



Annual Plan 2020/21

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Special introduction – COVID-19

Welcome to Manawatū District Council's Annual Plan 2020/21

Manawatū District Council average rates will not change for the coming financial year.

Recognising the economic and social impacts on the community of COVID-19 and the continuing drought, Council has been looking at ways it can assist the community as the District rebuilds its business and social communities.

The 0% average rates change has been achieved firstly by Council funding the majority of its annual projects from its Resilience Fund, and secondly there will be no change to staff salary or wages next year.

When developing next year's annual plan, Council had planned a 4.6% rates increase to fund a range of projects required to prepare for the rapid growth occurring in the District.

Council recognises that the impact of COVID-19 and the drought will result in increased unemployment, reduced revenue for businesses and financial stress for many. The proposed average rates change of 0% will help reduce this stress.

While the average rates will not increase, rates for each property will vary depending on any change in the property value in the district-wide revaluations in August 2019. For each property, rates may go up or down by a small amount, or stay the same. Council understands the revaluation impact on ratepayers, which is beyond its control, especially on our Feilding residential ratepayers, and that a 0% average rates change is the best way right now to lessen this impact.

Council staff also reviewed and prioritised all the projects intended to be delivered as part of the Annual Plan 2020/21. No significant changes in the projects are planned. This reflects their alignment with Council's strategic outcomes. Council also recognises the importance of its continued investment with local firms to deliver for the community.

Council's total budget will increase by 1.5% which reflects the growth in the number of ratepayers in the district over the last year.

The 0% change to average rates will apply for only one year and will exhaust the Resilience Fund.

During the next financial year, Council will be developing its plan for the next ten years, which will include further proposals on how Council will respond to the future economic and social situation and rebuilding the emergency reserves.

On behalf of the Council Team, we wish you all the best for the coming year in these challenging times.



Helen Worboys
Mayor



Richard Templer
Chief Executive

A Message from Mayor Helen Worboys



Hello, as Mayor of the Manawātū District and reflecting on the last year's progress, I am proud of what our Council has achieved. I am cautiously optimistic for what next year will bring, given the impact of the coronavirus (COVID-19) outbreak and drought conditions on our people, businesses and communities.

We understand that our residents and businesses will be hurting, so this is a time for restraint. Council has therefore adopted a 0% average rates increase across the District. While the average rates will not increase, rates for each property will vary depending on any change in the property value from the district-wide revaluations by Quotable Value NZ, in August 2019. For each property, rates may go up or down by a small amount, or stay the same. Council understands the revaluation impact on ratepayers, especially on our Feilding residential ratepayers and that a 0% average rates change is the best way right now, to lessen this impact.

Our economy will take a hit - however our economic building blocks are strong and due to our industry strengths in the defence force and food production, we expect the local economy to bounce back well.

In this time of uncertainty, the Council is committed to keeping services running and our communities supported and safe. The projects we will undertake play a key role. By continuing to invest in the future of our community, we play our part in supporting local business and the economy of the Manawātū District.

Looking back...

It has been a busy year for Council. Some of the exciting things that have happened during the year have been:

- The Manawātū District economy has been going from strength to strength. The District's impressive GDP growth rate of 3.5% for the year ended December 2019 was driven by population growth, good trade conditions, high employment, house price growth, strong consumer and tourism spending and high levels of investment flowing into the District.
- The local government elections had an excellent outcome for our Council, with all of the sitting elected members voted back plus two new Councillors to replace our retiring Councillors. I wish to thank Barbara Cameron and Howard Voss for their many years of service to our community and wish them all the best in their future endeavours.
- The Community Development Strategy is the result of good engagement between Council and community, outlining what we want for a strong and resilient community along with the actions we will take to get there.
- The outdoor 50m pool at the Makino Aquatic Centre received some much-needed upgrade work. It was retiled, repainted and had a new pipe network installed, all of which will improve safety, energy costs and water consumption.
- We began irrigating our treated wastewater to land near the Feilding wastewater treatment plant, resulting in no wastewater discharging into the Oroua river. This has continued over the dry summer and will continue until the rain arrives.



- Council signed off Precinct 4, rezoning 187 hectares of rural zoned land to residential zoned land, in the north west of Feilding. This allows space for an extra 1700 homes to be built. Major infrastructure works have started to support this new residential growth area.
- PFAS contamination of the water supply has been a major ongoing concern to the Ohakea community and the surrounding farmers. After an extended period of negotiation, the Government announced a contribution of \$10.8M towards a new, uncontaminated water supply for the Ohakea community and surrounding farms.



- A new water reservoir at MacDonald Heights in Feilding has been commissioned. The reservoir holds 6.8M litres of water to provide for the growing demand, and replacement of the ageing water storage infrastructure at the Almadale Water Treatment Plant.
- Construction is well underway for the new skate park where the Makino overflow chlorine detention pond (affectionately known as the duck pond) used to be. This will be a great central place for our youth to perfect their skills and it is the next step in completing the Makino Precinct Plan. Also completed was the sealed walkway linking Warwick Street to Manchester Street through to Aorangi Street.



