

# Council Activities and the 2005/2006 Budget

This section outlines the 21 activities the Council undertakes in order to meet the nine Community Outcomes and provides budget information for the 2005/2006 year for each activity.

## Overview

During the 2005 / 2006 financial year, Council expects to spend \$20 million as shown below. The total rating requirement will be approximately \$10.6 million. This represents an 8.64 % increase in rates on the current year (2004/2005).

## UPDATED 2004 – 2014 TOTAL BUDGET

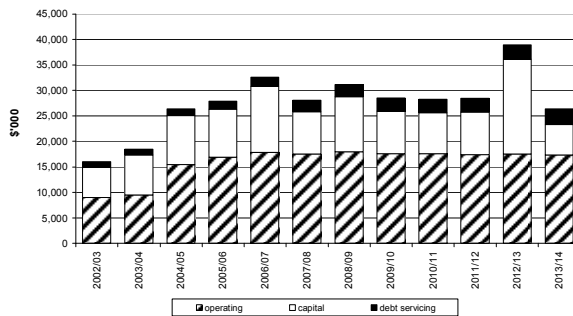
	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>												
Operating	8,409,059	8,636,445	9,725,554	10,710,165	11,674,255	11,157,950	11,489,012	11,123,747	11,114,985	10,971,138	11,002,950	10,878,929
Debt Servicing	942,976	1,001,594	1,128,887	1,349,357	1,551,420	1,948,984	1,999,281	2,106,521	2,142,967	2,192,534	2,254,793	2,524,575
Depreciation	527,080	823,711	5,693,179	6,170,544	6,181,001	6,317,940	6,445,132	6,461,048	6,423,354	6,431,898	6,448,878	6,427,272
Other	7,000	7,000	17,468	17,468	17,468	12,468	12,468	12,468	12,468	12,468	12,468	12,468
<b>Total Operating Expenditure</b>	<b>9,886,115</b>	<b>10,468,750</b>	<b>16,565,088</b>	<b>18,247,535</b>	<b>19,424,143</b>	<b>19,437,342</b>	<b>19,945,893</b>	<b>19,703,784</b>	<b>19,693,774</b>	<b>19,608,038</b>	<b>19,719,089</b>	<b>19,843,244</b>
<b>Activity Income</b>	<b>5,214,641</b>	<b>6,150,753</b>	<b>6,755,830</b>	<b>7,840,258</b>	<b>9,296,797</b>	<b>9,015,202</b>	<b>10,126,388</b>	<b>9,264,212</b>	<b>8,926,686</b>	<b>8,693,870</b>	<b>13,176,627</b>	<b>7,761,189</b>
<b>Net Operating Expenditure</b>	<b>4,671,474</b>	<b>4,317,996</b>	<b>9,809,258</b>	<b>10,407,277</b>	<b>10,127,347</b>	<b>10,422,139</b>	<b>9,819,505</b>	<b>10,439,572</b>	<b>10,767,088</b>	<b>10,914,167</b>	<b>6,542,462</b>	<b>12,082,055</b>
<b>Capital</b>												
New Capital	1,424,130	2,999,604	2,045,509	3,751,028	4,587,928	585,381	1,429,477	1,088,993	972,079	1,855,998	12,131,141	-640,216
Renewal /Replacements	4,552,229	4,846,087	7,588,636	5,652,435	8,318,419	7,689,109	9,357,901	7,260,634	7,109,913	6,487,909	6,538,464	6,600,225
Vested Assets	-	0	0	0	0	0	0	0	0	0	0	0
Principal Repayment	151,913	157,031	193,292	253,530	311,971	418,260	431,759	457,284	464,878	479,012	497,001	568,843
<b>Total Capital Expenditure</b>	<b>6,128,273</b>	<b>8,002,722</b>	<b>9,827,436</b>	<b>9,656,994</b>	<b>13,218,318</b>	<b>8,692,750</b>	<b>11,219,137</b>	<b>8,806,911</b>	<b>8,546,870</b>	<b>8,822,919</b>	<b>19,166,606</b>	<b>6,528,852</b>
<b>Total to be Funded</b>	<b>10,799,747</b>	<b>12,320,718</b>	<b>19,636,695</b>	<b>20,064,271</b>	<b>23,345,665</b>	<b>19,114,890</b>	<b>21,038,642</b>	<b>19,246,483</b>	<b>19,313,957</b>	<b>19,737,087</b>	<b>25,709,068</b>	<b>18,610,906</b>
<b>FUNDING</b>												
Reserves	543,413	745,172	449,131	327,029	241,136	162,430	465,559	260,555	146,036	224,414	1,523,763	352,416
Loans	1,115,399	1,848,805	3,178,783	2,843,032	4,935,864	806,133	1,219,303	365,114	654,792	1,213,077	4,748,227	355,145
Depreciation	499,371	758,665	5,743,380	5,682,146	6,144,218	6,123,950	6,412,725	6,249,200	6,384,754	6,450,886	6,314,016	6,387,572
Other	60,331	-90,883	90,440	72,000	-32,000	0	0	0	0	0	0	0
Rates	8,581,233	9,058,960	9,774,961	10,616,064	12,056,448	12,022,377	12,941,055	12,371,613	12,128,376	11,848,710	13,123,062	11,515,773
<b>Total Funding</b>	<b>10,799,747</b>	<b>12,320,718</b>	<b>19,236,695</b>	<b>19,540,271</b>	<b>23,345,665</b>	<b>19,114,890</b>	<b>21,038,642</b>	<b>19,246,483</b>	<b>19,313,957</b>	<b>19,737,087</b>	<b>25,709,068</b>	<b>18,610,906</b>

Note: \$400,000 Depreciation on Bridges Not Funded

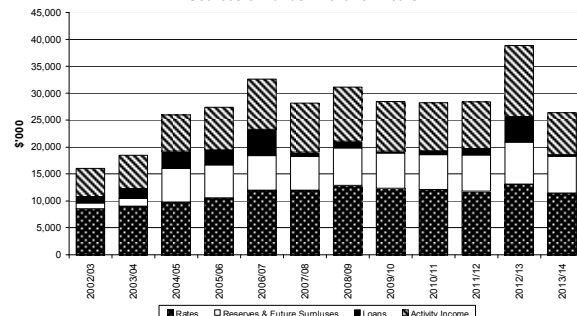
0 0 400000 524000 0 0 0 0 0 0 0 0 0

% Change in Rates to Previous Year 5.57% 7.90% 8.60% 13.57% -0.28% 7.64% -4.40% -1.97% -2.31% 10.76% -12.25%

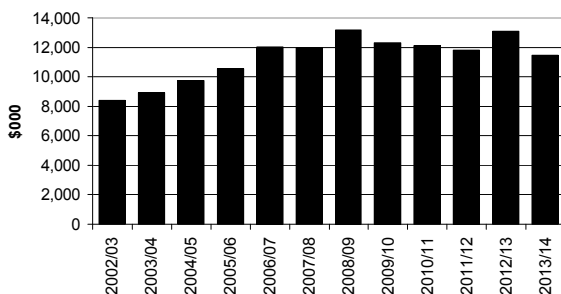
Total Expenditure - Next Ten Years



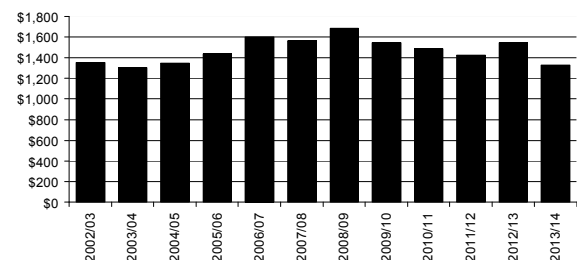
Sources of Funds - Next Ten Years



Total Rates Requirement 2004 - 2014



Total Rates Per 'Average' Property 2004 - 2014



# Council Activities and the 2005/2006 Budget

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## Groups of Activities

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

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

## Council Activities

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

### COMMUNITY LEADERSHIP GROUP

1. Leadership, Governance and Consultation
2. Economic Development

### PLANNING AND REGULATORY GROUP

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

### LAND TRANSPORT GROUP

10. Land Transport

### SOLID WASTE GROUP

11. Solid Waste

### WATER SERVICES GROUP

12. Water Supplies
13. Wastewater
14. Stormwater

### RECREATION AND COMMUNITY FACILITIES GROUP

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

Over the following pages of the Annual Plan you will find each activity's budget for the 2005/2006 year outlined and an explanation of how it has varied from the forecast budget in the Long-Term Council Community Plan as required by the Local Government Act 2002.

## Community Leadership and Governance Activity

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

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

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	1,112,543	1,114,833	1,113,893	1,120,513	1,107,513	1,104,283	1,121,973	1,110,353	1,105,863	1,120,273
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>1,112,543</b>	<b>1,114,833</b>	<b>1,113,893</b>	<b>1,120,513</b>	<b>1,107,513</b>	<b>1,104,283</b>	<b>1,121,973</b>	<b>1,110,353</b>	<b>1,105,863</b>	<b>1,120,273</b>
<b>Activity Income</b>	<b>502,300</b>	<b>499,800</b>	<b>499,800</b>	<b>506,800</b>	<b>499,800</b>	<b>499,800</b>	<b>506,800</b>	<b>499,800</b>	<b>499,800</b>	<b>531,800</b>
<b>Net Operating Expenditure</b>	<b>610,243</b>	<b>615,033</b>	<b>614,093</b>	<b>613,713</b>	<b>607,713</b>	<b>604,483</b>	<b>615,173</b>	<b>610,553</b>	<b>606,063</b>	<b>588,473</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>610,243</b>	<b>615,033</b>	<b>614,093</b>	<b>613,713</b>	<b>607,713</b>	<b>604,483</b>	<b>615,173</b>	<b>610,553</b>	<b>606,063</b>	<b>588,473</b>
<b>FUNDING</b>										
Reserves	112,000	0	0	22,900	0	0	22,900	0	0	22,900
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	498,243	615,033	614,093	590,813	607,713	604,483	592,273	610,553	606,063	565,573
<b>Total Funding</b>	<b>610,243</b>	<b>615,033</b>	<b>614,093</b>	<b>613,713</b>	<b>607,713</b>	<b>604,483</b>	<b>615,173</b>	<b>610,553</b>	<b>606,063</b>	<b>588,473</b>
% Change in Rates to Previous Year	31.88%	23.44%	-0.15%	-3.79%	2.86%	-0.53%	-2.02%	3.09%	-0.74%	-6.68%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-33,983	-21,163	-13,133
Debt Servicing	0	0	0
Depreciation	0	0	0
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-33,983</b>	<b>-21,163</b>	<b>-13,133</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-33,983</b>	<b>-21,163</b>	<b>-13,133</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-33,983</b>	<b>-21,163</b>	<b>-13,133</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-33,983	-21,163	-13,133
<b>Total Funding</b>	<b>-33,983</b>	<b>-21,163</b>	<b>-13,133</b>

There has been an increase in budgeted operating costs of \$33,983 in this activity for the 2005/2006 year than that forecast in the LTCCP. This is funded from rates which represents a 4.95 % increase.

