

## INTERNAL SERVICE PROVIDERS

Cost of Service Statements for three significant activities providing services on a user charge/internal recovery basis mainly to other Council business units are set out below. The gross cost of providing these services is reflected in the cost of service statements for the service delivery activities.

All three activities operate on a full cost recovery basis at externally competitive rates and charges. Services provided are: design and implementation of development projects; maintenance of buildings; provision and maintenance of mobile plant and equipment; and the carrying out of physical fieldwork.

These activities are directed towards the following Council Strategic Objectives: D5, D6, D8, D9 and D11 (see pp 19-23).

More detailed information on the cost of these services, and the service objectives and performance indicators for 1995/96, may be obtained from the Council's Corporate Plan available for inspection at the Civic Offices and Service Centres.

City Design, Plant and Building Services and Works Operations Units are business units of the Christchurch City Council for the purposes of, among other things, competing for minor and ancillary works. They are subject to competitive pricing procedures. Payment of Transfund assistance is made to these Units under S27 of the Transit New Zealand Act 1989 (as amended) in accordance with the requirements of the Ministerial Determination for the Formation and Operation of Service Units.

The 1996/97 surplus shown in the cost of service statements reflects an 8% return on capital employed.

### CITY DESIGN Cost of Proposed Services

Budget 1995/96		Budget 1996/97		
Gross Cost \$	Operational Outputs	Gross Cost \$	Revenue \$	Net Cost \$
<b>CONSULTING SERVICES</b>				
368,759	Structural/Mechanical/Electrical Consulting Services	382,256	(382,256)	0
1,190,166	Roading Consulting Services	1,277,009	(1,303,521)	(26,512)
743,758	Drainage Consulting Services	854,574	(854,574)	0
631,783	Legal Surveying Consulting Services	647,322	(647,322)	0
319,967	Architectural Consulting Services	335,187	(335,187)	0
310,850	Landscape Consulting Services	320,889	(320,889)	0
145,750	Quantity Surveying Consulting Services	149,074	(149,074)	0
167,792	Plan Records & Printing Consulting Services	139,758	(139,758)	0
239,538	Computerised Mapping Consulting Services	212,690	(212,690)	0
	Project Management	136,865	(136,865)	
<b>4,118,362</b>		<b>4,455,626</b>	<b>(4,482,138)</b>	<b>(26,512)</b>

Note: The above Cost of Service Statement includes a depreciation provision for 1995/96 of \$137,000 and in 1996/97 of \$126,120.

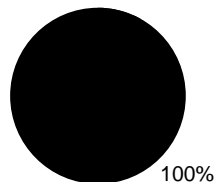
The cost of capital charge for 1995/96 is \$20,300 and in 1996/97 is \$26,512. Only the 1995/96 amount is reflected in the above figures.

Revenue for 1996/97 includes external revenue of (\$213,143).

Projected Net Cost 1997/98	(27,042)
Projected Net Cost 1998/99	(27,583)

### Sources of Funding

1995/96 \$	Capital Outputs	1996/97 \$
134,000	Renewals & Replacements	113,600
0	Asset Improvements	0
51,500	New Assets	40,000
<b>185,500</b>		<b>153,600</b>



**User Charges/  
Internal Recoveries**

## INTERNAL SERVICE PROVIDERS

### PLANT & BUILDING SERVICES

#### Cost of Proposed Services

Budget 1995/96		Budget 1996/97		
Gross Cost	Operational Outputs	Gross Cost	Revenue	Net Cost
\$		\$	\$	\$
136,000	Mechanical Services	165,000	(165,000)	0
11,387,505	Plant Hire Services	9,762,485	(11,096,639)	(1,334,154)
2,278,109	Building Services	3,404,183	(3,414,133)	(9,950)
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13,801,614		13,331,668	(14,675,772)	(1,344,104)
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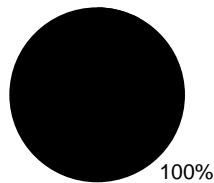
Note: The above Cost of Service Statement includes a depreciation provision for 1995/96 of \$3,361,751 and in 1996/97 of \$3,578,690.

The cost of capital charge for 1995/96 is \$1,631,212 and in 1996/97 is \$1,344,104. Only the 1995/96 amount is reflected in the above figures.

Revenue for 1996/97 includes external revenue of (\$89,000).

1995/96	Capital Outputs	1996/97
\$		\$
5,961,180	Renewals & Replacements	5,944,148
25,000	Asset Improvements	0
820,000	New Assets	40,000
(656,070)	Plant Sales	(681,163)
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6,150,110		5,302,985
=====		=====

#### Sources of Funding



■ User Charges/  
Internal Recoveries

Projected Net Cost 1997/98	(1,357,545)
Projected Net Cost 1998/99	(1,371,120)

The 1996/97 Capital Outputs include a carry forward of plant purchases from 1995/96 of \$908,540.

### WORKS OPERATIONS

#### Cost of Proposed Services

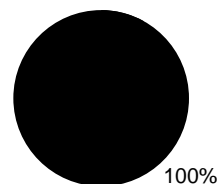
Budget 1995/96		Budget 1996/97		
Gross Cost	Operational Outputs	Gross Cost	Revenue	Net Cost
\$		\$	\$	\$
<b>CONTRACTING SERVICES</b>				
31,837,749	Services To Council Units	32,456,069	(32,456,069)	0
3,150,649	Services To CCC LATES	3,289,708	(3,289,708)	0
1,345,571	Services to Public & Others (Excluding CCC LATES)	1,405,286	(1,419,686)	(14,400)
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36,333,969	Gross Cost Of Service	37,151,062	(37,165,462)	(14,400)
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Note: The above Cost of Service Statement includes a depreciation provision for 1995/96 of \$44,273 and in 1996/97 of \$44,273. The cost of capital charge for 1995/96 is \$11,439 and in 1996/97 is \$14,400. Only the 1995/96 amount is reflected in the above figures.

Revenue for 1996/97 includes external revenue of (\$4,704,673).

Projected Net Cost 1997/98	(14,688)
Projected Net Cost 1998/99	(14,982)

#### Sources of Funding



■ User Charges/  
Internal Recoveries

1996/96	Capital Outputs	1996/97
\$		\$
29,000	Renewals & Replacements	29,000
0	Asset Improvements	0
0	New Assets	0
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29,000		29,000
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