council from Monday 17 March until 5.00pm on Monday 21 April 2008. The submissions may be made:

- Electronically at www.ccc.govt.nz/haveyoursay
- By email to ccc-plan@ccc.govt.nz
- By using the submission forms contained in the draft 2008 Amendments to the 2006-16 LTCCP.
- Or in any other written form to the Christchurch City Council, PO Box 237, Christchurch.

Any person who makes a submission will have the opportunity to be heard by the Council, but must make that request. Hearings will be held from Monday 12 May to Wednesday 14 May 2008.

The Local Government Act 2002 requires the Council to make all written submissions on its draft 2008/09 Annual Plan available to the public. This requirement is subject to the provisions of the Local Government Official Information and Meetings Act 1987. Anyone wishing to withhold any information of a private or personal nature from their submissions should first discuss this with Kevin Roche, Ph 941-8112.

Cautionary Note

The forecast financial statements in this draft Annual Plan 2008/09 have been prepared on the basis of best estimates available at the time of preparing the accounts. Actual results are likely to vary from the information presented and the variations may be material.

The purpose of this draft Annual Plan is to consult with the community on the spending priorities outlined within the Plan, and may not be appropriate for any other purpose. Following the consultation period, there may be changes made to the Plan. The final Annual Plan 2008/09 will be adopted on 25 June 2008.

Comparative Information

The 2007/08 comparative information is based on the LTCCP 2006-16. The comparative numbers for the balance sheet have been adjusted to reflect the Council's position at 30 June 2008 under New Zealand equivalents to International Financial Reporting Standards.

Scope of Information

The draft Annual Plan 2008/09 covers the operations of the Christchurch City Council only. The results of its subsidiary companies are not consolidated. The financial position of the Council's holding company, Christchurch City Holdings Limited, is, however, combined with the Council's financial position for the purpose of calculating ratios required on the Council's investment policy.

Responsibility

The Council and management of the Christchurch City Council accept responsibility for the preparation of the draft Annual Plan 2008/09 and the judgements applied there in.

Authorisation for Issue

The draft Annual Plan 2008/09 was adopted by the Council on 6 March 2008 and authorised for release for the purposes of public consultation.

The Annual Plan 2008/09 will be issued in final form, no later than 1 August 2008.

Summary of Information

The Proposal

This is a summary of the information contained in the statement of proposal for the Christchurch City Council's draft Annual Plan 2008/09.

The draft Annual Plan 2008/09 is the Council's "budget" for the 2008/09 year, and it has been prepared in accordance with the principles and procedures that apply to the preparation of the financial statements and funding impacts statement included in the LTCCP 2006-16. It also contains appropriate references to the LTCCP 2006-16 in which the Council's activities for the 2008/09 year are set out. The annual plan contributes to the accountability of the Council to the community and the process for adoption of the annual plan allows the community to have a say on the Council's financial decision-making.

The draft Annual Plan 2008/09 contains the following information:

- A statement of the intended levels of service provision for each group of activities undertaken by the Council (which are identified in the LTCCP 2006-16);
- The estimated expenses of achieving and maintaining the levels of service provision;
- A statement of how the expenses are to be met;
- A statement of the estimated revenue levels, any other sources of funds, and the rationale for their selection.

Reasons Why Information in Draft Annual Plan Departs from LTCCP

The only information in the draft annual plan that departs from the LTCCP is the forecasted rate increase. The rate increase in the draft annual plan is 7.58%, which is lower than the LTCCP forecast rate of 9%. This is due to such things as the CCHL dividend increase, a saving from the delay in sending biosolids to Kate Valley, an insurance saving, the transfer of software development staff costs to capital expenditure, not rating for asset write offs, and temporary revenue from new Bus Exchange properties. These had to be offset against increases in rates remissions, less revenue from development contributions, increased staff costs, depreciation costs due to revaluations, incremental inflation impact on contracts, and the costs and rate charging changes relating to the Waste Minimisation Plan.

Concurrent LTCCP Amendment

Section 85(2)(c) of the Local Government Act 2002 requires that if the making of an amendment to the LTCCP and the adoption of the annual plan is to take place concurrently the summary of information prepared for

the LTCCP amendment must be included in the statement of proposal for the annual plan. The statement of proposal contains details of the LTCCP amendment, which is required to replace the existing Revenue and Financial Policy with a new policy, and consequential amendments to the LTCCP 2006-16 arising from that amendment. The Revenue and Financing Policy needs to be amended to provide for the Council's resolution on 4 March 2008 to introduce two waste minimisation targeted rates to fund the kerbside collection and disposal of organic waste, recycling and rubbish. The draft 2008 Amendments to the LTCCP 2006-16 and an Auditor's report on the amendments are attached to the statement of proposal on the LTCCP Amendment.

Submissions

The draft Annual Plan 2008/09 will be available for inspection from Monday 17 March 2008 during ordinary office hours at the following places:

- Civic Offices, 163-173 Tuam Street, Christchurch.
- Christchurch City Council Libraries and Service Centres.

A copy of the draft may also be viewed on the Council's website: www.ccc.govt.nz/ltccp.

Submissions on the draft may be made to the Council from Monday 17 March until 5.00pm on Monday 21 April 2008. The submissions may be made:

- Electronically at www.ccc.govt.nz/haveyoursay
- By email to consultation@ccc.govt.nz
- By using the submission forms contained in the draft 2008 Amendments to the LTCCP 2006-16.
- Or in any other written form to the Christchurch City Council, PO Box 237, Christchurch.

Any person who makes a submission will have the opportunity to be heard by the Council, but must make that request. Hearings will be held from Monday 12 May to Wednesday 14 May 2008.

The Local Government Act 2002 requires the Council to make all written submissions on its draft 2008/09 Annual Plan available to the public. This requirement is subject to the provisions of the Local Government Official Information and Meetings Act 1987. Anyone wishing to withhold any information of a private or personal nature from their submissions should first discuss this with Kevin Roche, Ph 941-8112.



TABLE OF CONTENTS



08 Introduction to the Draft Annual Plan 2008/09

- 10 Have your say
- 11 Submission form
- 13 General Information



15 Financial Commentary

- 16 Financial overview
- 18 Financial ratios
- 20 Key assets and liabilities of Christchurch City Council and Christchurch City Holding Ltd
- 20 Financial overview table
- 21 Capital works programme funding summary
- 21 Expenditure summary
- 22 Revenue summary
- 22 Capital expenditure summary
- 23 Capital works programme

Table of Contents



27 Council Activities and Services

- 28 City development
- 29 Community support
- 30 Cultural and learning services
- 31 Democracy and governance
- 32 Economic development
- 33 Parks, open spaces and waterways
- 34 Recreation and leisure
- 35 Refuse minimisation and disposal
- 36 Regulatory services
- 37 Streets and transport
- 38 Wastewater collection and treatment
- 39 Water supply



41 Financial Statements and Accounting Policies

- 42 Income statement
- 42 Statement of change in equity
- 43 Balance sheet
- 44 Cashflow statement
- 47 Accounting policies

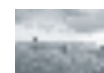


59 Council's Financial Assumptions



63 Financial Policies

- 64 Funding impact statement
- 65 Rate setting and rating policies



69 Amendments to Council Fees and Charges



107 Capital Endowment Fund



INTRODUCTION TO THE DRAFT ANNUAL PLAN 2008/09

This year I have much pleasure in my first term as your Mayor to present the proposed Annual Plan for 2008/09 with the Council's Chief Executive Tony Marryatt.

While the 2006-16 Long Term Council Community Plan (LTCCP) which was adopted two years ago is our base document, driving the levels of service and projects that our community has told us it wants and values, we still produce an annual plan detailing the costs of running the city in the year ahead. The draft annual plan for 2008/09 shows a focus on business as usual and consolidation on decisions made in our long term plan.

Since the new Council took office in October last year, we have made clear our resolve to keep the rate increase as low as possible. We recognise that householders are under pressure from increases in the cost of living, including hikes in the prices of fuel and groceries and the impact of high interest rates. Our community is giving us a strong message on what level of rates they regard as affordable. To put it bluntly, the rate increase of 9.14% signalled for 2008/09 in our long term plan with a further 2.8% for the kerbside collection scheme was not palatable in today's climate.

The 2008/09 Plan signals an average rate increase for residential properties of 5.1% (which includes the cost of the new three-bin collection system), 8.3% average increase for businesses (plus an \$82 annual charge for the collection system where it operates) and an average 3.1% increase for rural properties (which also includes the cost of the new collection system).

For the average residential ratepayer the increase is an additional \$2 a week. The average Christchurch ratepayer is paying only \$3.73 a day for rates and for that they receive a plethora of services ranging from waste water collection and roading, through to parks, libraries and recreation facilities.

The new household kerbside collection system is a significant investment in Christchurch's environment. About half the rubbish that residents have been putting in their black bags and another 20% could be recycled in some way.

The rates levied are based on the revised property valuations for the city which were released late last year. Because the value of commercial properties increased by more than residential properties, the proportion of the overall rates paid by commercial owners will increase, while the residential share of the total rate take will fall.

The revaluations will also have an impact on the rates paid by individual property owners. Many of the people in our community will look at their rates bill this year and see a significant difference from last year – either up or down – based solely on the revaluation process.

Introduction to the Draft Annual Plan 2008/09

Christchurch rates continue to be lower than those in other metropolitan cities such as Auckland and Wellington. And while our rates may be cheaper, we are not compromising at all on the quality of life our residents enjoy. The Quality of Life survey released late last year which compares lifestyles in 12 cities throughout the country, again demonstrated that Christchurch residents rate their city as a fantastic place to live work and play.

In preparing this draft annual plan, we have made savings on the budget signalled in our LTCCP through a number of factors including increasing the dividend from Christchurch City Holdings (CCHL) by \$3.5 million from that forecast in last year's annual plan, delaying sending biosolids to Kate Valley, restructuring our insurance and so reducing the amount paid in insurances by \$1.4 million and a reduction in our interest costs by reprogramming our capital works programme.

Council continues to focus on providing the services, particularly the basics that our community requires in the most efficient way possible.

Council has a number of other major projects on its agenda in the year ahead. We expect to progress some of the projects linked to the Council's drive for inner city revitalisation. The first stage of Project City Mall, the High Street end of the Mall, is underway and councillors are now considering whether to extend the route of the tram along City Mall. This will go out for public consultation as part of the Plan before a decision is made.

Other major projects on the horizon in the year ahead include continued work on the Ocean Outfall pipeline for disposal of the city's treated waste water, completion of the redevelopment of the Jellie Park pool complex and work to start on the Graham Condon Leisure Centre at Papanui.

In common with other businesses we face the major challenge of large increases in the cost of raw material which have pushed up the cost of our capital works and also our maintenance contracts. For example the increase in our maintenance contracts was calculated at 2.9% in the LTCCP, but the new estimate for the annual plan shows this has risen to a 4.5% increase.

In the year ahead we will start preparing our new LTCCP which comes into effect in July 2009. We intend to keep addressing the challenge of keeping rates at a sustainable level while still ensuring we make the progress our ratepayers expect. A working party has been set up to review the assumptions embedded in the city's LTCCP and to work through the process to ensure the next LTCCP adopted by this Council is a visionary blueprint which will ensure the future of our city for generations to come.

We look forward to receiving your feedback on our draft plan.



Bob Parker

Mayor



Tony Marryatt

Chief Executive



Have Your Say

Have Your Say

Welcome to the Christchurch City Council public consultation on the draft Annual Plan 2008/09 and the draft 2008 Amendment to the Long-Term Council Community Plan 2006-16 (LTCCP). (Please note – the draft amendment to the LTCCP is published as a separate document.)

Public submissions will be accepted from Monday 17 March until 5pm Monday 21 April 2008.

To assist the Council in processing submissions, two different forms are being provided to keep your comments on the draft Annual Plan separate from the draft Amendments to the LTCCP. Each document has its own specific submission form.

You may make a submission using the form provided in the consultation documents or in any other written form, so long as you identify yourself and provide your full name, address and telephone number. You may send your submission by mail (post), email, internet submission form or delivery in-person.

The draft Annual Plan 2008/09, the draft 2008 Amendments to the LTCCP 2006-16 and the LTCCP 2006-16 are all available on the Council website at www.ccc.govt.nz. Hard copies are available at the Tuam Street Civic Offices ground floor reception, Council libraries and service centres and upon request by ringing the call centre (941-8999).

Submitters may request to speak to the Councillors on the main points of their written submission at a public hearing. The hearings for the draft Annual Plan and draft Amendments to the LTCCP are from Monday 12 May 2008 to Wednesday 14 May 2008.

The Council will acknowledge receipt of all submissions and will confirm a request for a hearing date either by email, fax, letter or telephone.

The Council will meet on Wednesday 25 June 2008 to adopt the Annual Plan 2008/09 which will take effect from 1 July 2008. Copies of the final versions will be available to the public starting 1 August 2008.



Submission Form

Draft Annual Plan 2008/09 Submission Form

PLEASE READ BEFORE COMPLETING YOUR SUBMISSION

The public consultation period is from Monday 17 March 2008 to Monday 21 April 2008.

It will help us if you:

- clearly state the issue you want the Council to consider;
- what specific action you think the Council should take, and why that should be done;
- cite the specific page(s) of the draft Annual Plan 2008/09
- type or use black ink for your submission.

Please note: We are legally required to make all written or electronic submissions available to the public and to Councillors, this includes the name and address of the submitter. (Subject to the provisions of the Local Government Official Information and Meetings Act 1987). If you consider these compelling reasons why your contact details and/or submission should be kept confidential, you should contact the Assistant Council Secretary Kevin Roche, telephone 941-8112. All submissions will be published on the Council's website from 2 May 2008.

You may send us your submission:

On the internet:

You may enter your submission using the form provided on the Council's website at www.ccc.govt.nz.

Please follow all the instructions on the website.

By email:

ccc-plan@ccc.govt.nz
Please make sure that your full name and address is included with your submission.

By mail:

(no stamp is required) to
Freepost 178
Annual Plan
Christchurch City Council
PO Box 237
Christchurch

No anonymous submissions will be accepted.
Whether you use this form or not, you must provide your full name, address and telephone number. If you are submitting on behalf of an organisation, please state this and your role within that organisation.

Submissions must be received (NOT postmarked) at the Tuam Street Civic Offices no later than 5pm on Monday 21 April 2008. To ensure receipt, hand deliver last-minute submissions to the Civic Offices, 163-173 Tuam Street.

Your submission

If you wish, you can present your submission at a hearing. If that is the case, please tick the appropriate box below. The hearings will be held from 12 May 2008 to 14 May 2008. Five to ten minutes will be allocated for speaking to your submission, including time for questions from the Councillors. The Council will confirm the date and time of your hearing in writing, by email or by telephone call.

Tick I do NOT wish to discuss my submission at the hearing, and ask that this written submission be considered
OR
one I wish to discuss to the main points in my written submission at the hearings to be held between Monday 12 May 2008 and Wednesday 14 May 2008

Are you completing this submission: For yourself On behalf of a group or organisation

If you are representing a group or organisation, how many people do you represent?

Your Name _____

Organisation name (if applicable) _____

Organisation role (if applicable) _____

Contact Address _____

Phone No. (day) _____ Phone No. (evening) _____

Email (if applicable) _____

Signature _____ Date _____



Submission Form

Please be as specific as possible to help us understand your views. What do you want the Council to consider? What specific action you think the Council should take? Why should this be done? Please refer to specific pages of the draft Annual Plan.

You may add more pages if you wish. Thank you for your submission.

What is an annual plan?

An Annual Plan is a report that sets out the budget and explains how a local authority intends to finance the activities and services it provides for the next financial year as directed by its long-term plan.

An Annual Plan cannot be used to change the long-term plan, to add projects or activities or significantly increase or decrease levels of service.

Instead an Annual Plan focuses on the adjustments a local authority must make in light of the previous year's financial performance, updated financial figures, cost increases and inflation.

All local authorities are required to produce an Annual Plan and to consult the community before finalising that document.

How to use this document

There are two documents for public consideration; the draft Annual Plan 2008/09 and the draft 2008 Amendment to the Long-Term Council Community Plan (LTCCP) 2006-16.

The draft Annual Plan presents the budget for the period 1 July 2008 to 30 June 2009. It sets out the Council's commitments to deliver levels of service and capital projects. To find out more about these commitments please look at the LTCCP 2006-16.

The draft Annual Plan provides a side-by-side comparison of the LTCCP financial forecast of each Council activity and service with an updated cost. Explanations of any significant variations between the two figures are provided.

There is a Measures and Targets section for each group of activities showing the level of service the Council intended to provide. At the end of the year, the Measures and Targets help the public assess how successful the Council was in delivering its commitments.

The draft 2008 Amendment to the LTCCP 2006-16 proposes changes to the Council's Revenue and Financing policy to provide for the proposed changes to kerb-side collection of solid waste.

Each document has its own specific financial overview and financial impact statement. Each document has its own submission form to help distinguish between comments on the draft Annual Plan from comments on the draft Amendments to the LTCCP.





THE FOLLOWING PAGES CONTAIN
FINANCIAL COMMENTARY



Financial Commentary

Financial Overview

The draft Annual Plan 2008/09 is a planning document which concentrates on the budget and Levels of Service for the financial year ending 30 June 2009. The objective of this overview is to compare the plan with the corresponding budget in the Long Term Council Community Plan 2006-16 (LTCCP). The information provided may not be appropriate for other purposes. Actual results are likely to vary from those forecast, and variations may be material.

Rates for the year 2008/09 are planned to increase by 7.58%, which is significantly lower than the 9.14% increase budgeted in the LTCCP. Included within the 7.58% is a 2.8% increase for a three bin waste minimisation plan which had not been previously budgeted. These waste minimisation costs will be recovered by way of a targeted rate of \$82 for those within the kerbside collection area and \$62 for those with a depot service. This latter group is primarily those ratepayers in rural Banks Peninsula. Further detail on this new targeted rate is set out in the amended Revenue and Financing Policy which is contained within the amended LTCCP 2006-16. The 1.56% rate decrease has been achieved through the following;

- increased dividend from Christchurch City Holdings Limited ('CCHL') of \$5.5 million,
- reduced levy to the Canterbury Museum as a result of the delayed redevelopment project - \$1.6 million,
- saving in costs by delaying the transporting of Biosolids to Kate Valley- \$1.6 million,
- capitalisation of staff costs for software development - \$3.7 million,
- reduction in interest expense primarily due to delays in various capital programmes - \$4.5 million,
- non rating for assets written off during the year - \$3.1 million

Offsetting this were;

- increased staff costs reflecting the increase in market rates for remuneration- \$6.9 million,
- increased contract costs due to the high rates of inflation within the construction industry - \$7.6 million,
- increased depreciation as a result of the revaluation of various asset classes - \$7.1 million,
- additional refuse management and disposal costs through implementing the new waste minimisation plan - \$6.2 million

In dollar terms, rates have been held to the LTCCP levels while incorporating the additional waste management and other costs discussed above.

Levels of Service

There has been no change to the KPIs set out in the LTCCP. However, in the interests of transparency and to meet the requirements of the Local Government Act 2002, all level-of-service performance targets for 2008/09 are set out in this document.

Operational Expenditure

Operational expenditure includes all of the day to day costs necessary to run a large multi-functional organisation including staff costs, maintenance and service costs on the city's infrastructure assets, insurance, energy, professional consultancy and computer costs.

Planned cost excluding depreciation, amortisation and interest is \$300.0 million, \$10.7 million above the equivalent figure in the LTCCP. The main variances are the increased staff, contract and waste management costs as mentioned above, offset by savings in the Canterbury Museum levy, transport costs to Kate Valley, capitalised labour and ongoing cost efficiencies. These efficiencies are particularly noticeable within the Pools and Leisure centres costs following the commissioning of the QEII LPG pipeline from Burwood landfill.

Regulatory service costs have increased by \$2.0 million over the LTCCP as a result of the continuing buoyancy in the building industry and from further compliance costs imposed by central government. This cost is largely recovered from increased revenue and has no rate impact.

Recreation and Leisure costs have increased by \$4.0 million as a result of increases in events funding and additional staff to support the Visitor strategy. \$3.0 million of this cost is offset by incremental revenue.

Depreciation

Depreciation and amortisation costs are planned at \$105.2 million, \$7.2 million above the LTCCP. The increase is a result of higher than planned revaluation figures for streets and land and buildings, resulting in a higher annual depreciation figure. This is reflected in the Streets and Transport group of activities. Council has elected not to rate for assets written off during the year, thereby reducing rates by \$3.1 million.

Interest Expense

This reflects loan servicing costs for the year and is planned at \$16.4 million, \$4.5 million below the LTCCP. The reduction primarily reflects the use of prior year unbudgeted surpluses to fund the capital programme which has deferred the need to borrow, along with a delay in commencing some of the capital projects.

Operational Revenue

Fees and charges

Fees and charges have increased by \$1.9 million, to \$91.4 million. The increase includes \$3.0 million of incremental revenue from events, and \$1.8 million from the ongoing volume of work within Regulatory approval activities. Offsetting this is a \$1.9 million reduction in black bag sales through the introduction of the new waste scheme, reduced revenue in pools as a result of lower subscriptions and a loss of Ministry of Education funding for the South Learning Centre.

Development contributions

These have dropped by \$2.0 million to \$14.1 million as a result of the revision of the Development Contributions policy in the 2007/08 year. These changes were explained more fully in the 2007 Amendments to the LTCCP 2006-16.

Grants and subsidies

Grants and subsidies have been reduced by \$9.3 million, mainly as a result of bringing forward the \$11.0 of Land Transport New Zealand subsidies planned for the bus exchange.

Interest and dividends

Interest revenue at \$25.6 million is largely unchanged. Dividends have increased by \$4.5 million, due to a \$5.5 million increase in the CCHL dividend offset by a lower dividend from Transwaste Limited.

Surplus

A surplus reduces the need to borrow for capital works. The planned surplus has decreased by \$24.6 million to \$38.6 million, as a result of the drop in development contributions and vested assets received along with the decision not to fully rate for depreciation written off.

Capital Expenditure

Overall the capital programme has decreased by \$14.7 million, due to various projects running either ahead or behind their scheduled time. Amongst those projects running ahead of schedule are:

- the bus exchange site, which was purchased in 2007/08 resulting in \$23.2 million being taken forward from the 2008/09 year,
- \$2.5 million brought forward from later years for bus priority routes to coincide with the bus exchange,
- the Ocean Outfall Pipeline project, for which \$7.0 million was taken forward from 2008/09 to 2007/08

Budget for the following projects has been rescheduled to future years as they are running behind schedule:

- Grassmere storage - \$1.0 million,
- Northern relief wastewater - \$1.0 million,

- Akaroa water upgrade - \$2.9 million,
- Little River wastewater reticulation - \$0.9 million,
- Lyttelton Marina - \$6.0 million
- \$8.3 million for the western interceptor wastewater pipeline, and \$1.5 million for the Wainui sewer reticulation, which were reprogrammed from 2007/08 to 2008/09,
- the Graham Condon Pool, for which \$1.7 million was reprogrammed to 2008/09

Other changes include:

- the capitalisation of software development staff costs of \$3.7 million
- rescheduling and cost variations for numerous small project

Borrowing and Consolidated Debt

Provision is made for the repayment of Council debt by way of annual contributions to the loan repayment reserve. These contributions are calculated to ensure that parcels of debt are repaid no later than 30 years after they are initially borrowed.

The financial model assumes that loan repayment reserves are accumulated in perpetuity whereas in practice opportunity may be taken to repay portions of the debt from these accumulated funds as shorter term maturities are refinanced, typically each 3 to 5 years.

Council debt is planned to be down against the LTCCP due to delays in the capital programme, and use of prior years' unbudgeted surpluses which has deferred the need to borrow.

Intergenerational Equity

The Council has put in place the following mechanisms to ensure intergenerational equity:

- All assets are depreciated at a rate assessed to reflect their particular life.
- Loans raised to fund capital works are repaid over a 30 year period.
- Council revenue inclusive of rates is set at a level sufficient to meet the operational expenses in each year including:
 - o Depreciation on capital assets employed. An exception this year is \$3.1 million of the depreciation on assets written off.
 - o Interest on outstanding debt
 - o Debt repayment contributions, sufficient to fund the repayment of outstanding debt over a 30 year cycle.
 - o Asset management plans have been developed for all major asset types to ensure that the renewal of existing assets is appropriately planned for and carried out. This renewal work is funded by depreciation and development contribution funds generated through revenue. Any shortfall is drawn from reserves or borrowed.

Financial Commentary

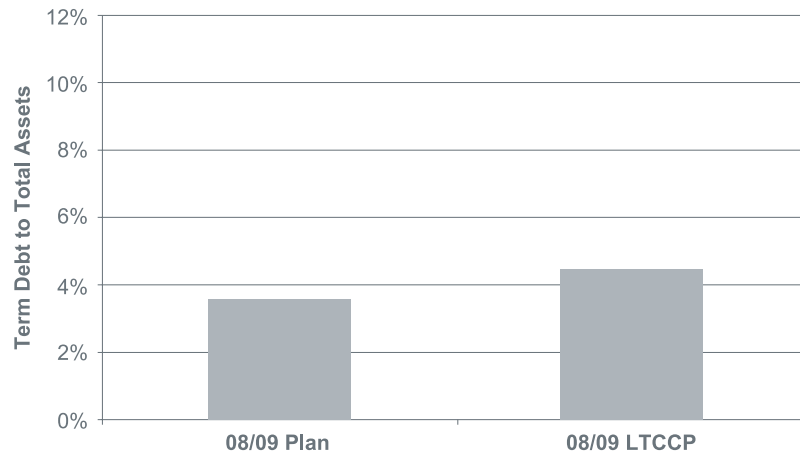
Credit Rating

The AA+ international credit rating received by the Council from Standard and Poor's was confirmed in 2007 and reflects the strong overall financial position of the Council.