% Change in Rates to LTCCP

-4.95%    -3.11%    -1.97%

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

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

Council ensures that we all work together to achieve a prosperous and thriving economy for the District. Council's rates postponement policy includes provision for a Rates Holiday to assist existing ratepayers to establish businesses which support Council's economic development initiatives.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	93,000	105,500	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>93,000</b>	<b>105,500</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>93,000</b>	<b>105,500</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>93,000</b>	<b>105,500</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	93,000	105,500	88,000	88,000	88,000	88,000	88,000	88,000	88,000	88,000
<b>Total Funding</b>	<b>93,000</b>	<b>105,500</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>	<b>88,000</b>
% Change in Rates to Previous Year	0.00%	13.44%	-16.59%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-12,500	5,000	5,000
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-12,500</b>	<b>5,000</b>	<b>5,000</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-12,500</b>	<b>5,000</b>	<b>5,000</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-12,500</b>	<b>5,000</b>	<b>5,000</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-12,500	5,000	5,000
<b>Total Funding</b>	<b>-12,500</b>	<b>5,000</b>	<b>5,000</b>
% Change in Rates to LTCCP	-13.44%	5.38%	5.38%

There is a proposed increase in budgeted operating costs of \$12,500 in this activity for the 2005/2006 year than that forecast in the LTCCP. \$7,500 of this increase is a one-off increase in the grant paid to CHB Promotions to assist the development of their website. This is funded from rates which represents a 13.44 % increase from the rates forecast in the LTCCP.

## Landuse Planning and Management Activity

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

The District Plan became operative on 1 May 2003 after extensive consultation with the community. It is not envisaged that any significant changes will need to be made to the District Plan until the outcomes from the Coastal Plan have been determined.

Previously one staff member reported on District Planning matters in conjunction with the Regulatory Services Manager. The operation of the District Plan is also dependent on assistance from consultants for reporting on major applications or major changes to the District Plan. A dedicated Planning Officer has been employed.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	100,465	128,126	111,751	111,751	95,376	95,376	95,376	95,376	95,376	95,376
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other										
<b>Total Operating Expenditure</b>	<b>100,465</b>	<b>128,126</b>	<b>111,751</b>	<b>111,751</b>	<b>95,376</b>	<b>95,376</b>	<b>95,376</b>	<b>95,376</b>	<b>95,376</b>	<b>95,376</b>
<b>Activity Income</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>	<b>100</b>
<b>Net Operating Expenditure</b>	<b>100,365</b>	<b>128,026</b>	<b>111,651</b>	<b>111,651</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>100,365</b>	<b>128,026</b>	<b>111,651</b>	<b>111,651</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	100,365	128,026	111,651	111,651	95,276	95,276	95,276	95,276	95,276	95,276
<b>Total Funding</b>	<b>100,365</b>	<b>128,026</b>	<b>111,651</b>	<b>111,651</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>	<b>95,276</b>
% Change in Rates to Previous Year	28.85%	27.56%	-12.79%	0.00%	-14.67%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-27,661	-21,111	-21,111
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-27,661</b>	<b>-21,111</b>	<b>-21,111</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-27,661</b>	<b>-21,111</b>	<b>-21,111</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-27,661</b>	<b>-21,111</b>	<b>-21,111</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-27,661	-21,111	-21,111
<b>Total Funding</b>	<b>-27,661</b>	<b>-21,111</b>	<b>-21,111</b>
% Change in Rates to LTCCP	-27.56%	-23.32%	-23.32%

There has been an increase in budgeted operating costs of \$27,661 in this activity for the 2005/2006 year than that forecast in the LTCCP. This is funded from rates which represents a 27.56 % increase.

## Resource and Subdivision Consents Activity

Council is required to implement the Resource Management Act 1991. The activity goal is to ensure that development occurs in a manner that complies with the District Plan. The Council usually processes about 120 consents per year although the overall trend over the previous five years indicates a significant increase. One staff member is employed fulltime on this processing work.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	101,613	133,141	128,556	128,556	128,556	128,556	128,556	128,556	128,556	128,556
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	80	80	80	80	80	80	80	80	80	80
Other										
<b>Total Operating Expenditure</b>	<b>101,693</b>	<b>133,221</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>	<b>128,636</b>
<b>Activity Income</b>	<b>25,200</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>	<b>54,800</b>
<b>Net Operating Expenditure</b>	<b>76,493</b>	<b>78,421</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>76,493</b>	<b>78,421</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	76,493	78,421	73,836	73,836	73,836	73,836	73,836	73,836	73,836	73,836
<b>Total Funding</b>	<b>76,493</b>	<b>78,421</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>	<b>73,836</b>
% Change in Rates to Previous Year	3.38%	2.52%	-5.85%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-31,528	-26,943	-26,943
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-31,528</b>	<b>-26,943</b>	<b>-26,943</b>
<b>Activity Income</b>	<b>-29,600</b>	<b>-29,600</b>	<b>-29,600</b>
<b>Net Operating Expenditure</b>	<b>-1,928</b>	<b>2,657</b>	<b>2,657</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-1,928</b>	<b>2,657</b>	<b>2,657</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-1,928	2,657	2,657
<b>Total Funding</b>	<b>-1,928</b>	<b>2,657</b>	<b>2,657</b>
% Change in Rates to LTCCP	-2.52%	3.47%	3.47%

There is a proposed increase in budgeted operating costs of \$31,528 in this activity for the 2005/2006 year than that forecast in the LTCCP. To offset this, a corresponding increase in fees to collect a further \$29,600 income is proposed. The net rating requirement of \$1,928 will be funded from rates which represents a 2.52 % increase.

## Building Control Activity

Council is required to implement the Building Act 2003 and other related legislation to ensure that buildings are safe and sanitary and have means of escape from fire. The Council also issues PIMs and LIMs.

The activity goals are to ensure that the Building Act is applied with minimal compliance costs and that nuisance or objectionable effects on human health and safety are minimised.

The Council usually processes between 500 and 600 building consents per year with the trend increasing over time. Two Building Officers are employed fulltime with a Senior Inspector providing additional assistance as required.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	208,994	337,180	330,630	297,880	297,880	297,880	297,880	297,880	297,880	297,880
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	250	250	250	250	250	250	250	250	250	250
Other										
<b>Total Operating Expenditure</b>	<b>209,244</b>	<b>337,430</b>	<b>330,880</b>	<b>298,130</b>	<b>298,130</b>	<b>298,130</b>	<b>298,130</b>	<b>298,130</b>	<b>298,130</b>	<b>298,130</b>
<b>Activity Income</b>	<b>210,500</b>	<b>302,430</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>	<b>303,130</b>
<b>Net Operating Expenditure</b>	<b>-1,256</b>	<b>35,000</b>	<b>27,750</b>	<b>-5,000</b>	<b>-5,000</b>	<b>-5,000</b>	<b>-5,000</b>	<b>-5,000</b>	<b>-5,000</b>	<b>-5,000</b>
<b>Capital</b>										
New Capital	25,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>25,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>Total to be Funded</b>	<b>23,744</b>	<b>40,000</b>	<b>32,750</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>FUNDING</b>										
Reserves	15,000	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	40,000	0	0	0	0	0	0	0	0
Rates	8,744	0	32,750	0	0	0	0	0	0	0
<b>Total Funding</b>	<b>23,744</b>	<b>40,000</b>	<b>32,750</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
% Change in Rates to Previous Year	-51.47%	-100.00%	#DIV/0!	-100.00%	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-132,836	-126,286	-93,536
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-132,836</b>	<b>-126,286</b>	<b>-93,536</b>
<b>Activity Income</b>	<b>-111,930</b>	<b>-112,630</b>	<b>-112,630</b>
<b>Net Operating Expenditure</b>	<b>-20,906</b>	<b>-13,656</b>	<b>19,094</b>
<b>Capital</b>			
New Capital	5,000	5,000	5,000
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>5,000</b>	<b>5,000</b>	<b>5,000</b>
<b>Total to be Funded</b>	<b>-15,906</b>	<b>-8,656</b>	<b>24,094</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	-40,000	0	0
Rates	24,094	-8,656	24,094
<b>Total Funding</b>	<b>-15,906</b>	<b>-8,656</b>	<b>24,094</b>
% Change in Rates to LTCCP	100.00%	-35.93%	100.00%

There is a proposed increase in budgeted operating costs of \$132,836 and \$5,000 in budgeted capital expenditure in this activity for the 2005/2006 year than that forecast in the LTCCP. To offset this, a corresponding increase in fees to collect a further \$111,930 income than that forecast in the LTCCP is proposed. There is a net rating requirement of \$24,094 more than forecast.

## Animal Control Activity

Council is required under the Dog Control Act 1996 to make provision for the control of dogs and the damage they can cause. The main bylaw for this Activity is the Dog Control Bylaw 2005. One Animal Control Officer is employed fulltime on the control and registration of dogs with backup available from other Regulatory staff as required. Ranging for control of other stock is undertaken between the Animal Control Officer and the Emergency Management and Bylaws Officer.

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

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

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	122,248	131,945	128,015	128,015	128,015	128,015	128,015	128,015	128,015	128,015
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	100	100	100	100	100	100	100	100	100	100
Other	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>122,348</b>	<b>132,045</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>	<b>128,115</b>
<b>Activity Income</b>	<b>83,900</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>	<b>121,400</b>
<b>Net Operating Expenditure</b>	<b>38,448</b>	<b>10,645</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>38,448</b>	<b>10,645</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	38,448	10,645	6,715	6,715	6,715	6,715	6,715	6,715	6,715	6,715
<b>Total Funding</b>	<b>38,448</b>	<b>10,645</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>	<b>6,715</b>
% Change in Rates to Previous Year	-0.23%	-72.31%	-36.92%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-9,697	-5,767	-5,767
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-9,697</b>	<b>-5,767</b>	<b>-5,767</b>
<b>Activity Income</b>	<b>-37,500</b>	<b>-37,500</b>	<b>-37,500</b>
<b>Net Operating Expenditure</b>	<b>27,803</b>	<b>31,733</b>	<b>31,733</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>27,803</b>	<b>31,733</b>	<b>31,733</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	27,803	31,733	31,733
<b>Total Funding</b>	<b>27,803</b>	<b>31,733</b>	<b>31,733</b>
% Change in Rates to LTCCP	72.31%	82.53%	82.53%

There is a proposed increase in budgeted operating costs of \$9,697 in this activity for the 2005/2006 year than that forecast in the LTCCP. In addition Council wishes to increase the proportion of user pays cost recovery for this activity. Therefore Council proposes to increase registration fees to collect a further \$37,500. This means that \$27,803 less than the amount forecast will be required from rates which represents a drop of 72.31%.