- Progress continues on the wastewater centralisation project which began in 2018. Once completed in 2026, five rural villages will be linked to the Feilding wastewater plant allowing for greater efficiencies, reduced costs and positive environmental outcomes, by removing the current villages plants discharge out of about 78kms of waterways. Sanson, Rongotea and Halcombe will be the first villages to be connected.

- The future of our earthquake prone buildings is an important issue for the future of Feilding's Town Centre. Council's EQPB Taskforce, along with neighbouring district councils, has worked with central government to get support for the additional challenges that provincial NZ communities face, with lower returns on investment making the viability of retaining our heritage buildings even harder. Some minor changes have since been made to the Building Alteration rules. Our Council is leading a pilot project with owners of key heritage buildings (identified through the new Town Centre Vision process) and with government's Heritage Equip to find an affordable solution to retaining our heritage.

Looking forward...

In 2019/20 and beyond, our challenge is to manage the new 'normal' and maximise the benefits from our District's growth phase by progressing more infrastructure projects and exciting community projects. Some of these are outlined in the pages that follow. We will also be working on our 10 Year Plan for 2021-31. Keep your eye out for opportunities to join the conversation about where we should focus our resources for the next ten years.

What's coming up in 2020/21?

Council has a busy year planned from July 2020 to June 2021. The following major projects are important infrastructure investments for the future of our District. Capital projects are funded through borrowing so they have minor impact on rates in the 2020/21 year. For more information on these projects, see Council's Long Term Plan 2018-28 (relevant pages noted below).

The Three Waters and Roding

Feilding Water Strategy (LTP 2018-28, p 117)

The construction of new treatment plant at Campbell Road, a new bore (water source) and new reservoir on the Feilding side of the Ōroua River. This is to replace the aging and inefficient infrastructure at the Almadale Water Treatment Plant.

Manawatū Wastewater Treatment Plant (LTP 2018-28, p 109)

Continuing investment in the Manawatū Wastewater Treatment Plant as part of a major re-consenting exercise and shift to a dual land and water discharge regime. (Note: these amounts include the irrigation works identified in the Long Term Plan 2018-28).

Wastewater Centralisation Project (LTP 2018-28, pp 108-109)

Infrastructure is being built for wastewater to be piped from six villages to the Manawatū Wastewater Treatment Plant (MWWTP). This large project is being undertaken between 2018 and 2023 in phased sections.

Growth Works (LTP 2018-28, p 87, and contained within projects listed on pp 101, 109, 117)

The infrastructure (roads and footpaths + three Waters) for Feilding's priority growth areas including precinct 4. Works will be coordinated with the roading team in response to development demand.





Facilities and Recreational Services

Feilding Public Library Redevelopment (LTP 2018-28, p 37)

The modernisation, extension and seismic strengthening of the existing library building.

Kōwhai Park (LTP 2018-28, p 45)

A range of operational, renewal and development projects to return Kōwhai Park to its iconic status in the Manawatū District.

Victoria Park Lighting and Drainage upgrade (LTP 2018-28, p 45)

The upgrade of existing floodlights at Victoria Park.

Earthquake Strengthening Council building (LTP 2018-28, p 39)

This work is required to ensure the building is fit for everyday operations and also to function as an Emergency Operations Centre in a civil defence emergency.

Land Purchase – Possible future Rimu Park Relocation/Extension (LTP 2018-28, p 45)

The purchase of the land parcel in the Feilding Growth Precinct from Rimu Park to the Makino Stream to allow for the continuation of the James Palmer Park to Rimu Park Walkway.

(Please note – The final decisions on the District Plan change for Precinct 4 in Feilding has resulted in the need to change the land purchase plans in the vicinity of Rimu Park. Council will be considering a revised land purchase plan during the 2020/21 Financial year).

Projects that were originally scheduled for 2019/20 but will now be carried over to 2020/21:

Turners Road Extension (LTP 2018-28, p 87)

The construction of an adequate but basic road and services from Turners Road to Kawakawa Road as a further step in developing the industrial area.

Mangaweka Bridge (LTP 2018-28, p 87)

The bridge needs replacing. This will be a joint project with Rangitikei District Council and NZ Transport Agency. At this stage the project is estimated to cost \$10M.

Resource Recovery Centre (LTP 2018-28, p 95)

Construction of the new Resource Recovery Centre has been delayed due to design changes and work to deliver a cost effective facility which meets the current and future needs of the community. Construction is expected to be completed in the 2020/21 financial year.

Rates for 2020/21

The average rates change for the District for 2020/21 will be 0%.