Financial Ratios

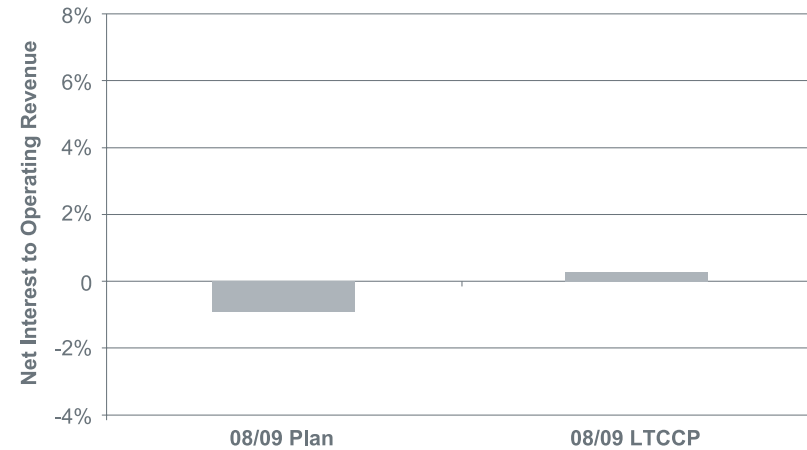
A key part of the Council's risk management strategy is its four key financial ratios. These ratios relate to the consolidated financial position of Christchurch City Council and CCHL and define the limits within which the Council must maintain its balance sheet and borrowing ratios.

External Debt to Total Assets
Ratio Policy Limit 12%

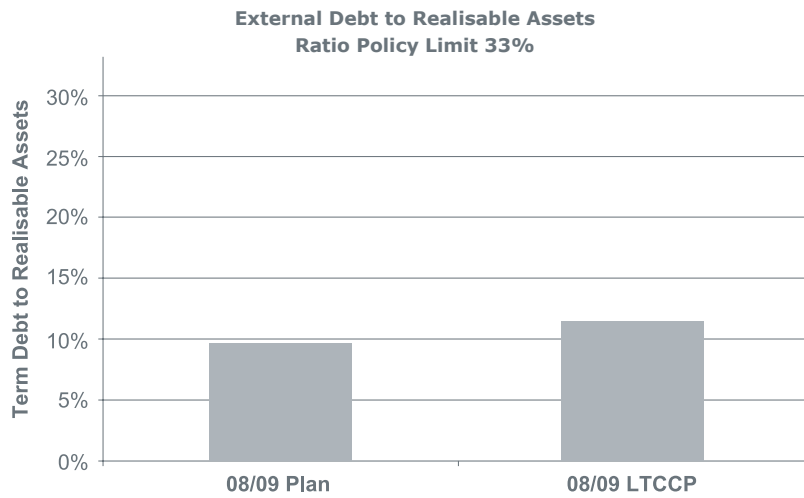


Council term debt is down \$9.0 million against the LTCCP, and total assets are up \$1.02 billion (primarily due to revaluations). The result is a better ratio than planned.

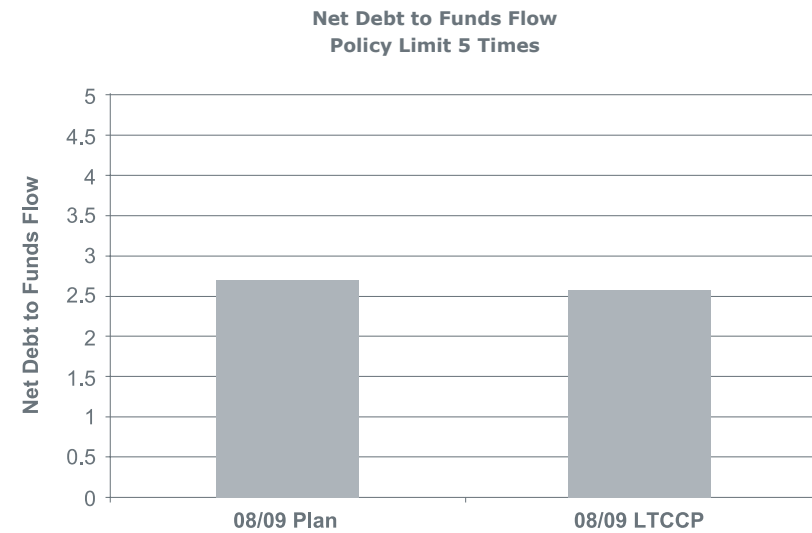
Net Interest to Operating Revenue
Ratio Policy Limit 8%



The original plan predicted a net interest expense position. More recent information indicates a net interest revenue outcome due to increased lending to subsidiary companies. The resulting ratio is better than planned.



Combined Council and CCHL external debt is planned to increase by \$14.0 million, due to revisions to external borrowing plans and a change in intercompany funding policy. This is outweighed by a predicted increase in realisable assets of \$808.7 million due to revaluations. The ratio result is better than planned.



Expected net debt and cash flow have both decreased. The lower cash flow signals that a slightly longer term will be required to repay the debt.

Financial Commentary

Key Assets/Liabilities of Christchurch City Council and Christchurch City Holdings Ltd

	2008/09 Plan \$000	2008/09 LTCCP \$000
Gross debt	290,375	299,048
/less sinking funds, debt and loan repayment reserves	11,358	12,415
Term debt	279,017	286,633
Gross debt (CCC and CCHL)	423,696	409,710
Total assets (CCC and CCHL)	8,092,827	7,070,243
Realisable assets (CCC and CCHL)	4,365,754	3,557,101

Financial Overview

	2008/09 Plan \$000	2008/09 LTCCP \$000
Operating Summary		
Operating expenditure	300,053	289,276
Depreciation	105,212	98,050
Interest expense	16,374	20,904
Total operating expenditure	421,639	408,230
funded by :		
Fees, charges and rates penalties	91,350	89,486
Development contributions	14,060	16,216
Grants and subsidies	30,340	39,670
Dividends and interest received	65,128	61,242
Total operating revenue before rates	200,878	206,614
Required operating surplus (before vested assets)	22,685	42,020
Rates required	243,446	243,636
Net annual impact of activities undertaken:		
Percentage (%) rate increase including growth	7.58%	9.14%
Required operating surplus consists of :		
Revenues to fund capital expenditure	31,510	46,952
Funding for Debt repayment provision	1,688	3,436
Funding for landfill aftercare expenditure	1,355	1,315
Removal of separately funded activities results	(2,172)	(2,246)
Operational transfers to/from special funds	(6,596)	(7,437)
Asset write offs not rated for	(3,100)	-
Operating Surplus (before vested assets)	22,685	42,020

Financial Commentary

Capital Works Programme Funding Summary	2008/09	2008/09
	Plan	LTCCP
	\$000	\$000
Capital expenditure	230,768	245,383
funded by :		
Depreciation rated for	96,108	93,310
Sale of assets	3,654	1,404
Landfill aftercare funded from rates and reserves	1,355	1,315
Funding from debt repayment reserve	-	718
Funding for capital from other reserves	2,187	1,910
Revenues for capital projects	31,510	46,952
Total funding available	134,814	145,609
Borrowing required for capital works programme	95,954	99,774

Expenditure Summary	2008/09	2008/09
	Plan	LTCCP
	\$000	\$000
Operating expenditure by Group of Activities		
City development	15,653	13,901
Community support	34,126	34,633
Cultural and learning services	43,809	46,089
Democracy and governance	11,486	12,468
Economic development	11,710	10,915
Parks, open spaces and waterways	46,181	47,541
Recreation and leisure	31,805	29,539
Refuse minimisation and disposal	24,706	21,749
Regulatory services	28,456	26,370
Streets and transport	99,206	83,958
Wastewater collection and treatment	33,055	38,209
Water supply	22,707	21,016
	402,900	386,388
Other expenditure		
Corporate	18,739	21,842
Total expenditure	421,639	408,230

Financial Commentary

Revenue Summary	2008/09 Plan \$000	2008/09 LTCCP \$000
Revenue by Group of Activities		
City development	1,802	1,067
Community support	15,854	14,617
Cultural and learning services	3,279	3,808
Democracy and governance	-	-
Economic development	172	177
Parks, open spaces and waterways	11,816	9,416
Recreation and leisure	12,322	10,410
Refuse minimisation and disposal	3,180	5,242
Regulatory services	21,763	20,002
Streets and transport	41,495	54,530
Wastewater collection and treatment	6,640	9,294
Water supply	5,495	5,843
	123,818	134,406
Other revenue		
Dividends	39,520	35,041
Interest	25,608	26,201
Other income	11,932	10,966
	77,060	72,208
Total operating revenue	200,878	206,614
Rates revenue	243,446	243,636
Operating surplus	22,685	42,020

Capital Expenditure Summary	2008/09 Plan \$000	2008/09 LTCCP \$000
City development	10,618	5,914
Community support	5,806	2,399
Cultural and learning services	6,840	6,943
Democracy and governance	16	17
Economic development	95	80
Parks, open spaces and waterways	24,488	34,170
Recreation and leisure	9,488	6,500
Refuse minimisation and disposal	23,870	23,197
Regulatory services	117	415
Streets and transport	72,989	92,227
Wastewater collection and treatment	46,871	47,642
Water supply	11,338	13,043
Corporate	18,232	12,836
Total capital programme	230,768	245,383

Capital Works Programme

Capital works programme	2008/09 Plan \$000	2008/09 LTCCP \$000	
City Development			
Technical Projects	18	19	
Metropolitan Projects			
Strategic Land Purchases	10,600	5,895	Projects reclassified between Activities
	10,618	5,914	
Community Support			
Technical Projects	3,816	527	Projects reclassified between Activities
Local Projects			
Banks Peninsula Social Housing	373	175	
Social Housing	1,617	1,697	
	5,806	2,399	
Cultural & Learning Services			
Technical Projects	6,561	6,644	
Metropolitan Projects			
Artwork Acquisitions	279	299	
	6,840	6,943	
Democracy & Governance			
Technical Projects	16	17	
	16	17	
Economic Development			
Technical Projects	95	80	
	95	80	

	2008/09 Plan \$000	2008/09 LTCCP \$000	
Parks & Open Spaces			
Technical Projects	8,889	13,331	Projects reclassified between Activities
Local Projects			
Bridges & Buildings	370	493	
Carparks, Driveways, Pathways	110	105	
Cemeteries	145	102	
Harbour Structures	50	34	
Landscape and Tree Planting	1,611	1,486	
Park Lighting	90	97	
Playgrounds and Recreational Facilities	773	608	
Reserves Development	2,026	2,323	
Revegetation Projects	92	93	
Walkways and Track Development	138	104	
Waterways & Wetlands Restoration	2,559	2,633	
Metropolitan Projects			
Botanic Gardens / Hagley Park	55	59	
Botanic Gardens Entry Pavilion	2,850	5,360	\$2.5 million budget for the Botanic Gardens Entry Pavilion has been reprogrammed from 08/09 to 09/10 as the revised timeline for the project indicates that not all the 08/09 budget will be required in that year
Coast Care Development	170	182	
District Sports Park Purchases	260	279	
Inner City Park Development	400	107	
Inner City Riverbanks	180	193	
Lyttelton Marina	1,400	4,126	\$2.7 million budget for the Lyttelton Marina project has been reprogrammed from 08/09 to future years as key decisions on the project from the working party are yet to be made
Mona Vale	40	11	
Neighbourhood Reserve Purchases	480	515	
Strategic Reserve Purchases	1,800	1,929	
	24,488	34,170	

Capital Works Programme

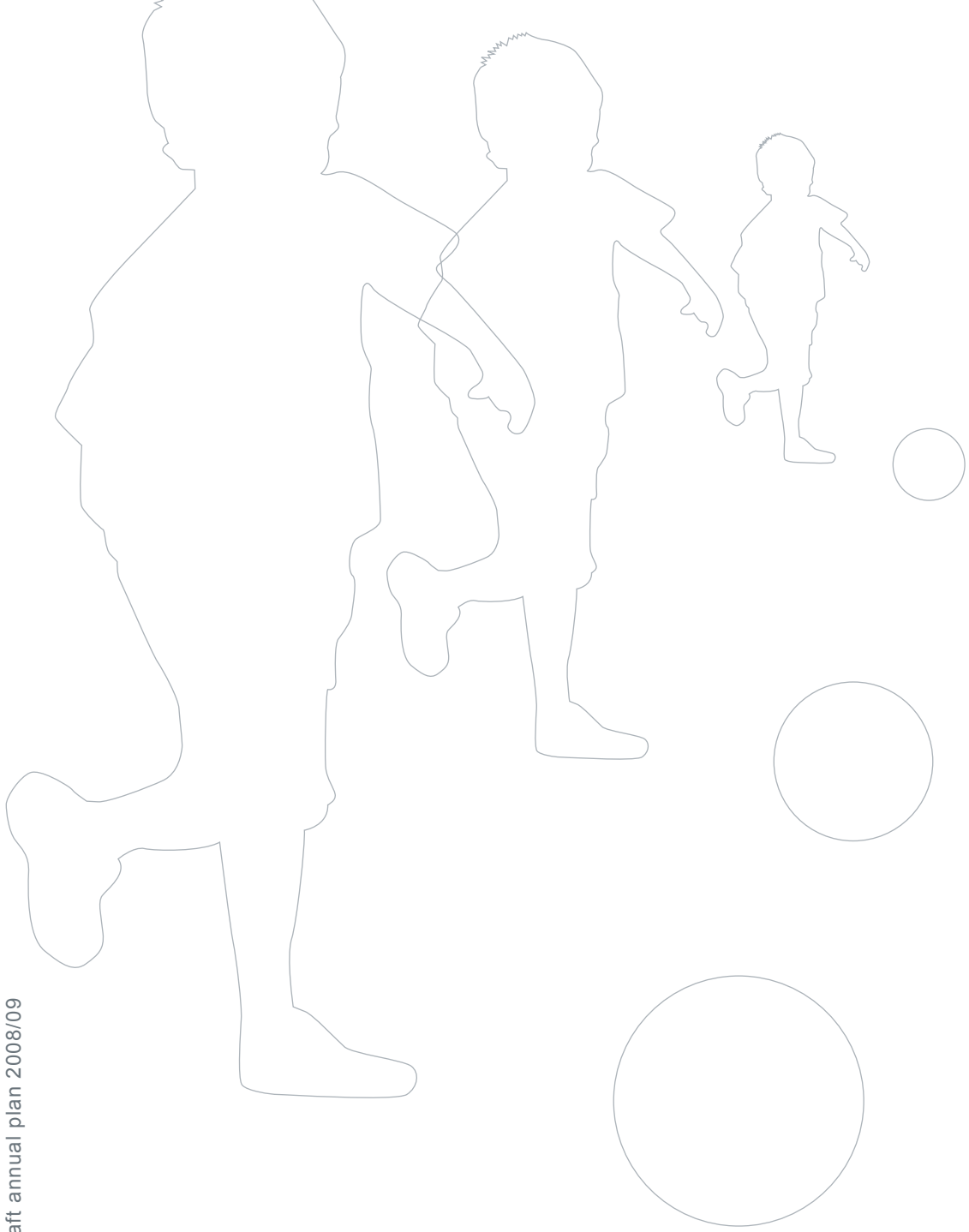
	2008/09 Plan \$000	2008/09 LTCCP \$000	
Recreation & Leisure			
Technical Projects	2,988	1,998	\$0.8 million budget for the Pioneer Fitness Centre upgrade was reprogrammed from 06/07 and 07/08 to 08/09 as a result of delays in the project re-scoping due to cost escalations
Metropolitan Projects			
Northwest Pool Facility	5,900	4,502	\$1.7 million budget for the Graham Condon Pool facility has been reprogrammed from 07/08 to 08/09 due to consultation delays with other parties involved in the project
Porritt Park Upgrade	600	-	\$0.6 million budget for the Porritt Park Upgrade project has been reprogrammed from 07/08 to 08/09 due to design and consultation delays
	9,488	6,500	
Refuse Minimisation & Disposal			
Technical Projects	173	170	
Metropolitan Projects			
Closed Landfills Aftercare	1,355	1,315	
SW Kerbside Recycling Bins	92	91	
Transfer Stations - Renewal Programme	183	183	
Waste Minimisation Initiatives	22,067	21,438	
	23,870	23,197	
Regulatory Services			
Technical Projects	117	415	
	117	415	

	2008/09 Plan \$000	2008/09 LTCCP \$000	
Streets & Transport			
Technical Projects	27,045	27,092	
Local Projects			
Street Renewals	20,873	18,264	
Cycleways	1,806	1,621	
Road Network Improvements	1,139	729	
Street Light Upgrading	291	289	
Neighbourhood Improvements	971	965	
Metropolitan Projects			
Antigua / Moorhouse	5	54	
Avonside / Fitzgerald	542	-	
Bealey / Carlton / Harper	-	43	
Blackspot Remedial Works	177	176	
Blenheim / Middleton	-	316	
Bus Exchange	6,800	30,013	\$23.0 million brought forward from 08/09 to 07/08 as new bus exchange site has now been purchased.
Bus Priority Routes	3,655	889	Some of the budget originally programmed for 09/10 to 11/12 has been brought forward to 08/09 to coincide with the new Bus Exchange project
Ctrl City Dev Strategy Projects	-	793	
Ferrymead Bridge	932	1,393	Budget reprogrammed from 08/09 to 09/10 due to delays in the issuing of resource consents
Greers / Langdons	-	316	
Lyttelton Town Centre Upgrade	740	735	
Major Amenity Area Projects	6,690	7,296	
One-way system safety	264	263	
Pedestrian Safety Works	154	153	
Public Transport Infrastructure	254	246	
Road Network Improvements	296	281	
Safety Improvements	144	119	
School Road Safety	211	181	
	72,989	92,227	

Capital Works Programme

	2008/09 Plan \$000	2008/09 LTCCP \$000	
Wastewater Collection, Treatment and Disposal			
Technical Projects	7,243	5,920	Budget for the Wainui Sewer Reticulation project reprogrammed from 07/08 to 08/09 as the project is behind schedule
Local Projects	3,588	7,290	Budget for the Grassmere Storage, Maidstone Storage and Pumping Main, and Northern Relief projects has been reprogrammed from 08/09 to future years as the projects are behind schedule
Metropolitan Projects			
Ocean Outfall Pipeline	5,866	12,863	Budget for the Ocean Outfall Pipeline project has been reprogrammed from 08/09 to 07/08 as the project is running ahead of schedule
CWTP Upgrade Projects	19,514	19,117	
Western Interceptor Pipeline	8,275	-	Budget for the Western Interceptor Pipeline project has been reprogrammed from 07/08 to 08/09 as the project is behind schedule
Reticulation Network	2,385	2,452	
	46,871	47,642	
Water Supply			
Technical Projects	4,471	6,440	Budget for the Akaroa Water Upgrade project has been reprogrammed from 08/09 to future years as the project is behind schedule
Local Projects	3,445	3,098	
Metropolitan Projects			
Reticulation Network	2,993	2,975	
Wells & Headworks	429	530	
	11,338	13,043	

	2008/09 Plan \$000	2008/09 LTCCP \$000	
Corporate			
Technical Projects			
Asset Management Programme	1,098	3,389	Projects reclassified between Activities
Computer & Other IT Equipment	9,743	4,250	Staff costs for Software Development staff transferred from operational to capital
Fitout - New Civic Offices	-	1,072	\$1.0 million budget for new furniture brought forward to 07/08 for relocation of staff back into the Civic Building
Office Furniture & Equipment	138	148	
Other Expenditure	6,253	2,905	Includes \$3.5 million of unspecified capital carryforwards
Vehicle Replacement Programme	1,000	1,072	
	18,232	12,836	





THE FOLLOWING PAGES CONTAIN THE BUDGETS FOR COUNCIL
ACTIVITIES AND SERVICES





City Development

City development

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Central city revitalisation	3	1,699	1,895
City & community forward planning & urban renewal	1,2,3	8,835	6,830
Heritage protection		5,119	5,176
Total expenditure		15,653	13,901
Activity operational revenue -			
Central city revitalisation		273	290
City & community forward planning & urban renewal	1	710	-
Heritage protection		819	777
Total operational revenue		1,802	1,067
<i>Fees and charges</i>		<i>1,591</i>	<i>844</i>
<i>Grants and subsidies</i>		<i>211</i>	<i>223</i>
<i>Total operational revenue (by source)</i>		<i>1,802</i>	<i>1,067</i>
Net operational cost		13,851	12,834
Vested assets		-	-
Net cost of services		13,851	12,834
Capital expenditure			
Renewals and replacements		18	19
Improved service levels		350	-
Increased demand	4	10,250	5,895
Total capital expenditure		10,618	5,914

Measuring our achievements*

Measures and targets	08/09
Residents' survey results:	95%
Satisfaction with "look and feel of the city".	80%
% who agree that building or land development has not made their area worse**	65%
Satisfaction with overall city and environmental planning.	74%
% increase in awareness of heritage issues.	72%
Rate of growth in the number of businesses in the central city compared to city-wide (per year).	Central city growth is 45% of city-wide.
% change in the number of pedestrians in the central city compared to base in 1993.	2% increase

Rationale for activity funding

Revenue is sought from sponsorships and subsidies where possible. The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) Several changes occurred in the City & community forward planning & urban renewal activity. Both revenue and expenditure were increased by \$0.7 million to support the Energy Strategy implementation. This strategy is linked to the sale of carbon credits and the increase in costs is fully funded via the receipt of these monies.

(2) Expenditure was further increased by \$0.4 million to reflect the reallocation of planning staff from other areas and \$0.2 million to reflect labour cost increases due to the tight labour market.

(3) Additional increases in the City & community forward planning & urban renewal activity were also required to bring remuneration of staff in-line across the team, and to reflect the redistribution of consultancy costs from the Central city revitalisation activity.

Explanation of capital variances from the LTCCP

(4) Strategic Land purchases budget of \$5.0 million has been transferred from the Parks, open spaces and waterways Group of Activities.



Community Support

Community support

Cost of proposed services	Notes	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Activity operational cost -			
Civil defence and rural fire		1,767	2,128
Community grants	1	3,778	5,116
Community support	2	8,738	8,327
Early learning centres	3	2,456	1,809
Halls and conveniences		2,078	2,198
Housing		15,309	15,055
Total expenditure		34,126	34,633
Activity operational revenue -			
Civil defence and rural fire		187	199
Community grants		111	-
Community support		285	171
Early learning centres	3	2,124	1,405
Halls and conveniences		223	135
Housing		12,924	12,707
Total operational revenue		15,854	14,617
<i>Fees and charges</i>		<i>14,482</i>	<i>13,579</i>
<i>Grants and subsidies</i>		<i>1,372</i>	<i>1,038</i>
<i>Total operational revenue (by source)</i>		<i>15,854</i>	<i>14,617</i>
Net operational cost		18,272	20,016
Vested assets		-	-
Net cost of services		18,272	20,016
Capital expenditure			
Renewals and replacements	4	5,806	2,399
Improved service levels		-	-
Increased demand		-	-
Total capital expenditure		5,806	2,399

Measuring our achievements*

Measures and targets	08/09
Occupancy rates of early learning centres owned and operated by CCC.	75-85% occupancy rate across three centres
Satisfaction with child education and environment provided.	90%
% satisfaction with quality of support provided to target community groups.	80 - 85% range
Christchurch housing rental stock provided by Council.	2,641 units provided
Occupancy rates of housing units.	90 - 97% range
Tenant satisfaction with management service.	75 - 80%

Rationale for activity funding

User charges and rents for services and accommodation provided are collected at a level considered reasonable by the Council. For some services, making a user charge would counter Council's policy of providing open access to services. The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) The LTCCP included \$1.1 million of expenditure from the Capital Endowment Fund (Civic and Community portion). In 2007 these funds were transferred to a Special Fund for later allocation.

(2) Cost-savings were identified in the LTCCP for service centre closures. The decision to close the service centres was subsequently reversed, and these costs and revenues reincluded.

(3) Staffing costs for the Early learning centres have increased mainly due to the requirement to fund the increase in non-contact time for staff from 3 hour to 5 hours per week. Ministry of Education funding and fees income are planned to increase to cover these rising costs.

Explanation of capital variances from the LTCCP

(4) A number of projects have been transferred from 2007/08 to 2008/09, including structural strengthening work at the Shirley Community Centre (\$0.7 million), improvements at St. Albans Educare (\$0.5 million), and Banks Peninsula housing renewals (\$0.2 million). The balance of the change in planned capital expenditure relates to community centre upgrade projects transferred from corporate activities.



