

art gallery

Description of Service	Share	Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	Share
The Art Gallery provides for the maintenance and development of some 5,200 items of artwork, mounting of regular exhibitions from the permanent collection and visiting exhibitions. It also involves the provision of information and advice on the visual arts.		General Benefits These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)		Direct Benefits The costs of providing direct benefits shall be recovered in part from those attending except where it is in the public interest not to make a full cost recovery. The costs of providing the service to education shall be funded by the uniform annual charge on properties liable for general rates.	
General Benefits (Section 122F(b))	71%		
The community as a whole benefits from holding the collection, access to it, and raising the profile of the visual arts in the community. This benefit is independent of the number of persons who receive it and therefore is allocated to those who pay the General Rate.			
Direct Benefits (Section 122F(c))	29%		
Direct benefits accrue to patrons and sponsors of the exhibitions and those who take advantage of the specific services of the Gallery. There is some cost recovery although for general attendance at the Gallery, Council policy is not to charge.			
Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)			
Council policy does not support a full cost recovery of direct benefits, and therefore the shortfall is allocated to ratepayers, both on a Capital Value and Uniform charge basis.			
		Rates	93%
		User Charges and Other Revenues	7%



Costs and Modifications						
	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
71.10% General Benefits		1,743,296	461,391	61,358	115,178	2,381,224
28.90% Direct Benefits	968,116					968,116
Total Costs	968,116	1,743,296	461,391	61,358	115,178	3,349,340
Modifications						
Transfer User Costs to Rating	(734,616)	680,276	46,561	8,046	(267)	
Non-Rateable		88,402	23,397	3,111	(114,911)	
Total Modifications	(734,616)	768,678	69,958	11,158	(115,178)	
Total Costs and Modifications	233,500	2,511,974	531,349	72,516		3,349,340
Funded By						
6.97% User Charges	233,500					233,500
67.58% Capital Value Rating		1,741,284	460,859	61,288		2,263,430
25.45% Uniform Annual Charge		770,690	70,491	11,228		852,410
Total Funding	233,500	2,511,974	531,349	72,516		3,349,340
Share of Rates		80.62%	17.05%	2.33%		

car parking

Description of Service	Share	Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)	Share
To enforce parking bylaws to encourage better parking habits and reduce parking offences to ensure equitable use of the on-street parking resource and to police vehicle standards such as WOF and tyre standards. Secondly to manage the paid on-street parking spaces and the off street parking facilities. Thirdly to expedite the removal of abandoned vehicles from the City's streets as soon as practicable after they have been reported by the public or detected by enforcement staff.		Required where there is an under or over recovery of direct benefits and to ensure the allocation is to General Ratepayers only, with none to institutions.	
Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	9%	General Benefits	
These arise from better traffic management in the city and rational use of on-street spaces available. The community as a whole benefits and therefore is allocated to those who pay the General Rate.		These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))	91%	Direct Benefits	
Direct benefits accrue to those who park through having a space to park.		To the users through charges in the first instance and then through the modifier to General Rate.	
These benefits accrue to the users and are recovered through user charges.		Rates (Credit)	-18%
		User Charges and Other Revenues	118%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
9.31% General Benefits		675,488	178,779	23,775	44,629	922,671
90.69% Direct Benefits	8,986,990					8,986,990
Total Costs	8,986,990	675,488	178,779	23,775	44,629	9,909,661
Modifications						
Transfer User Costs to Rating Non-Rateable	2,775,110	(2,031,661) (68,931)	(537,711) (18,244)	(71,508) (2,426)	(134,230) 89,601	
Total Modifications	2,775,110	(2,100,592)	(555,955)	(73,934)	(44,629)	
Total Costs and Modifications	11,762,100	(1,425,104)	(377,176)	(50,159)		9,909,661
Funded By						
118.69% User Charges	11,762,100					11,762,100
-18.69% Capital Value Rating		(1,425,104)	(377,176)	(50,159)		(1,852,439)
Total Funding	11,762,100	(1,425,104)	(377,176)	(50,159)		9,909,661
Share of Rates		76.93%	20.36%	2.71%		

city streets

Description of Service

This function is the largest of the Council. It includes planning for streets and maintaining the road asset management plan. It manages the implementation of improvements to the road network, traffic signs and signals, passenger transport infrastructure and cycleways, both from maintenance expenditure and capital works.