It is important to note that the actual rates change for individual rate payers will vary based on the council services they receive and the location and type of property they own - some will pay more than 0% and others less. (See examples of this on page 29)

The total amount of rates required to run Council business for 2020/21 is 1.5% more than was required for 2019/20. However, because of the growth across the district in the last year, the total rates required will be distributed between more ratepayers, so on average the rates increase for ratepayers will be 0%.

Additional operational projects for 2020/21

The Long Term Plan sets out Council's projects and expenditure for 2018-28. Council adopted that Plan in June 2018. As with any plan, over time, things change and new needs arise. The following expenditure has become necessary for 2020/21 and is therefore added to the budget that was set in the Long Term Plan. These operational projects will be funded by Council's Emergency Resilience Fund in order to keep rates as low as possible for the coming year.

Himatangi Beach Dunes Continuation

Continuation of the 2019/20 project to re-contour the dunes and protect them from further degradation. The dunes are migrating which is causing exposure of coastal houses.

Rates impact: \$100,000

Digitisation project

The digitisation project involves scanning property records into our information management system. The property records are widely accessed by our staff and members of the community. By digitising the records they will become more accessible for everyone. Extra resource is required to progress this project and reap the benefits.

Rates impact: \$77,645

Data warehouse licence

Access to a digital data warehouse will enable Council to access our data with little delay. This licence enables better availability of data and the reporting capabilities are enhanced dramatically.

Rates impact: \$45,000



Bylaw review

Council is undertaking a thorough, three phase review of all its bylaws. Phase 1 was completed in October 2019. Phase 2 and 3 are scheduled to be completed in 2020/21. The bylaw review process involves extensive legal review. Additional budget has been added to allow for these costs.

Rates impact \$40,000

Chambers Sound System

The acoustics in the Council Chambers can be difficult for those who are hard of hearing or when there is a large group of people. This addition to the budget is for an upgrade to the Council Chambers sound system with microphones to assist hearing for both Councillors and members of the public gallery.

Rates impact \$14,400

Community funding requests granted for 2020/21

One of Council's roles is to provide community funding for community groups and initiatives that benefit the community. Council has a range of contestable funds to which community groups can apply (see <https://www.mdc.govt.nz/About-The-Council/Community-Funding>). Each year council receives requests for community funding that sit outside the criteria for the contestable funds. Council has granted the following requests for 2020/21:

Feilding Cemetery Ashes Wall

Request from William Cotton and Sons Ltd.

Cemetery walls are popular in other districts, including Palmerston North. An ashes wall would be cost-neutral over time with revenue gain from selling interment space.

Rates impact: \$2,550

Re-roof the Kiwitea Hall

Request from the Kiwitea Community Committee.

Use of this Council-owned community hall is high and the roof is in very poor condition.

Rates impact: \$2,550

Sport Manawatū Memorandum of Understanding

MDC is one of seven councils in the region (along with Sport Manawatū, Sport Whanganui and Sport New Zealand) who have developed and endorsed the Regional Sport Facility Plan to provide a high-level strategic framework for sport and recreation facility planning across the region. The MoU sets out a funding commitment for a coordinator position on an annual basis by the council signatories based on population.

Rates impact: \$6,558





What Will My Rates Be in 2020/2021?

Check out our online rates calculator at www.mdc.govt.nz and click on Rates information on the homepage or call Council, (06) 323 0000.

Changes to Council activities

The following factors have emerged since the Long Term Plan 2018-28. They had had a small impact on the total rates required for 2019/20 and have a flow on effect to the 2020/21 Annual Plan (LTP 2018-28).

Solid Waste (LTP 2018-28, pp 93-97)

There is an increase in costs associated with more properties receiving kerbside recycling, as well as a reduced income from the sale of recyclables on the international market. Also, increasing volumes of waste to landfill means handling and disposal costs are increasing. Council will offset these costs by:

- Increasing the cost of blue rubbish bags to \$2.00 (incl. GST)
- Increasing the residential Transfer Station gate charges to \$200.00 (incl. GST) per tonne
- Increasing the commercial waste gate charge to \$277.00 (incl. GST) per tonne

When the Long Term Plan 2018-28 was developed, Council made an allowance for an increased volume of commercial waste. Due to the delay in the construction of the new Resource Recovery Centre and business decisions made by commercial customers, the anticipated increase in commercial waste volumes has not eventuated. The net result is a decrease in revenue from commercial waste customers and a corresponding decrease in the expected costs associated with the handling and disposal of the commercial waste.



Wastewater (LTP 2018-28, pp 105-111)

The expected rise in the 2020/21 targeted wastewater rate for residential users is less than forecast in the Long Term Plan 2018-28 due to operational savings in the wastewater activity. This is now \$706 in 2020/21 which is an decrease of \$60 from 2019/20.

Roading (LTP 2018-28, pp 14, 84-91)

Footpath expenditure is now subsidised by NZTA (as of July 2018). Council has therefore reinstated a budget of \$160,000 per year for footpath maintenance and renewals.