## Public Health Activity

Council is required to implement the Health Act 1956, the Food Hygiene Regulations, the Sale of Liquor Act 1989 and other related legislation and to protect community water supply systems.

The activity goals are to ensure that public health and general well-being are protected to the extent that Council can. The Council currently processes about 110 Health Licences and 175 Liquor Licences per year. One Environmental Health Officer is employed fulltime.

The control of Dangerous Goods Licences has now been taken over by the Environmental Risk Management Authority under the Hazardous Substances and New Organisms Act. The Council will continue to provide local support at emergency incidents involving hazardous substances because of our local knowledge, expertise and proximity.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	98,714	99,851	99,851	99,851	99,851	99,851	99,851	99,851	99,851	99,851
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	240	240	240	240	240	240	240	240	240	240
Other	5000	5000	5000	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>103,954</b>	<b>105,091</b>	<b>105,091</b>	<b>100,091</b>	<b>100,091</b>	<b>100,091</b>	<b>100,091</b>	<b>100,091</b>	<b>100,091</b>	<b>100,091</b>
<b>Activity Income</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>	<b>47,120</b>
<b>Net Operating Expenditure</b>	<b>56,834</b>	<b>57,971</b>	<b>57,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>56,834</b>	<b>57,971</b>	<b>57,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	56,834	57,971	57,971	52,971	52,971	52,971	52,971	52,971	52,971	52,971
<b>Total Funding</b>	<b>56,834</b>	<b>57,971</b>	<b>57,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>	<b>52,971</b>
% Change in Rates to Previous Year	-6.97%	2.00%	0.00%	-8.63%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-3,427	-3,427	-3,427
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-3,427</b>	<b>-3,427</b>	<b>-3,427</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-3,427</b>	<b>-3,427</b>	<b>-3,427</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-3,427</b>	<b>-3,427</b>	<b>-3,427</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-3,427	-3,427	-3,427
<b>Total Funding</b>	<b>-3,427</b>	<b>-3,427</b>	<b>-3,427</b>
% Change in Rates to LTCCP	-6.28%	-6.28%	-6.92%

There is a proposed increase in budgeted operating costs of \$3,427 in this activity for the 2005/2006 year than that forecast in the LTCCP. This is funded from rates which represents a 6.28% increase.

## Emergency Management Activity

Council is required to meet its responsibilities under the Civil Defence Emergency Management Act 2002 and the Forest and Rural Fires Act 1977. The activity goals are to provide an effective Civil Defence and Rural Fire organisation to minimise the effects of disasters.

The Council has current Civil Defence and Rural Fire Plans and is working with all other Councils in the region on the preparation of a regional CDEM Group Plan. One Officer is employed on Emergency Management duties in addition to other regulatory duties.

Civil Defence centres and rural fire forces are established throughout the District.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	119,045	131,039	128,749	128,749	128,749	128,749	128,749	128,749	128,749	128,749
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	12,570	12,570	12,570	12,570	12,570	12,570	12,570	12,570	12,570	12,570
Other	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>131,615</b>	<b>143,609</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>	<b>141,319</b>
<b>Activity Income</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>	<b>13,400</b>
<b>Net Operating Expenditure</b>	<b>118,215</b>	<b>130,209</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>	<b>127,919</b>
<b>Capital</b>										
New Capital	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>	<b>3,000</b>
<b>Total to be Funded</b>	<b>121,215</b>	<b>133,209</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>
<b>FUNDING</b>										
Reserves	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800	5,800
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	3,930	3,930	3,930	3,930	3,930	3,930	3,930	3,930	3,930	3,930
Other	0	0	0	0	0	0	0	0	0	0
Rates	111,485	123,479	121,189	121,189	121,189	121,189	121,189	121,189	121,189	121,189
<b>Total Funding</b>	<b>121,215</b>	<b>133,209</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>	<b>130,919</b>
% Change in Rates to Previous Year	-1.05%	10.76%	-1.85%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-11,994	-12,324	-12,324
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-11,994</b>	<b>-12,324</b>	<b>-12,324</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-11,994</b>	<b>-12,324</b>	<b>-12,324</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-11,994</b>	<b>-12,324</b>	<b>-12,324</b>
<b>FUNDING</b>			
Reserves	0	-2,000	-2,000
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-11,994	-10,324	-10,324
<b>Total Funding</b>	<b>-11,994</b>	<b>-12,324</b>	<b>-12,324</b>
% Change in Rates to LTCCP	-10.76%	-9.31%	-9.31%

There is a proposed increase in budgeted operating costs of \$11,994 in this activity for the 2005/2006 year than that forecast in the LTCCP. This is funded from rates which represents a 10.76% increase.

## Bylaws, Litter and Parking Control Activity

Council is required to implement all Council Bylaws, the Litter Act 1956, the Traffic Regulations, and other related legislation. The Local Government Act 2002 requires that all Bylaws be revised over the next five years or they will lapse.

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

The Council currently employs two staff members to cover Bylaws, Litter and Parking in conjunction with other duties.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	22,526	25,556	25,556	25,556	25,556	25,556	25,556	25,556	25,556	25,556
Debt Servicing	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
<b>Total Operating Expenditure</b>	<b>22,526</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>	<b>25,556</b>
<b>Activity Income</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>
<b>Net Operating Expenditure</b>	<b>21,526</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>
<b>Capital</b>										
New Capital										
Renewal /Replacements										
Vested Assets										
Principal Repayment										
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>21,526</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	21,526	24,556	24,556	24,556	24,556	24,556	24,556	24,556	24,556	24,556
<b>Total Funding</b>	<b>21,526</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>	<b>24,556</b>
% Change in Rates to Previous Year	-1.80%	14.08%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-3,030	-3,030	-3,030
Debt Servicing	0	0	0
Depreciation	0	0	0
Other			
<b>Total Operating Expenditure</b>	<b>-3,030</b>	<b>-3,030</b>	<b>-3,030</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-3,030</b>	<b>-3,030</b>	<b>-3,030</b>
<b>Capital</b>			
New Capital	0	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-3,030</b>	<b>-3,030</b>	<b>-3,030</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	0	0	0
Other	0	0	0
Rates	-3,030	-3,030	-3,030
<b>Total Funding</b>	<b>-3,030</b>	<b>-3,030</b>	<b>-3,030</b>
% Change in Rates to LTCCP	-14.08%	-14.08%	-14.08%

There is a proposed increase in budgeted operating costs of \$3,030 in this activity for the 2005/2006 year than that forecast in the LTCCP. This is funded from rates which represents a 14.08% increase.

Council owns and maintains the District roading network. Network maintenance is funded by rates, with a substantial part of the network also receiving financial assistance from Land Transport New Zealand (ex-Transfund) at an assistance rate of 58%. Council staff manage the roading network, with the assistance of consultants engaged through a Network Management Contract. All work is carried out through various physical works contracts.

A comprehensive Activity Management Plan has been written for this Activity. The roading network is maintained on an "in perpetuity" basis, and no significant capital works, such as new roads, are planned. The Council works closely with the New Zealand Police and with the Land Transport Safety Authority to ensure the safe design and use of roads. It intends to adopt (and thereafter to annually review) a road safety strategy for the district and to implement this via an annually prepared road safety action plan.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	3,374,944	3,636,950	4,463,408	4,356,877	4,586,901	4,290,005	4,327,248	4,175,873	4,014,704	4,054,193
Debt Servicing	36,215	71,199	99,750	113,483	126,589	135,708	135,767	135,756	133,541	133,497
Depreciation	4,851,152	5,330,912	5,319,894	5,392,081	5,505,656	5,534,177	5,503,054	5,499,753	5,487,104	5,484,300
Other										
<b>Total Operating Expenditure</b>	<b>8,262,312</b>	<b>9,039,062</b>	<b>9,883,052</b>	<b>9,862,440</b>	<b>10,219,147</b>	<b>9,959,891</b>	<b>9,966,069</b>	<b>9,811,381</b>	<b>9,635,348</b>	<b>9,671,990</b>
<b>Activity Income</b>	<b>4,633,323</b>	<b>5,223,652</b>	<b>6,283,847</b>	<b>5,981,969</b>	<b>7,080,068</b>	<b>6,237,892</b>	<b>5,959,586</b>	<b>5,433,770</b>	<b>7,949,727</b>	<b>4,760,749</b>
<b>Net Operating Expenditure</b>	<b>3,628,989</b>	<b>3,815,410</b>	<b>3,599,205</b>	<b>3,880,471</b>	<b>3,139,079</b>	<b>3,721,999</b>	<b>4,006,483</b>	<b>4,377,610</b>	<b>1,685,621</b>	<b>4,911,241</b>
<b>Capital</b>										
New Capital	769,533	1,302,140	141,502	247,408	447,524	625,158	309,386	413,410	4,407,524	-1,157,832
Renewal /Replacements	5,069,578	5,001,339	7,621,579	7,046,314	8,581,861	7,008,646	6,797,940	6,033,076	5,843,955	6,387,652
Vested Assets										
Principal Repayment	9,532	18,797	26,382	30,082	33,556	35,834	35,775	35,787	35,319	35,363
<b>Total Capital Expenditure</b>	<b>5,848,643</b>	<b>6,322,276</b>	<b>7,789,463</b>	<b>7,323,803</b>	<b>9,062,940</b>	<b>7,669,638</b>	<b>7,143,102</b>	<b>6,482,274</b>	<b>10,286,798</b>	<b>5,265,183</b>
<b>Total to be Funded</b>	<b>9,477,632</b>	<b>10,137,686</b>	<b>11,388,668</b>	<b>11,204,274</b>	<b>12,202,019</b>	<b>11,391,637</b>	<b>11,149,584</b>	<b>10,859,884</b>	<b>11,972,418</b>	<b>10,176,424</b>
<b>FUNDING</b>										
Reserves	110,176	207,707	125,000	108,929	160,000	108,929	85,000	183,929	85,000	111,375
Loans	507,766	250,275	175,478	161,652	111,668	0	0	0	0	0
Depreciation	4,457,321	4,833,182	5,362,235	5,442,235	5,563,180	5,595,957	5,564,834	5,561,532	5,548,520	5,545,716
Other	0	0	0	0	0	0	0	0	0	0
Rates	4,002,369	4,322,523	5,725,956	5,491,458	6,367,171	5,686,751	5,499,750	5,114,423	6,338,899	4,519,333
<b>Total Funding</b>	<b>9,077,632</b>	<b>9,613,686</b>	<b>11,388,668</b>	<b>11,204,274</b>	<b>12,202,019</b>	<b>11,391,637</b>	<b>11,149,584</b>	<b>10,859,884</b>	<b>11,972,418</b>	<b>10,176,424</b>
% Change in Rates to Previous Year	5.63%	8.00%	32.47%	-4.10%	15.95%	-10.69%	-3.29%	-7.01%	23.94%	-28.70%
	400,000	524,000	0	0	0	0	0	0	0	0

