

Financial Overview

Plan 2014/15	Financial Overview		Plan 2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
		\$000										
	Funding Summary											
481,903	Operating expenditure	1	469,377	429,896	416,620	430,056	444,703	460,061	474,676	492,131	505,330	522,162
1,023,308	Capital programme	5	912,856	896,016	500,374	415,606	324,272	300,046	281,364	328,296	384,273	338,709
10,620	Transfers to reserves	2	114,571	7,712	8,581	9,426	9,780	10,455	11,003	11,512	12,229	12,903
60,482	Interest expense	3	86,213	94,678	112,179	123,195	131,676	136,139	139,081	141,747	146,950	152,226
10,346	Debt repayment provision	4	12,019	14,611	14,115	19,797	25,006	30,123	34,105	37,654	40,167	42,271
1,586,659	Total expenditure		1,595,036	1,442,913	1,051,869	998,080	935,437	936,824	940,229	1,011,340	1,088,949	1,068,271
	<i>funded by :</i>											
155,124	Fees, charges and operational subsidies	6	149,648	136,129	134,357	148,038	153,561	161,371	167,079	173,688	179,295	186,082
74,886	Dividends and interest received		627,888	258,278	52,699	54,778	55,455	55,220	55,730	61,786	70,721	73,183
32,512	Transfers from reserves	7	23,961	118,443	5,484	5,580	5,414	5,414	5,580	5,247	5,247	5,414
6,763	Asset sales	8	54,671	8,026	5,925	5,857	4,370	504	518	534	551	570
18,766	Development contributions		21,856	17,448	22,518	25,430	24,332	24,454	26,068	25,028	24,198	24,329
453,558	Earthquake rebuild recoveries		49,377	131,808	97,088	39,091	5,592	6,623	3,484	3,578	3,699	3,823
21,392	Capital grants and subsidies		17,673	17,944	16,171	18,270	18,351	16,260	15,047	13,537	13,530	14,078
763,001	Total funding available		945,074	688,076	334,242	297,044	267,075	269,846	273,506	283,398	297,241	307,479
823,658	Balance required		649,962	754,837	717,627	701,036	668,362	666,978	666,723	727,942	791,708	760,792
110,108	Borrowing for capital programme and grants		(21,226)	(56,242)	115,349	122,220	136,093	106,780	86,498	66,031	54,309	40,151
354,748	Borrowing for earthquake recovery		273,025	376,026	122,340	60,604	(19,711)	(22,962)	(32,311)	25,437	80,674	38,409
676	Borrowing for operational costs		1,201	-	-	-	-	-	-	-	-	-
358,126	Rates	9	396,962	435,053	479,938	518,212	551,980	583,160	612,536	636,474	656,725	682,232
351,811	Rates to be levied on 1 July		389,407	429,958	474,721	513,009	546,642	577,678	606,895	630,663	650,735	676,044
5.13%	Nominal rates increase on 1 July		10.69%	10.41%	10.41%	8.07%	6.56%	5.68%	5.06%	3.92%	3.18%	3.89%
7.48%	Percentage rate increase to existing ratepayers		8.75%	8.50%	8.50%	7.50%	6.00%	5.17%	4.53%	3.30%	2.50%	3.36%