Community Facilities (LTP 2018-28, pp 14-15, 33-49)

Himatangi Beach dune restoration project (preparation phase): In July 2018 the Kaikōkopū Stream turned south causing damage to the fore dunes. This compounded the ongoing issue of migrating dunes which is causing exposure of coastal houses. The restoration of the dunes will cost around \$750,000 in total. \$100,000 is budgeted for 2020/21 to provide for project planning and initial work on the dunes.

General

- An increase in insurance premiums of 27% mostly due to the increased natural hazard risk in New Zealand.
- Interest rates have remained lower than anticipated resulting in a budget saving.
- The impact of higher revaluations within the infrastructure activity is driving an increase in depreciation costs. Part of the depreciation costs are not funded via rates due to external party funding or due to being non-strategic assets.
- Council received less revenue from development contributions than expected. There is often a long period of time between when the application is lodged and when the development contribution payment is received – they can often fall into different financial years depending upon how the development is staged. This does not directly impact rates because any temporary shortfall will be covered by loan funds.
- Due to the impact of the Covid-19 event the Council elected to utilise the Resilience Fund to offset one years' worth of rate increases, this provided a one off reduction in general rates of \$1.5M.



How will my rates be used?

Feilding Resident

Based on a property with a Capital Value of \$330,000

Rural Resident

Based on a property with a Capital Value of \$769,000 without services

Rates

(total annual)

\$3,185.00

\$1,913.08

Rates

(weekly total)

\$61.25 per week

\$36.79 per week



Water

\$8.15 per week



Wastewater

\$13.58 per week



Stormwater

\$2.98 per week



Solid Waste

\$4.75 per week

\$4.75 per week



Roading

\$6.81 per week

\$9.32 per week



Environmental Services

\$3.94 per week

\$3.94 per week



Governance & Strategy

\$3.10 per week

\$3.10 per week



Cemeteries

\$0.31 per week

\$0.31 per week



Civil Defence

\$0.44 per week

\$0.44 per week



Animal Control

\$0.46 per week

\$0.46 per week



Halls & Recreation Complexes

\$0.96 per week

\$0.96 per week



Library

\$2.79 per week

\$1.96 per week



Makino

\$3.56 per week

\$2.52 per week



Parks & Reserves

\$3.97 per week

\$2.85 per week



Public Conveniences

\$0.56 per week

\$0.56 per week



General

\$4.89 per week

\$5.62 per week



WHERE DOES COUNCIL GET MONEY?



\$24.4M

Targeted rates



\$12.0M

General Rates

\$7.4M

Fees and Charges

\$3.0M

Subsidies and grants
(primarily NZTA)



\$0.2M

Interest
and Dividends



\$0.3M

Rates Penalties



Total Revenue

\$50.6M



\$10.5M

Community Facilities

\$3.3M

Shared service revenue,
fines, infringements, local
authority fuel tax etc*



\$14.8M

Roading Network

HOW DOES COUNCIL SPEND MONEY?



\$8.9M

Wastewater



\$6.0M

Environment
and Regulatory



\$3.9M

Solid Waste



\$2.7M

District
Development



\$4.6M

Water Supply



\$2.9M

Other



\$2.8M

Governance
and Strategy



\$1.8M

Stormwater



\$0.3M

Emergency
Management

Total Expenditure

\$59.2M

**Shared Service Revenue: Manwātū District Council collaborates with some of our neighbouring councils in the delivery of certain core services. We work with Rangitīkei District Council to provide infrastructure services. MDC receives revenue from this arrangement.*

Local Authority Fuel Tax (LAFT): Paid by oil companies based on sales volumes of petrol and diesel in the local area. The local LAFT area is made up of Palmerston North City, Manwātū District and Horowhenua District.

Rating System

Council provides local public services and infrastructure that the community needs to survive and prosper. Providing these services comes at a cost and a large portion is collected from the rates that Council charge property owners. This document explains how rates are structured.

The law that enables Councils to collect rates is the Local Government (Rating) Act. 2002.

It is important to us that our rating system:

- Provides enough revenue to cover costs
- Spreads the costs of providing services as fairly as possible
- Meets the legal requirements
- Can be understood by the ratepayer and promotes accountability.

The Rating system forms a part of the Funding Impact Statement and should be read in conjunction with the Council's Revenue and Financing Policy.

How Council calculates your rates

Rates are a property tax that is charged each year by the Council.

Council decides what services it will provide in the future and how much it will cost. The cost is then allocated over the properties in the district.

Rates can change because of improvements to buildings or land values, Council costs, and changes in the services Council provides.

Rating base

Rates are assessed on all rating units as at 30th June of the preceding year. For example the 2020/2021 rates are assessed on rating units at 30 June 2020.