Traffic safety services including promotion are included.

The provision and maintenance of streetscape features including footpaths, pedestrian malls, stormwater channels, and planted areas are also included.

Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b))

The city streets have a high direct user benefit. They also benefit the community as a whole through the open space provision, linkage to properties, and the communication network facility which is necessary for an ordered city. In addition it provides the capacity for other utility networks to function. These benefits are allocated to those who pay the General Rate as this represents the stakeholder interest in the benefits.

Direct Benefits (Section 122F(c))

The Direct benefits accrue to those who use the streets and amenities.

The allocation is based on use per sector or category of persons as estimated and disclosed on Appendix 3. This allocation is derived from vehicle use records and estimates of sector participation. It should be

Share

46%

54%

noted that the relationship of damage assessed per vehicle type will have a significant impact on the sector benefit allocation (ie one truck is estimated to have the same impact on costs as 10,000 cars).

Outputs with maintenance costs derived from wear and tear by users result in benefits applied more to the commercial sector and those with amenity provision regardless of use are applied more to the residential sector because of the weighting based on property numbers.

There is no practical and legal way users can be charged other than from Transit NZ subsidy. Therefore the Direct Benefits are allocated to the rate sectors.

Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)

Required where there is an under or over recovery of direct benefits and to ensure the allocation is to General Ratepayers only, with none to institutions.

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

General Benefits

These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.

Direct Benefits

In the main Direct Benefits accrue to rate sectors and therefore flow to the General Rates for those sectors.

Rates **72%**

User Charges and Other Revenues **28%**

Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
46.08% General Benefits		16,224,569	4,294,091	571,053	1,071,940	22,161,653
53.92% Direct Benefits	1,014,376	8,039,902	16,726,381	153,917		25,934,577
Total Costs	1,014,376	24,264,472	21,020,472	724,970	1,071,940	48,096,230
Modifications						
Transfer User Costs to Rating Non-Rateable	91,624	(67,078) 821,247	(17,753) 217,356	(2,361) 28,905	(4,432) (1,067,508)	
Total Modifications	91,624	754,169	199,603	26,544	(1,071,940)	
Total Costs and Modifications	1,106,000	25,018,641	21,220,075	751,514		48,096,230
Funded By						
2.30% User Charges	1,106,000					1,106,000
25.47% Grants and Subsidies		4,674,807	7,475,401	100,206		12,250,413
72.23% Capital Value Rating		20,343,834	13,744,674	651,309		34,739,817
Total Funding	1,106,000	25,018,641	21,220,075	751,514		48,096,230
Share of Rates		58.56%	39.56%	1.87%		

community and customer services

Description of Service	Share	Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)	Share
Services to the community including advocacy and advice on community issues, operation of community halls, centres, childcare services and the Cathedral Square conveniences, and providing customer and community services at Service Centres.		It is Council policy not to fully recover the cost of the benefits because to do so would defeat the purpose of the function. The modifications therefore transfer the costs to the General Ratepayers, in part by UAGC.	
Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	61%	General Benefits	
Generally the customer services and community facilities are General Benefits due to the amenity and availability impacts on the whole Community.		These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))	39%	Direct Benefits	
The Direct Benefits accrue to those who use the services for their own benefit. The services to specific sectors of the community such as childcare services are mostly direct benefits.		Direct Benefits accrue to the users who pay the user charges.	
		Rates	81%
		User Charges and Other Revenues	19%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
61.30% General Benefits		7,653,187	2,025,538	269,368	505,638	10,453,731
38.70% Direct Benefits	6,600,278					6,600,278
Total Costs	6,600,278	7,653,187	2,025,538	269,368	505,638	17,054,009
Modifications						
Transfer User Costs to Rating Non-Rateable	(4,078,440)	3,062,689	738,574	99,220	177,956	
		525,897	139,187	18,510	(683,594)	
Total Modifications	(4,078,440)	3,588,587	877,761	117,730	(505,638)	
Total Costs and Modifications	2,521,838	11,241,774	2,903,299	387,098		17,054,009
Funded By						
14.79% User Charges	2,521,838					2,521,838
3.72% Grants and Subsidies		487,538	129,035	17,160		633,732
78.80% Capital Value Rating		10,338,447	2,736,235	363,880		13,438,562
2.70% Uniform Annual Charge		415,789	38,030	6,058		459,877
Total Funding	2,521,838	11,241,774	2,903,299	387,098		17,054,009
Share of Rates		77.38%	19.96%	2.66%		