Plan 2014/15		Note 1 Operating Expenditure	Plan 2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
			\$'000									
52,360	Arts and culture		55,174	66,738	69,743	72,296	67,857	70,924	72,870	75,297	77,542	79,991
9,635	Economic development		9,837	9,857	9,828	10,024	10,268	10,441	10,673	10,956	11,184	11,475
365	Flood protection and control works		366	375	384	401	420	436	458	484	507	533
4,501	Heritage protection and policy		4,221	4,605	4,635	2,629	2,741	2,756	2,803	2,864	2,901	2,915
29,780	Housing		37,586	27,359	21,719	21,551	22,318	22,842	23,586	24,516	24,822	25,759
527	Natural environment		396	413	429	441	454	461	475	490	502	518
34,891	Parks and open spaces		35,005	34,111	32,584	33,896	34,677	35,428	36,540	37,834	38,669	39,522
43,650	Refuse minimisation and disposal		42,723	44,193	45,841	47,105	49,071	50,735	53,774	54,661	56,658	59,048
72,504	Regulation and enforcement		72,034	61,540	58,484	58,494	59,953	60,660	62,325	64,125	65,766	67,711
27,347	Resilient communities		30,438	30,083	29,594	30,250	31,035	31,455	32,207	33,123	33,849	34,682
86,148	Roads and footpaths		119,717	124,089	129,035	137,437	145,273	151,279	159,893	168,430	167,662	173,935
63,084	Sewerage collection, treatment and disposal		70,293	67,491	67,578	71,397	75,657	79,594	83,438	87,106	90,624	93,840
34,476	Sport and recreation		33,745	35,624	41,630	57,669	65,993	72,119	74,491	77,708	80,879	84,476
25,207	Stormwater drainage		22,894	29,331	26,677	27,436	28,326	29,096	30,006	31,070	32,093	33,192
25,454	Strategic governance		22,599	24,612	24,396	24,760	27,000	26,180	26,565	28,837	28,127	28,942
12,070	Strategic policy and planning		11,535	12,946	13,046	13,022	13,469	13,528	13,747	14,245	14,855	15,109
16,421	Transport		19,232	20,766	22,886	23,556	25,774	27,747	29,104	30,630	32,208	33,559
31,547	Water supply		45,951	46,551	47,474	50,139	52,857	55,242	57,699	60,189	60,542	62,334
88,274	Corporate		105,795	84,719	97,437	95,855	96,781	95,252	94,162	94,063	98,524	103,848
658,241	Total group of activity expenditure		739,541	725,403	743,400	778,358	809,924	836,175	864,816	896,628	917,914	951,389
115,856	Less depreciation (non cash)		183,951	200,829	214,601	225,107	233,545	239,975	251,059	262,750	265,634	277,001
60,482	Less interest expense shown separately		86,213	94,678	112,179	123,195	131,676	136,139	139,081	141,747	146,950	152,226
-	Less other non cash expenditure		-	-	-	-	-	-	-	-	-	-
481,903	Operating expenditure		469,377	429,896	416,620	430,056	444,703	460,061	474,676	492,131	505,330	522,162

**Note 2
Transfers to Reserves**

7,394	Interest credited to special funds and reserves		7,606	7,554	7,361	7,277	7,466	7,682	7,928	8,192	8,495	8,833
-	- Housing cash operating result		-	-	1,062	2,024	2,242	2,639	2,951	3,201	3,605	3,939
(95)	Dog Control cash operating result		78	87	134	125	72	134	124	119	129	131
-	- Earthquake rebuild fund		106,816	-	-	-	-	-	-	-	-	-
71	Burwood Landfill capping contribution		71	71	24	-	-	-	-	-	-	-
3,250	Operating deficit 2013/14		-	-	-	-	-	-	-	-	-	-
10,620			114,571	7,712	8,581	9,426	9,780	10,455	11,003	11,512	12,229	12,903

**Note 3
Interest Expense**

18,192	Non Earthquake capital works programme		24,136	22,388	24,416	32,080	38,586	44,559	49,182	52,500	54,558	55,900
22,276	Earthquake related costs		35,652	43,651	57,686	61,408	63,061	61,371	59,699	59,242	62,145	66,154
8,217	Equity investments		10,101	10,048	9,649	9,286	9,239	9,243	9,268	9,276	9,545	9,575
11,796	Advances to Council organisations		16,324	18,591	20,428	20,421	20,790	20,966	20,932	20,729	20,702	20,597
1	Housing		-	-	-	-	-	-	-	-	-	-
60,482			86,213	94,678	112,179	123,195	131,676	136,139	139,081	141,747	146,950	152,226

Note 4
Debt Repayment provided for

38	Targeted rates - loan principal	38	-	-	-	-	-	-	-	-
10,308	Existing capital works debt	11,979	14,611	14,115	19,797	25,006	30,123	34,105	37,654	42,271
-	Housing loan repayment	2	-	-	-	-	-	-	-	-
10,346		12,019	14,611	14,115	19,797	25,006	30,123	34,105	37,654	42,271