Cultural and Learning Services

Cultural and learning services

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Art gallery		8,742	8,636
Libraries	1	28,905	29,534
Museums	2	5,643	7,427
Our City O-tautahi		519	492
Total expenditure		43,809	46,089
Activity operational revenue -			
Art gallery		1,282	1,288
Libraries	1	1,889	2,405
Museums		79	84
Our City O-tautahi		29	31
Total operational revenue		3,279	3,808
<i>Fees and charges</i>		2,913	3,493
<i>Grants and subsidies</i>		366	315
<i>Total operational revenue (by source)</i>		<i>3,279</i>	<i>3,808</i>
Net operational cost		40,530	42,281
Vested assets		-	-
Net cost of services		40,530	42,281
Capital expenditure			
Renewals and replacements		6,561	6,644
Improved service levels		279	299
Increased demand		-	-
Total capital expenditure		6,840	6,943

Measuring our achievements*

Measures and targets	08/09
Number of visits to the art gallery and net cost of providing the service.	375,000 at < \$23
Visitor satisfaction with the quantity and quality of art gallery programmes.	80 - 85%
Size of general library collection (items per capita of population).	3 - 3.5 items
Number of library items issued, per capita, per year.	Achieve national average or better
Customer satisfaction with the library service.	85 - 90%
Number of visitors to Our City O-Tautahi	14,000 visitors

Rationale for activity funding

Due to the customer focus of this activity, user charges are collected for services at a level considered reasonable by the Council, in line with Council's policy of open access to services.

Revenue is also sought from grants and subsidies where possible.

The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) Since the LTCCP was prepared, the Ministry of Education has withdrawn funding for the South Learning Centre which has resulted in a drop in revenue. This is offset by savings and other efficiencies within the Library Network. Overall the net cost of delivering Libraries has not changed.

(2) The overall levy payable to the Canterbury Museum Trust Board is lower than the LTCCP by \$1.6 million following deferral of the museum redevelopment project. The museum redevelopment had been expected to result in higher operating levies and grant monies being required.

Explanation of capital variances from the LTCCP

There are no significant variances.



Democracy and Governance

Democracy and governance

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Democracy and governance support	1	5,046	5,921
Elected member representation	2	6,440	6,547
Total expenditure		11,486	12,468
Activity operational revenue -			
Democracy and governance support		-	-
Elected member representation		-	-
Total operational revenue		-	-
<i>Fees and charges</i>		-	-
<i>Grants and subsidies</i>		-	-
<i>Total operational revenue (by source)</i>		<i>-</i>	<i>-</i>
Net operational cost		11,486	12,468
Vested assets		-	-
Net cost of services		11,486	12,468
Capital expenditure			
Renewals and replacements		16	17
Improved service levels		-	-
Increased demand		-	-
Total capital expenditure		16	17

Measuring our achievements*

Measures and targets	08/09
% of residents satisfied with the way the Council involves the public in decision-making.	75%
% of residents satisfied that the Council makes decisions in the best interests of Christchurch.	75%
% of Council meetings that are publicly notified at least 10 working days prior to meeting.	100%
% of agendas and reports available from Council 2 clear working days prior to each meeting.	100%

Rationale for activity funding

There are few opportunities for direct revenue from these activities. The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) The cost of and approach to providing Democracy and governance services to Council and Community Boards has changed since the LTCCP was prepared. There are now lower staff costs and internal overheads in the provision of support to elected member meetings. Costs related to statutory reporting, communication and policy advice are also lower than initially forecast.

(2) The LTCCP included costs for Banks Peninsula elected member representation based on a full council structure, while the current plan has one Councillor plus Community Board costs only.

Explanation of capital variances from the LTCCP

There are no significant variances.



Economic Development

Economic development

Cost of proposed services	Notes	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Activity operational cost -			
City promotion and international relations		1,069	1,194
Economic development		6,089	5,703
Employment development		1,971	2,143
Visitor promotions	1	2,581	1,875
Total expenditure		11,710	10,915
Activity operational revenue -			
City promotion and international relations		17	18
Economic development		120	128
Visitor promotions		35	31
Total operational revenue		172	177
<i>Fees and charges</i>		152	155
<i>Grants and subsidies</i>		20	22
Total operational revenue (by source)		172	177
Net operational cost		11,538	10,738
Vested assets		-	-
Net cost of services		11,538	10,738
Capital expenditure			
Renewals and replacements		95	80
Improved service levels		-	-
Increased demand		-	-
Total capital expenditure		95	80

Measuring our achievements*

Measures and targets	08/09
Number of business start-ups per year.	500
Business mentoring and coaching.	1,000 hours of coaching. 400 mentor matches.
Growth in International Visitor numbers.	Achieve national growth rate at all times. Exceed year-end national growth percentage by 10%. (i.e if national growth rate is +4%, we aim for minimum +4.4%).
Increase in international Visitors' length of stay, and their spend.**	Aim that market share of Regional Tourism Organisational spend is not less than 15.4% of national total.
Increase in domestic visitor numbers.	Strategy under development
Number of skilled migrants relocated per year.	40

Rationale for activity funding

There are few opportunities for direct revenue from these activities. Revenue is sought from grants and subsidies where possible. The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) Additional expenditure of \$0.7 million for the "Be There" and "What's On" marketing campaigns, designed to attract both domestic and international visitors to Christchurch, is included in Visitor promotion expenditure. This was added during the Annual Plan 2007/08 process.

Explanation of capital variances from the LTCCP

There are no significant variances.



Parks, Open Spaces and Waterways

Parks, open spaces and waterways

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Cemeteries		1,207	1,412
Regional parks		6,154	7,291
The Botanic Gardens		3,323	4,870
Urban parks		20,121	18,948
Waterways and land drainage		15,376	15,020
Total expenditure		46,181	47,541
Activity operational revenue -			
Cemeteries		729	775
Regional parks		556	669
The Botanic Gardens		160	174
Urban parks		683	744
Waterways and land drainage		38	40
Capital revenues	1	9,650	7,014
Total operational revenue		11,816	9,416
<i>Fees and charges</i>		<i>11,801</i>	<i>9,400</i>
<i>Grants and subsidies</i>		<i>15</i>	<i>16</i>
<i>Total operational revenue (by source)</i>		<i>11,816</i>	<i>9,416</i>
Net operational cost		34,365	38,125
Vested assets	1	6,049	10,630
Net cost of services		28,316	27,495
Capital expenditure			
Renewals and replacements		10,140	12,242
Improved service levels		669	672
Increased demand	2	13,679	21,256
Total capital expenditure		24,488	34,170

Measuring our achievements*

Measures and targets	08/09
Area of urban park per 1,000 population (ha=hectares)	4.7 ha (total 1,631 ha)
% of urban residences within 400 metres of a park.	90%
Area of regional park per 1,000 population.	13.2 ha (total 4,620 ha)
Customer satisfaction with appearance of parks and with range of recreation opportunities available in parks.	>90% 85%
Recreation facilities:	
Playgrounds per 1,000 children (based on projections for no. of children in the city)	>4
Youth facilities per 1,000 youth	>1
Playing fields per 1,000 sports participants	14 winter 7 summer
Number of people visiting the Botanic Gardens per year (m = million).	1.2 million
Customer satisfaction with appearance of waterways & wetlands	75%
Capacity of CCC cemeteries	13,500 full plots (20+ year capacity). 3,500 ash plots (20+ year capacity).
% of non-flooding properties.	99%

Rationale for activity funding

User charges for certain services, such as cemeteries and ground hire, are collected at levels considered reasonable by the Council. In many areas, such as providing access to open spaces, charging is not feasible.

The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Development contributions are applied towards appropriate capital expenditure. The balance is funded corporately.

Explanation of operational variances from the LTCCP

Since the LTCCP certain property holding costs have been reallocated between Groups of Activities. This has resulted in expenditure being removed from certain activities and added to others. Savings are also recognised in the current forecasts for lower maintenance contract costs.

(1) The increase in Capital revenues relates to development contributions for reserves, which is offset by a reduction in vested parks. The net reduction in development contributions is due to the Development Contributions Policy changing to a flat rate per Household Unit rather than the statutory maximum of 7.5% of the value of additional allotments created on subdivision.

Explanation of capital variances from the LTCCP

(2) \$5.2 million for the Botanic Gardens Entry Pavilion and Lyttelton Marina has been reprogrammed to 2009/10 and \$5.0 million for Strategic Land purchases is now shown under City development.



Recreation and Leisure

Recreation and leisure

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Pools and leisure centres, stadia and sporting facilities	1	20,065	21,264
Recreation and leisure	2	7,029	3,038
Recreation programmes	3	2,417	3,229
Sports support and promotion		2,294	2,008
Total expenditure		31,805	29,539
Activity operational revenue -			
Pools and leisure centres, stadia and sporting facilities	1	8,282	8,933
Recreation and leisure	2	3,272	230
Recreation programmes		626	657
Sports support and promotion		2	2
Capital revenues	4	140	588
Total operational revenue		12,322	10,410
<i>Fees and charges</i>		<i>10,523</i>	<i>10,029</i>
<i>Grants and subsidies</i>		<i>1,799</i>	<i>381</i>
Total operational revenue (by source)		12,322	10,410
Net operational cost		19,483	19,129
Vested assets		-	-
Net cost of services		19,483	19,129
Capital expenditure			
Renewals and replacements		3,915	2,063
Improved service levels		5,573	4,437
Increased demand			-
Total capital expenditure		9,488	6,500

Measuring our achievements*

Measures and targets	08/09
Number of customer visits to leisure centres per year.	Over 2.6 million
Provision of 1 multi-use leisure centre per 50,000 population.	6 centres
Area of pool provided per capita (m ² = square metres).	1m ² per 105 persons
Facilities meet legislative requirements measured by NZ 'PoolSafe' accreditation.	All indoor and summer pools are PoolSafe accredited.
Attendance numbers at Council recreation, arts and sporting programmes per year.	570,000 attendees.
% of customers satisfied with range and quality of recreation, arts and sporting programmes.	0.9
Number of customer visits per year to Council operated stadia and sporting facilities.	410,000 visits
% satisfaction with the quality of major festivals and events provided.	At least 90%
Number of national or international events hosted in Christchurch per year.	6 international events 12 national events
\$ value of economic benefits delivered to the city per year, through hosting of sporting events.	At least \$20 million

Rationale for activity funding

User charges for certain services, such as entry fees and hire, are collected at levels considered reasonable by the Council, in line with Council's policy of providing open access to services.

The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Development contributions are applied towards appropriate capital expenditure. The balance is funded corporately.

Explanation of operational variances from the LTCCP

(1) Planned expenditure on Pools and leisure centres, stadia and sporting facilities has decreased by \$1.1 million from the LTCCP due to efficiencies within operations. Following the installation and commissioning of the QEII LPG pipeline from Burwood landfill electricity costs are down \$0.4 million and fuel costs are down \$0.3 million. Insurance and contract costs are also lower than originally planned. Offsetting this, revenue is less than the LTCCP by \$0.7 million, as increases in fees are lower than plan, and whilst admittances are up, subscriptions are lower than planned. The overall net cost of service is lower than the LTCCP by \$0.5 million.

(2) Recreation and Leisure has had two significant increases relating to the increase in expenditure, one is for an increase in events funding, and additional staff to support the delivery of the Visitor Strategy, and the other relates to the separation of the Eilerslie Flower Show into both the revenue and expenditure components of the budget, instead of a net breakeven budget.

(3) Since the LTCCP was prepared, an internal realignment of teams meant a reallocation of overhead expenses across activities. Social Housing received \$0.3 million of overhead which was budgeted to be included in Recreation programmes, and \$0.3 million of other internal costs were allocated directly to activities.

(4) The reduction in Capital revenues relates to revisions to the Development Contributions Policy and the market's response to the policy transition options. While development has remained comparatively high the planned cash-flow increase is taking longer to materialise due to developers exercising their options to pay later under the revised policy. This will likely even out in subsequent years as the reducing transitional discount prompts earlier payment.

Explanation of capital variances from the LTCCP

Significant capital expenditure planned for 2008/09 has been revised to include the Graham Condon Pool (\$1.7 million), Pioneer Fitness upgrade (\$0.8 million) and Porrit Park improvements (\$0.6 million), all of which have been reprogrammed from 2007/08.



Refuse Minimisation and Disposal

Refuse minimisation and disposal

Cost of proposed services		2008/09	2008/09
		Plan	LTCCP
Notes		\$000's	\$000's
Activity operational cost -			
Black bag collection and disposal	1	7,038	8,051
Refuse transfer and disposal	2	3,359	4,313
Waste minimisation	1,3	14,309	9,385
Total expenditure		24,706	21,749
Activity operational revenue -			
Black bag collection and disposal	1	1,155	2,648
Refuse transfer and disposal		1,871	2,069
Waste minimisation	3	154	525
Total operational revenue		3,180	5,242
<i>Fees and charges</i>		3,180	5,242
<i>Grants and subsidies</i>		-	-
<i>Total operational revenue (by source)</i>		3,180	5,242
Net operational cost		21,526	16,507
Vested assets		-	-
Net cost of services		21,526	16,507
Capital expenditure			
Renewals and replacements		23,670	23,000
Improved service levels		178	176
Increased demand		22	21
Total capital expenditure		23,870	23,197

Measuring our achievements*

Measures and targets	08/09
Zero breaches of resource consents by the Council's solid waste facilities.	Zero breaches of resource consents by the Council's solid waste facilities.
Opening hours of refuse stations - 8.5 hours per day, 7 days per week (excluding public holidays).	Continue to open 8.5 hours per day, 7 days per week (excluding public holidays).
Percentage of black rubbish bags and recycling crates collected weekly.	Maintain collection at > 99%
Kilogrammes of waste sent to landfill per capita, per year.	
Domestic: (target maximum of 170 kg per capita by 2020).	300 kg
Commercial: (target maximum of 235 kg per capita by 2020).	415 kg
Total amount of waste (tonnes) sent to landfill per year.	260,000 tonnes ± 5%

Rationale for activity funding

The implementation of the Waste Minimisation Plan will occur progressively from February 2009.

Waste minimization costs, made up of organic waste and recycling collection and disposal, will be funded by targeted rates on the serviced area commencing from 1 July 2008.

Council have concluded that the targeted rates will fund both the direct and general benefits for two of the three bins of the service.

General rates and user charges will fund the balance of the costs on a citywide basis..

Explanation of operational variances from the LTCCP

(1) The plan includes changes to reflect the transition year impact of moving to a three bin waste minimisation system including the construction of a new organics processing plant at Metro Eco-depot.

Black bag collection and disposal changes from the LTCCP reflect the part year reduction in providing additional black bags (cost \$0.4 million and revenue \$1.4 million). The changes also include a saving on collection costs which is included in the collections contract under Waste minimisation.

The Waste minimisation cost increase includes the transition to the new three bin collection contract (\$3.4 million) and new compost plant operations (\$1.8 million).

(2) \$0.6 million savings reflects internal recoveries for biosolid processing costs diverted from the Kate Valley landfill.

(3) A \$0.5 million reduction in Waste Minimisation Levy revenue has occurred due to legislative decisions on this charge. A corresponding reduction in expenditure has occurred.

Explanation of capital variances from the LTCCP

There are no significant variances.



Regulatory Services

Regulatory services

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Enforcement and inspection activities		9,315	9,635
Maintaining and reviewing the City Plan	1	2,316	1,983
Regulatory approvals	2	16,825	14,752
Total expenditure		28,456	26,370
Activity operational revenue -			
Enforcement and inspection activities		8,681	8,703
Maintaining and reviewing the City Plan		60	32
Regulatory approvals	2	13,022	11,267
Total operational revenue		21,763	20,002
<i>Fees and charges</i>		<i>21,763</i>	<i>20,002</i>
<i>Grants and subsidies</i>		<i>-</i>	<i>-</i>
<i>Total operational revenue (by source)</i>		<i>21,763</i>	<i>20,002</i>
Net operational cost		6,693	6,368
Vested assets		-	-
Net cost of services		6,693	6,368
Capital expenditure			
Renewals and replacements		117	415
Improved service levels		-	-
Increased demand		-	-
Total Capital Expenditure		117	415

Measuring our achievements*

Measures and targets	08/09
% of walk-in customers satisfied with service received	80%
% of all regulatory applications processed within statutory time-frames	100%
% of responses to complaints or requests for investigations completed:	
• Within 10 working days (simple request),	Simple 100%
• 60 working days (complex request)	Complex 80%
% of responses to excessive noise within an average of 30 minutes	100%
% of Priority 1 complaints (wandering stock and aggressive behaviour by dogs) responded to within 2 hours	100%
% of Priority 2 complaints (other complaints about dogs) commenced within 24 hours	100%
% of potentially higher risk food premises inspected at least once a year	100%

Rationale for activity funding

User charges are collected for services considered reasonable by the Council.

Costs are generally recovered in full. The balance of the net operating cost is funded by General rates, as the whole community benefits from these activities.

Capital expenditure is funded corporately.

Explanation of operational variances from the LTCCP

(1) Costs for Maintaining and reviewing the City Plan have increased following a decision to increase funding for two years to progress the City Plan review.

(2) For the Regulatory approvals activity, expenditure is forecast to be higher than the LTCCP by \$2.0 million due to the continuing increase in work volumes in the buoyant building industry. Staff costs and other compliance costs (Building Act Accreditation) have increased to meet the continued growth in building related applications. Revenue has increased over that forecast in the LTCCP by \$1.8 million and directly offsets the increased expenditure to deliver these services.

Explanation of capital variances from the LTCCP

There are no significant variances.



Streets and Transport

Streets and transport

Cost of proposed services	Notes	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Activity operational cost -			
Cycle and pedestrian linkages - off-street		713	885
Off-street parking		6,002	5,939
Pedestrian malls - off-street		3,257	3,306
Public passenger transport		4,974	4,976
Streets	1	84,260	68,852
Total expenditure		99,206	83,958
Activity operational revenue -			
Cycle and pedestrian linkages - off-street		83	87
Off-street parking		7,071	7,154
Pedestrian malls - off-street		12	13
Public passenger transport		1,219	600
Streets		16,457	15,564
Capital revenues	2	16,653	31,112
Total operational revenue		41,495	54,530
<i>Fees and charges</i>		<i>14,938</i>	<i>16,835</i>
<i>Grants and subsidies</i>		<i>26,557</i>	<i>37,695</i>
<i>Total operational revenue (by source)</i>		<i>41,495</i>	<i>54,530</i>
Net operational cost		57,711	29,428
Vested assets		6,616	7,092
Net cost of services		51,095	22,336
Capital expenditure			
Renewals and replacements		41,705	39,172
Improved service levels		17,639	19,371
Increased demand		13,645	33,684
Total capital expenditure		72,989	92,227

Measuring our achievements*

Measures and targets	08/09
% resident satisfaction with the safety of streets.	Not currently measured. Results will be reported as they become available, and future targets will be based on these results. Baseline measures will be established 2008/09.
Accident statistics provided by Land Transport NZ. Aim for ongoing downward trend, within specific targets:	
Number of vehicle crashes per 10,000 people - 5-year rolling average.	<22
Number of cyclist casualties - 5-year rolling average.	<112
Number of pedestrian casualties - 5-year rolling average.	<95
Land Transport NZ Smooth Travel Exposure measure: % vehicle travel on smooth roads.	>87%
Kerb and channel renewal (remove dished channels by 2023).	Renew 17 km of kerb and channel.
% resident satisfaction with quality of cycleways.	>65%
% resident satisfaction with quality of pedestrian malls.	>65%
% user satisfaction that cars are safer in off-street parking facilities than parked on street.	>66%
% user satisfaction with the Council's off-street parking facilities.	New measure - Baseline measures will be established in 08/09.
Number of shuttle bus passenger trips per year.	>850,000
% resident satisfaction with the quality of bus signs, shelters and seats.	>65%
% resident dissatisfaction with general road congestion.	New measure - Baseline measures will be established in 08/09.
Congestion: Average travel time for a 10 km trip (minutes:seconds), based on average speeds for monitored portion of network.	15:40

Rationale for activity funding

User charges for certain services, such as parking fees, are collected at levels considered reasonable by the Council. Subsidies will be claimed from Land Transport New Zealand for both operational and capital expenditure to the maximum allowed. The balance of the net operating cost is funded by General rates, with a loading on the business sector.

Development contributions are applied towards appropriate capital expenditure. The balance is funded corporately.

Explanation of operational variances from the LTCCP

(1) Depreciation is forecast to be \$10.4 million higher than the LTCCP, principally due to a revaluation of Roadway assets on 1 July 2007. Streets maintenance contracts are planned to be \$6.7 million higher than forecast in the LTCCP; inflationary pressures and volume increases are the basis for this increase.

(2) Planned capital revenues have decreased due to the expected receipt of an \$11.0 million LTNZ subsidy in 2007/08, related to the purchase of the new Bus Exchange site in 2007/08 as opposed to 2008/09.

Explanation of capital variances from the LTCCP

\$23.0 million of expenditure for the Bus Exchange site purchase was brought forward to 2007/08 from 2008/09; the remaining variance is due to kerb and channel renewal timing.



Wastewater Collection and Treatment

Wastewater collection and treatment

Cost of proposed services		2008/09 Plan \$000's	2008/09 LTCCP \$000's
	Notes		
Activity operational cost -			
Wastewater collection	1	20,364	22,343
Wastewater treatment and disposal	2,3	12,691	15,866
Total expenditure		33,055	38,209
Activity operational revenue -			
Wastewater collection		16	17
Wastewater treatment and disposal		3,814	3,663
Capital revenues	4	2,810	5,614
Total operational revenue		6,640	9,294
<i>Fees and charges</i>		6,640	9,294
<i>Grants and subsidies</i>		-	-
<i>Total operational revenue (by source)</i>		6,640	9,294
Net operational cost		26,415	28,915
Vested assets		1,799	1,928
Net cost of services		24,616	26,987
Capital expenditure			
Renewals and replacements		19,784	14,172
Improved service levels		16,040	20,182
Increased demand		11,047	13,288
Total capital expenditure		46,871	47,642

Measuring our achievements*

Measures and targets	08/09
Number of public health issues attributable to the wastewater system.	Maintain zero reported by the Ministry of Health.
Number of persistent breaches of the resource consent by the wastewater treatment plant.	One breach (due to ammonia).
Each year the Ocean Outfall Development proceeds within the Council approved budget and timeframe.	On budget and on time.
% of mains blockages and non-consented overflows responded to within one hour of Council notification.	90% responded to within one hour.
Number of widespread and/or ongoing incidents reported, per year, of objectionable odour from the treatment plant.	5
Number of wet weather sewer overflows into rivers and waterways, per year (10-year rolling average).	4 or fewer

Rationale for activity funding

User charges for certain services, such as trade waste, are collected at levels considered reasonable by the Council. The balance of the net operating cost is funded by a targeted rate on serviced properties based on capital values.

Development contributions are applied towards appropriate capital expenditure. The balance is funded corporately.

Explanation of operational variances from the LTCCP

- (1) Depreciation is forecast to be \$1.8 million lower than in the LTCCP as a result of the 2006 sewer revaluation.
- (2) Refuse disposal fees are planned to be \$1.6 million lower through diverting biosolids to the Burwood landfill rehabilitation rather than sending to the Kate Valley landfill. This is partly offset by an internal service charge of \$0.6 million from the Refuse minimisation group of activities.
- (3) A further \$1.0 million saving relates to other internal charges and debt servicing costs.
- (4) The reduction in Capital revenues relates to revisions to the Development Contributions Policy and the market's response to the policy transition options. While development has remained comparatively high the planned cash-flow increase is taking longer to materialise due to developers exercising their options to pay later under the revised policy. This will likely even out in subsequent years as the reducing transitional discount prompts earlier payment.

Explanation of capital variances from the LTCCP

Several projects have been reprogrammed. Progress on the Ocean Outfall resulted in \$7.0 million of budget being brought forward to 2007/08 from 2008/09, and \$8.3 million for work on the Western Interceptor has been brought forward to 2008/09 to accommodate growth in the south west.



Water Supply

Water supply

Cost of proposed services	Notes	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Activity operational cost -			
Water conservation		136	243
Water supply	1	22,571	20,773
Total expenditure		22,707	21,016
Activity operational revenue -			
Water conservation		-	-
Water supply		3,238	3,218
Capital revenues	2	2,257	2,625
Total operational revenue		5,495	5,843
<i>Fees and charges</i>		<i>5,495</i>	<i>5,843</i>
<i>Grants and subsidies</i>		<i>-</i>	<i>-</i>
<i>Total operational revenue (by source)</i>		<i>5,495</i>	<i>5,843</i>
Net operational cost		17,212	15,173
Vested assets		1,462	1,567
Net cost of services		15,750	13,606
Capital expenditure			
Renewals and replacements	3	8,469	5,981
Improved service levels	4	903	4,055
Increased demand		1,966	3,007
Total capital expenditure		11,338	13,043

Measuring our achievements*

Measures and targets	08/09
Number of unplanned shutdowns (over 4 hours) with loss of water, due to reticulation, pumps or reservoirs.	≤ 1 unplanned shutdown on average per week.
95% of leaks reported to be in the Council's reticulation system are repaired to targets:	all targets met > 95% of the time
a) major/urgent leaks contractor on site within one hour of the leak being reported;	
b) medium magnitude leak repaired within one working day;	
c) minor leaks and faults repaired within three working days.	
Achievement of the highest Ministry of Health water supply grade possible without treatment of the water.	Maintain the highest grade possible without treatment.
% customer satisfaction with water quality and taste.	>90% satisfaction.
% of properties where an ordinary water connection at the boundary can supply 25 litres per minute.	> 98%.
Domestic consumption of water per capita (litres per day).	< 318 litres
Commercial consumption of water per capita (litres per day).	100 litres
Total water used by the city per year (million cubic metres M cu, on a 5-year rolling average).	53 M cu +/- 6

Rationale for activity funding

User charges (technically classified as a rate) are made for excess water supplied at the average cost of water. The balance of the net operating cost is funded by a targeted rate on serviced properties based on capital value.