Note: Depreciation on Bridges Not Funded Historically - moving towards this

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-186,864	-514,309	-417,950
Debt Servicing	103	-24,491	-38,523
Depreciation	-83,595	-83,997	-103,097
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-270,356</b>	<b>-622,797</b>	<b>-559,570</b>
<b>Activity Income</b>	<b>-865,074</b>	<b>-156,618</b>	<b>-128,872</b>
<b>Net Operating Expenditure</b>	<b>594,717</b>	<b>-466,180</b>	<b>-430,698</b>
<b>Capital</b>			
New Capital	-1,006,442	44,108	-72,407
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	42	-6,463	-10,218
<b>Total Capital Expenditure</b>	<b>-1,006,400</b>	<b>37,645</b>	<b>-82,625</b>
<b>Total to be Funded</b>	<b>-411,682</b>	<b>-428,535</b>	<b>-513,323</b>
<b>FUNDING</b>			
Reserves	64,298	55,000	225
Loans	-196,600	-175,478	-161,652
Depreciation	40,615	-497,554	-524,524
Other	0	0	0
Rates	-332,664	-347,172	-364,041
<b>Total Funding</b>	<b>-424,351</b>	<b>-965,204</b>	<b>-1,049,992</b>
% Change in Rates to LTCCP	-8.34%	-6.45%	-7.10%

There is a proposed increase in budgeted funding requirement of \$411,682 in this activity for the 2005/2006 year than that forecast in the LTCCP. This will require a rates input of an additional \$332,664. This represents a 8.34% increase above the rates requirement forecast in the LTCCP.

## Solid Waste Activity

Council has adopted a policy target of zero waste going to the landfill by 2015. A new system for solid waste (refuse) collection and disposal services was introduced in the 2003-04 year. These services include:

- Litter Collection
- Refuse Collection
- Kerbside Recycling (Waipawa & Waipukurau only)
- Recycling Centres
- Transfer Stations
- Greenwaste
- Jack Trash Bins
- Landfill
- Increased Education and Enforcement

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	1,578,945	1,697,948	1,695,926	1,694,366	1,693,486	1,691,706	1,698,366	1,698,274	1,693,956	1,693,316
Debt Servicing	276,090	277,508	293,898	291,981	289,670	289,904	296,047	296,022	298,602	298,504
Depreciation	22,903	23,657	23,669	23,669	23,669	23,669	23,669	23,669	23,669	23,669
Other										
<b>Total Operating Expenditure</b>	<b>1,877,938</b>	<b>1,999,113</b>	<b>2,013,493</b>	<b>2,010,016</b>	<b>2,006,825</b>	<b>2,005,279</b>	<b>2,018,082</b>	<b>2,017,965</b>	<b>2,016,227</b>	<b>2,015,489</b>
<b>Activity Income</b>	<b>823,484</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>	<b>921,527</b>
<b>Net Operating Expenditure</b>	<b>1,054,454</b>	<b>1,077,586</b>	<b>1,091,966</b>	<b>1,088,489</b>	<b>1,085,298</b>	<b>1,083,752</b>	<b>1,096,555</b>	<b>1,096,438</b>	<b>1,094,700</b>	<b>1,093,962</b>
<b>Capital</b>										
New Capital	19,001	234,923	0	0	0	0	0	220,767	0	0
Renewal /Replacements	9,500	10,500	20,360	29,385	15,410	20,935	58,985	10,500	22,860	12,885
Vested Assets										
Principal Repayment	72,666	73,263	77,731	77,398	76,784	76,550	78,010	78,035	78,975	79,072
<b>Total Capital Expenditure</b>	<b>101,167</b>	<b>318,686</b>	<b>98,091</b>	<b>106,783</b>	<b>92,194</b>	<b>97,485</b>	<b>136,995</b>	<b>309,302</b>	<b>101,835</b>	<b>91,957</b>
<b>Total to be Funded</b>	<b>1,155,621</b>	<b>1,396,272</b>	<b>1,190,057</b>	<b>1,195,272</b>	<b>1,177,492</b>	<b>1,181,237</b>	<b>1,233,550</b>	<b>1,405,740</b>	<b>1,196,535</b>	<b>1,185,920</b>
<b>FUNDING</b>										
Reserves	21,470	13,830	0	0	0	0	0	0	0	0
Loans	0	223,650	0	0	0	0	0	223,335	0	0
Depreciation	14,548	15,512	25,567	33,038	18,176	21,925	66,645	15,491	26,099	15,491
Other	0	0	0	0	0	0	0	0	0	0
Rates	1,119,603	1,143,280	1,164,490	1,162,234	1,159,316	1,159,312	1,166,905	1,166,914	1,170,436	1,170,429
<b>Total Funding</b>	<b>1,155,621</b>	<b>1,396,272</b>	<b>1,190,057</b>	<b>1,195,272</b>	<b>1,177,492</b>	<b>1,181,237</b>	<b>1,233,550</b>	<b>1,405,740</b>	<b>1,196,535</b>	<b>1,185,920</b>
% Change in Rates to Previous Year	6.48%	2.11%	1.86%	-0.19%	-0.25%	0.00%	0.65%	0.00%	0.30%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-118,926	-119,210	-119,180
Debt Servicing	-46	-915	-850
Depreciation	-1,276	-1,288	-1,288
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-120,248</b>	<b>-121,413</b>	<b>-121,318</b>
<b>Activity Income</b>	<b>-98,043</b>	<b>-98,043</b>	<b>-98,043</b>
<b>Net Operating Expenditure</b>	<b>-22,205</b>	<b>-23,370</b>	<b>-23,275</b>
<b>Capital</b>			
New Capital	-23,229	0	0
Renewal /Replacements	0	-360	-885
Vested Assets	0	0	0
Principal Repayment	46	-185	-250
<b>Total Capital Expenditure</b>	<b>-23,183</b>	<b>-545</b>	<b>-1,135</b>
<b>Total to be Funded</b>	<b>-45,388</b>	<b>-23,915</b>	<b>-24,410</b>
<b>FUNDING</b>			
Reserves	-13,830	0	0
Loans	-8,950	0	0
Depreciation	-427	-284	-777
Other	0	0	0
Rates	-22,181	-23,631	-23,633
<b>Total Funding</b>	<b>-45,388</b>	<b>-23,915</b>	<b>-24,410</b>
% Change in Rates to LTCCP	-1.98%	-2.07%	-2.08%

There is a proposed increase in the budgeted funding requirements of \$45,388 for this activity for the 2005/2006 year than that forecast in the LTCCP. To offset the increase in expenditure, a corresponding increase in fees to collect a further \$98,043 income from what was forecast is proposed. The net rating requirement of \$22,181 will be funded from rates which represents a 1.98 % increase.

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

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

The quality of water supplied meets the New Zealand Drinking Water Standards 2000 at Takapau and Te Paerahi – Porangahau. Other supplies meet some of the requirements for coliform levels in the water, but not other requirements. Government is expected to pass legislation making compliance with the Standard mandatory. This will require installation of new treatment plants at some sites. Comprehensive Activity Management Plans have been compiled for all water supplies, and assessments of water supplies were completed at the end of the 2004/2005 year.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	926,794	1,046,796	1,246,668	874,783	930,761	926,893	850,518	800,537	826,198	1,120,353
Debt Servicing	119,822	162,641	225,304	576,994	616,240	661,632	689,926	740,492	752,809	795,723
Depreciation	240,973	254,683	258,593	332,725	340,945	346,095	338,655	348,975	352,316	359,838
Other										
<b>Total Operating Expenditure</b>	<b>1,287,589</b>	<b>1,464,121</b>	<b>1,730,564</b>	<b>1,784,502</b>	<b>1,887,946</b>	<b>1,934,620</b>	<b>1,879,100</b>	<b>1,890,003</b>	<b>1,931,322</b>	<b>2,275,915</b>
<b>Activity Income</b>	<b>96,600</b>	<b>260,560</b>	<b>282,560</b>	<b>295,760</b>	<b>295,760</b>	<b>295,760</b>	<b>229,540</b>	<b>229,540</b>	<b>216,340</b>	<b>236,580</b>
<b>Net Operating Expenditure</b>	<b>1,190,989</b>	<b>1,203,561</b>	<b>1,448,004</b>	<b>1,488,742</b>	<b>1,592,186</b>	<b>1,638,860</b>	<b>1,649,560</b>	<b>1,660,463</b>	<b>1,714,982</b>	<b>2,039,335</b>
<b>Capital</b>										
New Capital	593,108	749,937	4,320,605	136,029	463,432	431,314	609,799	199,000	101,096	376,591
Renewal /Replacements	177,727	162,850	65,775	395,746	423,814	0	0	3,000	376,904	
Vested Assets										
Principal Repayment	31,537	42,938	59,589	152,948	163,350	174,706	181,799	195,204	199,104	210,784
<b>Total Capital Expenditure</b>	<b>802,372</b>	<b>955,725</b>	<b>4,445,969</b>	<b>684,723</b>	<b>1,050,596</b>	<b>606,020</b>	<b>791,598</b>	<b>397,204</b>	<b>677,104</b>	<b>587,375</b>
<b>Total to be Funded</b>	<b>1,993,361</b>	<b>2,159,286</b>	<b>5,893,973</b>	<b>2,173,466</b>	<b>2,642,782</b>	<b>2,244,880</b>	<b>2,441,158</b>	<b>2,057,667</b>	<b>2,392,086</b>	<b>2,626,710</b>
<b>FUNDING</b>										
Reserves	0	34,392	108,536	13,001	297,959	108,001	30,536	32,885	35,536	200,541
Loans	571,908	776,394	4,371,740	495,591	548,235	354,479	633,522	214,827	505,163	355,145
Depreciation	439,223	296,677	330,934	365,053	451,208	374,629	419,032	373,256	382,765	460,925
Other	43,790	0	0	0	0	0	0	0	0	0
Rates	938,440	1,051,822	1,082,764	1,299,821	1,345,380	1,407,770	1,358,068	1,436,699	1,468,623	1,610,099
<b>Total Funding</b>	<b>1,993,361</b>	<b>2,159,286</b>	<b>5,893,973</b>	<b>2,173,466</b>	<b>2,642,782</b>	<b>2,244,880</b>	<b>2,441,158</b>	<b>2,057,667</b>	<b>2,392,086</b>	<b>2,626,710</b>
% Change in Rates to Previous Year	19.68%	12.08%	2.94%	20.05%	3.51%	4.64%	-3.53%	5.79%	2.22%	9.63%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-27,992	-133,471	133,288
Debt Servicing	18,850	90,965	-74,419
Depreciation	-5,518	-27,136	-14,988
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-14,660</b>	<b>-69,642</b>	<b>43,880</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-14,660</b>	<b>-69,642</b>	<b>43,880</b>
<b>Capital</b>			
New Capital	-73,060	-792,030	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	5,015	24,121	-19,769
<b>Total Capital Expenditure</b>	<b>-68,045</b>	<b>-767,909</b>	<b>-19,769</b>
<b>Total to be Funded</b>	<b>-82,706</b>	<b>-837,551</b>	<b>24,111</b>
<b>FUNDING</b>			
Reserves	-2,306	9,883	-915
Loans	-63,177	-818,479	4,660
Depreciation	-14,707	-26,612	8,460
Other	0	0	0
Rates	-2,515	-2,343	11,906
<b>Total Funding</b>	<b>-82,706</b>	<b>-837,551</b>	<b>24,111</b>
% Change in Rates to LTCCP	-0.24%	-0.22%	0.91%