economic development and employment

Description of Service	Share	Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)	Share
Promotion of economic development in Christchurch through promoting the city nationally and internationally through advocacy, business databases and directories, stimulating exports, networking with other businesses and Sister Cities promotion.		In most cases it defeats the purpose to charge the users for the services; therefore the modifier transfers the benefits / costs to the ratepayers.	
The central city is promoted to stimulate economic activity and promote social well-being for the city as a whole through the provision of marketing, promotion, and transport services.		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
Employment and training are promoted to maximise the use of Christchurch resources and minimise social impacts.		General Benefits	
Leisure facilities are developed and maintained to ensure the city has the facilities necessary and the economic impacts are optimised.		These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
		Direct Benefits	
		There are some recoveries from users.	
		Rates	97%
		User Charges and Other Revenues	3%
Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)			

General Benefits (Section 122F(b))	64%
The underlying purpose is to improve the quality of life in Christchurch through economic developments; therefore most Benefits are General.	
Direct Benefits (Section 122F(c))	36%
The Direct Benefits accrue to those who use the specific services either by sector or as individuals.	



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
63.68% General Benefits		7,410,744	1,961,372	260,835	489,620	10,122,570
36.32% Direct Benefits	3,508,130		2,266,505			5,774,635
Total Costs	3,508,130	7,410,744	4,227,876	260,835	489,620	15,897,205
Modifications						
Transfer User Costs to Rating Non-Rateable	(2,969,953)	2,069,559	690,819	72,842	136,734	
		481,861	127,532	16,960	(626,354)	
Total Modifications	(2,969,953)	2,551,420	818,352	89,802	(489,620)	
Total Costs and Modifications	538,177	9,962,164	5,046,228	350,636		15,897,205
Funded By						
3.39% User Charges	538,177					538,177
96.61% Capital Value Rating		9,962,164	5,046,228	350,636		15,359,028
Total Funding	538,177	9,962,164	5,046,228	350,636		15,897,205
Share of Rates		64.86%	32.86%	2.28%		

environmental policy and services

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Planning for the protection of natural areas and heritage values, monitoring the environmental state of the city and promoting sound environmental practices. Provision of advice and information to the public on environmental matters, collecting and analysing information about the City's environment, including the social and economic environments, provision of Land Information Memoranda and other land attribute information.		Council Policy is to recover the costs from the direct recipients. The immediate affected properties receive but cannot be charged for the benefits and therefore the modifier transfers the costs to the General Ratepayers, in part by UAGC.	
Processing consents, permits etc under the Resource Management Act. Administering other Acts in granting licences and permits. Monitoring the impacts, advising the Council and public and considering the implications on future plans.		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		General Benefits	
General Benefits (Section 122F(b))	40%	These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
Planning monitoring and advice services have a high General Benefit content as they benefit the community as a whole by protecting against the adverse impacts which can flow from the use of the city resources.		Direct Benefits	
Direct Benefits (Section 122F(c)) and Negative Effects	60%	In the main Direct Benefits accrue to and are funded by the users.	
		Rates	56%
		User Charges and Other Revenues	44%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
39.83% General Benefits		7,088,786	1,876,160	249,503	458,477	9,672,926
55.29% Direct Benefits	11,674,345	1,159,193	504,941	36,560	52,461	13,427,500
4.87% Negative Effects	1,183,685					1,183,685
Total Costs	12,858,031	8,247,979	2,381,101	286,062	510,938	24,284,111
Modifications						
Transfer User Costs to Rating Non-Rateable	(2,141,631)	1,488,396	440,490	74,757	137,987	
		499,226	132,128	17,571	(648,925)	
Total Modifications	(2,141,631)	1,987,622	572,618	92,329	(510,938)	
Total Costs and Modifications	10,716,400	10,235,601	2,953,719	378,391		24,284,111
Funded By						
44.13% User Charges	10,716,400					10,716,400
55.95% Capital Value Rating		10,253,206	2,955,330	378,648		13,587,183
-0.08% Uniform Annual Charge		(17,605)	(1,610)	(256)		(19,472)
Total Funding	10,716,400	10,235,601	2,953,719	378,391		24,284,111
Share of Rates		75.44%	21.77%	2.79%		

housing

Description of Service

The provision of housing for the elderly and people on low incomes. The function manages 2,700 housing units and provides policy advice to the Council.