	Rating units in the district	Capital value of the district	Land value of the district
30 June 2020 projections	14,695	\$11,015,476	\$6,761,697





Inspection of Rating Information Database

In accordance with the Local Government (Rating) Act 2002, the District Valuation Roll and Rates Records are available for public inspection at the Council Offices, 135 Manchester Street, Feilding, between the hours of 8am and 5pm on all business days of the week (except Wednesday - 9am and 5pm).

Definition of Separately Used or Inhabited Part of a Rating Unit

A separately used or inhabited part of a rating unit includes any part of a rating unit that can be used separately or inhabited by either the owner or any other person who has the right to use or inhabit that part by virtue of a tenancy, lease, licence or other agreement. As a minimum, the land or premises intended to form the separately used or inhabited part of the rating unit must be capable of actual habitation, or separate use.

Separately used or inhabited part - for a residential rating unit.

Includes a building or part of a building that is, intended to be used as, or is able to be used as, an independent residence with independent kitchen with connected cooking facilities.

Separately used or inhabited part - for a commercial rating unit.

Means a building or part of a building that is, or intended to be, or is able to be, separately tenanted, leased or subleased for commercial purposes.

Not rated as separately used parts of a rating unit:

- A residential sleep-out or granny flat without independent kitchen facilities
- A hotel/motel/hostel room with or without kitchen facilities
- Individual storage garages/sheds/partitioned areas of a warehouse
- Individual offices/premises of partners in a partnership.

Types of rates

- General Rates – generally used by the Council to fund activities that are of public benefit and cannot be charged to specific users
- Targeted Rates – generally used by Council to fund specific activities.

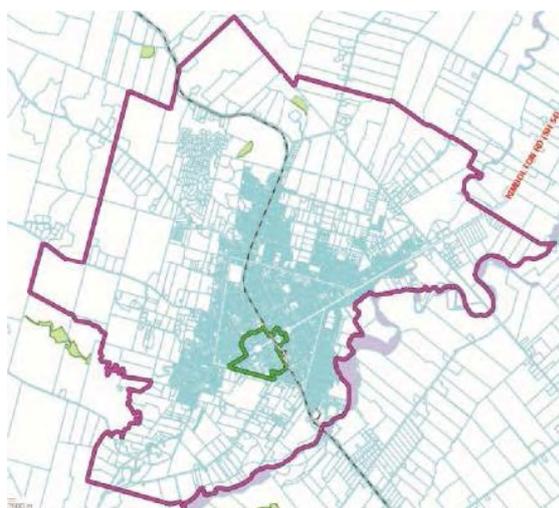
For the purpose of differentiating certain rate types, each rating unit is categorised by the Council using the following matters:

- where it is situated in the district
- what the rating unit is used for
- what activities are allowed.

The Council sets and assesses the General Rate, the Roadway Targeted Rate and the Parks Reserves and Sports Grounds Targeted Rate differentially.

Differential Category	Description
1. Feilding Residential	Being all rating units situated within the 2009 Feilding differential rating area (refer to the map below) used solely or principally for residential or farming purposes or is vacant, but excluding those rating units included in Category 2 and 3.
2. Feilding Rural	Being all rating units situated within the 2009 Feilding differential rating area (refer to the map below) being properties zoned Rural 1, Rural 2 or Flood Channel 2 under the Manawatū District Plan.
3. Feilding CBD	Being all rating units situated within the 2009 Feilding Central Business differential rating area (refer to the map below), not used solely or principally for residential purposes.
4. Rural	Being all rating units situated outside the 2009 Feilding differential rating area excluding those rating units included in Category 5 and 6.
5. Industrial and Commercial	Being all rating units zoned Industrial under the Manawatū District Plan and used solely or principally for commercial or industrial purposes excluding those rating units included in Category 3 OR all rating units in the 2009 Feilding differential rating area used solely or principally for conducting a business but excluding those rating units in Category 3.
6. Utilities	Being all rating units situated within the Manawatū District that have been identified as infrastructure utility networks.

Feilding Differential Rating Area 2009 as delineated on the rating plan filed in the office of the Council



Feilding Central Business District Differential Rating Area 2009 as delineated on the plan filed in the office of the Council



More detailed maps are available at Council's office



Goods and Services Tax (GST)

All amounts stated in this rating system document are GST inclusive.

General Rate

The Council sets and assesses a general rate on capital value (CV) on all rating units in the district on a differential basis. The CV of the relevant rating unit is multiplied by the relevant rate in the \$ depending on the rating unit's differential category.

Differential Category	Basis	Differential	Rate in the \$ of CV	Estimated Revenue \$
1. Feilding Residential	CV	1.00	0.00077	1,897,970
2. Feilding Rural	CV	0.50	0.00038	184,054
3. Feilding CBD	CV	2.25	0.00173	300,101
4. Rural	CV	0.40	0.00031	2,094,233
5. Industrial and Commercial	CV	1.60	0.00123	312,831
6. Utilities	CV	1.60	0.00123	110,655

Total revenue collected from General Rates for 2020/2021 is \$4,899,844.