Development contributions are applied towards appropriate capital expenditure. The balance is funded corporately.

Explanation of operational variances from the LTCCP

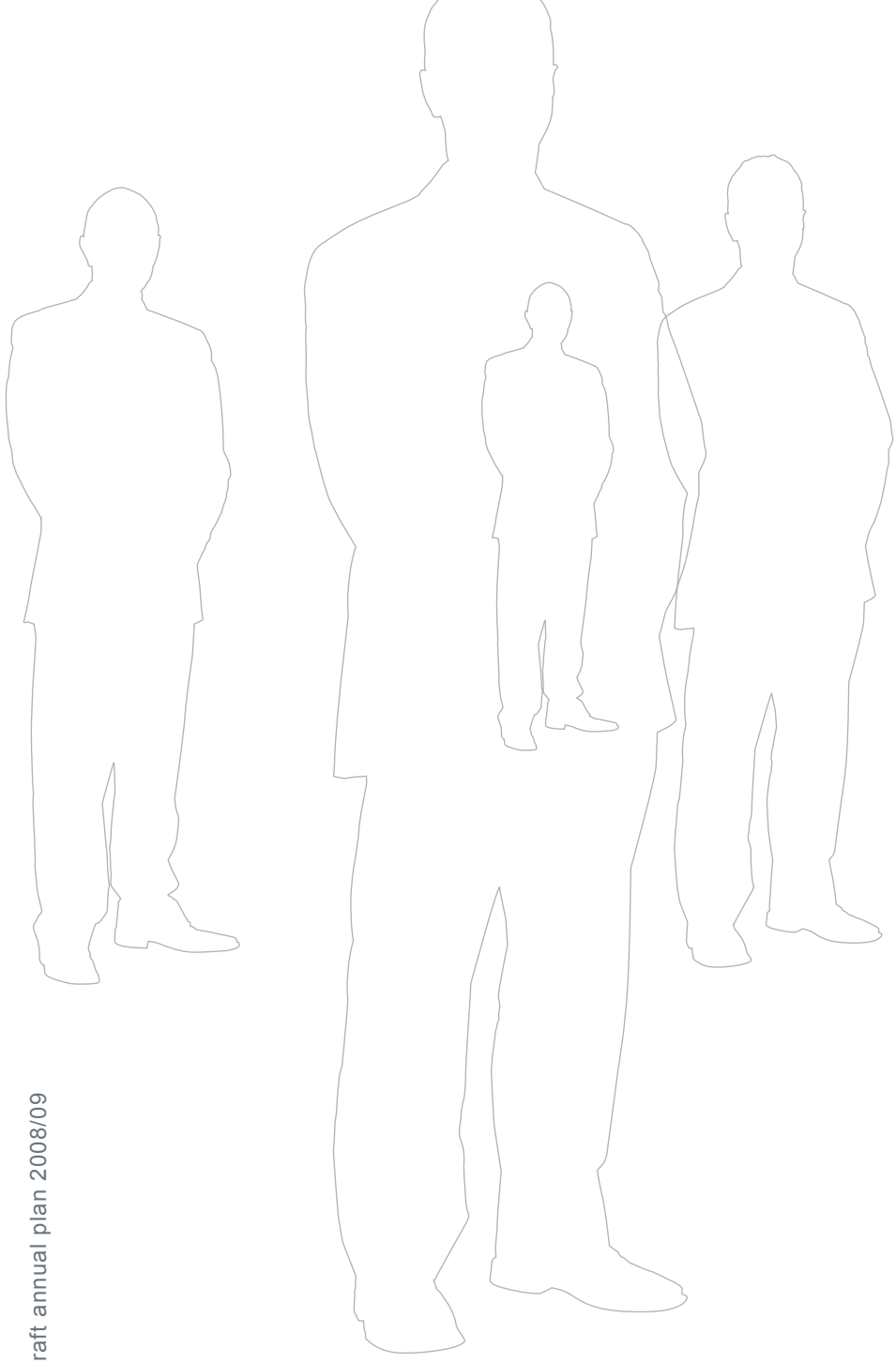
(1) Due to a revaluation of Water supply assets on 1 July 2007, depreciation is now \$1.3 million higher than forecast in the LTCCP. Asset maintenance contracts include escalation clauses linked to Construction and Labour Cost indices. These indices have increased at a faster rate than anticipated in the LTCCP resulting in a further \$0.5 million of expenditure.

(2) The reduction in Capital revenues relates to revisions to the Development Contributions Policy and the market's response to the policy transition options. While development has remained comparatively high the planned cash-flow increase is taking longer to materialise due to developers exercising their options to pay later under the revised policy. This will likely even out in subsequent years as the reducing transitional discount prompts earlier payment.

Explanation of capital variances from the LTCCP

(3) \$1.4 million has been moved from 2007/08 to complete the Cashmere Reservoir replacement.

(4) The Akaroa Water Upgrade project will only be in the planning stage in 2008/09 and \$2.9 million for construction has been reprogrammed to later years.





THE FOLLOWING PAGES CONTAIN

FINANCIAL STATEMENTS AND ACCOUNTING POLICIES



Financial Statements

Christchurch City Council

Income Statement		2008/09	2008/09
		Plan	LTCCP
Notes		\$000's	\$000's
REVENUE			
Rates revenue		243,446	243,636
Other revenue	1	200,878	206,614
Revenue from operations		444,324	450,250
EXPENDITURE			
Depreciation and amortisation		105,212	98,050
Finance costs		16,374	20,904
Other expenses		300,053	289,276
Expenses from operations	2	421,639	408,230
Surplus before asset contributions		22,685	42,020
Vested assets		15,926	21,217
Surplus before income tax expense		38,611	63,237
Income tax expense		-	-
Surplus for the period		38,611	63,237

Christchurch City Council

Statement of Changes in Equity		2008/09			2008/09		
		Plan			LTCCP		
		\$000's			\$000's		
		Reserves	Retained earnings	Total equity	Reserves	Retained earnings	Total equity
BALANCE AT JULY 1		4,438,087	1,670,992	6,109,079	4,226,123	901,566	5,127,689
Transfers		170,000	-	170,000	165,327	-	165,327
Surplus for the period		-	38,611	38,611	-	63,237	63,237
Total recognised income and expense for the period		170,000	38,611	208,611	165,327	63,237	228,564
EQUITY AT JUNE 30		4,608,087	1,709,603	6,317,690	4,391,450	964,803	5,356,253

Financial Statements

Christchurch City Council

Balance Sheet	Notes	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Current assets			
Cash and cash equivalents		57,683	134,258
Trade and other receivables	3	23,081	44,848
Other financial assets		58,588	60,946
Inventories		1,316	2,278
		140,668	242,330
Non-current assets			
Investments	4	1,463,544	1,197,418
Operational assets		1,361,248	855,069
Infrastructural assets		3,223,095	2,996,976
Restricted assets		503,978	516,166
Intangible assets		4,020	6,030
Deferred tax assets		852	-
		6,556,737	5,571,659
TOTAL ASSETS		6,697,405	5,813,989
Current liabilities			
Trade and other payables		48,946	65,883
Financial liabilities		8,140	4,322
Provisions	5	14,562	12,414
		71,648	82,619
Non-current liabilities			
Financial liabilities		282,235	343,897
Deferred tax liability		7,730	13,275
Provisions	6	18,102	17,945
		308,067	375,117
Equity	7	6,317,690	5,356,253
TOTAL EQUITY AND LIABILITIES		6,697,405	5,813,989

Financial Statements

Christchurch City Council

Cash Flow Statement	2008/09 Plan \$000's	2008/09 LTCCP \$000's
OPERATING ACTIVITIES		
Cash was provided from:		
Rates, grants, subsidies, and other sources	379,196	384,613
Interest received	25,608	26,187
Dividends	39,520	35,041
	444,324	445,841
Cash was disbursed to:		
Payments to suppliers and employees	301,408	284,232
Interest paid	16,374	20,904
	317,782	305,136
NET CASH FLOW FROM OPERATIONS	126,542	140,705
INVESTING ACTIVITIES		
Cash was provided from:		
Sale of assets	3,654	1,404
Investments realised	-	1,941
	3,654	3,345
Cash was applied to:		
Purchase of assets	228,662	243,360
Purchase of investments	50,750	58,701
	279,412	302,061
NET CASH FLOW FROM INVESTING ACTIVITIES	(275,758)	(298,716)

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
FINANCING ACTIVITIES		
Cash was provided from:		
Raising of loans	147,854	157,607
	147,854	157,607
Cash was applied to:		
Repayment of term liabilities	1,920	1,918
	1,920	1,918
NET CASH FLOW FROM FINANCING ACTIVITIES	145,934	155,689
Increase/(decrease) in cash	(3,282)	(2,322)
Add opening cash	119,553	135,179
Reclassification	-	1,401
ENDING CASH BALANCE	116,271	134,258
Represented by:		
Cash and cash equivalents	116,271	134,258

Financial Statements

Christchurch City Council

Notes to the Financial Statements

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
NOTE 1		
SUMMARY OF OPERATING INCOME		
Fees, charges and rates penalties, including:		
Petroleum tax	2,350	2,426
Rates penalties	1,450	1,429
Other	87,550	85,611
Total fees, charges and penalties	91,350	89,466
Development contributions	14,060	16,216
Grants and subsidies	30,340	39,690
Interest:		
Subsidiaries	9,666	10,550
Loan repayment investments	-	14
Short term investments	11,525	9,724
Special and other fund investments	4,417	5,913
Total interest revenue	25,608	26,201
Dividends:		
Christchurch City Holdings Ltd		
Ordinary	38,050	32,500
Transwaste Ltd	1,470	2,541
Total dividend revenue	39,520	35,041
Total operating revenue	200,878	206,614

NOTE 2

SUMMARY OF OPERATING EXPENDITURE

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
Operating expenditure:		
Employee Benefits	117,911	111,006
Grants	17,604	18,083
Contracts	100,923	94,201
Assets	48,579	50,584
Audit fees	331	350
General	14,705	15,052
Sub-total	300,053	289,276
Depreciation	105,212	98,050
Interest	16,374	20,904
Total operating expenditure	421,639	408,230

Financial Statements

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
NOTE 3		
Trade and other receivables		
Rates debtors	6,274	7,287
Other trade debtors	4,752	10,418
Amount owing by subsidiaries	472	1,647
Other receivables/prepayments	9,680	14,487
Dividends receivable	-	8,944
GST receivable	2,242	3,927
	23,420	46,710
Less provision for doubtful debts	(339)	(1,862)
Total trade and other receivables	23,081	44,848
NOTE 4		
Investments		
Shares in controlled entities	1,214,110	994,423
Advances to subsidiaries and other entities	127,134	149,008
Other investments	122,300	53,987
Total investments	1,463,544	1,197,418

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
NOTE 5		
Current provisions		
Provision for landfill aftercare	2,014	541
Provision for employee entitlements	12,548	11,873
Total current provisions	14,562	12,414
NOTE 6		
Non-current provisions		
Provision for landfill aftercare	11,206	10,919
Provision for employee entitlements	6,896	7,026
Total non-current provisions	18,102	17,945
NOTE 7		
Equity		
Capital reserve	1,733,853	1,733,853
Reserve funds	173,691	170,761
Asset revaluation reserves	2,700,543	2,483,960
Retained earnings	1,709,603	967,679
Total equity	6,317,690	5,356,253

Statement of accounting policies

Reporting entity

Christchurch City Council ("Council") is a territorial authority under the Local Government Act 2002.

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

Basis of preparation

The financial statements of Council have been prepared in accordance with the requirements of the Local Government Act 2002: Part 6, Section 98 and Part 3 of Schedule 10, which includes the requirement to comply with General Accepted Accounting Practice in New Zealand ("NZ GAAP").

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

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

The financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000). The functional currency of Council is New Zealand dollars.

New standards and interpretations issued and not yet adopted

The following new standards, interpretations and amendments were not yet effective as at the preparation date, and have not been applied in preparing these prospective financial statements:

	Effective for annual reporting periods commencing on or after
NZ IFRS 8 Operating Segments	1 January 2009
Amendments to NZ IAS 23 Borrowing Costs	1 January 2009
NZ IAS 1 Presentation of Financial Statements (revised 2007)	1 January 2009
NZ IFRS 3 Business Combinations (revised 2008)	1 July 2009
NZ IAS 27 Consolidated and Separate Financial Statements (amended 2008)	1 July 2009

The Council has not yet determined the potential impact of the new standards, interpretations and amendments.

Foreign currency transactions

Transactions in foreign currencies are translated at the foreign exchange rate ruling on the day of the transaction.

Foreign currency monetary assets and liabilities at the balance date are translated to NZ dollars at the rate ruling at that date. Foreign exchange differences arising on translation are recognised in the income statement, except when deferred in equity as qualifying cash flow hedges and qualifying net investment hedges.

Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated to NZ dollars at rates ruling at the dates the fair value was determined.

Translation differences on equities held at fair value through profit or loss are reported as part of the fair value gain or loss. Translation differences on equities classified as available-for-sale financial assets are included in the fair value reserve in equity.

Accounting Policies

Derivative financial instruments

The Council uses derivative financial instruments to hedge its exposure to interest rate and foreign exchange risks arising from operational, financing and investment activities. In accordance with its treasury policies, the Council does not hold or issue derivative financial instruments for trading purposes. However, derivatives that do not qualify for hedge accounting are accounted for as trading instruments.

Derivative financial instruments are recognised initially at fair value. Subsequent to initial recognition, derivative financial instruments are stated at fair value. The gain or loss on re-measurement to fair value is recognised immediately in profit or loss. However, where derivatives qualify for hedge accounting, recognition of any resultant gain or loss depends on the nature of the item being hedged (see Hedging policy).

The fair value of interest rate swaps is the estimated amount that the Council would receive or pay to terminate the swap at the balance sheet date, taking into account current interest rates and the current creditworthiness of the swap counterparties. The fair value of forward exchange contracts is their quoted market price at the balance sheet date, being the present value of the quoted forward price.

Hedging

Derivatives are first recognised at fair value on the date a contract is entered into and are subsequently remeasured to their fair value. The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Council designates certain derivatives as either; (1) hedges of the fair value of recognised assets or liabilities or a firm commitment (fair value hedge); or (2) hedges of highly probable forecast transactions (cash flow hedges).

The Council documents at the inception of the transaction the relationship between hedging instruments and hedged items, as well as its risk management objective and strategy for undertaking various hedge transactions. The Council also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions have been and will continue to be highly effective in offsetting changes in fair values or cash flows of hedged items.

(i) Fair value hedge

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the income statement, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

(ii) Cash flow hedge

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in equity in the hedging reserve. The gain or loss relating to the ineffective portion is recognised immediately in the income statement.

Amounts accumulated in equity are recycled in the income statement in the periods when the hedged item will affect profit or loss (for instance when the forecast sale that is hedged takes place). However, when the forecast transaction that is hedged results in the recognition of a non financial asset (for example, inventory) or a non financial liability, the gains and losses previously deferred in equity are transferred from equity and included in the measurement of the initial cost or carrying amount of the asset or liability.

When a hedging instrument expires or is sold or cancelled, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the income statement.

When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the income statement.

(iii) Derivatives that do not qualify for hedge accounting

Certain derivative instruments do not qualify for hedge accounting. Changes in the fair value of any derivative instrument that does not qualify for hedge accounting are recognised immediately in the income statement.

Property, plant and equipment

The following assets (except for investment properties) are shown at fair value, based on periodic valuations by external independent valuers, less subsequent depreciation:

- Land (other than land under roads)
- Buildings
- Infrastructure assets
- Heritage assets
- Works of art

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of

Accounting Policies

the asset and the net amount is restated to the revalued amount of the asset. Valuations are performed with sufficient regularity to ensure revalued assets are carried at a value that is not materially different from fair value.

All other property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Cost may also include transfers from equity of any gains/losses on qualifying cash flow hedges of foreign currency purchases of property, plant and equipment.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Council and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

Where the Council has elected to account for revaluations of property, plant and equipment on a class of asset basis, increases in the carrying amounts arising on revaluation of a class of assets are credited directly to equity under the heading revaluation reserve. However, the net revaluation increase shall be recognised in profit or loss to the extent it reverses a net revaluation decrease of the same class of assets previously recognised in profit or loss.

Land is not depreciated. Depreciation on other assets is calculated using the straight line method to allocate their cost or revalued amounts, net of their residual values, over their estimated useful lives.

Assets to be depreciated include:

Operational Assets:

Buildings	1-100 yrs
Office and computer equipment	4-10 yrs
Mobile plant including vehicles	2-30 yrs
Leasehold land improvements	5-100 yrs
Library books	3-8 yrs
Vessels	5-25 yrs
Resource consents and easements	5-10 yrs

Infrastructure Assets:

Formation	Not depreciated
-----------	-----------------

Pavement sub-base	Not depreciated
Basecourse	40-120 yrs
Footpaths and cycleways	20-80 yrs
Surface	2-25 yrs
Streetlights and signs	6-50 yrs
Kerb, channel, sumps and berms	80 yrs
Landscape/medians	15-80 yrs
Drain pipes/culverts/retaining walls	25-100 yrs
Bridges	70-120 yrs
Bus shelters and furniture	30 yrs
Water supply	55-130 yrs
Water meters	20-25 yrs
Stormwater	20-150 yrs
Waterways	15-120 yrs
Sewer	50-150 yrs
Treatment plant	15-100 yrs
Pump stations	10-100 yrs

Restricted Assets:

Planted areas	5-110 yrs
Reserves – sealed areas	10-40 yrs
Reserves – structures	25-150 yrs
Historic buildings	100 yrs
Art works	1,000 yrs
Heritage assets	1,000 yrs

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in the income statement. When revalued assets are sold, the amounts included in other reserves in respect of those assets are transferred to retained earnings.

Accounting Policies

Non current assets (or disposal groups) held for sale

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

An impairment loss is recognised for any initial or subsequent write down of the asset (or disposal group) to fair value less costs to sell. A gain is recognised for any subsequent increases in fair value less costs to sell of an asset (or disposal group), but not in excess of any cumulative impairment loss previously recognised. A gain or loss not previously recognised by the date of the sale of the non current asset (or disposal group) is recognised at the date of de-recognition.

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. Interest and other expenses attributable to the liabilities of a disposal group classified as held for sale continue to be recognised.

Non current assets classified as held for sale and the assets of a disposal group classified as held for sale are presented separately from the other assets in the balance sheet. Further, the liabilities of a disposal group classified as held for sale are presented separately from other liabilities in the balance sheet. Those assets and liabilities shall not be offset and presented as a single amount.

Intangible assets

(i) Goodwill

All business combinations are accounted for by applying the purchase method. Goodwill represents amounts arising on acquisition of subsidiaries, associates and joint ventures. In respect of business acquisitions that have occurred since 1 July 2005, goodwill represents the difference between the cost of the acquisition and the fair value of the net identifiable assets acquired.

In respect of acquisitions prior to this date, goodwill is included on the basis of its deemed cost, which represents the amount recorded under previous GAAP. The classification and accounting treatment of business combinations that occurred prior to 1 July 2005 was not reconsidered in preparing the Council's opening IFRS balance sheet at 1 July 2005.

Goodwill is stated at cost less any accumulated impairment losses. Goodwill is allocated to cash-generating units and is no longer amortised but is tested annually for impairment (see Impairment policy). In respect of associates, the carrying amount of goodwill is included in the carrying amount of the investment in the associate.

Negative goodwill arising on an acquisition is recognised directly in the income statement.

(ii) Computer software

Acquired computer software licenses are capitalised on the basis of costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives (3 years).

Costs associated with developing or maintaining computer software programmes are recognised as an expense as incurred. Costs that are directly associated with the production of identifiable and unique software products controlled by the Council, and that will probably generate economic benefits exceeding costs beyond one year, are recognised as intangible assets. Direct costs include the software development employee costs and an appropriate portion of relevant overheads.

Computer software development costs recognised as assets are amortised over their estimated useful lives.

(iii) Other intangible assets

Other intangible assets that are acquired by the Council are stated at cost less accumulated amortisation (see below) and impairment losses (see Impairment policy).

(iv) Subsequent expenditure

Subsequent expenditure on capitalised intangible assets is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates, and it meets the definition of, and recognition criteria for, an intangible asset. All other expenditure is expensed as incurred.

(v) Amortisation

An intangible asset with a finite useful life is amortised on a straight-line basis over the period of that life. The asset is reviewed annually for indicators of impairment, and tested for impairment if these indicators exist. The asset is carried at cost less accumulated amortisation and accumulated impairment losses. Estimated useful lives are:

Software	1-10 yrs
Resource consents and easements	5-10 yrs
Patents, trademarks and licenses	20yrs

An intangible asset with an indefinite useful life is not amortised, but is tested for impairment annually, and is carried at cost less accumulated impairment losses.

Investments

The Council classifies its investments in the following categories:

(a) Financial assets at fair value through profit or loss

This category has two sub-categories: financial assets held for trading, and those designated at fair value through profit or loss at inception. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorised as held for trading unless they are designated as hedges

(b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

(c) Held-to-maturity investments

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

(d) Financial assets at fair value through equity

Financial assets at fair value through equity are non-derivatives that are either designated in this category or not classified in any of the other categories.

The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date.

(i) Parent company investment in subsidiaries

For the purposes of the parent company financial statements, the Council's equity investments in its subsidiaries are designated as financial assets at fair value through equity. They are measured at fair value, with valuations performed by an independent, external valuer with sufficient regularity to ensure no investments are included at a valuation that is materially different from fair value. The valuation changes are held in a revaluation reserve.

(ii) Investments in debt and equity securities

Financial instruments held for trading are classified as current assets and are stated at fair value, with any resultant gain or loss recognised in the income statement.

General and community loans are designated as loans and receivables. They are measured at initial recognition at fair value, and subsequently carried at amortised cost less impairment losses.

Other financial instruments held by the Council are classified as being fair value through equity and are stated at fair value. The valuation changes are held in a revaluation reserve until the instrument is sold.

Financial instruments classified as held-for-trading or fair value through equity investments are recognised / derecognised by the Council on the date it commits to purchase / sell the investments. Securities held-to-maturity are recognised / derecognised on the day they are transferred to / by the Council.

Trade and other receivables

(i) Construction work in progress

Construction work in progress is stated at cost plus profit recognised to date (see Revenue policy) less a provision for foreseeable losses and less progress billings. Cost includes all expenditure related directly to specific projects and an allocation of fixed and variable overheads incurred in the Council's contract activities based on normal operating capacity.

(ii) Other trade and other receivables

Trade and other receivables are stated at their cost less impairment losses (see Impairment policy).

Inventories

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

Inventories held for distribution at no charge, or for a nominal amount, are stated at the lower of cost and current replacement cost.

The cost of other inventories is based on the first-in first-out principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

Accounting Policies

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits, and other short-term highly liquid investments with maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Council's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows, and in current liabilities on the balance sheet.

Impairment

The carrying amounts of the Council's assets, other than biological assets (see Biological Assets policy), investment property (see Investments policy), inventories (see Inventories policy) and deferred tax assets (see Income Tax policy), are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

For goodwill, other intangible assets that have an indefinite useful life and intangible assets that are not yet available for use, the recoverable amount is estimated at each balance sheet date.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the income statement. Impairment losses on revalued assets offset any balance in the asset revaluation reserve, with any remaining impairment loss being posted to the income statement.

Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to cash-generating units (group of units) and then to reduce the carrying amount of the other assets in the unit (group of units) on a pro rata basis.

When a decline in the fair value of an available-for-sale financial asset has been recognised directly in equity and there is objective evidence that the asset is impaired, the cumulative loss that had been recognised directly in equity is recognised in profit or loss even though the financial asset has not been derecognised. The amount of the cumulative loss that is recognised in profit or loss is the difference between the acquisition cost and current fair value, less any impairment loss on that financial asset previously recognised in profit or loss.

(i) Calculation of recoverable amount

The recoverable amount of the Council's investments in receivables carried at amortised cost is calculated as the present value of estimated future cash flows, discounted at the original effective interest rate (i.e., the effective interest rate computed at initial recognition of these financial assets). Receivables with a short duration are not discounted.

The recoverable amount of other assets is the greater of their market value less cost to sell and value in use.

As a public benefit entity, Council uses depreciated replacement cost to assess value in use 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 Council would, if deprived of the asset, replace its remaining future economic benefits or service potential.

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

(ii) Reversals of impairment

An impairment loss in respect of a held-to-maturity security or receivable carried at amortised cost is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised.

An impairment loss in respect of an investment in an equity instrument classified as available for sale is not reversed through profit or loss. If the fair value of a debt instrument classified as available-for-sale increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss shall be reversed, with the amount of the reversal recognised in profit or loss.

An impairment loss in respect of goodwill is not reversed.