Allocation of Cost of Benefits pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b))

17%

The provision of housing for the elderly and people on low incomes is important for the community generally in that a good standard of housing is available with reduced demands on social services and the positive impacts on the whole housing sector and urban renewal.

Direct Benefits (Section 122F(c))

83%

The Direct Benefits accrue to those who use the housing.

Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)

Generally the direct revenues meet or exceed the benefits and so modifications are necessary to balance the funding by crediting it to general rates by capital value.

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

General Benefits

These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.

Direct Benefits

In the main Direct Benefits accrue to the users.

Rates (Credit)

-23%

User Charges and Other Revenues

123%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
16.76% General Benefits		1,035,804	274,142	36,457	68,434	1,414,837
83.24% Direct Benefits	7,026,988					7,026,988
Total Costs	7,026,988	1,035,804	274,142	36,457	68,434	8,441,825
Modifications						
Transfer User Costs to Rating Non-Rateable	3,439,685	(2,518,197) (75,347)	(666,481) (19,942)	(88,633) (2,652)	(166,375) 97,940	
Total Modifications	3,439,685	(2,593,544)	(686,423)	(91,284)	(68,434)	
Total Costs and Modifications	10,466,673	(1,557,740)	(412,281)	(54,827)		8,441,825
Funded By						
123.99% User Charges	10,466,673					10,466,673
-23.99% Capital Value Rating		(1,557,740)	(412,281)	(54,827)		(2,024,848)
Total Funding	10,466,673	(1,557,740)	(412,281)	(54,827)		8,441,825
Share of Rates		76.93%	20.36%	2.71%		

library and information services

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Operating the Council's central and suburban libraries, providing access to literature, audio-visual material, and information for almost 222,000 members of the public and maintaining stock of more than 1 million items. The Library maintains a network of customer service points, some co-exist with the libraries, some are stand-alone.		Generally the direct revenues are insufficient to meet the benefits as it is Council policy not to recover the full cost in the interests of community access, literacy promotion or the impracticability of making a charge. In these cases the allocation is based on a Uniform Charge rather than Capital Value rates.	
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	79%	General Benefits	
Most of the Library services are wholly or substantially General Benefits in that the community as a whole benefits from the creation of the stock and its availability.		These shall be funded by capital value rating on properties liable for general rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))	21%	Direct Benefits	
The Direct Benefits accrue to those who use the Library and Service Centres.		Direct Benefits accrue to the users and are recovered by user charges to the degree that Council policy allows. The balance not recovered is charged to the modifier by a mix of capital value rating and UAGC.	
		Rates	94%
		User Charges and Other Revenues	6%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
78.90% General Benefits		13,169,410	3,485,495	463,521	870,089	17,988,515
21.10% Direct Benefits	4,809,879					4,809,879
Total Costs	4,809,879	13,169,410	3,485,495	463,521	870,089	22,798,394
Modifications						
Transfer User Costs to Rating	(3,342,904)	3,002,326	274,606	43,742	22,230	
Non-Rateable		686,472	181,686	24,162	(892,319)	
Total Modifications	(3,342,904)	3,688,797	456,292	67,904	(870,089)	
Total Costs and Modifications	1,466,975	16,858,208	3,941,786	531,425		22,798,394
Funded By						
6.43% User Charges	1,466,975					1,466,975
79.00% Capital Value Rating		13,855,882	3,667,180	487,683		18,010,745
14.57% Uniform Annual Charge		3,002,326	274,606	43,742		3,320,674
Total Funding	1,466,975	16,858,208	3,941,786	531,425		22,798,394
Share of Rates		79.03%	18.48%	2.49%		