Uniform Annual General Charge

The Uniform Annual General Charge is assessed on all rating units in the district as a fixed amount per separately used or inhabited part of a rating unit.

Uniform Annual General Charge **\$647.00**

Total revenue collected from Uniform General Charge for 2020/2021 is \$8,854,269.

Parks, Reserves and Sports Grounds Targeted Rate

The Parks, Reserves and Sports Grounds Targeted Rate is assessed on all rating units in the district on a differential basis. The capital value (CV) of the relevant rating unit is multiplied by the relevant rate in the \$ depending on the rating unit's differential category.

Differential Category	Basis	Differential	Rate in the \$ of CV	Estimated Revenue \$
1. Feilding Residential	CV	1.00	0.00055	1,349,885
2. Feilding Rural	CV	0.30	0.00016	78,542
3. Feilding CBD	CV	2.75	0.00150	260,871
4. Rural	CV	0.30	0.00016	1,117,104
5. Industrial and Commercial	CV	1.50	0.00082	208,588
6. Utilities	CV	1.75	0.00096	86,079

Total revenue collected from Parks, Reserves and Sport Grounds Targeted rate for 2020/2021 is \$3,101,069.



Parks, Reserves and Sports Grounds Uniform Targeted Rate

The Parks, Reserves and Sports Ground Uniform Targeted Rate is assessed on all rating units in the district as a fixed amount per separately used or inhabited part of a rating unit.

Parks, Reserves and Sports Ground Uniform Targeted Rate **\$25.00**

Total revenue collected from Parks Reserves and Sports Grounds Uniform Targeted Rate for 2020/2021 is \$342,901.

Roading Targeted Rate

The Roothing Targeted Rate is assessed on all rating units in the district on a differential basis. The capital value (CV) of the relevant rating unit is multiplied by the relevant rate in the \$ depending on the rating unit's differential category.

Total revenue collected from Roothing Targeted Rate for 2020/2021 is \$6,383,297.

Differential Category	Basis	Differential	Rate in the \$ of CV	Estimated Revenue \$
1. Feilding Residential	CV	1.00	0.00078	1,916,534
2. Feilding Rural	CV	0.65	0.00050	241,610
3. Feilding CBD	CV	2.75	0.00213	370,378
4. Rural	CV	0.65	0.00050	3,436,414
5. Industrial and Commercial	CV	1.50	0.00116	296,148
6. Utilities	CV	1.75	0.00136	122,213

Roothing Uniform Targeted Rate

A Roothing Uniform Targeted Rate is assessed on all rating units in the district as a fixed amount per separately used or inhabited part of a rating unit.

Roothing Uniform Targeted Rate **\$100.00**

Total revenue collected from Roothing Uniform Targeted Rate for 2020/2021 is \$1,371,605.

Makino Aquatic Centre Targeted Rate

This rate is assessed on all rating units in the district on a differential basis, as a fixed amount per separately used or inhabited part of a rating unit.

Within Feilding Differential Rating Area **\$185.00**

Outside the Feilding Differential Rating Area **\$131.00**

Total revenue generated by the Makino Aquatic Centre Targeted Rate for 2020/2021 is \$2,176,594.



used or inhabited part of a rating unit.

Within Feilding Differential Rating Area **\$145.00**

Outside the Feilding Differential Rating Area **\$102.00**

Total revenue generated by the Libraries Targeted Rate for 2020/2021 is \$1,708,412.

Kerbside Recycling Targeted Rate

This rate is assessed on all rating units in the district as a fixed amount per separately used or inhabited part of a rating unit that have the kerbside recycling service available (excluding vacant land) as a fixed amount per separately used or inhabited part of a rating unit.

Kerbside Recycling Targeted Rate **\$110.00**

Total revenue to be generated by Kerbside Recycling Targeted Rate for 2020/2021 is \$768,991.

Feilding CBD Redevelopment Targeted Rate

This rate is assessed on all rating units in the Feilding CBD differential category at \$0.00138 per \$ of capital value.

Total revenue generated by Feilding CBD Redevelopment Targeted Rate for 2020/2021 is \$236,369.

Feilding CBD Security Targeted Rate

This rate is assessed on all rating units in the Feilding CBD differential category as a fixed amount per separately used or inhabited part of a rating unit.

Feilding CBD Security **\$304.00**

Total revenue to be collected by Feilding CBD Security Target Rate for 2020/2021 is \$79,066.

Ultra-Fast Broadband Infrastructure Targeted Rate

This rate is assessed on all rating units in Kawakawa Road/Darragh Road industrial area within 10 metres of the Ultra-Fast Broadband infrastructure as a fixed amount per separately used or inhabited part of a rating unit.

Ultra-Fast Broadband Infrastructure **\$935.00**

Total revenue to be collected by Ultra-Fast Broadband Infrastructure Targeted Rate for 2020/2021 is \$20,106.