There is a proposed increase in budgeted expenditure of \$82,706 in this activity for the 2005/2006 year than that forecast in the LTCCP. The majority of this is capital expenditure, which is proposed to be loan funded. The net rating requirement of \$2,515 represents a 0.24% increase.

## Wastewater Activity

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

A resource consent for the discharge of treated effluent until 2018 is held for the Takapau treatment system. The other systems were the subject of a resource consent application process and the result of this process means that treatment system upgrades will be required to ensure that these systems meet effluent quality standards.

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

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	596,559	797,617	838,371	824,501	902,254	848,036	838,361	897,751	1,067,299	583,509
Debt Servicing	173,125	302,747	392,519	415,595	416,433	461,683	461,884	462,552	518,122	743,694
Depreciation	306,289	276,340	283,792	275,985	276,891	260,049	260,048	259,859	284,808	258,492
Other										
<b>Total Operating Expenditure</b>	<b>1,075,974</b>	<b>1,376,704</b>	<b>1,514,681</b>	<b>1,516,081</b>	<b>1,595,578</b>	<b>1,569,768</b>	<b>1,560,293</b>	<b>1,620,162</b>	<b>1,870,229</b>	<b>1,585,695</b>
<b>Activity Income</b>	<b>63,000</b>	<b>135,000</b>	<b>508,639</b>	<b>508,639</b>	<b>528,639</b>	<b>508,639</b>	<b>508,639</b>	<b>808,639</b>	<b>2,788,639</b>	<b>508,639</b>
<b>Net Operating Expenditure</b>	<b>1,012,974</b>	<b>1,241,704</b>	<b>1,006,042</b>	<b>1,007,442</b>	<b>1,066,939</b>	<b>1,061,129</b>	<b>1,051,654</b>	<b>811,523</b>	<b>-918,410</b>	<b>1,077,056</b>
<b>Capital</b>										
New Capital	253,100	1,036,393	40,000	40,423	484,000	0	10,373	1,000,000	7,600,000	118,504
Renewal /Replacements	1,878,575	187,277	388,998	38,577	110,529	47,365	33,300	247,645	17,858	0
Vested Assets										
Principal Repayment	45,566	79,926	103,814	110,165	110,386	121,909	121,709	121,935	137,034	197,002
<b>Total Capital Expenditure</b>	<b>2,177,241</b>	<b>1,303,596</b>	<b>532,812</b>	<b>189,165</b>	<b>704,915</b>	<b>169,274</b>	<b>165,382</b>	<b>1,369,580</b>	<b>7,754,892</b>	<b>315,506</b>
<b>Total to be Funded</b>	<b>3,190,215</b>	<b>2,545,300</b>	<b>1,538,854</b>	<b>1,196,607</b>	<b>1,771,855</b>	<b>1,230,403</b>	<b>1,217,036</b>	<b>2,181,103</b>	<b>6,836,481</b>	<b>1,392,562</b>
<b>FUNDING</b>										
Reserves	0	0	0	10,000	0	36,025	0	0	1,395,627	10,000
Loans	1,891,924	1,235,402	321,585	47,858	546,639	0	0	774,915	4,243,064	0
Depreciation	437,983	251,333	215,287	71,579	170,792	96,428	126,672	321,220	86,872	176,338
Other	0	32,000	-32,000	0	0	0	0	0	0	0
Rates	860,308	1,026,565	1,033,982	1,067,170	1,054,424	1,097,950	1,090,363	1,084,968	1,110,918	1,206,224
<b>Total Funding</b>	<b>3,190,215</b>	<b>2,545,300</b>	<b>1,538,854</b>	<b>1,196,607</b>	<b>1,771,855</b>	<b>1,230,403</b>	<b>1,217,036</b>	<b>2,181,103</b>	<b>6,836,481</b>	<b>1,392,562</b>
% Change in Rates to Previous Year	14.64%	19.33%	0.72%	3.21%	-1.19%	4.13%	-0.69%	-0.49%	2.39%	8.58%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-40,817	-73,734	-3,664
Debt Servicing	75,928	27,395	25,960
Depreciation	9,022	-1,165	824
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>44,133</b>	<b>-47,504</b>	<b>23,120</b>
<b>Activity Income</b>	<b>394,039</b>	<b>0</b>	<b>300,000</b>
<b>Net Operating Expenditure</b>	<b>-349,906</b>	<b>-47,504</b>	<b>-276,880</b>
<b>Capital</b>			
New Capital	-610,393	-40,000	945,000
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	20,125	7,328	6,844
<b>Total Capital Expenditure</b>	<b>-590,268</b>	<b>-32,672</b>	<b>951,844</b>
<b>Total to be Funded</b>	<b>-940,175</b>	<b>-80,176</b>	<b>674,965</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	-682,900	-38,718	710,208
Depreciation	-85,642	3,611	-6,865
Other	-32,000	32,000	0
Rates	-139,633	-77,069	-28,378
<b>Total Funding</b>	<b>-940,175</b>	<b>-80,176</b>	<b>674,965</b>
% Change in Rates to LTCCP	-15.74%	-8.05%	-2.73%

There is a proposed increase in the budgeted funding requirement of \$940,175 for this activity for the 2005/2006 year than that forecast in the LTCCP. Around two-thirds of this expenditure is proposed to be loan funded but a net rating requirement of \$139,633 remains which represents a 1574% increase on what was forecast in the LTCCP.

Two main stormwater areas have been set up – Waipawa and Waipukurau. Stormwater issues in the rest of the District are usually treated as roading related issues or as private property issues. Additionally the Te Aute Drainage Scheme manages drainage for a large area of farmland.

The catchments in Waipawa consist of open watercourses and piped reticulation. They drain into the Waipawa River through either Coronation Park or the Bush Drain, or to the north to the Papanui Stream. The main areas that suffer from flooding are in Waverley Street, Watts Street, and in the Bush Drain area. The catchments in Waipukurau consist of open watercourses and piped reticulation. They drain into the Tuki Tuki River through a number of systems including the Pah Flat Stream, or to the south and east to the Mangatarata Stream system. Flooding is not a major problem, except in excessive rainfall events. The reticulation in Otane, Tikokino, OngaOnga, Takapau, Porangahau, Te Paerahi, and beach settlements consist of open drains with some piped sections, generally being roading drainage. A major project to pipe drains in Porangahau began in 2004/05.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	96,388	105,619	89,370	91,340	85,880	85,880	85,880	85,880	85,880	85,880
Debt Servicing	87,798	95,046	103,599	114,521	113,603	121,085	121,137	121,127	115,602	115,564
Depreciation	87,430	85,471	86,782	84,518	88,223	86,259	86,259	86,259	87,550	87,550
Other										
<b>Total Operating Expenditure</b>	<b>271,616</b>	<b>286,136</b>	<b>279,751</b>	<b>290,379</b>	<b>287,706</b>	<b>293,224</b>	<b>293,277</b>	<b>293,266</b>	<b>289,032</b>	<b>288,994</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>271,616</b>	<b>286,136</b>	<b>279,751</b>	<b>290,379</b>	<b>287,706</b>	<b>293,224</b>	<b>293,277</b>	<b>293,266</b>	<b>289,032</b>	<b>288,994</b>
<b>Capital</b>										
New Capital	0	252,975	55,000	86,000	0	0	0	0	0	0
Renewal /Replacements	205,500									
Vested Assets										
Principal Repayment	23,108	25,092	27,400	30,357	30,113	31,973	31,920	31,931	30,574	30,612
<b>Total Capital Expenditure</b>	<b>228,608</b>	<b>278,067</b>	<b>82,400</b>	<b>116,357</b>	<b>30,113</b>	<b>31,973</b>	<b>31,920</b>	<b>31,931</b>	<b>30,574</b>	<b>30,612</b>
<b>Total to be Funded</b>	<b>500,224</b>	<b>564,203</b>	<b>362,151</b>	<b>406,736</b>	<b>317,820</b>	<b>325,197</b>	<b>325,197</b>	<b>325,197</b>	<b>319,606</b>	<b>319,606</b>
<b>FUNDING</b>										
Reserves	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
Loans	0	227,906	58,553	91,461	0	0	0	0	0	0
Depreciation	233,330	57,505	13,049	13,049	13,049	13,049	13,049	13,049	13,049	7,580
Other	0	0	0	0	0	0	0	0	0	0
Rates	265,094	276,992	288,749	300,426	302,971	310,348	310,348	310,348	304,757	310,226
<b>Total Funding</b>	<b>500,224</b>	<b>564,203</b>	<b>362,151</b>	<b>406,736</b>	<b>317,820</b>	<b>325,197</b>	<b>325,197</b>	<b>325,197</b>	<b>319,606</b>	<b>319,606</b>
% Change in Rates to Previous Year	0.05%	4.49%	4.24%	4.04%	0.85%	2.43%	0.00%	0.00%	-1.80%	1.79%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-14,498	1,848	-8,952
Debt Servicing	-7,318	-8,604	-8,664
Depreciation	1,959	(1,311)	1,447
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-19,857</b>	<b>-8,067</b>	<b>-16,169</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-19,857</b>	<b>-8,067</b>	<b>-16,169</b>
<b>Capital</b>			
New Capital	-167,975	80,000	-71,000
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	-1,914	-2,257	-2,306
<b>Total Capital Expenditure</b>	<b>-169,889</b>	<b>77,743</b>	<b>-73,306</b>
<b>Total to be Funded</b>	<b>-189,746</b>	<b>69,676</b>	<b>-89,475</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	-136,659	86,370	-91,461
Depreciation	-42,989	-322	15,780
Other	0	0	0
Rates	-10,099	-16,372	-13,794
<b>Total Funding</b>	<b>-189,746</b>	<b>69,676</b>	<b>-89,475</b>
% Change in Rates to LTCCP	-3.78%	-6.01%	-4.81%

There is a proposed increase in the budgeted funding requirements of \$189,746 for this activity for the 2005/2006 year than that forecast in the LTCCP. The majority of this is required for capital works which will be funded by a combination of loan charges and depreciation. However, an additional rating requirement of \$10,099 will remain which represents a 3.78 % increase in the rate requirement forecast in the LTCCP.