Plan 2014/15		Note 5 Capital Programme Summary	Plan 2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
			\$000									
46,228	Arts and culture		34,373	34,159	35,506	19,186	8,015	9,105	8,762	9,726	10,505	12,471
-	Economic development		-	-	-	-	-	-	-	-	-	-
31,528	Flood protection		50,394	52,475	43,081	37,525	39,647	41,307	43,562	43,622	44,372	43,949
3,417	Heritage protection and policy		11,537	-	-	32,244	-	-	-	-	-	-
12,718	Housing		16,023	5,335	2,398	2,636	2,521	2,589	2,858	2,545	2,626	2,928
-	Natural environment		-	-	-	-	-	-	-	-	-	-
15,410	Parks and open spaces		16,546	14,582	13,167	7,473	15,335	18,848	11,300	8,910	7,851	7,118
1,066	Refuse minimisation and disposal		841	980	833	985	1,091	1,366	1,181	1,014	1,352	964
217	Regulation and enforcement		421	27	12	6	58	-	-	-	-	-
4,174	Resilient communities		19,518	1,175	779	896	1,625	1,246	1,166	1,782	1,184	1,505
242,914	Roads and footpaths		197,210	117,208	98,326	118,935	79,883	95,564	97,799	72,602	63,652	69,267
411,905	Sewerage collection, treatment and disposal		205,418	113,800	30,193	46,683	47,121	60,964	46,629	29,275	32,342	29,896
9,504	Sport and recreation		42,031	75,979	76,287	45,460	34,907	13,961	16,856	16,168	15,450	19,052
51,363	Stormwater drainage		66,387	34,558	25,501	5,761	4,663	4,789	6,446	6,017	6,209	7,752
-	Strategic governance		-	-	-	-	-	-	-	-	-	-
496	Strategic policy and planning		577	305	313	321	329	338	348	358	370	382
29,537	Transport		61,152	50,215	39,174	35,453	44,973	14,568	8,091	6,730	8,513	8,157
34,273	Water supply		44,877	25,811	21,461	24,284	24,760	29,292	26,151	23,472	25,301	25,274
128,558	Corporate		145,551	369,407	113,343	37,758	19,344	6,109	10,215	106,075	164,546	109,994
1,023,308	Total capital programme		912,856	896,016	500,374	415,606	324,272	300,046	281,364	328,296	384,273	338,709
<i>funded by :</i>												
6,763	Sale of assets		54,671	8,026	5,925	5,857	4,370	504	518	534	551	570
101,716	Rates (for renewals)		108,678	112,756	117,199	124,460	132,248	140,623	149,763	159,617	170,397	182,209
350	Rates (for landfill aftercare)		338	351	360	353	615	701	679	496	721	412
5,996	Metro facilities rebuild levy		6,386	6,705	7,040	7,322	7,615	7,920	8,236	8,566	8,908	9,265
453,558	Earthquake rebuild recoveries		49,377	131,808	97,088	39,091	5,592	6,623	3,484	3,578	3,699	3,823
13,193	Reserve drawdowns		(103,587)	109,931	2,286	2,453	2,286	2,286	2,453	2,120	2,120	2,286
-	CCHL special dividend		549,300	200,900	-	-	-	-	-	-	-	-
18,766	Development contributions		21,856	17,448	22,518	25,430	24,332	24,454	26,068	25,028	24,198	24,329
21,392	Capital grants and subsidies		17,673	17,944	16,171	18,270	18,351	16,260	15,047	13,537	13,530	14,078
621,734	Total funding available		704,692	605,869	268,587	223,236	195,409	199,371	206,248	213,476	224,124	236,972
401,574	Capital programme borrowing		208,164	290,147	231,787	192,370	128,863	100,675	75,116	114,820	160,149	101,737
2,063	Borrowing for grants		2,541	9,132	9,037	6,722	114	24	24	25	26	26
61,219	Borrowing for earthquake response		41,094	20,505	(3,135)	(16,268)	(12,595)	(16,881)	(20,953)	(23,377)	(25,192)	(23,203)
676	Borrowing for operational costs		1,201	-	-	-	-	-	-	-	-	-
465,532	Total new borrowing		253,000	319,784	237,689	182,824	116,382	83,818	54,187	91,468	134,983	78,560
10,346	Less debt repayment		265,019	14,611	14,115	19,797	25,006	30,123	34,105	37,654	40,167	42,271
-	Plus new borrowing on behalf of subsidiaries		-	-	-	-	-	-	-	-	-	-
1,200	Less borrowing on behalf of subsidiaries repaid		400	400	1,000	3,200	1,500	1,700	2,000	2,000	2,000	2,000
453,986	Net change in borrowing		(12,419)	304,773	222,574	159,827	89,876	51,995	18,082	51,814	92,816	34,289
1,366,346	Cumulative debt		1,467,238	1,772,011	1,994,585	2,154,412	2,244,288	2,296,283	2,314,365	2,366,179	2,458,995	2,493,284