parks and waterways

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Provision of open space for parks, special amenity areas, wetlands and waterways.		Generally the direct revenues are insufficient to meet the benefits as it is Council policy not to recover the full cost in the interests to community access in that healthy lifestyles are promoted by park and waterway use. The environmental impacts are minimised with appropriate use of open space. In these cases the common allocation is based on a Uniform Charge rather than Capital Value rates.	
The assets are planned for, consultation occurs, assets are purchased and acquired and then developed and maintained. The areas are used for passive open space, active parks, leased areas to community groups, and waterway purposes. The latter meets the need to dispose of the city's stormwater and land drainage. This function is a key ingredient to our clean and green image and to that of being the premier 'garden city' of New Zealand.			
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	59%	General Benefits	
Most of the Parks and Waterways services are wholly or substantially General Benefits in that the community as a whole benefits from the open space and amenity values.		These shall be funded by capital value rating on properties liable for General Rates for Parks costs and Land Drainage Rates for the Waterways costs, as capital value best represents stakeholder interest. The Land Drainage District is less than the whole city and properties within are liable for this Separate Rate.	
Direct Benefits (Section 122F(c))	41%	Direct Benefits	
The Direct Benefits accrue to those who use the Parks or are connected to the Waterways.		In the main Direct Benefits accrue to the users and therefore user charges and then if not recovered, through the modifier.	
		Rates	88%
		User Charges and Other Revenues	12%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
58.70% General Benefits		13,100,382	3,422,514	418,499	617,728	17,559,123
41.26% Direct Benefits	12,025,890	284,292	9,476	22,112		12,341,770
0.03% Negative Effects	10,036					10,036
Total Costs	12,035,926	13,384,674	3,431,990	440,610	617,728	29,910,929
Modifications						
Transfer User Costs to Rating Non-Rateable	(8,438,493)	7,046,015 503,388	1,238,513 133,230	117,358 17,718	36,607 (654,335)	
Total Modifications	(8,438,493)	7,549,403	1,371,742	135,075	(617,728)	
Total Costs and Modifications	3,597,434	20,934,077	4,803,732	575,686		29,910,929
Funded By						
12.03% User Charges	3,597,434					3,597,434
74.40% Capital Value Rating		17,262,975	4,467,957	522,200		22,253,132
13.57% Uniform Annual Charge		3,671,102	335,776	53,486		4,060,363
Total Funding	3,597,434	20,934,077	4,803,732	575,686		29,910,929
Share of Rates		79.56%	18.26%	2.19%		

public accountability

elected member representation

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Operation of the democratic functions of the Council and Community Boards, including the Mayor, Councillors and Board members; advice and services to the elected members; maintaining the Council's media relations; and the preparation of public accountability documents such as the Annual Plan and Annual Report.		Only for the institutional sector reallocated to General Rates by capital value.	
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	100%	General Benefits	
These are all General Benefits in that the obligations are driven by statute and are core to Council functions.		These shall be funded by capital value rating on properties liable for General Rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))		Direct Benefits	
There are no Direct Benefits.		None.	
		Rates	98%
		User Charges and Other Revenues	2%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
100.00% General Benefits		7,705,219	2,039,309	271,199	509,076	10,524,803
Total Costs		7,705,219	2,039,309	271,199	509,076	10,524,803
Modifications						
Transfer User Costs to Rating Non-Rateable	185,500	(139,358) 388,289	(36,883) 102,767	(4,905) 13,667	(4,353) (504,722)	
Total Modifications	185,500	248,931	65,883	8,762	(509,076)	
Total Costs and Modifications	185,500	7,954,149	2,105,192	279,961		10,524,803
Funded By						
1.76% User Charges	185,500					185,500
98.24% Capital Value Rating		7,954,149	2,105,192	279,961		10,339,303
Total Funding	185,500	7,954,149	2,105,192	279,961		10,524,803
Share of Rates		76.93%	20.36%	2.71%		

sewerage

Description of Service

Operation of the city's sewerage system for the serviced area of the city, generally the built up area. All properties within this area are obliged to connect when improvements are built. This function is a key ingredient to our environmental and health standards. The sustainable treatment and disposal processes are important for the future of our city.

Allocation of Cost of Benefits pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b))

21%

Planning and development of capacity is regarded as substantially General Benefits. The community as a whole benefits from the existence of the sewerage system in that spill-over negative impacts are avoided.

Direct Benefits (Section 122F(c))

79%

The Direct Benefits accrue to those who use the system for collection and disposal even though there is no 'fee choice'.



Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)

Generally there are few charges for sewerage. Direct revenues are insufficient to meet the benefits as it is Council policy not to recover the full cost in the interests to the community and environmental health. The allocation and funding is therefore Capital Value rating on those liable for sewerage rates.

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

General Benefits

These shall be funded by capital value rating on properties liable for Sewerage Rates, as capital value best represents stakeholder interest. These are levied on properties within the serviced area which are liable for the Sewerage Separate Rate.

Direct Benefits

In the main Direct Benefits accrue to the users and with some user charges the balance is recovered through the modifier.

Rates

86%

User Charges and Other Revenues

14%

Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
21.02% General Benefits		2,784,328	694,949	18,291	184,505	3,682,072
78.98% Direct Benefits	13,831,275					13,831,275
Total Costs	13,831,275	2,784,328	694,949	18,291	184,505	17,513,347
Modifications						
Transfer User Costs to Rating	(11,366,801)	8,603,551	2,143,653	49,430	570,166	
Total Modifications	(11,366,801)	8,603,551	2,143,653	49,430	570,166	
Total Costs and Modifications	2,464,474	11,387,879	2,838,602	67,722	754,671	17,513,347
Funded By						
14.07% User Charges	2,464,474					2,464,474
85.93% Capital Value Rating		11,387,879	2,838,602	67,722	754,671	15,048,873
Total Funding	2,464,474	11,387,879	2,838,602	67,722	754,671	17,513,347
Share of Rates		75.67%	18.86%	0.45%	5.02%	

sport, leisure and events

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Preparing recreation and leisure plans and policies, consulting the community and promoting the services through the service centres and facilities.		The recoveries are set low to minimise barriers to access regardless of personal circumstances. The balance shall be funded by a mix of Uniform Charge and capital value rating.	
Organising and presenting events and festivals including Summertimes, concerts, and age sector programmes for children etc.			
Operating and administering leases of Council owned sporting and leisure facilities including swimming pools, stadia, golf courses and camping grounds. Planning for the future use and encouraging community participation in the provision and management of the facilities.			
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	50%	General Benefits	
The planning, advice of the function and the provision of free access and community based events and programmes are General Benefits as the community as a whole benefits. The social impact, availability and economic benefits to the whole community have been taken into account when assessing the quantum of General Benefits.		These shall be funded by capital value rating on properties liable for General Rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))	50%	Direct Benefits	
The Direct Benefits accrue to those who use the events and programmes. In the case of leased facilities the benefits / cost to the Council is the General Benefit with the Direct Benefits covered by the charges made by the operator.		In the main Direct Benefits accrue to the users and with some user charges the balance is recovered through the modifier.	
		Rates	69%
		User Charges and Other Revenues	31%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
49.94% General Benefits		7,251,105	1,919,120	255,216	479,073	9,904,514
50.06% Direct Benefits	9,926,906					9,926,906
Total Costs	9,926,906	7,251,105	1,919,120	255,216	479,073	19,831,420
Modifications						
Transfer User Costs to Rating Non-Rateable	(3,854,627)	3,196,159 439,653	495,313 116,361	70,740 15,474	92,415 (571,488)	
Total Modifications	(3,854,627)	3,635,812	611,674	86,214	(479,073)	
Total Costs and Modifications	6,072,279	10,886,916	2,530,795	341,430		19,831,420
Funded By						
30.62% User Charges	6,072,279					6,072,279
57.77% Capital Value Rating		8,813,821	2,332,718	310,218		11,456,758
11.61% Uniform Annual Charge		2,073,095	198,076	31,211		2,302,383
Total Funding	6,072,279	10,886,916	2,530,795	341,430		19,831,420
Share of Rates		79.12%	18.39%	2.48%		