In respect of other assets, an impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Interest-bearing borrowings

Interest-bearing borrowings are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the income statement over the period of the borrowings on an effective interest basis.

Provisions

A provision is recognised in the balance sheet when the Council has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits, the amount of which can be reliably estimated, will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(i) Landfill aftercare provision

As operator of several closed landfill sites, including Burwood, the Council has a legal obligation to provide ongoing maintenance and monitoring services at these sites after closure.

The provision is calculated based on:

- The estimated amount required by the Council to meet its obligations for all equipment, facilities and services. The estimated amounts are based on costs of closure of similar landfills by other local authorities with an allowance for inflation.
- The estimated costs have been discounted to their present value using a discount rate of 6.8%.
- The estimated length of time needed for post-closure care is 35 years.
- The Council also has a legal obligation to provide ongoing maintenance and monitoring services for the closed landfill sites of the former amalgamating authorities.

The estimated future costs of meeting this obligation have been accrued and charged. The calculations assume no change in the legislative requirements for closure and post-closure treatment.

Employee entitlements

Provision is made in respect of the Council's liability for the following short and long-term employee entitlements.

(i) Short-term entitlements

Liabilities for annual leave and time off in lieu are accrued at the full amount owing at the pay period ending immediately prior to the balance sheet date.

Liabilities for accumulating short-term compensated absences (e.g., sick leave) are measured as the amount of unused entitlement accumulated at the pay period ending immediately prior to the balance sheet

date, that the entity anticipates employees will use in future periods, in excess of the days that they will be entitled to in each of those periods.

(ii) Long-term entitlements

The retiring gratuity and long-service leave liabilities are assessed on an actuarial basis using current rates of pay taking into account years of service, years to entitlement and the likelihood staff will reach the point of entitlement. These estimated amounts are discounted to their present value using an interpolated 10 year government bond rate.

Superannuation is provided as a percentage of remuneration.

(iii) National Provident Fund's Defined Benefit Plan Scheme (the 'Scheme')

Council participates in the Scheme, which is a multi-employer defined benefit plan. However, because it is not possible to determine, from the terms of the Scheme, the extent to which the deficit will affect future contributions by employers the Council participation in the Scheme is accounted for as if the Scheme were a defined contribution plan.

(iv) Super Trust of New Zealand ('Super Trust')

Council participates in Super Trust, a multi-employer master trust, where money invested in separate schemes is pooled for investment purposes. Super Trust is a defined contribution plan, and contributions to the plan are expensed as incurred. (see Contingencies note)

Leases

Leases in which substantially all of the risks and rewards of ownership transfer to the lessee are classified as finance leases. At inception, finance leases are recognised as assets and liabilities on the balance sheet at the lower of the fair value of the leased property and the present value of the minimum lease payments. Any additional direct costs of the lessee are added to the amount recognized as an asset. Subsequently, assets leased under a finance lease are depreciated as if the assets are owned.

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.

Accounting Policies

Revenue

(i) Rates, goods sold and services rendered

Revenue from rates is recognised in the income statement at the time of invoicing. Revenue from the sale of goods is recognised in the income statement when the significant risks and rewards of ownership have been transferred to the buyer. Revenue from services rendered is recognised in the income statement in proportion to the stage of completion of the transaction at the balance sheet date. The stage of completion is assessed by reference to surveys of work performed. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due, associated costs or the possible return of goods or continuing management involvement with the goods.

(ii) Construction contracts

As soon as the outcome of a construction contract can be estimated reliably, contract revenue and expenses are recognised in the income statement in proportion to the stage of completion of the contract. The stage of completion is assessed by reference to surveys of work performed.

An expected loss on a contract is recognised immediately in the income statement.

(iii) Rental income

Rental income from investment and other property is recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives granted are recognised as an integral part of the total rental income.

(iv) Government grants

Grants from the government are recognised as income at their fair value where there is a reasonable assurance that the grant will be received and the Council will comply with all attached conditions.

(v) Dividend income

Dividend income is recognised when the shareholder's right to receive payment is established.

(vi) Finance lease income

Finance lease income is allocated over the lease term on a systematic and rational basis. This income allocation is based on a pattern reflecting a constant periodic return on the Council's net investment in the finance lease.

(vii) Development Contributions

Development contributions are recognised in the income statement in the year in which they are received.

Expenses

(i) Operating lease payments

Payments made under operating leases are recognised in the income statement on a straight-line basis over the term of the lease. Lease incentives received are recognised in the income statement as an integral part of the total lease expense.

(ii) Finance lease payments

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

(iii) Net financing costs

Net financing costs comprise interest payable on borrowings calculated using the effective interest rate method, dividends on redeemable preference shares (which are redeemable at the option of the holder), interest receivable on funds invested, foreign exchange gains and losses, and gains and losses on hedging instruments that are recognised in the income statement (see Hedging policy).

Interest income is recognised in the income statement as it accrues, using the effective interest method. Dividend income is recognised in the income statement on the date the entity's right to receive payments is established which in the case of quoted securities is usually the ex-dividend date. The interest expense component of finance lease payments is recognised in the income statement using the effective interest rate method. All interest payable on borrowings is recognised as an expense in the income statement as it accrues.

Income tax

Income tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the income statement except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Accounting Policies

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: goodwill not deductible for tax purposes and the initial recognition of assets or liabilities that affect neither accounting nor taxable profit.

The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Research and development costs

Research expenditure is recognised as an expense as incurred. Costs incurred on development projects (relating to the design and testing of new or improved products) are recognised as intangible assets when it is probable that the project will be a success considering its commercial and technological feasibility, and costs can be measured reliably. Other development expenditures are recognised as an expense as incurred. Development costs previously recognised as an expense are not recognised as an asset in a subsequent period. Development costs with a finite useful life that have been capitalised are amortised from the commencement of the commercial production of the product on a straight-line basis over the period of its expected benefit, not exceeding five years.

Third party transfer payment agencies

The Council collects monies for many organizations. Where collections are processed through the Council's books, any monies held are shown as Accounts Payable in the Balance Sheet. Amounts collected on behalf of third parties are not recognised as revenue, but commissions earned from acting as agent are recognised in revenue.

Goods and Services Tax

The financial statements are prepared exclusive of GST with the exception of receivables and payables that are shown inclusive of GST. Where GST is not recoverable as an input tax it is recognised as part of the related asset or expense.

Donated goods and services

The Council receives the benefit of many services provided by volunteers. These services are greatly valued. They are, however, difficult to measure in monetary terms, and for this reason are not included in the financial statements, as their value from an accounting point of view is considered immaterial in relation to total expenditure.

Cost allocations

The costs of all internal service activities are allocated or charged directly to external service type activities. External service activities refer to activities which provide a service direct to the public. Internal service activities provide support for the external service activities.

Where the user of a service can be identified, for example City Solutions, the cost recovery is made by way of a direct charge. Where this has not been possible, the costs are allocated by way of corporate overhead.

The basis of the corporate overhead allocation is reviewed each year and every attempt is made to relate the allocation made with the service utilised. Internal service costs which are allocated out as corporate overhead include Corporate Services, Human Resources, and Public Affairs.

Accounting Policies

Critical judgements, estimates and assumptions in applying Council's accounting policies

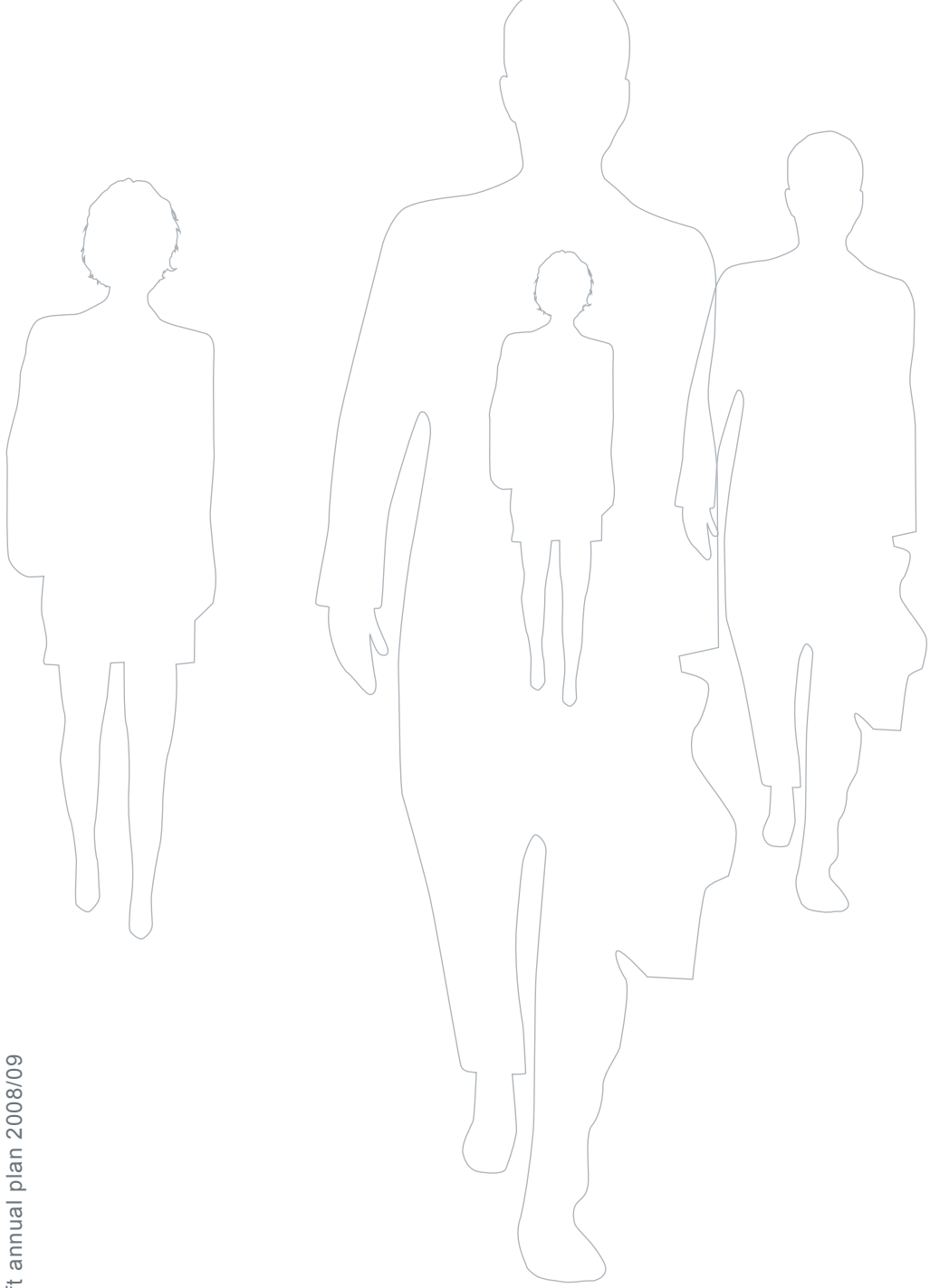
Preparing financial statements to conform with NZ IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions have been based on historical experience and other factors that are believed to be reasonable under the circumstances. These estimates and assumptions have formed the basis for making judgements about the carrying values of assets and liabilities, where these are not readily apparent from other sources. Actual results may differ from these estimates.

Estimates and underlying assumptions are regularly reviewed. Any change to estimates is recognized in the period if the change affects only that period, or into future periods if it also affects future periods.

In the process of applying the Council's accounting policies, management has made the following judgements, estimates and assumptions that have had the most significant impact on the amounts recognized in these financial statements:

- The physical deterioration and condition of an asset, for example the Council could be carrying 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. The risk is minimised by Council performing a combination of physical assessments and condition modelling of underground assets;
- Estimating any obsolescence or surplus capacity of an asset; and
- Estimates are made when determining the remaining useful lives over which the asset will be depreciated. These estimates can be impacted by the local conditions, for example weather patterns and traffic growth. If useful lives do not reflect the actual consumption of the benefits of the asset, then Council could be over or underestimating the annual depreciation charge recognised as an expense in the income statement. To minimise this risk Council's infrastructural asset useful lives have been determined with reference to the NZ Infrastructural Asset Valuation and Depreciation Guidelines published by the National Asset Management Steering Group, and have been adjusted for local conditions and past experience. Asset inspections, depreciation and condition modelling are also carried out regularly as part of Council's asset management planning activities, which gives Council further reassurance over its useful life estimates. Finally, Council's assets are also periodically revalued by experienced independent valuers who provide assurance that Council's useful life estimates are valid.

- Management are required to exercise judgement in calculating provisions for doubtful debts, assessing the level of unrecoverable work in progress and calculating provisions for employee benefits.
- The Non-current Provisions note discloses an analysis of Council's exposure in relation to estimates and uncertainties surrounding the landfill aftercare provision.
- The valuation of its investments in subsidiary and associated companies at fair value has a material impact on the amounts recognized in these financial statements and involves a significant amount of judgement. Independent valuers are commissioned to perform these valuations on a periodic basis, at intervals sufficient to ensure that the fair value of these investments does not differ materially from their carrying value.





THE FOLLOWING PAGES CONTAIN THE
**COUNCIL'S FINANCIAL
ASSUMPTIONS**



Financial Assumptions

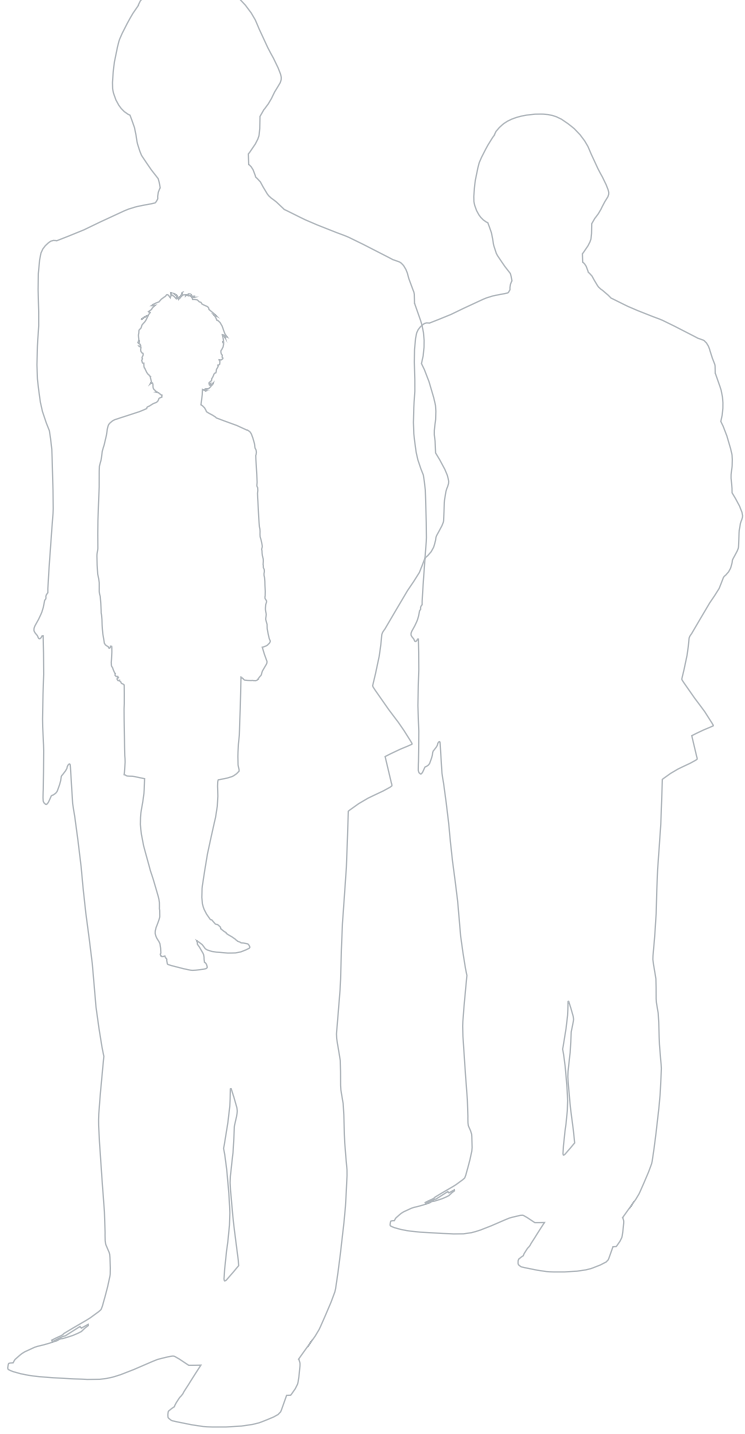
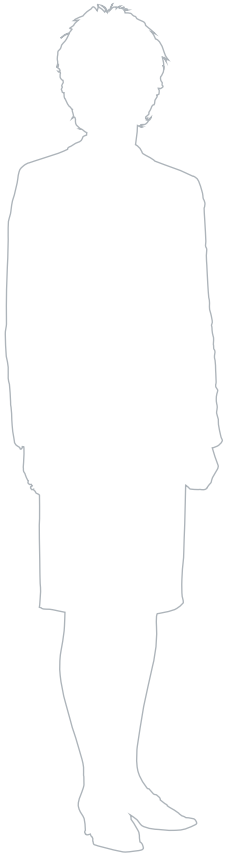
Financial assumptions

The information provided in the draft Annual Plan 2008/09 is supported by judgements based on the following assumptions. There is a risk these assumptions may not be borne out as predicted.

Assumption	Risk	Level of Uncertainty	Impact
Borrowing Costs. Interest on Term Debt is calculated at 8.25% per annum.	Interest rates will vary from those projected.	Moderate	Rates used are based on detailed analysis. If actual interest rates are higher than the assumed rate, this cost would be rated for, or future borrowing requirements adjusted.
Return on investments. Interest on Investments is calculated at 7.75%. Interest on the Capital Endowment Fund is calculated at 7.15% being rates locked in on existing investments.	Interest rates will vary from those projected.	Moderate	Rates used are based on detailed analysis. If actual interest rates are lower than the assumed rate, expenditure priorities would be re-evaluated or alternative funding mechanisms utilised.
CCTO income. CCHL will deliver dividend income as predicted.	CCHL will deliver lower than projected income, and Council will need to source alternate funding.	Low	CCTO's are managed by the Statement of Intent and biannual reporting process. Returns are expected to continue at the current level.
Asset revaluation. The impact of asset revaluations on carrying values and depreciation will occur as projected.	Revaluations will materially differ from projected, thus changing projected carrying values of the assets, and depreciation expense.	Moderate	Variation in values is expected to be low unless valuation methodology changes. Financial effect of uncertainty is unable to be quantified but is expected to be low due to alignment with the results of recent revaluations of similar assets.
Asset life. Useful life of assets is as recorded in asset management plans or based upon professional advice. (The Accounting Policies detail the useful lives by asset class.)	Assets wear out earlier than estimated, or asset lives are changed due to revisions of AMP's or new advice.	Moderate	Capital could be brought forward in event of early expiration of assets, but depreciation expense and financing costs would increase.

Financial Assumptions

Assumption	Risk	Level of Uncertainty	Impact
Sources of funds for replacing significant assets. The sources of funds will occur as projected.	Funding does not occur as projected.	Low	The main funding sources are depreciation, which is rated for, and borrowing, both of which are regarded as stable.
Contract Rates. Re-tendering of major contracts will result in cost increases comparable to the rate of inflation.	There is a significant variation in price from re-tendering contracts.	High	Council would review the amount of work planned and undertaken.
Capital Works. Capital works projects will occur as projected.	Actual costs will vary from estimates, due to higher input prices or delivery delays, resulting in budget shortfalls.	Moderate	Council is confident in the planning work undertaken on capital projects, but recognises external economic factors may impact upon the costs and delivery timeframes for capital works.





THE FOLLOWING PAGES CONTAIN
FINANCIAL POLICIES



Financial Policies

Funding Impact Statement

The Funding Impact Statement for 2008/09 discloses the revenue and financing for the Council based on the mechanisms selected under the Revenue and Financing Policy within the LTCCP. The rate policies outlined in the 2006 LTCCP continue unless amended by this Funding Impact Statement and the amended Revenue and Financing Policy in the 2008/09 amended LTCCP.

Revenue and Financing Mechanisms

There has been no significant change to fee setting or other revenue sources. Some fees have been amended as detailed in the schedule of fee changes in the 2008/09 Draft Annual Plan.

There will be two new Waste Minimisation Targeted rates introduced from 1 July 2008 to recover the costs of recycling, and organic waste collection and disposal. This will reduce the funding by general rate by capital value. All other rate types set this year are those planned in the 2006/16 LTCCP.

The revenue and financing mechanisms were developed from an analysis of the Council activities and funding requirements under the amended Revenue and Financing Policy.

The process and analysis included:

For operational expenditure:

- the nature of the services supplied by each activity
- the period over which the services are supplied
- the gross cost and the allocation of this cost to the users of services and ratepayers
- the direct benefits of services and any charges made for these
- the allocation of the shortfall of user charges to ratepayers
- the allocation of costs to ratepayers by differential sectors.

For capital expenditure:

- the gross cost,
- timing of the budget provision
- funding sources including loans.

The operating and capital expenditure financing is detailed in the Financial Overview.

The Council has budgeted to receive revenue from a number of sources and these are detailed in the table which follows (net of GST).

Financing operating expenditure

	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Budgeted operating expenditure	421,639	408,230
General revenue made up of:		
Fees and charges and rates penalties	91,350	89,486
Development contributions	14,060	16,216
Grants and subsidies	30,340	39,670
Dividends and interest received	65,128	61,242
Total operating revenue	200,878	206,614
Rates revenue	243,446	243,636
Budgeted operating surplus	22,685	42,020

	2007/08 Plan \$000's	2007/08 LTCCP \$000's
Financing capital expenditure:		
Depreciation rated for	96,108	93,310
Sale of assets	3,654	1,404
Landfill aftercare funded from rates and reserves	1,355	1,315
Funding from Debt Repayment Reserve		718
Funding for capital from other reserves	2,187	1,910
Revenue for capital projects	31,510	46,952
Borrowing	95,954	99,774
Total Capital Financing	230,768	245,383

Rate Setting and Rating Policies

The Council will set rates of \$243.4 million in accordance with this draft Annual Plan for the financial year 2008/09.

The rating policies, detailed in the LTCCP (and as amended) statement will apply this year.

The Valuation System used for rating

The valuation system used for rating is the Capital Value system.

The value of each rating unit was last revised as at 1 August 2007.

The recent general revaluation is used for the first time for rates from 1 July 2008. Rates will change for each property because of:

- the shift in incidence following revaluation,
- the requirement for more rates for 2008/09 compared to 2007/08, and
- the introduction of the two new uniform Waste Minimisation targeted rates.

The next revaluation will occur in 2010.

Inspection of rates information for each rating unit

The Capital Values, the District Valuation Roll, and the Rate Information Database information is available for inspection on a property-by-property basis on the Council's internet site (www.ccc.govt.nz) under the heading 'Ratesinfo' or by enquiry at any Council Service Centre.

Rates for 2008/09

General Rates and Differentials:

Differential rating will be used for general rates only. Each fully rateable rating unit is assigned to a differential category, based on the actual land use and City Plan zoning as allowed under Schedule 2, Clause 1, 2, and 3 of the Local Government (Rating) Act 2002.

The differential categories used are:

- Sector A – Business,
- Sector B – Residential and Other, and
- Sector C – Rural.

The full text of the differential categories is detailed in the LTCCP.

The objective of the differential policy is to implement the Revenue and Financing Policy and in particular:

- Allow for a higher rate requirement on the Business sector from the City Streets activity, more than

that applied to the Residential and Other and the Rural sectors. The Streets activity is the only activity identified in the LTCCP as appropriate for specific differential treatment.

- A reduced General Rate applied by capital values for the Rural sector to reflect generally the remote location from services and the assumed lower consumption of services for each rating unit. The reduced rates are 75% of the General Rate decimal applicable to the Residential and Other sector.

The Council proposes to set general rates of:

General Rates - Cents in the \$ Capital Value of fully rateable rating units.

- | | |
|------------------------------------|-----------|
| • Sector A – Business | 0.350528 |
| • Sector B - Residential and Other | 0.2187290 |
| • Sector C – Rural | 0.1640468 |

Uniform Annual General Charge (UAGC):

A Uniform Annual General Charge of \$115 is assessed on each fully rateable rating unit or separately occupied part thereof.

The Council will charge multiple uniform charges against each separately-used or inhabited part of a rating unit provided such UAGC is not subject to a rate remission under the policy.

The basis of a unit of occupancy is that which can be separately let and permanently occupied. For the purposes of this charge, where the occupancy is an accessory one or is ancillary to another property or part thereof no separately used part exists.

For example:

- Not separately used parts of a rating unit include:
 - o A residential sleep-out or granny flat without independent kitchen facilities
 - o Rooms in a hostel with a common kitchen
 - o A hotel room with or without kitchen facilities
 - o Motel rooms with kitchen facilities -Individual storage garages/sheds/partitioned areas of a warehouse
 - o Individual storage garages/sheds/partitioned areas of a warehouse
 - o Individual offices/premises of partners in a partnership.
- Separately used parts of a rating unit include:
 - o Flats/apartments
 - o Flats which share kitchen/bathroom facilities
 - o Separately leased commercial areas even though they may share a reception.