Note 6											
Plan	Fees, Charges and Operational Subsidies	Plan									
2014/15		2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25
	\$000										
3,302	Arts and culture	4,568	4,701	4,615	4,727	4,849	5,104	5,253	5,411	5,578	5,764
22	Economic development	147	150	154	157	162	166	171	176	182	188
-	Flood protection and control works	-	-	-	-	-	-	-	-	-	-
-	Heritage protection and policy	-	-	-	-	-	-	-	-	-	-
13,386	Housing	14,116	14,726	15,378	16,058	16,801	17,596	18,464	19,395	20,391	21,482
82	Natural environment	85	87	89	91	93	96	98	101	104	108
4,896	Parks and open spaces	5,034	3,873	2,655	2,719	2,790	2,865	2,948	3,035	3,130	3,234
9,481	Refuse minimisation and disposal	9,109	9,356	9,579	8,536	8,797	9,088	9,398	9,723	10,079	10,458
52,024	Regulation and enforcement	51,288	49,041	48,437	49,443	50,422	51,553	53,092	54,749	56,330	58,233
2,581	Resilient communities	2,259	1,779	1,263	1,300	1,335	1,369	1,408	1,450	1,495	1,545
13,799	Roads and footpaths	11,770	12,472	12,179	12,395	12,811	13,242	13,720	14,131	14,855	15,374
13,235	Sewerage collection, treatment and disposal	9,153	5,583	4,803	4,920	5,047	5,183	5,334	5,493	5,664	5,851
12,286	Sport and recreation	12,849	13,049	16,751	25,691	28,802	33,623	35,017	36,415	37,888	39,506
4,340	Stormwater drainage	1,570	813	21	21	17	17	12	12	12	13
300	Strategic governance	165	914	174	178	898	187	192	977	205	212
627	Strategic policy and planning	519	448	458	469	482	495	509	524	540	558
8,450	Transport	7,291	7,692	8,338	9,697	10,114	10,646	11,060	11,463	11,939	12,331
2,139	Water supply	1,579	884	617	363	373	384	395	406	419	432
15,119	Corporate	19,092	11,529	9,837	12,288	10,809	10,826	11,108	11,360	11,652	12,000
156,069	Total group of activity operating revenue	150,594	137,097	135,348	149,053	154,602	162,440	168,179	174,821	180,463	187,289
945	Less non cash revenue	946	968	991	1,015	1,041	1,069	1,100	1,133	1,168	1,207
155,124	Fees, charges and operational subsidies	149,648	136,129	134,357	148,038	153,561	161,371	167,079	173,688	179,295	186,082
Note 7											
Transfers from Reserves											
314	Reserves a/c - reserve purchases	22	-	-	-	-	-	-	-	-	-
12,718	Housing - net capital programme	2,792	3,115	2,286	2,453	2,286	2,286	2,453	2,120	2,120	2,286
10,382	Housing cash operating result	16,563	5,267	-	-	-	-	-	-	-	-
161	Dog Account - capital programme	415	-	-	-	-	-	-	-	-	-
8,517	Capital endowment fund - grants	4,167	3,245	3,198	3,127	3,128	3,128	3,127	3,127	3,127	3,128
420	Income equalisation fund - carry forward funding	-	-	-	-	-	-	-	-	-	-
-	Earthquake rebuild fund	-	106,816	-	-	-	-	-	-	-	-
-	Housing debt repayment	2	-	-	-	-	-	-	-	-	-
32,512		23,961	118,443	5,484	5,580	5,414	5,414	5,580	5,247	5,247	5,414
Note 8											
Asset Sales											
224	Plant and vehicle disposals	60	27	59	-	20	-	-	-	-	-
6,094	Surplus property sales	8,970	7,544	5,400	5,379	3,860	-	-	-	-	-
445	Surplus roading land sales	445	455	466	478	490	504	518	534	551	570
-	Earthquake related property settlements	45,196	-	-	-	-	-	-	-	-	-
6,763		54,671	8,026	5,925	5,857	4,370	504	518	534	551	570

Note 9
Rates

351,811	Rates levied 1 July	389,407	429,958	474,721	513,009	546,642	577,678	606,895	630,663	650,735	676,044
1,465	Rates in year income per Order in Council	2,575	-	-	-	-	-	-	-	-	-
2,650	Excess water charges	2,780	2,844	2,912	2,843	2,917	2,995	3,082	3,175	3,273	3,381
2,200	Penalties	2,200	2,251	2,305	2,360	2,421	2,487	2,559	2,636	2,717	2,807
358,126		396,962	435,053	479,938	518,212	551,980	583,160	612,536	636,474	656,725	682,232