waste minimisation and disposal

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Planning for the collection and disposal of the City's solid refuse including promotion of and managing recycling. The service includes weekly collection and disposal through the operation of transfer stations. The Council is preparing for the eventual replacement of the current Burwood landfill site. Throughout this function waste minimisation is encouraged.		There are no refuse collection fees, and the recoveries from recycling are insufficient to cover the Direct Benefits. Therefore the modifier reallocates the costs of the Direct Benefits substantially to General Ratepayers.	
Allocation of Costs of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	28%	General Benefits	
Planning and development of capacity is regarded as substantially General Benefits. Recycling Centres are likewise for the General Benefit. Recycling, collection and processing is regarded as a mix of General and Direct Benefits. The community as a whole benefits from provision of environmentally sustainable collection and disposal of refuse.		These shall be funded by capital value rating on properties liable for General Rates, as capital value best represents stakeholder interest.	
Direct Benefits (Section 122F(c))	72%	Direct Benefits	
The Direct Benefits accrue to those who have refuse collected and disposed of.		Council Policy is not to recover all the Direct Benefits and therefore the modifier is used.	
		Rates	17%
		User Charges and Other Revenues	83%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
27.74% General Benefits		4,338,543	1,148,265	152,703	286,643	5,926,154
72.26% Direct Benefits	13,218,799	1,955,153	223,889	37,684		15,435,526
Total Costs	13,218,799	6,293,696	1,372,154	190,387	286,643	21,361,680
Modifications						
Transfer User Costs to Rating Non-Rateable	4,564,310	(3,073,138) (1,212)	(1,064,838) (321)	(138,115) (43)	(288,218) 1,575	
Total Modifications	4,564,310	(3,074,350)	(1,065,159)	(138,158)	(286,643)	
Total Costs and Modifications	17,783,109	3,219,346	306,995	52,230		21,361,680
Funded By						
83.25% User Charges	17,783,109					17,783,109
16.75% Capital Value Rating		3,219,346	306,995	52,230		3,578,571
Total Funding	17,783,109	3,219,346	306,995	52,230		21,361,680
Share of Rates		89.96%	8.58%	1.46%		

water supply

Description of Service	Share	Modifications of Allocation of Costs Pursuant to Section 122E(1)(b)	Share
Supply of fresh water to defined standards of pressure and quality, including advocating water conservation, and ensuring water is available for fire fighting.		User charges are made to commercial consumers and for new connections. The balance of the supply costs are levied to ratepayers.	
The serviced area of the city is charged either by water rates or user charges.			
Allocation of Cost of Benefits pursuant to Section 122E(1)(a)		Funding of Expenditure Needs Pursuant to Section 122E(1)(c)	
General Benefits (Section 122F(b))	25%	General Benefits	
The planning, development of capacity, and a portion of the supply costs are regarded as substantially General Benefits. The community as a whole benefits from the availability of the water system.		These shall be funded by capital value rating on properties liable for Water Rates, as capital value best represents stakeholder interest. The Water Separate Rate is levied against properties within the serviced area.	
Direct Benefits (Section 122F(c))	75%	Direct Benefits	
The Direct Benefits accrue to those who are connected to and get supplies from the system.		In the main Direct Benefits accrue to the users. Some user charges are made; the balance is recovered through the modifier.	
		Rates	80%
		User Charges and Other Revenues	20%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
24.64% General Benefits		2,613,549	630,428	24,986	173,469	3,442,432
75.19% Direct Benefits	10,506,020					10,506,020
0.18% Negative Effects	24,492					24,492
Total Costs	10,530,512	2,613,549	630,428	24,986	173,469	13,972,943
Modifications						
Transfer User Costs to Rating	(7,696,512)	5,843,314	1,409,497	55,864	387,837	
Total Modifications	(7,696,512)	5,843,314	1,409,497	55,864	387,837	
Total Costs and Modifications	2,834,000	8,456,862	2,039,925	80,850	561,306	13,972,943
Funded By						
20.28% User Charges	2,834,000					2,834,000
79.72% Capital Value Rating		8,456,862	2,039,925	80,850	561,306	11,138,943
Total Funding	2,834,000	8,456,862	2,039,925	80,850	561,306	13,972,943
Share of Rates		75.92%	18.31%	0.73%	5.04%	

corporate revenues

Description of Service

These are the significant items of revenue which accrue to the stakeholders because the Council holds the equity and / or entitlement to the income rather than any specific Function of the Council. The Corporate Revenues are a significant offset against General Rates.

They include dividends, interest, petroleum tax, rate penalties, cash payments in lieu of reserve contributions etc.

This year it includes the special dividend from Christchurch City Holdings Ltd of \$128m. Whilst this is credited to Rates as a revenue, there is an equal offset within Corporate Expenses of \$128m charged to Rates.

Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b))

100%

The community as a whole benefits from the existence of these revenues.

Direct Benefits (Section 122F(c))

None.

Share

Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)

Share

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

General Benefits

These are credited to properties liable for General Rates by capital value as this best represents stakeholder interest.

Direct Benefits

None.

Rates (Credit)

100%



Revenues have been allocated in proportion to stakeholders' interest in the community, that is, by capital value.

	Residential	Commercial	Rural	Institutions	Totals
Funded By					
Net Corporate Revenues	139,568,529	36,939,037	4,912,368		181,419,935
Capital Value Rating	(139,568,529)	(36,939,037)	(4,912,368)		(181,419,935)
Total Funding					
Share of Rates	76.93%	20.36%	2.71%		

corporate expenses

Description of Service

These are the expenditure items which do not form part of any specific Function of the Council but are necessary because of statute or corporate operations. It includes funding for the Operating Surplus.

Examples include Civil Defence, Riccarton Bush levy, Canterbury Museum levy etc.

Included within the Surplus is \$128m being the funds from the special dividend from Christchurch City Holdings Ltd transferred to Council equity. This is offset by the \$128m dividend within Corporate Revenues.

Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b))

100%

The community as a whole benefits from the existence of these costs. Some are required by statute.

Direct Benefits (Section 122F(c))

None.

Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

Share

General Benefits

These are charged to properties liable for General Rates by capital value as this best represents stakeholder interest.

Direct Benefits

Rates

100%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
99.84% General Benefits		108,013,788	28,587,572	3,801,742	7,136,357	147,539,458
0.16% Direct Benefits	238,164					238,164
Total Costs	238,164	108,013,788	28,587,572	3,801,742	7,136,357	147,777,623
Modifications						
Transfer User Costs to Rating	(238,164)	174,360	46,147	6,137	11,520	
Non-Rateable		5,498,947	1,455,384	193,545	(7,147,877)	
Total Modifications	(238,164)	5,673,308	1,501,531	199,682	(7,136,357)	
Total Costs and Modifications		113,687,096	30,089,103	4,001,424		147,777,623
Funded By						
0.29% Net Corporate Revenues		330,804	87,553	11,643		430,000
99.71% Capital Value Rating		113,356,291	30,001,551	3,989,781		147,347,623
Total Funding		113,687,096	30,089,103	4,001,424		147,777,623
Share of Rates		76.93%	20.36%	2.71%		

corporate services and internal service providers

Description of Service

Share

Services which are charged to internal users on a cost recovery / return on investment basis. Surpluses earned are used to offset rating requirements.

Examples include plant hire and property asset management

Allocation of Cost of Benefits Pursuant to Section 122E(1)(a)

General Benefits (Section 122F(b)) 3%

Direct Benefits (Section 122F(c)) 97%

Benefits accrue to the users.

Modifications of Allocations of Costs Pursuant to Section 122E(1)(b)

Funding of Expenditure Needs Pursuant to Section 122E(1)(c)

General Benefits

These shall be funded by / credited to capital value rating on properties liable for General Rates, as this best represents stakeholder interest.

Direct Benefits

Rates (Credit) -28%

User Charges and Other Revenues 128%



Costs and Modifications

	Users	Residential	Commercial	Rural	Institutions	Totals
Costs						
3.35% General Benefits		588,121	155,656	20,700	38,857	803,333
96.65% Direct Benefits	23,201,744					23,201,744
Total Costs	23,201,744	588,121	155,656	20,700	38,857	24,005,077
Modifications						
Transfer User Costs to Rating Non-Rateable	7,466,651	(5,466,343) (247,948)	(1,446,755) (65,624)	(192,398) (8,727)	(361,156) 322,299	
Total Modifications	7,466,651	(5,714,292)	(1,512,378)	(201,125)	(38,857)	
Total Costs and Modifications	30,668,396	(5,126,171)	(1,356,723)	(180,425)		24,005,077
Funded By						
127.76% User Charges	30,668,396					30,668,396
-27.76% Capital Value Rating		(5,126,171)	(1,356,723)	(180,425)		(6,663,318)
Total Funding	30,668,396	(5,126,171)	(1,356,723)	(180,425)		24,005,077
Share of Rates		76.93%	20.36%	2.71%		