Uniform Annual General Charge (UAGC) for Common Usage Rating Units

Section 20 of the Local Government (Rating) Act 2002 precludes the Council from charging UAGCs where contiguous land is in common usage and in the same ownership.

The Council has resolved on a remission policy that will allow it to remit the additional UAGCs on contiguous land in common usage where the rating units are not in the same ownership name.

Financial Policies

Also, remission of the charge will be considered where the Council has determined that a building consent will not be issued for the primary use of the land (under the City Plan).

Targeted rates:

The Council has three types of targeted rates:

- Service rates for each of Waste minimisation, Water, Sewerage, and Land Drainage
- Water targeted rates for additional services
- Loan Servicing targeted rates on some Banks Peninsula properties.

a. Services targeted rates:

These are charged by Uniform Charges:

- Waste Minimisation targeted rate – Full Charge \$82
- Waste Minimisation targeted rate – Part Charge \$62

These are charged by Cents in the \$ of Capital Value of serviced rating units:

- Water Supply targeted rate 0.0305170
 - o (half for non-connected)
- Sewerage targeted rate 0.0457939
- Land Drainage targeted rate 0.0145127

Waste Minimisation Targeted Rates

These new rates are set under Section 16(4) (a) and Schedule 3 Clause 8 of the Local Government (Rating) Act 2002. The full charge will be assessed to rating units where there is a standard level of service as defined by the Revenue and Financing Policy. The part charge will be assessed where the rating unit is outside the kerbside collection area but is considered to have access to refuse collection depots. The latter rate is used on some areas of Banks Peninsula.

The purpose of the Waste Minimisation targeted rates is to recover the cost of collection and disposal of:

- Recycling
- Organic waste

There remain some citywide refuse costs funded by General Rates. The incidence of rating will change as a result of this new uniform targeted rate. General Rates by capital value will decrease and be replaced by uniform charges.

There are no differentials for the targeted rates, (water, sewerage, land drainage and waste minimisation). They are assessed as common rate in the \$ of Capital Value or uniform charge, applying to all rating units serviced by the activity of the targeted rate.

b. Water targeted rates for additional services:

In addition, there are targeted rates for the water supply services of:

- Water Supply Fire Connection targeted rate – The targeted rate will be set on a uniform basis to the rating units serviced at \$100 per fire service connection
- Excess Water Supply targeted rates - For water consumed, measured by meter, and supplied to other than private residential consumers (as rating units). This rate is charged only when the meter is read and the consumption is in excess of the allowance (derived from the Water Supply targeted rate assessed divided by 50 cents). The excess charge per cubic meter of water is 50 cents.

These two water targeted rates fund part of the Water Supply activity costs.

c. Loan Servicing targeted rates

These uniform charge rates are charged only to rating units in Banks Peninsula where the ratepayer elected to pay the capital contribution over time rather than lump sum. This is a continuation of the former Banks Peninsula District Council rate. The Church Bay rate ends on 30 June 2009 and the Governors Bay rate ends 30 June 2016.

The annual charges for 2008/09 (unchanged from 2007/08) are:

- Church Bay
 - o Sewerage targeted rate \$1,106
 - o Water Supply targeted rate \$495
- Governors Bay
 - o Sewerage Loan targeted rate \$176
 - o Water Supply targeted rate \$111

A full definition of all the rates is contained in the LTCCP.

Annual amendments to fees and charges

Included in the Draft Annual Plan 2008/09 is the table of fees and charges showing those which have changed from the current year.

A full set of the fees including those which continue in their current level are available for inspection on the Council internet site: <http://www.ccc.govt.nz/council/feescharges/>

Financial Policies

Rates to be set and the rate types:

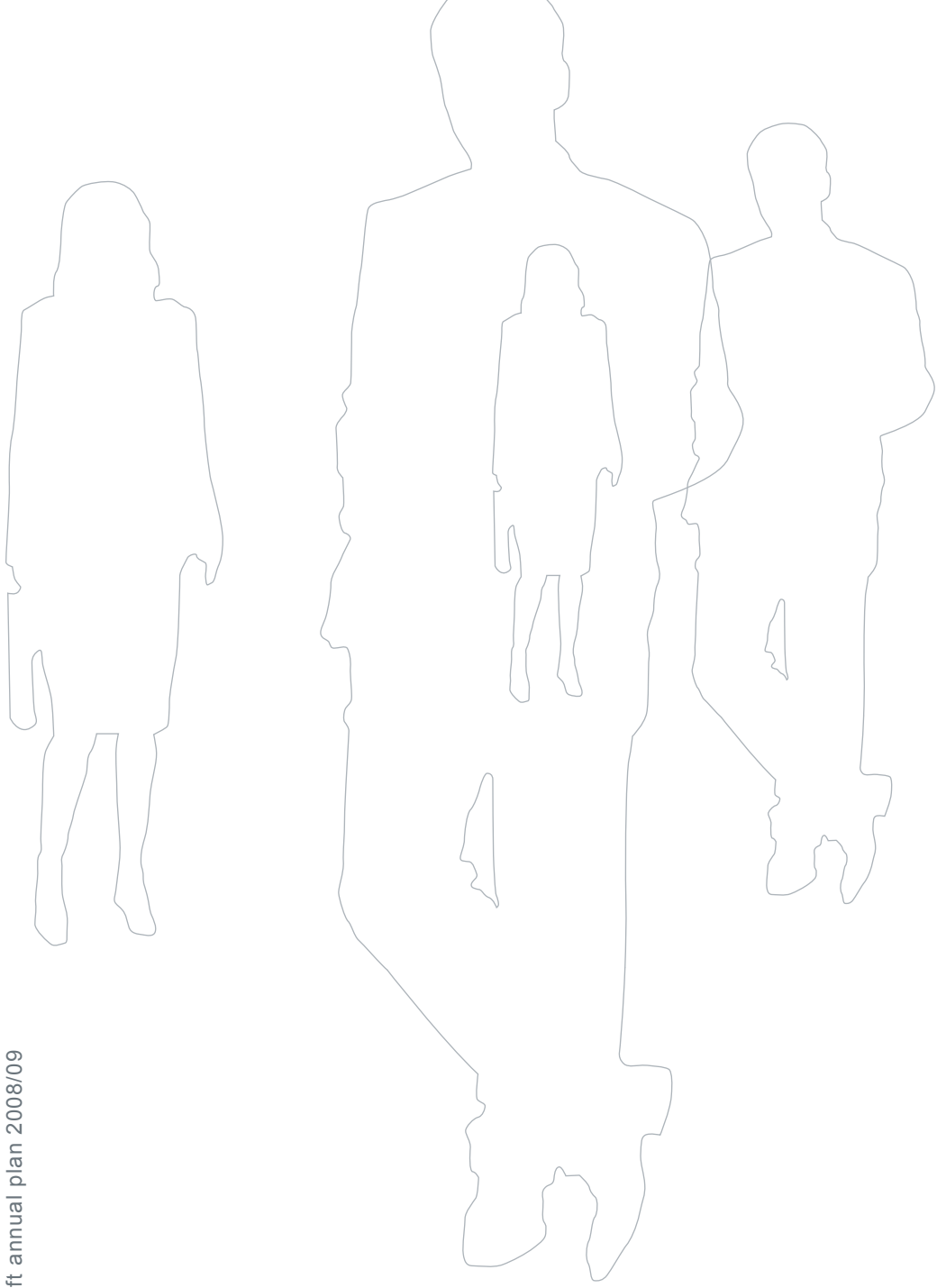
The following rates will be set for 2007/08 (GST Inc):

	2008/09 Plan \$000's	2008/09 LTCCP \$000's
General Rates		
Residential	120,137	135,527
Business	52,110	46,846
Rural	4,684	5,467
Total General Rates by Capital Value	176,931	187,840
Uniform Annual General Charge of \$115		
Residential	16,927	16,666
Business	1,984	1,971
Rural	351	423
Total Uniform Annual General Charge	19,262	19,060
Targeted Rates		
Water Supply	21,617	19,478
Water Supply - Half for non-connected	213	313
Sewerage	32,877	38,490
Land Drainage	10,076	8,723
Waste Minimisation	12,720	
Water Fire connection targeted rate - \$100	73	78
Governors and Church Bay targeted rate	108	109
Total Targeted Rates	77,684	67,191
Rates to be set	273,877	274,091
Excess Water Supply targeted rate	3,201	3,465
Total Rates	277,078	277,556

Rates Payable

The following is a sample of the impact of the Christchurch City Council rates under the Annual Plan 2008/09, compared with the actual rates for 2007/08.

2007/08 Actual 2004 Capital Values	2007/08 Actual Rates GST Inc	2008/09 Plan 2007 Capital Values	2008/09 Plan Rates GST Inc
Residential	\$	Residential	\$
100,000	553	100,000	506
200,000	992	200,000	815
260,000	1,255		
300,000	1,430	300,000	1,125
		377,000	1,363
400,000	1,869	400,000	1,434
500,000	2,307	500,000	1,744
600,000	2,746	600,000	2,054
800,000	3,623	800,000	2,673
1,000,000	4,500	1,000,000	3,292
Business		Business	
100,000	709	100,000	638
200,000	1,303	200,000	1,079
300,000	1,897	300,000	1,520
400,000	2,491	400,000	1,962
500,000	3,085	500,000	2,403
600,000	3,678	600,000	2,844
800,000	4,866	800,000	3,727
1,000,000	6,054	1,000,000	4,610
Rural		Rural	
(not water, sewerage, or drainage rates, but uncludes waste minimisation rates)			
100,000	348	100,000	360
200,000	581	200,000	524
300,000	814	300,000	688
400,000	1,047	400,000	852
500,000	1,280	500,000	1,016
600,000	1,513	600,000	1,180
800,000	1,979	800,000	1,509
1,000,000	2,445	1,000,000	1,837





THE FOLLOWING PAGES CONTAIN

AMENDMENTS TO COUNCIL FEES AND CHARGES



Amendments to City Council Fees and Charges 2008/09

The fees and charges adopted in 2006/07 and as amended in 2007/08 continue except where amended below

For a full set of the current charges see: www.ccc.govt.nz/council/feescharges - appendix A & B

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Refuse Minimisation and Disposal			
Refuse bags Levied per bag	1.60	1.20	
Wastewater Collection Treatment & Disposal			
Trade Waste Quarterly Charge for flow rate over 5CuM / day			
Volume - per Cubic Metre - peak periods	\$0.5660	\$0.4838	per Cu Metre
Volume - per Cubic Metre - off peak	\$0.2058	\$0.1716	per Cu Metre
Suspended Solids - per Kg	\$0.2278	\$0.3660	per Kg
Biological Oxygen Demand - per Kg	\$0.2645	\$0.2287	per Kg
Metals - Cadmium	\$8,706.22	\$7,472.50	per Kg
Metals - Chromium	\$17.16	\$12.65	per Kg
Metals - Copper	\$46.65	\$76.76	per Kg
Metals - nickel	na	\$29.73	per Kg
Metals - Zinc	\$23.37	\$21.00	per Kg
Metals - Mercury	\$20,878.68	\$17,454.16	per Kg
Treatment and disposal Fees			
Tankered Waste Fee	\$32.00/CuM	\$28/CuM	
Trade Waste Consent Application Fee	\$270.00	\$270.00	No change
Trade Waste Annual Licence Fee <1,500 m3/yr (usually small food premises)	\$112.50	\$112.50	No change
Trade Waste Annual Licence Fee >1,500 m3/yr	\$240.00	\$240.00	No change

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Water Supply			
Supply of water			
Excess water supply charge (Rate charge) and Excess Factor - per Cu Metre	\$0.50	\$0.45	
For consumers not paying a water rate - per cubic metre	\$0.50	\$0.45	
Lansdown Scheme - per cubic metre - now deleted - charged at Rural Restricted fee	\$0.00	\$0.60	
Rural Restricted supply - annual fee per unit	\$110.00	\$110.00	No change
Supply of Bulk water ex Fire Hydrant - per hour	\$70.00	\$70.00	No change
Network cost recovery			
Water Supply Connection Fees & Charges - Standard Domestic	\$550	\$500	
Streets and Transport			
Activity - Off Street Parking			
iii) Manchester Street Car Park			
Reserved Parking - uncovered - per month	\$90.00	\$80.00	
(viii) Railton Site	Delete		Parking closed
(xi) Downs Estate Car Park	Delete		Parking closed
Activity - On street Parking			
(a) Parking Meters			
(i) 1 hour meters	\$2.60 per hr	\$2.50 per hr	
(ii) 2 hour and 3 hour meters	\$2.60 per hr	\$2.50 per hr	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Greenspace			
Garden Parks			
Lectures			
Lecture and demonstrations	\$5.00 per person	\$5.00 per person	No change
Garden Club talks at Botanic Gardens (1 hr)	\$47.00	\$45.00	
Garden Club talks at Botanic Gardens with walks (1.5 Hrs)	\$87.00	\$82.50	
Overseas Tour Group talks at Botanical gardens with walk - 1.5 Hrs	\$173.00	\$165.00	
Miscellaneous			
Hire Of Information Centre – Half day	Item to be Deleted	\$66.00	deleted fee
Full day	Item to be Deleted	\$110.00	deleted fee
Use of Potting Shed for Demonstration – half day	Item to be Deleted	\$45.00	deleted fee
Firewood sales per truckload	Item to be Deleted	\$236.50	deleted fee
Timber for wood turning			
All Parks City Wide			
Miscellaneous			
Brochures & Publications	\$1.00 - \$28.00	\$1.00 - \$27.00	
Horse Grazing - specific charge at the General Managers discretion	\$10.00 - \$15.00 per week	\$12.00 per week	
Fairs & Events			
Fairs / Carnivals	\$92.00	\$88.00	
Community Groups 50%			
Any additional charges by negotiation			
Major Event - except as detailed below.	General Managers discretion to set fees		No change
Weddings in Parks	\$46.00	\$44.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Picnics			
Small Groups - Less than 20 people - No Booking - or			
Small Groups - Less than 20 people - booking made	\$25.00	\$24.00	
Medium Groups - 21 to 60 people approx	\$52.00	\$49.50	
Large Groups - 61 to 150 people approx	\$98.00	\$93.50	
Large Groups -150 to 300 people plus bond (see above)	\$116.00	\$110.00	
Large Groups -300 people plus bond (see above)	\$231.00	\$220.00	
Booking Fee for Non Payment on Day	\$23.00	\$22.00	
Picnics - Schools and Church Groups:			
Monday to Friday	No Charge	No Charge	No change
Weekends & Stat Holidays up to 20 people	No Charge	No Charge	No change
Weekends & Stat Holidays above 20 people	\$47.00	\$45.00	
Polytechnics and Universities up to 20 people	\$23.00	\$22.00	
Polytechnics and Universities above 20 people	\$47.00	\$45.00	
Victoria Square Amphitheatre			
-Church Groups	\$35.00	\$33.00	
-Commercial (per hour)	\$116.00	\$110.00	
-Non-commercial (per half day)	\$81.00	\$77.00	
Filming			
Commercial Television and photography	\$431.00	\$410.00	
- base fee per day or part of (maximum according to the potential of the applicant company)			
Consents - Commercial Applications	\$230 - \$580	\$220 - \$550	
	plus additional charges for time based on a quotation basis in advance		