## Parks, Reserves and Swimming Pools Activity

Council provides parks, reserves, swimming pools and camping grounds for the leisure use of the community. The Parks, Reserves and Pools Activity is managed by Council staff, with operations and maintenance of facilities carried out by:

- Parks and Reserves and Waipawa Swimming pool – a contractor employed through a Facilities Management Contract.
- Westpac Trust Heated Swimming Pool – CHB Community Trust
- Camping Grounds – lessees of each camping ground

Council also provide financial assistance to:

- Hawke's Bay Regional Council's Coastcare initiative.
- Purerere Landcare initiative.
- Forest and Bird for some maintenance of Lindsay Bush Reserve.
- Forest Gate Domain Committee for mowing.
- Takapau Rec Ground Committee for mowing.
- Sport Hawke's Bay for sporting and leisure promotion.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	638,947	683,267	635,773	654,453	644,813	653,797	658,131	668,011	683,141	683,287
Debt Servicing	7,150	7,146	7,076	7,073	7,073	7,079	7,082	7,081	7,076	7,074
Depreciation	19,130	19,146	19,148	19,148	19,148	19,148	19,148	19,148	19,148	19,148
Other										
<b>Total Operating Expenditure</b>	<b>665,228</b>	<b>709,558</b>	<b>661,998</b>	<b>680,674</b>	<b>671,034</b>	<b>680,024</b>	<b>684,361</b>	<b>694,240</b>	<b>709,366</b>	<b>709,510</b>
<b>Activity Income</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>10,931</b>	<b>12,231</b>
<b>Net Operating Expenditure</b>	<b>654,297</b>	<b>698,627</b>	<b>651,067</b>	<b>669,743</b>	<b>660,103</b>	<b>669,093</b>	<b>673,430</b>	<b>683,309</b>	<b>698,435</b>	<b>697,279</b>
<b>Capital</b>										
New Capital	61,000	30,000	0	0	0	0	0	0	0	0
Renewal /Replacements	49,668	5,000	29,000	5,000	35,000	21,000	15,000	10,000	85,000	5,000
Vested Assets										
Principal Repayment	1,882	1,886	1,872	1,875	1,875	1,869	1,866	1,867	1,872	1,874
<b>Total Capital Expenditure</b>	<b>112,550</b>	<b>36,886</b>	<b>30,872</b>	<b>6,875</b>	<b>36,875</b>	<b>22,869</b>	<b>16,866</b>	<b>11,867</b>	<b>86,872</b>	<b>6,874</b>
<b>Total to be Funded</b>	<b>766,847</b>	<b>735,514</b>	<b>681,939</b>	<b>676,618</b>	<b>696,978</b>	<b>691,962</b>	<b>690,296</b>	<b>695,176</b>	<b>785,306</b>	<b>704,153</b>
<b>FUNDING</b>										
Reserves	106,343	63,500	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	35,426	23,076	30,842	21,270	37,223	27,651	21,270	21,270	106,350	21,270
Other	0	0	0	0	0	0	0	0	0	0
Rates	625,078	648,937	651,097	655,348	659,755	664,311	669,026	673,906	678,956	682,883
<b>Total Funding</b>	<b>766,847</b>	<b>735,514</b>	<b>681,939</b>	<b>676,618</b>	<b>696,978</b>	<b>691,962</b>	<b>690,296</b>	<b>695,176</b>	<b>785,306</b>	<b>704,153</b>
% Change in Rates to Previous Year	-2.11%	3.82%	0.33%	0.65%	0.67%	0.69%	0.71%	0.73%	0.75%	0.58%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-55,376	-19,328	-19,451
Debt Servicing	-1	65	67
Depreciation	(15)	(18)	(18)
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-55,393</b>	<b>-19,281</b>	<b>-19,402</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-55,393</b>	<b>-19,281</b>	<b>-19,402</b>
<b>Capital</b>			
New Capital	-14,000	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	1	19	17
<b>Total Capital Expenditure</b>	<b>-13,999</b>	<b>19</b>	<b>17</b>
<b>Total to be Funded</b>	<b>-69,391</b>	<b>-19,262</b>	<b>-19,384</b>
<b>FUNDING</b>			
Reserves	-47,500	0	0
Loans	0	0	0
Depreciation	-1,606	290	200
Other	0	0	0
Rates	-20,285	-19,552	-19,584
<b>Total Funding</b>	<b>-69,391</b>	<b>-19,262</b>	<b>-19,384</b>
% Change in Rates to LTCCP	-3.23%	-3.10%	-3.08%

There is a proposed increase in the budgeted funding requirements of \$69,391 for this activity for the 2005/2006 year than that forecast in the LTCCP. The majority of this is required for increased operating expenditure. A large proportion is proposed to be funded by additional reserves expenditure. However, an additional rating requirement of \$20,285 will remain which represents a 3.23% increase in the rate requirement forecast in the LTCCP.

## Public Toilets Activity

Council is required by community expectation to provide public conveniences for the use of the public within the District. Council provides and maintains 24 public conveniences. Council's Facilities Management contractor maintains the majority of the public conveniences, to a good standard. Other public conveniences are maintained by Council staff or other community groups. Facilities are maintained on a regular basis as required. A refurbishment programme is now in place with the objective of upgrading five toilets each year.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	104,025	108,000	108,315	108,315	108,315	108,315	108,315	108,315	108,315	108,315
Debt Servicing	5,612	5,608	9,042	8,990	8,929	8,936	8,940	8,939	8,568	8,566
Depreciation	23,533	23,533	22,630	22,647	22,665	22,665	22,665	22,665	22,751	22,751
Other										
<b>Total Operating Expenditure</b>	<b>133,170</b>	<b>137,141</b>	<b>139,987</b>	<b>139,953</b>	<b>139,909</b>	<b>139,916</b>	<b>139,920</b>	<b>139,919</b>	<b>139,635</b>	<b>139,632</b>
<b>Activity Income</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>	<b>650</b>
<b>Net Operating Expenditure</b>	<b>132,520</b>	<b>136,491</b>	<b>139,337</b>	<b>139,303</b>	<b>139,259</b>	<b>139,266</b>	<b>139,270</b>	<b>139,269</b>	<b>138,985</b>	<b>138,982</b>
<b>Capital</b>										
New Capital	59,750	0	0	0	0	0	0	0	0	0
Renewal /Replacements	25,000	56,955	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Vested Assets										
Principal Repayment	1477	1481	2391	2383	2367	2360	2356	2356	2266	2269
<b>Total Capital Expenditure</b>	<b>86,227</b>	<b>58,436</b>	<b>27,391</b>	<b>27,383</b>	<b>27,367</b>	<b>27,360</b>	<b>27,356</b>	<b>27,356</b>	<b>27,266</b>	<b>27,269</b>
<b>Total to be Funded</b>	<b>218,747</b>	<b>194,927</b>	<b>166,728</b>	<b>166,686</b>	<b>166,626</b>	<b>166,626</b>	<b>166,626</b>	<b>166,626</b>	<b>166,251</b>	<b>166,251</b>
<b>FUNDING</b>										
Reserves	32,205	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	26,838	58,774	26,625	26,588	26,588	26,588	26,588	26,588	26,588	26,588
Other	29,750	0	0	0	0	0	0	0	0	0
Rates	129,954	136,153	140,103	140,098	140,038	140,038	140,038	140,038	139,664	139,664
<b>Total Funding</b>	<b>218,747</b>	<b>194,927</b>	<b>166,728</b>	<b>166,686</b>	<b>166,626</b>	<b>166,626</b>	<b>166,626</b>	<b>166,626</b>	<b>166,251</b>	<b>166,251</b>
% Change in Rates to Previous Year	0.87%	4.77%	2.90%	0.00%	-0.04%	0.00%	0.00%	0.00%	-0.27%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-8,370	-8,680	-8,680
Debt Servicing	3,436	3,434	3,435
Depreciation	(922)	(941)	(944)
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-5,856</b>	<b>-6,187</b>	<b>-6,189</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-5,856</b>	<b>-6,187</b>	<b>-6,189</b>
<b>Capital</b>			
New Capital	32,205	0	0
Renewal /Replacements	-31,955	0	0
Vested Assets	0	0	0
Principal Repayment	909	911	909
<b>Total Capital Expenditure</b>	<b>1,159</b>	<b>911</b>	<b>909</b>
<b>Total to be Funded</b>	<b>(4,698)</b>	<b>(5,277)</b>	<b>(5,280)</b>
<b>FUNDING</b>			
Reserves	32,205	0	0
Loans	0	0	0
Depreciation	-31,937	213	250
Other	0	0	0
Rates	-4,966	-5,489	-5,530
<b>Total Funding</b>	<b>-4,698</b>	<b>-5,277</b>	<b>-5,280</b>
% Change in Rates to LTCCP	-3.79%	-4.08%	-4.11%

There is an additional rating requirement of \$4,966 for 2005/2006 which represents a 3.79% increase in the rate requirement than that forecast in the LTCCP.

## Pensioner Housing Activity

Council provides rental accommodation for older persons. Council owns 48 flats. The flats are managed on a self-funding basis with rental income covering all costs.