Stormwater Targeted Rate

The Stormwater Targeted Rate is assessed on all rating units that are connected directly or indirectly to a stormwater network, within the Feilding Differential Rating Area and all rating units zoned as "village" in the district plan located in Rongotea, Sanson, Himatangi Beach, Tangimoana, Halcombe and Cheltenham. This rate is a fixed amount per rating unit.

Stormwater Targeted Rate **\$155.00**

Total revenue to be generated from Stormwater Targeted Rate for 2020/2021 is \$1,204,547.

Rural Land Drainage Targeted Rates

These rates are assessed on all rating units that are part of one or more of the drainage schemes listed in the table below on a differential basis, based on the land value (LV) of the rating unit. Details scheme maps are available at Council's office.

Category	Rate in \$ of LV	Estimated Revenue \$
Bainesse drainage district		
Bainesse Class A	0.000550	6,431
Bainesse Class B	0.000270	4,020
Bainesse Class C	0.000230	1,608
Makowhai drainage district		
Makowhai Class A	0.000380	6,461
Makowhai Class B	0.000270	4,307
Makowhai Class C	0.000050	2,154
Maire drainage district		
Maire Class A	0.000340	2,088
Maire Class B	0.000110	1,670
Maire Class C	0.000160	1,253
Maire Class D	0.000170	835
Oroua Downs drainage district		
Oroua Downs Class A	0.000880	39,315
Oroua Downs Class B	0.000450	29,486
Oroua Downs Class C	0.000300	19,657

Total revenue to be generated from Rural Land Drainage Targeted Rates for 2020/2021 is \$119,286.

Wastewater Disposal Targeted Rate

The Wastewater Disposal Targeted Rate is assessed on all rating units either connected, or capable of connection, to the Council's wastewater system, and is assessed on differential basis bases on the level of wastewater service provided to the rating unit.

Connected

A charge for each toilet or urinal, that is connected to a Council operated wastewater scheme, excluding restricted service or those that have chosen volumetric charging. Any separately used or inhabited part of a rating unit that is used exclusively or principally as a residence will be charged for one toilet for each residence.

Serviceable

50% of the connected rate per rating unit that is not connected but is capable of being connected to a Council wastewater scheme as the reticulations system is within 10 meters of the rating unit.

Restricted

80% of the connected rate for each toilet or urinal, that is connected to a Council operated wastewater scheme, receiving a restricted service. Any separately used or inhabited part of a rating unit that is used exclusively or principally as a residence will be charged for one toilet for each residence. This includes Mount Taylor.

Wastewater disposal - Connected	\$706.00
Wastewater disposal - Serviceable	\$353.00
Wastewater disposal - Restricted	\$564.00

Total revenue to be generated from Wastewater Disposal Targeted Rates for 2020/2021 is \$5,762,126.



Water Supply Targeted Rate – Urban

The Water Supply Targeted Rate is assessed on all rating units either connected, or capable of connection, to the Council's water system, and is assessed on differential basis based on the level of water service provided to the rating unit.

Connected

A charge for each separately used or inhabited part of a rating unit that is connected to a Council operated water supply, excluding restricted service, extraordinary connections or those that have chosen volumetric charging.

Serviceable

50% of the connected rate per rating unit that is not connected but is capable of being connected to a Council water supply scheme as the reticulations system is within 10 meters of the rating unit.

Restricted

80% of the connected charge for each separately used or inhabited part of a rating unit that is connected to a Council operated water supply, receiving a restricted service. This includes Mount Taylor and Sanson.

Water supply - Connected	\$424.00
Water supply - Serviceable	\$212.00
Water supply - Restricted	\$339.00

Total revenue to be generated from Water Supply – Urban Targeted Rates for 2020/2021 is \$2,947,290.

Volumetric Water Charges (water by meter)

These rates are assessed on rating units that are extraordinary water supply users (as defined in Council's Bylaws) and those that have chosen volumetric charging. The rate is assessed on a differential basis based on the level of service provision (connection size and number of connections).

Connection size	Charge per connection
15mm to 20mm	\$696.00
25mm	\$736.00
32mm	\$736.00
40mm	\$784.00
50mm	\$784.00
80mm	\$784.00
100mm	\$908.00
150mm	\$996.00

Where a rating unit is supplied, in any rating year, in excess of 380 cubic meters, an additional consumption charge of \$1.51 per cubic meter of water supplied in excess of 380 cubic meters will be charged.



Water Supply Targeted Rates - Rural

A water supply targeted rate is assessed on all rating units in the schemes listed below, based on the units allocated/ supplied.

Stanway/Halcombe Rural Water Scheme - per unit allocated	\$272.00
Waituna West Rural Water Scheme - per unit allocated	\$448.00
Kiwitea Rural Water Scheme - per unit allocated	\$166.75
Kiwitea Rural Water Scheme - per additional unit used but not allocated	\$166.75

Total revenue to be generated from Water Supply Targeted Rates – Rural for 2020/2021 is \$1,023,313.