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Cemeteries			
Plot purchases			
Childs plot	\$245.00	\$238.00	
Ashes Plot	\$128.00	\$124.00	
Ashes beam	\$258.00	\$250.00	
Full size plot	\$728.00	\$707.00	
Side x side	\$1,457.00	\$1,415.00	
Plot Maintenance Fee - burial	\$125.00	\$121.00	
Plot Maintenance Fee - ashes	\$37.00	\$36.00	
Burial Fees			
Birth - 1 Year	\$128.00	\$124.00	
2 Years - 9 Years	\$258.00	\$250.00	
10 Years & Over - Single depth	\$553.00	\$537.00	
10 Years & Over - Double depth	\$715.00	\$694.00	
10 Years & Over - Triple depth	\$838.00	\$814.00	
Ashes (Attended)	\$102.00	\$99.00	
Ashes (Unattended)	\$42.00	\$41.00	
Burials	\$419.00	\$407.00	
Poor & Destitute	\$72.00	\$69.50	
Disinterment - over 12 months	\$631.00	\$613.00	
Disinterment - within 12 months	\$1,024.00	\$994.00	
Disinterment - Child from birth to 1 year	\$146.00	\$142.00	
Reinterment - over 12 months	\$631.00	\$613.00	
Reinterment - within 12 months	\$1,024.00	\$994.00	
Use of lowering device	\$72.00	\$69.50	
Less than 6 hours notice	\$187.00	\$181.50	
Burials after 5.00pm	\$187.00	\$181.50	
Ashes Interment on Saturday	\$127.00	\$123.00	
Transfer of burial	\$22.00	\$21.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Memorial Work			
New plots	\$49.00	\$48.00	
Additions	\$20.00	\$19.00	
Renovating work	\$26.00	\$25.00	
Search Fees			
Written Information	\$13.00	\$13.00	No Change
Marine Facilities			
Akaroa Wharf			
Casual Charter Operators			
Rate per surveyed passenger head per vessel per day (Seasonal);	\$1.30	\$1.20	
With a minimum charge per vessel (Seasonal)	\$368.00	\$350.00	
Regular Charter Operators			
Rate per surveyed passenger head per vessel (Annual); or	\$121.00	\$115.00	
Minimum charge per vessel (Annual)	\$609.00	\$580.00	
Casual charter operator rate applies for up to 8 weeks. Longer than 8 weeks then operator is considered regular.			
Rate excludes berthage. Maximum time alongside wharf is 1 hour.			
Operators who do not have alternative overnight berthage will be charged an additional overnight berthage rate			
Where the appropriate fee is paid for this wharf then no additional fee will be charged for the use of any other wharf, except for Wainui or Diamond Harbour Wharf			
Casual charter operators who wish to use the wharf landing must give priority to the regular operator and the scheduled timetable.			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Commercial Operators			
Boat Length less than 10m - Seasonal	\$368.00	\$350.00	
Boat Length less than 10m - Annual	\$578.00	\$550.00	
Boat Length greater than 10m - Seasonal	\$578.00	\$550.00	
Boat Length greater than 10m - Annual	\$809.00	\$770.00	
Includes fishing, service vessels. Rate applies to those vessels with access to a swing mooring.			
Rate provides for set down of catches. Maximum time alongside wharf of 1 hour, apart from maintenance periods.			
Seasonal rate applies for 6 months or less consecutive usage.			
Passenger Cruise Vessels			
Minimum charge per vessel for each visit to Akaroa Harbour			
0 - 50 passengers	\$231.00	\$220.00	
50 - 150 passengers	\$693.00	\$660.00	
150 - 350 passengers	\$1,617.00	\$1,540.00	
350 + passengers	\$1,617.00	\$1,540.00	
Council reserves the right to negotiate a higher rate depending on the size of the passenger cruise vessel or the number of annual visits or length of stay.			
Passenger cruise operators who wish to use the wharf landing must give priority to the regular operator and the scheduled timetable.			
Commercial/Charter Operator - overnight or temporary berthage			
Boat Length less than 10m - per night	\$35.00	\$33.00	
Boat Length greater than 10m - per night	\$46.00	\$44.00	
Rates to apply for a maximum period of 7 consecutive days. For periods greater than 7 days are by arrangement with an authorised officer of the Council			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Recreation Boats			
Per Night	\$29.00	\$27.50	
Private vessels, not used commercially, requiring temporary overnight berthage requiring overnight berthage on a temporary basis.			
Maximum stay of 7 nights. During daylight hours, vessels are only permitted to lay alongside the wharf for a maximum of 1 hour, unless undertaking maintenance.			
Service Vehicles			
Per annum fee			
Vehicles over 4 tonnes will be required to pay an annual access charge to use the Akaroa wharf due to the size and wear and tear on the wharf.	\$578.00	\$550.00	
Wainui Wharf			
Commercial Operators			
- Seasonal	\$578.00	\$550.00	
- Annual	\$1,155.00	\$1,100.00	
Casual Charter Operators			
Rate per surveyed passenger head per vessel per day (Seasonal)	\$1.20	\$1.10	
With a minimum charge per vessel (Seasonal)	\$289.00	\$275.00	
Regular Charter Operators			
Rate per surveyed passenger head per vessel (Annual); or	\$92.00	\$88.00	
Minimum charge per vessel (Annual)	\$635.00	\$605.00	
Casual charger operator rate applies for up to 8 weeks.			
Longer than 8 weeks operator is considered regular.			
Rate excludes berthage. Maximum time alongside wharf is 1 hour.			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Where the appropriate fee is paid for this wharf then no additional fee will be charged for the use of any other wharf, except for Wainui or Akaroa Wharf.			
Slipway Fees			
Boat ramps subject to fees set by the Council; eg Purau, Wainui, Duvauchelle and Akaroa			
Commercial Users			
per month	\$69.00	\$66.00	
per annum (non ratepayer)	\$162.00	\$154.00	
per annum (ratepayer)	\$104.00	\$99.00	
Private/Recreational Users			
per day	\$5.00	\$4.40	
per month	\$46.00	\$44.00	
per annum (non ratepayer)	\$104.00	\$99.00	
per annum (ratepayer)	\$40.00	\$38.50	
Diamond Harbour			
Mooring (with dinghy shelter)	\$462.00	\$440.00	
Mooring (without dinghy shelter)	\$347.00	\$330.00	
Akaroa Boat Compound			
12 months per vessel site	\$609.00	\$580.00	
6 months	\$378.00	\$360.00	
3 months	\$252.00	\$240.00	
Per week	\$42.00	\$40.00	
Per day	\$9.00	\$9.00	
In addition there is an initial licence preparation fee of \$25.00 incl GST and a \$20 refundable key bond.			
Per annum fees are payable by 1 December each year. In addition, an administration fee of \$25.00 will be charged on any fee or charge not paid on its due date to compensate the Council for its costs in recovering or enforcing payments due.			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<p>Other Facilities</p> <p>Should any commercial operator wish to use a marine facility not covered in the above schedule then an appropriate fee will be set by negotiation</p>	General Managers discretion to set fees		
<p>Sports Grounds - Association & Clubs</p> <p>Ground Markings</p>	\$89.00	\$85.00	
<p>Hockey, Rugby, League, Soccer</p> <p>Tournaments - daily charge per ground (Outside normal Season Competition)</p>	\$37.00	\$35.00	
<p>Softball</p> <p>Tournaments - per Diamond per Day (Outside normal Season Competition)</p>	\$37.00	\$35.00	
<p>Cricket</p> <p>Grass Prepared - Season</p> <p>Junior/ Secondary School Prepared wicket (50% of preparation cost only)</p> <p>Daily Hire - Club prepared/ artificial (Outside normal Season Competition)</p> <p>Artificial - Council Owned - season</p> <p>Practice nets per time</p>	\$1,098.00 \$548.00 \$37.00 \$473.00 \$13.00	\$1,046.00 \$522.00 \$35.00 \$450.00 \$12.00	
<p>Hagley Park Wickets - CCC Prepared Rep Matches</p> <p>Level 1 - club cricket / small rep matches - cost per day</p> <p>Level 2 - first class domestic 1 day match</p> <p>Level 3 - first class domestic 3 or 4 day or 5 day international</p> <p>Non CCA Events/ Charity Match</p> <p>Associations may receive a 10% discount if account paid within 1 month of invoice</p>	\$212.00 \$910.00 \$624.00 \$1,003.00	\$202.00 \$867.00 \$594.00 \$955.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Casual Hires - Not Affiliated Clubs			
Casual Hires and Miscellaneous Events - Application Fee	\$27.00	\$26.00	
Hockey, Rugby, League, Soccer	\$82.00	\$78.00	
Touch	\$40.00	\$38.00	
Softball	\$82.00	\$78.00	
Cricket - Prepared wicket	\$98.00	\$93.00	
Daily Hire - Club prepared - plus payment to club	\$37.00	\$35.00	
Artificial Wicket	\$37.00	\$35.00	
Samoan Cricket	\$37.00	\$35.00	
Korfball	\$37.00	\$35.00	
Athletics			
Training Track Season	\$359.00	\$342.00	
Athletic Meetings (Hansens Park)	\$51.00	\$49.00	
Fun Runs			
Sponsored Commercial Runs	\$168.00	\$160.00	
Club/ Community Runs - Hagley Park - Per Day	\$46.00	\$44.00	
Band and Marching Practice	\$168.00	\$160.00	
Ribbon Parades	\$82.00	\$78.00	
Multisport Event - Any Park - Club/ Community Event	\$46.00	\$44.00	
Bottle Lake Forest Park			
Mountain Bike Events - 1 Off	\$46.00	\$44.00	
Mountain Bike Events - Series	\$92.00	\$88.00	
Fun Runs/ Orienteering - per day	\$44.00	\$44.00	No change
Carparking associated with other Events -			
Any Park (excluding Hagley)	\$40.00	\$38.00	
Any Events or Activities Solely for Children under 15 (Sports Related)	No charge	No charge	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Fairs/Carnivals (Any Park excl Hagley)			
Garage Sales/ Fundraising Events on Parks & Reserves	\$27.00	\$26.00	
Application Fee - all bookings	\$32.00	\$30.00	
Commercial - per day or 1/2 day	\$200.00	\$190.00	
Set Up and dismantle -	50% of daily fee	50% of daily fee	No change
Bond - Level dependent on nature of activity	\$200.00 to \$5,000.00	\$200.00 to \$5,000.00	No change
Community Groups and Schools, Churches etc	\$92.00	\$88.00	
If financially Supported by Community Board	No Charge	No Charge	
Any additional Services - recovered at cost	General Mangers discretion to set fees		
Skateboarding Parks and Basketball Courts (outdoor)			
Admin Fee	\$27.00	\$26.00	
Commercial Promotion/ activity 1/2 day	\$55.00	\$52.00	
Commercial Promotion/ activity full day	\$92.00	\$88.00	
River Activities			
Administration Fee	\$27.00	\$26.00	
Commercial	\$55.00	\$52.00	
Non Commercial (Community Groups)	\$27.00	\$26.00	
Filming (all parks/ public areas excl Cathedral Square/ Victoria Square Cashel Mall)			
Administration Fee	\$27.00	\$26.00	
Commercial Filming - per venue / 1/2 day	\$163.00	\$155.00	
Commercial Filming - per venue / full day	\$326.00	\$310.00	
Educational Institutions - Admin Fee plus Fee	General Mangers discretion to set fees		
Miscellaneous Non Sporting Events			
Commercial Fee plus Bond	\$105.00	\$100.00	
Non Commercial	\$47.00	\$45.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Beach Activities- New Brighton & Sumner			
Beach Volleyball - per court/day	\$16.00	\$15.00	
Beach Cricket - pitch/ day	\$16.00	\$15.00	
Beach Soccer - pitch/day	\$16.00	\$15.00	
Beach Dig	\$47.00	\$45.00	
American Football	\$16.00	\$15.00	
Fundraising Activities (cost related to restoration)	General Mangers discretion to set fees		
Cathedral Square and Cashel Mall Amphitheatre and Victoria Square Amphitheatre			
Non Commercial Groups			
Fee Per Day			
Street Appeals	No charge	No charge	
Market Stalls	\$47.00	\$45.00	
Parades	\$26.00	\$25.00	
Petitions/ Surveys	\$26.00	\$25.00	
Raffles - First day charge	\$26.00	\$25.00	
Raffles - After first Day/ per day charge	\$11.00	\$10.00	
Rallies	\$26.00	\$25.00	
Displays	\$26.00	\$25.00	
Launches/ Promotions	\$26.00	\$25.00	
Late Application Fee (Discretionary)	\$32.00	\$30.00	
Filming Full Day	\$26.00	\$25.00	
Commercial			
Administration fee	\$32.00	\$30.00	
Parades	\$58.00	\$55.00	
Filming - Application Fee	\$32.00	\$30.00	
Filming Per Half Day	\$210.00	\$200.00	
Filming Full day	\$431.00	\$410.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Concerts, Events, Product Launches, Displays			
Commercial			
Admin Fee	\$53.00	\$50.00	
Venue Hire 2 hrs or less	\$26.00	\$25.00	
Venue Hire 1/2 Day	\$105.00	\$100.00	
Venue Hire Full Day	\$210.00	\$200.00	
Concerts, Events, Product Launches, Displays			
Commercial - Proceeds to Charity			
Admin Fee	\$53.00	\$50.00	
Venue Hire 2 hrs or less	\$16.00	\$15.00	
Venue Hire 1/2 Day	\$26.00	\$25.00	
Venue Hire Full Day	\$53.00	\$50.00	
City Council Funded Events			
Admin Fee	\$53.00	\$50.00	
Venue Hire 2 hrs or less	\$11.00	\$10.00	
Venue Hire 1/2 Day	\$16.00	\$15.00	
Venue Hire Full Day	\$26.00	\$25.00	
Major Events (Can be core funded)			
Fees by Negotiation based on North Hagley Park Rates			
Cathedral Square Licence fee Applications			
3 month :Licence	\$158.00	\$150.00	
6 month Licence	\$263.00	\$250.00	
more than 6 month Licence	\$420.00	\$400.00	
Electricity - All Users	Actual cost recovered		
Set Up and dismantle - Same charges as for hire			
Bond			
Major Events	\$1500 to \$5,000	\$1500 to \$5,000	No change
Minor Events (Discretionary)	\$263.00	\$250.00	
Non Commercial Events (Discretionary)	\$210.00	\$200.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Hagley Park			
Banner Frame Hire (for use by Hagley Park Events Only)			
Weekly Hire per frame	\$26.00	\$25.00	
Bond (per hire)	\$210.00	\$200.00	
Rugby Clubrooms (separate hire only)			
Per Day Hire	\$53.00	\$50.00	
Weekly charge	General Mangers discretion to set fees		
Non Commercial Park Hire			
Application Fee 50 - 2,500	\$58.00	\$55.00	
Application Fee 2,500 - 5,000	\$116.00	\$110.00	
Application Fee 5,000 +	\$173.00	\$165.00	
3 Fees are discretionary to individual units:			
Carparking Unit Admin Fee *	General Mangers discretion to set fees		
City Streets Admin Fee*	General Mangers discretion to set fees		
Ground Mark Out Fee & Consultation * (Parks)	\$231.00	\$220.00	
Event Day Charge			
50 - 1,000	\$116.00	\$110.00	
1,000 - 2,500	\$173.00	\$165.00	
2,501 - 7,500	\$231.00	\$220.00	
7,501 - 15,000	\$289.00	\$275.00	
15,001 - 25,000	\$347.00	\$330.00	
25,001 - 50,000	\$404.00	\$385.00	
50,000 +	\$462.00	\$440.00	
Set up and dismantle days	\$58.00	\$55.00	
Carparking fee paid to CCC (based on car counter)	\$1 per car	\$1 per car	No change
Maximum Car Park Fee by Event Organiser	\$3 per car	\$3 per car	No change
Bond refundable if no damage occurs	\$200.00 - \$5000.00	\$200.00 - \$5000.00	No change
Dependent on the Nature of the Activity			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Hagley Park Commercial 1 Park Hire			
Application Fee 50 - 2,500	\$294.00	\$280.00	
Application Fee 2,500 - 5,000	\$589.00	\$561.00	
Application Fee 5,000 +	\$882.00	\$840.00	
Carparking Unit Admin Fee *	\$173.00	\$165.00	
City Streets Admin Fee*	\$81.00	\$77.00	
Ground Mark Out Fee & Consultation * (Parks)	\$231.00	\$220.00	
Note Above 3 Fees are discretionary to individual units			
Event Day Charge			
50 - 1,000	\$294.00	\$280.00	
1,000 - 2,500	\$588.00	\$560.00	
2,501 - 7,500	\$1,176.00	\$1,120.00	
7,501 - 15,000	\$1,764.00	\$1,680.00	
15,001 - 25,000	\$4,127.00	\$3,930.00	
25,001 - 50,000	\$7,067.00	\$6,730.00	
50,000 +	\$11,776.00	\$11,215.00	
Set up and dismantle days	\$236.00	\$225.00	
Carparking fee paid to CCC (based on car counter)	\$1 per car	\$1 per car	No change
Maximum Car Park Fee by Event Organiser	\$3 per car	\$3 per car	No change
Bond refundable if no damage occurs	\$200.00 - \$5000.00	\$200.00 - \$5000.00	No change
Dependent on the nature of the activity			
Hagley Park Commercial 2 Park Hire			
Application Fee 50 - 2,500	\$236.00	\$225.00	
Application Fee 2,500 - 5,000	\$410.00	\$390.00	
Application Fee 5,000 +	\$588.00	\$560.00	
Carparking Unit Admin Fee *	\$173.00	\$165.00	
City Streets Admin Fee*	\$81.00	\$77.00	
Ground Mark Out Fee & Consultation * (Parks)	\$231.00	\$220.00	
Note Above 3 Fees are discretionary to individual units			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Event Day Charge			
50 - 1,000	\$236.00	\$225.00	
1,000 - 2,500	\$352.00	\$335.00	
2,501 - 7,500	\$588.00	\$560.00	
7,501 - 15,000	\$882.00	\$840.00	
15,001 - 25,000	\$2,058.00	\$1,960.00	
25,001 - 50,000	\$3,534.00	\$3,366.00	
50,000 +	\$5,891.00	\$5,610.00	
Set up and dismantle days	\$202.00	\$192.00	
Carparking fee paid to CCC (based on car counter)	\$1 per car	\$1 per car	No change
Maximum Car Park Fee by Event Organiser	\$3 per car	\$3 per car	No change
Bond refundable if no damage occurs	\$200.00 - \$5000.00	\$200.00 - \$5000.00	No change
Dependent on the nature of the Activity			
Hagley Park Commercial 3 Park Hire			
Application Fee 50 - 2,500	\$179.00	\$170.00	
Application Fee 2,500 - 5,000	\$323.00	\$308.00	
Application Fee 5,000 +	\$473.00	\$450.00	
Carparking Unit Admin Fee *	\$116.00	\$110.00	
City Streets Admin Fee*	\$81.00	\$77.00	
Ground Mark Out Fee & Consultation * (Parks)	\$231.00	\$220.00	
Note Above 3 Fees are discretionary to individual units			
Event Day Charge			
50 - 1,000	\$173.00	\$165.00	
1,000 - 2,500	\$231.00	\$220.00	
2,501 - 7,500	\$294.00	\$280.00	
7,501 - 15,000	\$352.00	\$335.00	
15,001 - 25,000	\$410.00	\$390.00	
25,001 - 50,000	\$531.00	\$506.00	
50,000 +	\$647.00	\$616.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Power Box Maintenance Fee - per Event			
1 Power Box hired	\$58.00	\$55.00	
2 Power Boxes hired	\$116.00	\$110.00	
3 power Boxes or more hired	\$231.00	\$220.00	
Bond for Key access	\$58.00	\$55.00	
Electricity Usage per Kw/hr (based on reading)	\$0.23	\$0.22	
Set up and dismantle days	\$173.00	\$165.00	
Carparking fee paid to CCC (based on car counter)	\$1 per car	\$1 per car	No change
Maximum Car Park Fee by Event Organiser	\$3 per car	\$3 per car	No change
Bonds			
Bond refundable if no damage occurs	\$200.00 - \$5000.00	\$200.00 - \$5000.00	No change
Dependent on the nature of the activity			
The imposition of a bond on bookings is to enable the Council	General Mangers discretion to set fees		
to recover expenses incurred to rectify any damage or clean up			
costs related directly or indirectly to the organisation making the booking			
Recreation and Leisure			
Holiday Programs	\$15 per Day	\$10 per Day	
Childcare Facilities			
QE II Preschool - Fees	\$4.50 per hour	\$4.00 per hour	From 1 July to 31 Dec 2008 - \$5.00 from 1 Jan 09
	\$34.00 per day	\$30.00 per day	From 1 July to 31 Dec 2008 - \$38.00 from 1 Jan 09
	\$150.00 per week	\$130.00 per week	From 1 July to 31 Dec 2008 - \$170.00 from 1 Jan 09
Tuam Street Early Learning Centre - Fees	\$4.50 per hour	\$4.00 per hour	From 1 July to 31 Dec 2008 - \$5.00 from 1 Jan 09
	\$36.00 per day	\$32.00 per day	From 1 July to 31 Dec 2008 - \$40.00 from 1 Jan 09
	\$162.50 per week	\$140.00 per week	From 1 July to 31 Dec 2008 - \$180.00 from 1 Jan 09
Pioneer Early Learning Centre - Fees	\$4.50 per hour	\$4.00 per hour	From 1 July to 31 Dec 2008 - \$5.00 from 1 Jan 09
	\$34.00 per day	\$30.00 per day	From 1 July to 31 Dec 2008 - \$38.00 from 1 Jan 09
	\$150.00 per week	\$130.00 per week	From 1 July to 31 Dec 2008 - \$170.00 from 1 Jan 09

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Community Halls			
Base charge - all Council managed Community Halls			
Usage Type:			
Not for profit community programmes - with or without nominal entrance fee			
Category A - see below	\$7.50	\$5.50	per hour
Category B - see below	\$7.50	\$4.50	per hour
Category C - see below	\$6.00		per hour - new charge
Self Employed Tutors & Franchised programmes - entrance fee charged			
Category A - see below	\$10.00	\$7.25	per hour
Category B - see below	\$10.00	\$6.50	per hour
Category C - see below	\$7.50		per hour - new charge
Private social events - family functions			
Category A - see below	\$40.00	\$32.50	per hour
Category B - see below	\$25.00	\$15.00	per hour
Category C - see below	\$15.00		per hour - new charge
Commercial events - hires by corporates, government, and seminars			
Category A - see below	\$75.00	\$55.00	per hour
Category B - see below	\$50.00	\$35.00	per hour
Category C - see below	\$30.00		per hour - new charge
Community Events - with door charges or prepaid tickets			
Including organisation run dances, social events & concerts			
Category A - see below	\$35.00	\$21.50	per hour
Category B - see below	\$25.00	\$20.00	per hour
Category C - see below	\$15.00		per hour - new charge
Set Up and Clean Up Costs			
Category A - see below	\$10.00		per hour - new charge
Category B - see below	\$10.00		per hour - new charge
Category C - see below	\$7.50		per hour - new charge

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Weekend Event Hire (Friday and Saturday night hireage from 6pm to midnight for the following venues)			
North New Brighton War Memorial & Community Centre (Upstairs)	\$220.00		Per charge period - new charge
North New Brighton War Memorial & Community Centre (Downstairs)	\$150.00		
Templeton Community Centre	\$175.00		
Harvard Lounge	\$175.00		
Additional charges for halls			
Bond for events - refund subject to condition of the facility after the event	\$300.00	\$300.00	per function - no change
Security charge - to ensure the facility has been vacated	\$18.00	\$18.00	per function - no change
Additional costs for materials & services associated with a facility hire	General Mangers discretion to set fees		No change
Definition and scope:			
Owing to many changes in the Categories of each facility direct accurate comparisons are not always easy to make without reference to theses changes			
Category A Facilities - large facilities with capacity for more than 50 people:			
Templeton Community Centre			
North New Brighton War Memorial & Community Centre (Upstairs)			
Bishopdale Community Centre (Main Hall)			
Category B Facilities - large facilities with capacity for more than 50 people:			
Fendalton Community Centre (Hall)			
Fendalton Community Centre (Auditorium)			
Harvard Lounge			
Parklands Community Centre (Recreation Hall)			
Riccarton Community Centre (Downstairs Hall)			
Bishopdale Community Centre (Meeting Rooms)			
Hire of 2 of the "C" sized facility spaces			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<p>Category C Facilities - smaller facilities with capacity for less than 50 people:</p> <ul style="list-style-type: none"> Abberley Hall Avice Hill Richmond Community Centre Wainoi/Aranui Activity Centre Fendalton Community Centre (Seminar Room) North New Brighton War Memorial & Community Centre (Downstairs) Parklands Community Centre (Lounge) Riccarton Community Centre (Upstairs Hall) Riccarton Community Centre (Community Room) Riccarton Community Centre (Ex Mayors Lounge) Templeton Community Centre (Supper Room) Waimairi Community Centre (Small Room) Waimairi Community Centre (Large Room) 			
<p>Jellie Park - Delete separate reference - fees charged are the same as other pools.</p>			
<p>Swimming</p>			
<p>Adult</p>		\$4.00	Delete fee
<p>NZ SuperCard, Kiwiable Leisure Card and Community Services Card</p>		\$2.50	Delete fee
<p>Children (15 yrs and under)</p>		\$1.50	Delete fee
<p>School Student Over 15 with School ID</p>		\$1.50	Delete fee
<p>Parent/Caregiver with Pre-schooler</p>		\$1.50	Delete fee
<p>Family of 4 (2 Adults and 2 Children)</p>		\$10.00	Delete fee
<p>Family of 3 (1 Adult and 2 Children)</p>		\$6.50	Delete fee
<p>Additional Child (15 yrs and under)</p>		\$1.00	Delete fee
<p>Non-Swimming Parent/Guardian</p>		Free	Delete fee
<p>Spectator</p>		\$1.50	Delete fee

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Waterslides			
6-rides		\$3.50	Delete fee
10-rides		\$5.00	Delete fee
Family (pool entry and 26 rides)		\$22.00	Delete fee
Aquasize			
Casual		\$5.00	Delete fee
NZ SuperCard, Kiwiable Leisure Card and Community Services Card		\$4.30	Delete fee
Adult 12 Concession		\$44.00	Delete fee
Concessions			
NZ SuperCard, Kiwiable Leisure Card and Community Services Card		\$43.00	Delete fee
Banks Peninsula charges - where not elsewhere included			
Lyttelton Recreation Centre - Regular Bookings			
Sports Gym Adult Group per hour	\$20.00	11.00	
Sports Gym Child Group per hour	\$15.00	5.50	
Sports Gym Commercial per hour	\$32.00		New charge
Sports Gym Function (9 hrs +)	\$180.00		New charge
Hall Adult Group per hour	\$15.00	9.00	
Hall Child Group per hour	\$11.25	4.50	
Hall Commercial per hour	\$24.00		New charge
Hall Function (9 hrs +)	\$135.00		New charge
Meeting Room Adult Group per hour	\$12.00	6.00	
Meeting Room Child Group per hour	\$9.00	3.00	
Meeting Room Commercial per hour	\$19.20		New charge
Meeting Room Function (9 hrs +)	\$108.00		New charge
Function Whole Complex (9 hrs +)	\$400.00		New charge
Key Bond	20.00	20.00	No change

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Southern Trust - Multi-Sensory Facility			
One caregiver free per person			
Comprehensive Induction package – minimum of 4 caregivers	\$30.00	\$30.00	no change
Individual sessions with inducted caregiver (1/2 hour)	\$6.00	\$4.00	
Individual sessions with inducted caregiver (1/2 hour) - beneficiary	\$4.00		New charge
Session with Facility Staff and caregiver	\$22.00	\$22.00	no change
Group Session (maximum 6, plus 6 caregivers)	\$30.00	\$30.00	no change
Group Session (maximum 6, plus 6 caregivers) - beneficiary	\$20.00		New charge
additional person in Group Session	\$2.50	\$2.50	no change
Group Session (maximum 6, plus 6 caregivers plus Facility staff)	\$35.00	\$35.00	no change
Swim Combo - Adult	\$9.00	\$7.00	
Swim Combo - Adult - beneficiary	\$7.00		New charge
Swim Combo - Child	\$7.00	\$5.00	
Swim Combo - Child - beneficiary	\$5.00		New charge
Adventure Drama - per person	\$5.00	\$5.00	no change
All Feet can Dance course	\$50.00	\$50.00	no change
Adaptive Activities - per person (minimum 8 people)	\$35.00	\$35.00	no change
Santa's Grotto - per person	\$2.00	\$2.00	no change
Regulatory Services			
City Plan			
Sales of Plan:			
CD-Rom Versions		\$250 + GST	Delete fee
Existing-CD-Rom-User		\$225 + GST	Delete fee
Resource Consents			
All fees are the minimum required and include GST. The processing of applications will not begin until payment has been made.			

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
1. Non Notified Resource Consents – Minimum Application Fee			
• Non-notified applications in all Living zones except the Living 3, 4 and 5 zones and which involve a single non-compliance with only one of the following rules :			
– Sunlight and outlook for neighbours (Rules 2-2.2.4 and 2-3.2.4)	\$600	\$400	Increased Minimum Application Fee, changed Text
– Separation from neighbours (Rules 2-2.2.6 and 2-3.2.6)	\$600	\$400	Increased Minimum Application Fee, changed Text
– Continuous building length (Rules 2-2.2.7 and 2-3.2.7)	\$600	\$400	Increased Minimum Application Fee, changed Text
– Outdoor living space (Rules 2-2.2.9 and 2-3.2.8)	\$600	\$400	Increased Minimum Application Fee, changed Text
• Non-notified applications for works to protected (heritage/notable) trees, excluding-	\$400	\$400	No change
• Felling a diseased, unhealthy or hazardous tree	No Charge	No Charge	No change
• Felling a healthy tree which is causing immediate damage to a dwelling	No Charge	No Charge	No change
• Pruning where necessary to remove a hazard or for tree health	No Charge	No Charge	No change
• Pruning or any work which is for the benefit of the safety, health or appearance of the tree	No Charge	No Charge	No change
• All other non-notified applications	\$1,000	\$800	Increased Minimum Application Fee
2. Any Application Lodged Under The Following Sections which do not require public notification – Minimum Application Fee			
– S 10 (2) Extension of existing use rights	\$600	\$400	Increased Minimum Application Fee
– S 125/126 Extension of time for consent which has lapsed	\$600	\$400	Increased Minimum Application Fee
– S 127 Application to change or cancel any condition	\$600	\$400	Increased Minimum Application Fee
– S 139 Certificate of Compliance	\$600	\$400	Increased Minimum Application Fee
– S 139A Existing Use Certificate (new fee)	\$1,000	\$400	Increased Minimum Application Fee
– S 176A Application for outline plan	\$600	\$400	Increased Minimum Application Fee
– S 181 Application for alteration to designation	\$600	\$400	Increased Minimum Application Fee
– S 184 Extension of time for designations	\$600	\$400	Increased Minimum Application Fee
– S176A(2)(c) Waiver of Outline Plan (new fee)	\$225	\$180	Increased Minimum Application Fee
3. Notified applications - Resource Consent – Minimum Application Fee			
Limited notified	\$5,000	\$2,500	Increased Minimum Application Fee
Publicly notified	\$10,000	\$5,000	Increased Minimum Application Fee
Plus			
If a pre hearing meeting (Section 99) is held	Actual cost	Actual cost	No change

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<p>4. Processing Fees</p> <p>The balance of the minimum application fee will be refunded if it is not required for processing. If the minimum application fee does not cover the cost of processing an invoice will be sent for the additional processing fees.</p> <p>The time taken to process an application will be charged at an hourly rate determined by:</p> <p>Where a Commissioner is required to make a decision on an application</p> <p>Cost of Councillors/Community Board Members attending hearing</p> <p>Reports commissioned by the Council</p> <p>Disbursements (including advertising and service of documents)</p>	<p>Hourly rate determined by (<u>Officer's annual remuneration x 2.25</u> + GST)/ 1267.5 hours</p> <p>Actual cost</p> <p>Actual cost</p> <p>Actual cost</p> <p>Actual cost</p>	<p>Hourly rate determined by (<u>Officer's annual remuneration x 2.2</u> + GST)/ 1267.5 hours</p> <p>Actual cost</p> <p>\$195 per hour</p> <p>Actual cost</p> <p>Actual cost</p>	<p>Multiplier increased from from 2.2 to 2.25</p>
<p>5. Additional fee for monitoring of Resource Consent conditions</p> <p>If monitoring of resource consent is required (imposed as condition of a resource consent)</p> <ul style="list-style-type: none"> - Single inspection - Two site inspections - Additional monitoring 	<p>\$90.00</p> <p>\$125.00</p> <p>\$75 per hour</p>	<p>\$75.00</p> <p>\$112.50</p> <p>\$60 per hour</p>	<p>Increased Fee</p> <p>Increased Fee</p> <p>Increased Fee</p>
<p>6. Bond or covenant under Section 108</p> <p>Preparation and registration of bond or covenant under Section 108</p> <p>Cancellation of bond or covenant under Section 108</p>	<p>\$350.00</p> <p>\$150.00</p>	<p>\$350.00</p> <p>\$150.00</p>	<p>No change</p> <p>No change</p>
<p>7. Miscellaneous</p> <p>Project Co-ordination Service fee</p> <p>Cost of additional photocopying</p>	<p>\$95.00 per hour</p> <p>A4 up to 10 pages .20c/page over 10 pages/next day service .30c/page</p> <p>A3 \$2.00</p> <p>A2 \$2.50</p> <p>A1 \$5.00</p> <p>AO \$10.00</p>	<p>\$85 Per Hour</p> <p>A4 up to 10 pages .20c/page over 10 pages/next day service .30c/page</p> <p>A3 \$2.00</p> <p>A2 \$2.50</p> <p>A1 \$5.00</p> <p>AO \$10.00</p>	<p>Increased Fee</p> <p>No change</p> <p>No change</p> <p>No change</p> <p>No change</p> <p>No change</p>

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Sale of Liquor Act Certificate of Compliance	\$150.00	\$150.00	No change
Certificate of Land Acquisition under Overseas Investment regulations 1995	\$375.00	\$375.00	No change
Aerial Photographs	A1 \$20.00	A1 \$20.00	No change
"	A2 \$12.00	A2 \$12.00	No change
"	AO \$10.00	AO \$10.00	No change
Plus Admin Fee:Coordination Colour Prints	Coord \$10.00	Coord \$10.00	No change
8. Monitoring of Resource Consents			
If monitoring of resource consent is required (imposed as condition of a resource consent):			
- Single inspection	\$95.00	\$75.00	In line with charge out rate
- Two site inspections	\$125.00	\$112.50	In line with charge out rate
- Additional monitoring	\$95 per hour	\$60 p/hr	In line with charge out rate
Enforcement:			
Fencing of swimming pools: Application for Exemption	\$375.00	\$375.00	No change
Licences(Other):			
Amusement Devices	\$11.25	\$11.25	Govt set Fees / no change
Hawkers	\$22.50	\$22.50	Govt set Fees / no change
Mobile Shops	\$112.50	\$112.50	Govt set Fees / no change
Hazardous Substances Test Certificates	\$95/hr	\$95/hr	Govt set Fees / no change
Hazardous Substances Approved Handlers	\$85/hr	\$85/hr	Govt set Fees / no change
Subdivision Applications			
The following categories are inclusive of consent processing fee, drainage fee, engineering approval and inspection fees and other Unit inputs.			
Category 1			
Boundary Adjustments, Rights of Way, Amalgamations, Fee Simple of 3 additional allotments or less, Unit Titles/Cross Lease of 5 units/flats or less.			
Controlled Activity (fixed charge)	\$750.00	\$650.00	Increased Minimum Application Fee
Discretionary and non-complying activity (fixed charge)	\$1,150.00	\$950.00	Increased Minimum Application Fee
Where in the circumstances the minimum fee is exceeded, the Council will reserve the right to charge an additional fee at the Scheduled hourly rate.	Hourly rate determined by (Officer's annual remuneration x 2.25 + GST)/ 1267.5 hours	Hourly rate determined by (Officer's annual remuneration x 2.2 + GST)/ 1267.5 hours	Multiplier increased from from 2.2 to 2.25