The Pensioner Housing Activity runs smoothly. Requests about the flats are received and actioned by Council staff. Council staff manage the maintenance and refurbishment of the flats. Council's Facilities Management contractor maintains the grounds to a generally good standard.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	103,464	107,314	106,791	106,792	106,793	108,395	109,295	109,295	109,295	109,295
Debt Servicing	4,134	4,063	3,988	3,880	3,763	3,584	3,513	3,513	3,275	3,275
Depreciation	38,400	38,400	38,400	38,400	38,400	38,400	38,400	38,400	38,400	38,400
Other										
<b>Total Operating Expenditure</b>	<b>145,998</b>	<b>149,777</b>	<b>149,179</b>	<b>149,072</b>	<b>148,956</b>	<b>150,379</b>	<b>151,208</b>	<b>151,208</b>	<b>150,970</b>	<b>150,970</b>
<b>Activity Income</b>	<b>144,763</b>	<b>148,329</b>	<b>148,334</b>	<b>148,417</b>	<b>148,504</b>	<b>148,504</b>	<b>148,504</b>	<b>148,504</b>	<b>148,504</b>	<b>148,504</b>
<b>Net Operating Expenditure</b>	<b>1,235</b>	<b>1,448</b>	<b>845</b>	<b>655</b>	<b>452</b>	<b>1,875</b>	<b>2,704</b>	<b>2,704</b>	<b>2,466</b>	<b>2,466</b>
<b>Capital</b>										
New Capital	6,000	12,365	6,000	6,000	6,000	6,000	6,000	6,000	6,000	6,000
Renewal /Replacements	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000	33,000
Vested Assets										
Principal Repayment	2,043	2,115	2,191	2,268	2,349	855	0	0	0	0
<b>Total Capital Expenditure</b>	<b>41,043</b>	<b>47,480</b>	<b>41,191</b>	<b>41,268</b>	<b>41,349</b>	<b>39,855</b>	<b>39,000</b>	<b>39,000</b>	<b>39,000</b>	<b>39,000</b>
<b>Total to be Funded</b>	<b>42,278</b>	<b>48,928</b>	<b>42,036</b>	<b>41,923</b>	<b>41,801</b>	<b>41,730</b>	<b>41,704</b>	<b>41,704</b>	<b>41,466</b>	<b>41,466</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	0	5,593	0	0	0	0	0	0	0	0
Depreciation	42,278	43,335	42,036	41,924	41,802	41,720	41,704	41,704	41,466	41,466
Other	0	0	0	0	0	0	0	0	0	0
Rates	0	0	0	0	0	10	(0)	(0)	(0)	(0)
<b>Total Funding</b>	<b>42,278</b>	<b>48,928</b>	<b>42,036</b>	<b>41,923</b>	<b>41,801</b>	<b>41,730</b>	<b>41,704</b>	<b>41,704</b>	<b>41,466</b>	<b>41,466</b>

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-3,927	-3,353	-3,354
Debt Servicing	0	0	0
Depreciation	-35,760	-35,680	-35,567
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-39,687</b>	<b>-39,033</b>	<b>-38,921</b>
<b>Activity Income</b>	<b>-3,566</b>	<b>-3,571</b>	<b>-3,654</b>
<b>Net Operating Expenditure</b>	<b>(36,121)</b>	<b>(35,462)</b>	<b>(35,267)</b>
<b>Capital</b>			
New Capital	-6,365	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>-6,365</b>	<b>0</b>	<b>0</b>
<b>Total to be Funded</b>	<b>-42,486</b>	<b>-35,462</b>	<b>-35,267</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	-5,593	0	0
Depreciation	-36,894	-35,595	-35,483
Other	0	0	0
Rates	0	133	216
<b>Total Funding</b>	<b>-42,486</b>	<b>-35,462</b>	<b>-35,267</b>
% Change in Rates to LTCCP	60.17%	100.17%	100.17%

There is a proposed increase in the budgeted funding requirements of \$42,486 for this activity for the 2005/2006 year than that forecast in the LTCCP. The majority of this increase is required for funding new depreciation. A large proportion is proposed to be funded in turn by depreciation funds. The Pensioner Housing Activity does not require rates input and Council policy reflects this.

Council provides library services through library buildings at Waipukurau and Waipawa. Services provided include books, audio tapes and videos for information and loan, access to the internet, access to other libraries resources throughout New Zealand, and photocopying. Programmes are also run to encourage and assist the acquisition and spread of knowledge and culture and stimulate artistic, intellectual and imaginative activity.

Council owns the Waipukurau Library building and leases the Waipawa Library building. Council staff run both libraries, and funding is derived from rates, rental of books, tapes and videos, grants from various sources, and fund raising organised by library staff.

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	283,171	293,994	293,994	293,934	293,934	293,624	294,384	293,624	293,614	294,574
Debt Servicing	262	262	262	260	257	257	257	257	240	240
Depreciation	12,468	12,468	12,468	12,468	12,468	12,468	12,468	12,468	12,468	12,468
Other										
<b>Total Operating Expenditure</b>	<b>295,901</b>	<b>306,724</b>	<b>306,724</b>	<b>306,662</b>	<b>306,659</b>	<b>306,349</b>	<b>307,109</b>	<b>306,349</b>	<b>306,322</b>	<b>307,282</b>
<b>Activity Income</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>	<b>41,700</b>
<b>Net Operating Expenditure</b>	<b>254,201</b>	<b>265,024</b>	<b>265,024</b>	<b>264,962</b>	<b>264,959</b>	<b>264,649</b>	<b>265,409</b>	<b>264,649</b>	<b>264,622</b>	<b>265,582</b>
<b>Capital</b>										
New Capital	25,037	8,452	2,452	2,452	2,452	2,452	2,452	2,452	2,452	2,452
Renewal /Replacements	77,500	71,500	77,500	76,500	76,500	71,500	83,500	71,500	71,500	86,500
Vested Assets										
Principal Repayment	69	69	69	69	68	68	68	68	63	64
<b>Total Capital Expenditure</b>	<b>102,606</b>	<b>80,021</b>	<b>80,021</b>	<b>79,021</b>	<b>79,020</b>	<b>74,020</b>	<b>86,020</b>	<b>74,020</b>	<b>74,015</b>	<b>89,016</b>
<b>Total to be Funded</b>	<b>356,807</b>	<b>345,046</b>	<b>345,046</b>	<b>343,983</b>	<b>343,979</b>	<b>338,669</b>	<b>351,429</b>	<b>338,669</b>	<b>338,638</b>	<b>354,598</b>
<b>FUNDING</b>										
Reserves	29,037	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	4,294	8,520	8,508	7,445	7,445	2,127	14,889	2,127	2,127	18,080
Other	0	0	0	0	0	0	0	0	0	0
Rates	323,476	336,526	336,538	336,538	336,535	336,542	336,540	336,542	336,511	336,518
<b>Total Funding</b>	<b>356,807</b>	<b>345,046</b>	<b>345,046</b>	<b>343,983</b>	<b>343,979</b>	<b>338,669</b>	<b>351,429</b>	<b>338,669</b>	<b>338,638</b>	<b>354,598</b>
% Change in Rates to Previous Year	2.80%	4.03%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	-0.01%	0.00%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-13,093	-12,653	-12,663
Debt Servicing	0	0	0
Depreciation	0	0	0
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-13,094</b>	<b>-12,654</b>	<b>-12,663</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-13,094</b>	<b>-12,654</b>	<b>-12,663</b>
<b>Capital</b>			
New Capital	-8,452	-2,452	-2,452
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>-8,452</b>	<b>-2,452</b>	<b>-2,452</b>
<b>Total to be Funded</b>	<b>-21,545</b>	<b>-15,105</b>	<b>-15,115</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	-6,373	80	70
Other	0	0	0
Rates	-15,172	-15,185	-15,185
<b>Total Funding</b>	<b>-21,545</b>	<b>-15,105</b>	<b>-15,115</b>
% Change in Rates to LTCCP	-4.72%	-4.73%	-4.73%

There is a proposed increase in the budgeted funding requirements of \$21,545 for this activity for the 2005/2006 year than that forecast in the LTCCP. This has brought an additional rating requirement of \$15,172 for 2005/2006 which represents a 4.72% increase in the rate requirement than that forecast in the LTCCP.

## Theatre and Halls Activity

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

**Halls managed directly by Council:** Waipawa Town Hall and the Porangahau Hall.

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

**Community Halls managed by Hall Committees:** Otane, Tikokino, Argyll, OngaOnga, Takapau, Otawahao, Elsthorpe, Wallingford and the Waipukurau Memorial Hall.

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

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	221,251	206,568	225,113	208,263	217,503	205,123	215,583	212,493	206,653	218,619
Debt Servicing	7,630	7,560	7,560	7,533	7,498	7,498	7,498	7,498	7,282	7,282
Depreciation	61,676	67,063	67,068	67,068	67,068	67,068	67,068	67,068	67,068	67,068
Other										
<b>Total Operating Expenditure</b>	<b>290,557</b>	<b>281,190</b>	<b>299,740</b>	<b>282,864</b>	<b>292,069</b>	<b>279,689</b>	<b>290,149</b>	<b>287,059</b>	<b>281,002</b>	<b>292,968</b>
<b>Activity Income</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>	<b>9,600</b>
<b>Net Operating Expenditure</b>	<b>280,957</b>	<b>271,590</b>	<b>290,140</b>	<b>273,264</b>	<b>282,469</b>	<b>270,089</b>	<b>280,549</b>	<b>277,459</b>	<b>271,402</b>	<b>283,368</b>
<b>Capital</b>										
New Capital	85,880	-28,984	0	44,000	0	0	0	0	0	0
Renewal /Replacements	34,800	108,277	43,520	29,000	34,100	23,500	54,000	39,000	47,500	30,000
Vested Assets										
Principal Repayment	3,979	3,979	3,979	3,972	3,962	3,962	3,962	3,962	3,916	3,916
<b>Total Capital Expenditure</b>	<b>124,659</b>	<b>83,272</b>	<b>47,499</b>	<b>76,972</b>	<b>38,062</b>	<b>27,462</b>	<b>57,962</b>	<b>42,962</b>	<b>51,416</b>	<b>33,916</b>
<b>Total to be Funded</b>	<b>405,616</b>	<b>354,862</b>	<b>337,639</b>	<b>350,235</b>	<b>320,531</b>	<b>297,551</b>	<b>338,511</b>	<b>320,421</b>	<b>322,818</b>	<b>317,284</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	85,880	0	0	0	0	0	0	0	0	0
Depreciation	27,567	63,147	66,065	78,699	49,027	26,056	67,001	48,921	51,580	44,667
Other	13,900	0	0	0	0	0	0	0	0	0
Rates	278,269	291,715	271,575	271,536	271,503	271,495	271,510	271,500	271,238	272,617
<b>Total Funding</b>	<b>405,616</b>	<b>354,862</b>	<b>337,639</b>	<b>350,235</b>	<b>320,531</b>	<b>297,551</b>	<b>338,511</b>	<b>320,421</b>	<b>322,818</b>	<b>317,284</b>
% Change in Rates to Previous Year	12.57%	4.83%	-6.90%	-0.01%	-0.01%	0.00%	0.01%	0.00%	-0.10%	0.51%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-5,766	-23,011	-8,531
Debt Servicing	71	71	71
Depreciation	-27	-32	-32
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-5,722</b>	<b>-22,972</b>	<b>-8,492</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-5,722</b>	<b>-22,972</b>	<b>-8,492</b>
<b>Capital</b>			
New Capital	28,984	0	-44,000
Renewal /Replacements	-63,817	18,600	1,000
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>-34,833</b>	<b>18,600</b>	<b>-43,000</b>
<b>Total to be Funded</b>	<b>-40,555</b>	<b>-4,372</b>	<b>-51,492</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	-31,522	621	-46,494
Other	0	0	0
Rates	-9,034	-4,993	-4,998
<b>Total Funding</b>	<b>-40,555</b>	<b>-4,372</b>	<b>-51,492</b>
% Change in Rates to LTCCP	-3.20%	-1.87%	-1.88%

There is a proposed increase in the budgeted funding requirements of \$40,555 for this activity for the 2005/2006 year than that forecast in the LTCCP. This has brought an additional rating requirement of \$9,034 for 2005/2006 which represents a 3.20% increase in the rate requirement than that forecast in the LTCCP.