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<p>Deleted Fees and replaced</p> <p>Category 2</p> <p>Four or more additional allotments</p> <p>Allotment Charge</p> <p>Living Hills Zone</p> <p>Living Hills A Zone</p> <p>Living Hills B Zone</p> <p>1-10 lots \$650</p> <p>1-20 lots \$450</p> <p>1-30 lots \$325</p> <p>1-40 lots \$250</p> <p>>40 lots \$225</p> <p>All other zones</p> <p>1-10 lots \$500</p> <p>1-20 lots \$350</p> <p>1-30 lots \$250</p> <p>1-40 lots \$200</p> <p>>40 lots \$175</p>	<p>No. of lots</p> <p>1</p> <p>2</p> <p>3</p> <p>4</p> <p>5</p> <p>6</p> <p>7</p> <p>8</p> <p>9</p> <p>10</p> <p>11</p> <p>12</p> <p>13</p> <p>14</p> <p>15</p> <p>16</p> <p>17</p> <p>18</p> <p>19</p> <p>20</p> <p>21</p> <p>22</p> <p>23</p>	<p>Lot charge for all zones excluding LH, LHA & LHB</p> <p>Applications of three additional allotments or less are Category 1 applications See Fees List.</p> <p>\$2,170.00</p> <p>\$2,700.00</p> <p>\$3,225.00</p> <p>\$3,745.00</p> <p>\$4,260.00</p> <p>\$4,770.00</p> <p>\$5,275.00</p> <p>\$5,760.00</p> <p>\$6,225.00</p> <p>\$6,670.00</p> <p>\$7,095.00</p> <p>\$7,500.00</p> <p>\$7,885.00</p> <p>\$8,250.00</p> <p>\$8,595.00</p> <p>\$8,920.00</p> <p>\$9,225.00</p> <p>\$9,525.00</p> <p>\$9,820.00</p> <p>\$10,110.00</p>	<p>Unit / Flat charge for developments over five units/flats</p> <p>Applications of five additional units or flats or less, are Category 1 applications. See Fees List.</p> <p>\$1,162.50</p> <p>\$1,347.50</p> <p>\$1,530.00</p> <p>\$1,710.00</p> <p>\$1,887.50</p> <p>\$2,062.50</p> <p>\$2,235.00</p> <p>\$2,405.00</p> <p>\$2,572.50</p> <p>\$2,737.50</p> <p>\$2,900.00</p> <p>\$3,060.00</p> <p>\$3,217.50</p> <p>\$3,372.50</p> <p>\$3,525.00</p> <p>\$3,675.00</p> <p>\$3,822.50</p> <p>\$3,967.50</p>

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
	24	\$10,395.00	\$12,882.50
	25	\$10,675.00	\$13,215.00
	26	\$10,950.00	\$13,542.50
	27	\$11,220.00	\$13,865.00
	28	\$11,485.00	\$14,182.50
	29	\$11,745.00	\$14,495.00
	30	\$12,000.00	\$14,802.50
	31	\$12,250.00	\$15,105.00
	32	\$12,495.00	\$15,402.50
	33	\$12,735.00	\$15,695.00
	34	\$12,970.00	\$15,982.50
	35	\$13,200.00	\$16,265.00
	36	\$13,425.00	\$16,542.50
	37	\$13,645.00	\$16,815.00
	38	\$13,860.00	\$17,082.50
	39	\$14,070.00	\$17,345.00
	40	\$14,275.00	\$17,602.50
<p>Category 2 - Replacement fees</p> <p>Proposed for 2008/09 under Category 2: Applications for 4 or more allotments in ALL ZONES NO distinction between ZONES as a pricing mechanism Initial Fee is based on the following Schedule</p> <p>1 : 10 Lots</p> <p>1 : 30 lots</p> <p>1 : 50 lots</p> <p>> Greater than 50 lots</p>	As above	\$700 per Lot	Simplified Minimum Application Fee
		\$650 per Lot	Simplified Minimum Application Fee
		\$600 per Lot	Simplified Minimum Application Fee
		\$550 per Lot	Simplified Minimum Application Fee

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<p>Category 3</p> <p>More than 5 Units/flats Unit Titles or Cross Lease</p> <p>1 : 10 Units / Flats</p> <p>1 : 20 Units / Flats</p> <p>1 : 30 Units / Flats</p> <p>> Greater 30 Units / Flats</p>	<p>\$250 Per Unit</p> <p>\$220 Per Unit</p> <p>\$200 Per Unit</p> <p>\$180 Per Unit</p>	<p>1 - 10 units \$175</p> <p>1 - 20 units \$150</p> <p>1 - 30 units \$125</p> <p>1-40 units \$100</p> <p>>40 units \$75</p>	<p>Simplified Minimum Application Fee</p> <p>Simplified Minimum Application Fee</p> <p>Simplified Minimum Application Fee</p> <p>Simplified Minimum Application Fee</p>
<p>Additional fees for Categories 2 and 3</p> <p>The schedules for these categories are to be regarded as a minimum fee. The final fee will be assessed at the time of request for Section 224 RMA Certificates and will be based on actual officers time by the scheduled hourly rate.</p>	<p>Hourly rate determined by <u>(Officer's annual remuneration x 2.25 + GST)/ 1267.5 hours</u></p>	<p>Hourly rate determined by <u>(Officer's remuneration x 2.2 + GST)/ 1267.5 hours</u></p>	<p>Multiplier increased from from 2.2 to 2.25</p>
<p>Notified Applications - Subdivisions</p> <p>Limited Notified Application</p> <p>Minimum fee</p> <p>If hearing necessary</p> <p>Publicly Notified Application</p> <p>Minimum fee</p> <p>If hearing necessary</p>	<p>\$5,000.00</p> <p>plus additional fees</p> <p>at Actual cost recovery</p> <p>\$10,000.00</p> <p>plus additional fees</p>	<p>\$3,000.00</p> <p>plus additional</p> <p>fees as per other resource consent</p>	<p>Increased Minimum Application Fee</p> <p>New Charge , Minimum application fee at Actual cost recovery</p>
<p>Documentation Fees</p> <p>For documentation not associated with a current subdivision.</p> <p>Preparation of document</p> <p>Execution of document</p> <p>Bonding Fees</p> <p>a) Works - Investigation and administration of bond</p> <p>- Engineering clearance</p>	<p>\$150.00</p> <p>\$100.00</p> <p>\$300.00</p> <p>\$180.00</p>	<p>\$150.00</p> <p>\$100.00</p> <p>\$300.00</p> <p>\$180.00</p>	<p>No change</p> <p>No change</p> <p>No change</p> <p>No change</p>

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Where additional inspections are required, additional fees will be charged at the scheduled hourly rate	Hourly rate determined by (<u>Officer's annual remuneration x 2.25 + GST</u>) / 1267.5 hours	Hourly rate determined by (<u>Officer's annual remuneration x 2.2 + GST</u>) / 1267.5 hours	Multiplier increased from from 2.2 to 2.25
b) Reserve Contribution			
Establishment and preparation	\$300.00	\$300.00	No change
Additional fees for withdrawal, consents and variations will be charged in accordance with the Documentation Fee above.			
Environmental Effects and Sale of Liquor			
Sale of liquor fees are set by government regulation .			
Dangerous Goods fees are set by government regulation.			
1. Sale of Liquor			
(i) Application for on-licence/or for renewal of on licence	\$776.00 (Net to Council = \$528)	\$776.00 (Net to Council = \$528)	Govt set Fees / no change
(ii) Application for off-licence/or for renewal of off licence	\$776.00 (Net to Council = \$528)	\$776.00 (Net to Council = \$528)	Govt set Fees / no change
(iii) Application for club-licence/or for renewal of club licence	\$776.00 (Net to Council = \$528)	\$776.00 (Net to Council = \$528)	Govt set Fees / no change
(iv) Special Licences	\$63.00	\$63.00	Govt set Fees / no change
(v) Temporary Authorities	\$132.00	\$132.00	Govt set Fees / no change
(vi) Managers Certificates	\$132.00	\$132.00	Govt set Fees / no change
Application and Renewals	(net to Council is \$90.00)	(net to Council is \$90.00)	Govt set Fees / no change
(vii) BYO	\$132.00	\$133.00	Govt set Fees / no change
	(net to Council is \$90.00)	(net to Council is \$90.00)	
2. Environmental Effects Recoveries			
(i) Noise surveys	Actual costs recovered		No change
(ii) Domestic fuel assessments	Actual costs recovered		No change
(iii) Court/Legal Recoveries	Actual costs recovered		No change
3. Offensive Trades Licences			
(i) Annual Premise Registration	\$225.00	\$225.00	No change
(ii) New Application (incl Annual Registration if granted)	\$395.00	\$395.00	No change
(iii) Change of ownership	\$80.00	\$80.00	No change

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
4. Gambling Application fee under the Gambling & TAB Venue Policy	\$150.00	\$150.00	No change
5. Dangerous Goods Regulations (Licensing Fees) Inspection and processing fees charged under Resource Consents Clause 8 above			Delete
Information			
1. Land Information			
- Land Information Memoranda	\$175.00	\$175.00	No change
- "Fast Track" Land Information Memoranda	\$275.00	\$275.00	No change
2. Information Sales			
All "Staff time" will be charged at the hourly rate established by formula Additional costs , advertisements , copies, postage etc	Hourly rate determined by (Officer's annual remuneration x 2.25 + GST)/ 1267.5 hours Actual costs recovered	Hourly rate determined by (Officer's annual remuneration x 2.2 + GST)/ 1267.5 hours	Multiplier increased from from 2.2 to 2.25
			No change
Building Control			
1. Prepaid Fees Minimum fee (paid upon lodgement)			
- Solid Fuel and Liquid Fuel Heater	\$250.00	\$140.00	
-Accessory Buildings (Residential use only)			
- Non Habitable	\$540.00	\$249.00	Increased Minimum Application Fee
- Habitable/No Reticulation	\$600.00	\$307.00	Increased Minimum Application Fee
- Habitable/With Reticulation	\$675.00	\$424.00	Increased Minimum Application Fee
-Garage and Garage Workshops (Residential only)	\$540.00	\$307.00	Increased Minimum Application Fee
-Garage and Garage Workshops (Residential only)			
Single < 25 square metres	See above	\$307.00	Changed Designation -: see prepaid Accessory
Others	See above	\$307.00	Changed Designation -: see prepaid Accessory
Additional Features (eg, firewall;	See above		Changed Designation -: see prepaid Accessory
sewer connection)	See above		Changed Designation -: see prepaid Accessory
-Swimming Pool Fence	\$425.00	\$170.00	Increased Minimum Application Fee
-Plumbing and Drainage Alterations for Single Dwellings	\$425.00	\$165.00	Increased Minimum Application Fee
-Signs	\$230.00	\$50.00	Increased Minimum Application Fee

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
-Residential Demolition -Single Dwelling	\$375.00	\$135.00	Increased Minimum Application Fee
-Minor Internal Alterations-Residential	\$450.00	\$224.00	Increased Deposit
-Backflow Preventor (including compliance schedule)	\$350.00	\$175.00	Increased Minimum Application Fee
-Certificate of Exemption	\$250.00		New Charge
2. Building Consent Applications			
Minimum fee (paid upon lodgement)	See below	\$400 minimum fee	Minimum fee increased on acceptance of application
Accept and Issue Fee			
- Residential Alterations	\$820.00		Change Text
-Additions 10,000 – 50,000			Delete
-Additions > 50,000			Delete
- Dwellings	\$1,800.00	\$145.00	Increased Minimum Application Fee
- Apartments	\$1,800.00	\$155.00	Increased Minimum Application Fee
- Commercial/Industrial (Less than \$100,000)	\$1,800.00	\$400.00	Increased Minimum Application Fee
- Commercial/Industrial (More than \$100,000)	\$2,400.00	\$400.00	Increased Minimum Application Fee
3. Building Consents - Review and Grant			Changed Designation : see prepaid Accessory
- Process and Grant - All other building work.	Hourly rate determined by (Officer's annual remuneration x <u>2.25</u> + GST)/ 1267.5 hours	Hourly rate determined by (Officer's annual remuneration x <u>2.2</u> + GST)/ 1267.5 hours	Multiplier increased from from 2.2 to 2.25
- BRANZ & BIA Levies - set by Government	3%of levies collected	3%of levies collected	No change
5. Preparation and registration of bond or covenant under Section 108	(Collected on behalf of Legal Services Unit) \$350	(Collected on behalf of Legal Services Unit) \$350	No change
4. Project Information Memoranda:			
-Minor Works <\$10,000		\$110.00	Change Designation
- PIM Only	\$250.00		New Charge
- PIM Residential	\$245.00		
- Additions 10,000 - 50,000		\$145.00	
- Additions > 50,000		\$205.00	

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
<ul style="list-style-type: none"> - Dwellings - Apartments - Commercial/Industrial <p>Provided that where the time taken to process a PIM exceeds the scheduled fee divided by \$70 per hour, the additional time taken may be charged at \$70 per hour.</p>	<p style="text-align: center;">\$345.00</p> <p style="text-align: center;">Hourly rate determined by (<u>Officer's annual remuneration x</u> <u>2.25</u> + GST)/ 1267.5 hours</p>	<p style="text-align: center;">\$205.00</p> <p style="text-align: center;">\$245.00</p> <p style="text-align: center;">\$275.00</p> <p style="text-align: center;">Hourly rate determined by (<u>Officer's annual remuneration x</u> <u>2.2</u> + GST)/ 1267.5 hours</p>	<p style="text-align: center;">Increased Minimum Application Fee Multiplier increased from from 2.2 to 2.25</p>
5. Code Compliance Certificates			
- Building Inspections	\$90 / inspection	\$70 / inspection	
- Code Compliance Certificates	\$65.00	\$50.00	
<ul style="list-style-type: none"> - Application to extend the time for which a Building Consent is valid. Set charge payable on application 	\$65.00	\$30.00	
<ul style="list-style-type: none"> - Issue of notice to Fix Basic Charge (plus all inspection and other action necessary to confirm compliance with the notice - charged at) 	\$50.00	\$30.00	
- Certificate for public use	\$120.00/hr	\$120.00/hr	
- Non Consent Inspections	\$70.00	\$50.00	
- Land tenure approvals	\$120.00/hr	\$78.00/hr	
6. Certificates of Acceptance			
	Actual cost based on hourly charge out rate for building consents review and grant and non consent inspections, plus PIM fee.	Actual cost based on hourly charge out rate for building consents review and grant and non consent inspections, plus PIM fee.	No change
7. Annual Building Warrants of Fitness			
- Annual fee for administering a Warrant of Fitness	\$99.00	\$99.00	No change
- Issue and Register	\$80.00	\$80.00	No change
Compliance Schedules	\$80.00	\$80.00	No change

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
8. Other Fees			
Document storage fee for consents issued by other Building Consent Authorities	\$50.00	\$50.00	No change
Miscellaneous Inspection Fees		varies	
Marquee			
-Option 1	\$160.00	\$120.00	
-Option 2 (Pre-approved Hire Company),)	\$95.00	\$75.00	
Health Licensing			
1. Food Premises			
(a) General Food Premises			
G1	\$100.00	\$75.00	
G3	\$215.00	\$165.00	
G5	\$275.00	\$215.00	
(b) Eating Houses			
1A (1 - 50 seats)	\$200.00	\$175.00	
1B (51 - 200 seats)	\$275.00	\$250.00	
1C (201 plus seats)	\$350.00	\$300.00	
2A (1 - 50 seats)	\$275.00	\$225.00	
2B (51 - 200 seats)	\$375.00	\$325.00	
2C (201 plus seats)	\$400.00	\$375.00	
(c) Supermarkets (SM1)	\$375.00	\$350.00	
(d) Food Manufacturers			
Not readily perishable (5 or less staff)	\$175.00	\$150.00	
(6 or more staff)	\$200.00	\$175.00	
Readily perishable food (not cooked) (5 or less staff)	\$350.00	\$325.00	
(6 or more staff)	\$375.00	\$350.00	
Readily perishable food (cooked) (5 or less staff)	\$425.00	\$400.00	
(6 or more staff)	\$450.00	\$425.00	

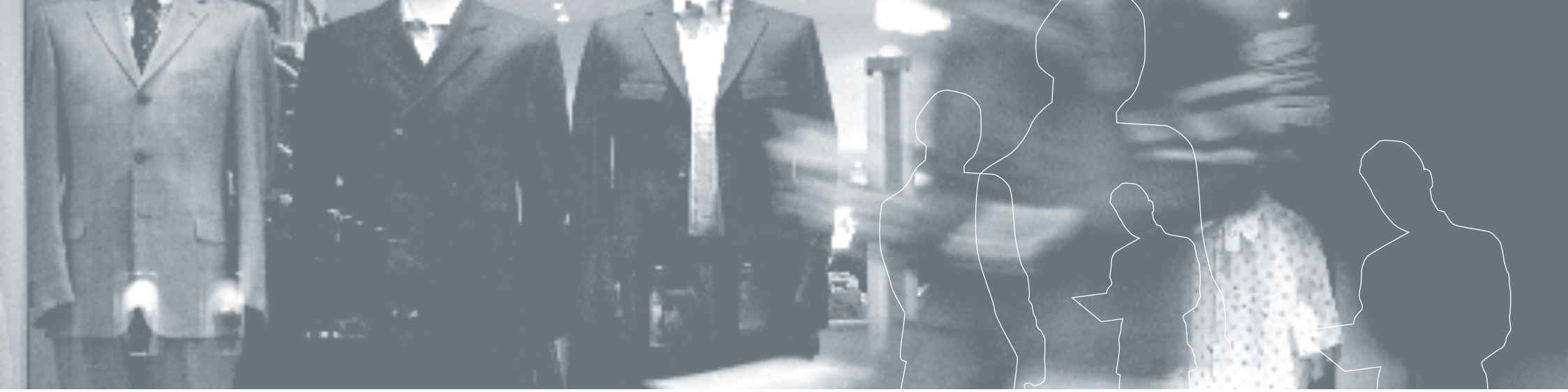
Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
(e) Mobile Food Premises			
MS1	\$50.00	\$30.00	
MS3	\$75.00	\$50.00	
MS4	\$100.00	\$75.00	
(f) Application for Registration	\$50.00	\$50.00	No change
(g) Change of Ownership/Noting Certificate	\$30.00	\$30.00	No change
(h) Request inspection for change of ownership	\$70.00	\$70.00	No change
(i) Occasional Food Premises - per occasion	\$45.00	\$45.00	No change
Food Safety Audit	N/A	N/A	Delete
2. Hairdressers (1 July to 30 June):			
(i) Premises Registration	\$100.00	\$75.00	
(ii) Application for Registration	\$50.00	\$50.00	No change
(iii) Change of Ownership/Noting Certificate	\$30.00	\$30.00	No change
Court Fines			
3. Camping Grounds (1 July to 30 June):			
(i) Premises Registration	\$200.00	\$175.00	
(ii) Application for Registration	\$50.00	\$50.00	No change
(iii) Change of Ownership	\$30.00	\$30.00	No change
4. Funeral Directors (1 July to 30 June):			
(i) Premises Registration	\$175.00	\$150.00	Increased Fee
(ii) Application for Registration	\$50.00	\$50.00	No change
(iii) Change of Ownership/Noting Certificate	\$30.00	\$30.00	No change
City Plan			
1. Privately requested Plan changes			
Deposit against time and costs	\$10,000.00	\$5,000.00	Increased charge / deposit
2. Designation Requests			
Fixed charge payable at time of lodging a notice of requirement for a new designation under Section 168 and Fixed fee payable at time of lodging a notice of requirement for alteration of a designation, other than a notice under Section 181(3)	\$10,000.00	\$3,000.00	Increased charge / deposit

Amendments to City Council Fees and Charges 2008/09

Fees and charges set under Section 12 and 83, Local Government Act 2002 Items with strikethrough are deleted fees	Fee 2008/09 GST Inclusive Proposed from 1 July 08	Previous fee now changed 2007/08	Notes
Fixed charge payable at time of lodging a notice of requirement for alteration of a designation under section 181 (3)	\$1,000.00	\$400.00	Increased charge / deposit
Fixed charge payable at time of lodging a notice to withdraw requirement under section 168 (4)	\$1,000.00	\$400.00	Increased charge / deposit
When the costs to process an application exceeds fixed charge, then:			
3. All "Staff time" will be charged at the hourly rate established by formula	Hourly rate determined by <u>(Officer's annual remuneration x</u> <u>2.25 + GST)/</u> 1267.5 hours	Hourly rate determined by <u>(Officer's annual remuneration x</u> <u>2.2 + GST)/</u> 1267.5 hours	Multiplier increased from from 2.2 to 2.25
4. Additional costs			
Costs of Commissioner or Council Hearings Panel attending hearing and making a recommendation to the Council will be charged at actual cost	actual costs recovered	actual costs recovered	
Disbursement costs such as advertising, photocopying and postage, and fees charged by any consultant engaged by the Council will be charged at actual cost			





THE FOLLOWING PAGES REPORT ON THE

CAPITAL ENDOWMENT FUND



Capital Endowment Fund

Capital Endowment Fund

In April 2001, Council set up a Capital Endowment Fund of \$75 million. This fund was established using a share of the proceeds from the sale of Orion's investment in a gas company. The Fund provides an ongoing income stream which can be applied to economic development and civic and community projects.

Current Council resolutions in respect of the fund are;

1. that up to 100% of the available income from the fund be allocated in year 1 and up to 75% be allocated for subsequent years,
2. that the income from the fund be allocated each year in the following way:
 Economic Development 70%
 Civic and Community Projects 30%
 the above general categories be reviewed on a three yearly cycle, the next review aligning with the LTCCP 2009/19,
3. that if desired, funding for a particular category be carried forward to another year,
4. that no single project be funded for more than three years, except in exceptional circumstances,
5. that the capital of the fund will not be used unless 80% of councillors vote in favour,
6. funds are managed in accordance with Council's Investment Policy.
7. With regards the Civic and Community portion;
 projects implement a strong community strategic plan,
 projects are of city-wide benefit,
 priority is given to new community facilities,
 projects only more than \$0.1 million be considered.

Capital Endowment Fund - Movements

	2008/09 Plan \$000's	2008/09 LTCCP \$000's
Inflation adjusted capital	88,329	88,430
Unallocated funds carried forward	2,024	-
Total projected opening balance 1 July	90,353	88,430
Plus net interest earnings	6,460	5,969
Less drawdowns for projects (Funding Allocations)	(3,677)	(3,670)
Projected closing balance 30 June	93,136	90,729

Capital Endowment Fund

Capital Endowment Fund - Funding Allocations

	2008/09 Plan \$000's	2008/09 LTCCP \$000's		2008/09 Plan \$000's	2008/09 LTCCP \$000's
Estimated total available income from Fund after management expenses	3,810	3,670	Civic and Community 30%		
Less not to be allocated until later years (25%)	-	(917)	30% of net income available for allocation	1,143	826
Total income available for allocation this year	3,810	2,753	Previously unspent budgets available for reallocation	1,473	-
			Project funds carried forward from previous year		
Economic Development 70%			Less already allocated :		
70% of net income available for allocation	2,667	1,927	Canterbury Museum Trust Board Building and Development Project Grant		
Previously unspent budgets available for reallocation	551	-	Events and Festivals	(360)	-
Project funds carried forward from previous year			Garden City	(100)	-
Less already allocated:			Retained in Fund until 09/19 LTCCP to support events	(2,156)	-
PGA Golf	(400)	-	Balance available for Civic and Community Projects	-	826
CCM Projects(Incl replacement CCHLFunding	(350)	-			
Canty Economic Development Grants	(1,000)	-			
Domestic Campaign	(200)	-			
Film South	(100)	-			
Aerospace	(150)	-			
Business Retention / Attraction	(50)	-			
Workforce Development	(60)	-			
Youth Enterprise	(50)	-			
Apprenticeships	(50)	-			
Advanced Network	(50)	-			
Economic Development Investigations	(148)	-			
Unspecified economic development	-	(1,500)			
Balance available for Economic Development Projects	610	427			

Notes

Notes



DRAFT Annual Plan 2008/09, Published on 17 March 2008 by Christchurch City Council
PO Box 237, Christchurch, New Zealand. Tel 64-3-941-8999. Fax 64-3-941-8984
Designed by www.id.co.nz