Council is required by community expectation and by the Health Act 1956 to provide burial and memorial facilities for the District's communities. Council provides and maintains ten operational cemeteries and four closed cemeteries. Requests for use of the cemeteries are received and actioned by Council staff. Council's Facilities Management contractor actions those requests as necessary, and maintains the cemeteries to a generally good standard. The District is running out of cemetery space at a number of cemeteries, and provision needs to be made to create more cemetery space.

**UPDATED 2004 – 2014 ACTIVITY BUDGET**

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	127,445	121,150	113,994	114,309	114,866	115,105	116,105	115,249	115,665	116,185
Debt Servicing	4,815	14,463	24,150	24,825	25,596	26,646	27,516	29,231	29,211	29,201
Depreciation	0	0	0	0	0	0	0	0	0	0
Other										
<b>Total Operating Expenditure</b>	<b>132,260</b>	<b>135,613</b>	<b>138,144</b>	<b>139,134</b>	<b>140,462</b>	<b>141,751</b>	<b>143,622</b>	<b>144,480</b>	<b>144,876</b>	<b>145,386</b>
<b>Activity Income</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>	<b>39,659</b>
<b>Net Operating Expenditure</b>	<b>92,601</b>	<b>95,954</b>	<b>98,485</b>	<b>99,475</b>	<b>100,803</b>	<b>102,092</b>	<b>103,963</b>	<b>104,821</b>	<b>105,217</b>	<b>105,727</b>
<b>Capital</b>										
New Capital	129,800	132,258	14,100	14,800	17,800	15,800	25,800	6,100	5,800	5,800
Renewal /Replacements	8,100	2,850	3,000	1,900	2,000	2,000	1,500	1,500	2,000	3,500
Vested Assets										
Principal Repayment	1,267	3,818	6,387	6,580	6,785	7,036	7,251	7,706	7,726	7,735
<b>Total Capital Expenditure</b>	<b>139,167</b>	<b>138,926</b>	<b>23,487</b>	<b>23,280</b>	<b>26,585</b>	<b>24,836</b>	<b>34,551</b>	<b>15,306</b>	<b>15,526</b>	<b>17,035</b>
<b>Total to be Funded</b>	<b>231,768</b>	<b>234,880</b>	<b>121,972</b>	<b>122,755</b>	<b>127,388</b>	<b>126,928</b>	<b>138,514</b>	<b>120,126</b>	<b>120,743</b>	<b>122,763</b>
<b>FUNDING</b>										
Reserves	0	0	0	0	0	0	0	0	0	0
Loans	121,306	123,812	8,508	9,572	12,762	10,635	21,270	0	0	0
Depreciation	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0
Rates	110,463	111,069	113,464	113,184	114,626	116,293	117,244	120,126	120,743	122,763
<b>Total Funding</b>	<b>231,768</b>	<b>234,880</b>	<b>121,972</b>	<b>122,755</b>	<b>127,388</b>	<b>126,928</b>	<b>138,514</b>	<b>120,126</b>	<b>120,743</b>	<b>122,763</b>
% Change in Rates to Previous Year	-12.73%	0.55%	2.16%	-0.25%	1.27%	1.45%	0.82%	2.46%	0.51%	1.67%

**VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN**

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-5,635	-799	-1,144
Debt Servicing	134	223	235
Depreciation	0	0	0
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>-5,501</b>	<b>-576</b>	<b>-909</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>-5,501</b>	<b>-576</b>	<b>-909</b>
<b>Capital</b>			
New Capital	-13,458	0	0
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	38	64	60
<b>Total Capital Expenditure</b>	<b>-13,420</b>	<b>64</b>	<b>60</b>
<b>Total to be Funded</b>	<b>-18,921</b>	<b>-512</b>	<b>-849</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	-2,506	80	90
Depreciation	0	0	0
Other	0	0	0
Rates	-16,415	-592	-939
<b>Total Funding</b>	<b>-18,921</b>	<b>-512</b>	<b>-849</b>
% Change in Rates to LTCCP	-17.34%	-0.52%	-0.84%

There is a proposed increase in the budgeted funding requirements of \$18,921 for this activity for the 2005/2006 year than that forecast in the LTCCP. A small proportion is proposed to be funded by an increase in loan funding, but the majority of this additional cost becomes an additional rating requirement of \$16,415 for 2005/2006 which represents a 17.34% increase in the rate requirement than that forecast in the LTCCP.

## Property and Buildings Activity

The Properties and Buildings Activity provides and manages a number of properties used in the delivery of services to the community. Council owns a number of properties and buildings that are used to providing services to the public, but that do not fit into a specific Activity grouping. These are owned for historic, cultural or administrative reasons. These properties are:

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

### UPDATED 2004 – 2014 ACTIVITY BUDGET

	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14
<b>EXPENDITURE</b>										
Operating	105,090	112,916	109,520	109,391	112,812	109,333	109,334	112,375	109,666	109,907
Debt Servicing	695	695	695	690	682	682	682	682	636	636
Depreciation	23,374	23,374	23,374	23,374	23,374	23,374	23,374	23,374	23,374	23,374
Other										
<b>Total Operating Expenditure</b>	<b>129,159</b>	<b>136,985</b>	<b>133,589</b>	<b>133,454</b>	<b>136,868</b>	<b>133,389</b>	<b>133,390</b>	<b>136,431</b>	<b>133,675</b>	<b>133,916</b>
<b>Activity Income</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>	<b>8,600</b>
<b>Net Operating Expenditure</b>	<b>120,559</b>	<b>128,385</b>	<b>124,989</b>	<b>124,854</b>	<b>128,268</b>	<b>124,789</b>	<b>124,790</b>	<b>127,831</b>	<b>125,075</b>	<b>125,316</b>
<b>Capital</b>										
New Capital	15,300	12,569	269	269	269	269	269	269	269	269
Renewal /Replacements	19,688	12,888	10,688	8,688	20,688	7,688	7,688	13,688	12,888	16,688
Vested Assets										
Principal Repayment	166	166	166	164	162	162	162	162	153	153
<b>Total Capital Expenditure</b>	<b>35,154</b>	<b>25,623</b>	<b>11,123</b>	<b>9,121</b>	<b>21,119</b>	<b>8,119</b>	<b>8,119</b>	<b>14,119</b>	<b>13,309</b>	<b>17,109</b>
<b>Total to be Funded</b>	<b>155,712</b>	<b>154,007</b>	<b>136,111</b>	<b>133,975</b>	<b>149,387</b>	<b>132,908</b>	<b>132,909</b>	<b>141,950</b>	<b>138,385</b>	<b>142,426</b>
<b>FUNDING</b>										
Reserves	15,300	0	0	0	0	0	0	0	0	0
Loans	0	0	0	0	0	0	0	0	0	0
Depreciation	20,642	27,155	19,141	19,141	30,307	19,141	19,141	21,799	24,671	25,522
Other	3,000	0	0	0	0	0	0	0	0	0
Rates	116,770	126,852	116,970	114,834	119,080	113,767	113,768	120,151	113,713	116,904
<b>Total Funding</b>	<b>155,712</b>	<b>154,007</b>	<b>136,111</b>	<b>133,975</b>	<b>149,387</b>	<b>132,908</b>	<b>132,909</b>	<b>141,950</b>	<b>138,385</b>	<b>142,426</b>
% Change in Rates to Previous Year	32.50%	8.63%	-7.79%	-1.83%	3.70%	-4.46%	0.00%	5.61%	-5.36%	2.81%

### VARIANCE FROM 2004 / 2014 LONG-TERM COUNCIL COMMUNITY PLAN

	2005/06	2006/07	2007/08
<b>EXPENDITURE</b>			
Operating	-6,753	-6,197	-6,218
Debt Servicing	0	0	0
Depreciation	0	0	0
Other	0	0	0
<b>Total Operating Expenditure</b>	<b>(6,753)</b>	<b>(6,197)</b>	<b>(6,218)</b>
<b>Activity Income</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Operating Expenditure</b>	<b>(6,753)</b>	<b>(6,197)</b>	<b>(6,218)</b>
<b>Capital</b>			
New Capital	-12,569	-269	-269
Renewal /Replacements	0	0	0
Vested Assets	0	0	0
Principal Repayment	0	0	0
<b>Total Capital Expenditure</b>	<b>-12,569</b>	<b>-269</b>	<b>-269</b>
<b>Total to be Funded</b>	<b>-19,322</b>	<b>-6,466</b>	<b>-6,487</b>
<b>FUNDING</b>			
Reserves	0	0	0
Loans	0	0	0
Depreciation	143	-109	-109
Other	0	0	0
Rates	-19,465	-6,357	-6,378
<b>Total Funding</b>	<b>(19,322)</b>	<b>(6,466)</b>	<b>(6,487)</b>
% Change in Rates to LTCCP	-18.13%	-5.75%	-5.88%

There is a proposed increase in the budgeted funding requirements of \$19,322 for this activity for the 2005/2006 year than that forecast in the LTCCP. This gives rise to an additional rating requirement of \$19,465 for 2005/2006 which represents an 18.13% increase in the rate requirement than that forecast in the LTCCP.