Capital Contribution Targeted Rate

Capital contribution targeted rates are assessed on rating units where ratepayers have signed an agreement to pay their capital contribution over a set term for the Himatangi Beach wastewater scheme and the Rongotea water scheme. Each of the rates is a fixed amount per rating unit, as set out in the table below.

Capital Contribution	Targeted Rate
Himatangi Beach wastewater scheme - ten year term, 1 July 2013 to 30 June 2023	\$1,392
Himatangi Beach wastewater scheme – twenty year term, 1 July 2013 to 30 June 2033	\$923
Rongotea water scheme - ten year term, 1 July 2015 to 30 June 2025	\$564
Rongotea water scheme – twenty year term, 1 July 2015 to 30 June 2035	\$374



Rates invoice and penalty dates

The rates detailed in this Rating System (excluding the metered water) are calculated annually and detailed on the Rates Assessment. This covers the year 1 July 2020 to 30 June 2021.

Rates are collected in four instalments. Council sends an invoice in August, November, February and May. The due date for payment of the invoice is the last Friday of the month it is invoiced (as set out in the table below).

The following penalties will be added to unpaid rates

- A 10% penalty will be added (on the penalty date as set out in the table below) to the unpaid balance of an instalment that is not paid by the due date (on the payment due date in the table below).
- A 10% penalty will be added on 7 July 2020 to any unpaid rates from previous financial years that remains unpaid on 1 July 2020. Another 10% will be added on 8 January 2021 to any unpaid rates from previous financial years that remain unpaid on 4 January 2021.

If annual rates are paid in full by 27 November 2020, any penalty charged for instalment one will be reversed.

Ratepayers who experience financial difficulty as a result of Covid-19 can contact the MDC rates team to arrange a suitable payment plan.

All payments received will be allocated to the oldest rates outstanding.

	Instalment One	Instalment Two	Instalment Three	Instalment Four
Invoice Date	3 August 2020	2 November 2020	1 February 2021	3 May 2021
Payment Due Date	28 August 2020	27 November 2020	26 February 2021	28 May 2021
Penalty Date	2 September 2020	2 December 2020	3 March 2021	2 June 2021

Volumetric Water Charges will be invoiced at the end of each quarter and are due for payment on the last working day of the following month.

	Quarter One	Quarter Two	Quarter Three	Quarter Four
Invoice Date	30 September 2020	31 December 2020	31 March 2021	30 June 2021
Payment Due Date	30 October 2020	29 January 2021	30 April 2021	30 July 2021

Individual 2020/21 property rates assessments can be viewed on the website www.mdc.govt.nz, using the Property and Rates search function, or call 06 323 0000.



change?

This table provides examples of different rating categories as they may apply to properties of various capital values, and shows the annual change in rates as a dollar figure and percentage. Actual changes, as they apply to specific properties, may depend on the capital value of the property, services provided and location.





Rating Category	Previous Capital Value (\$)	Capital Value (\$)	2019/20 Total Rates (\$ GST Incl)	2020/21 Total Rates (\$ GST Incl)	Annual Change (\$)	Change (%)
Feilding Residential	245,000	370,000	3,133	3,274	141	4.5
Feilding Residential	330,000	500,000	3,373	3,547	174	5.2
Feilding Residential	640,000	800,000	4,247	4,177	-70	-1.6
Feilding Rural (no water)	450,000	800,000	2,705	2,905	200	7.4
Feilding Rural with services	610,000	790,000	3,070	3,092	22	0.7
Feilding CBD ^	3,800,000	4,840,000	48,025	45,901	-2,124	-4.4
Feilding CBD	510,000	550,000	8,112	7,214	-898	-11.1
Rural with no services	660,000	830,000	1,828	1,810	-18	-1.0
Rural with no services	147,000	180,000	1,171	1,180	9	0.8
Rural with services	195,000	320,000	2,475	2,600	125	5.1
Rural with wastewater and rural Kiwitea water	240,000	365,000	2,373	2,387	14	0.6
Rural with farming as one remission	1,184,000	1,633,000	1,516	1,584	68	4.5
Rural with no service, 3 dwellings	6,250,000	7,110,000	10,949	9,912	-1,037	-9.5
Rural with drainage scheme - 2 dwellings	5,250,000	6,250,000	9,911	9,700	-211	-2.1
Rural with Waituna West water (47 units) 2 dwellings	10,500,000	11,970,000	33,219	34,677	1,458	4.4
Industrial/Commercial	435,000	560,000	3,963	3,871	-92	-2.3
Industrial/Commercial	7,400,000	9,800,000	33,099	32,463	-636	-1.9

Does not include volumetric charges – water only.

Prospective Statement of Comprehensive Revenue and Expense

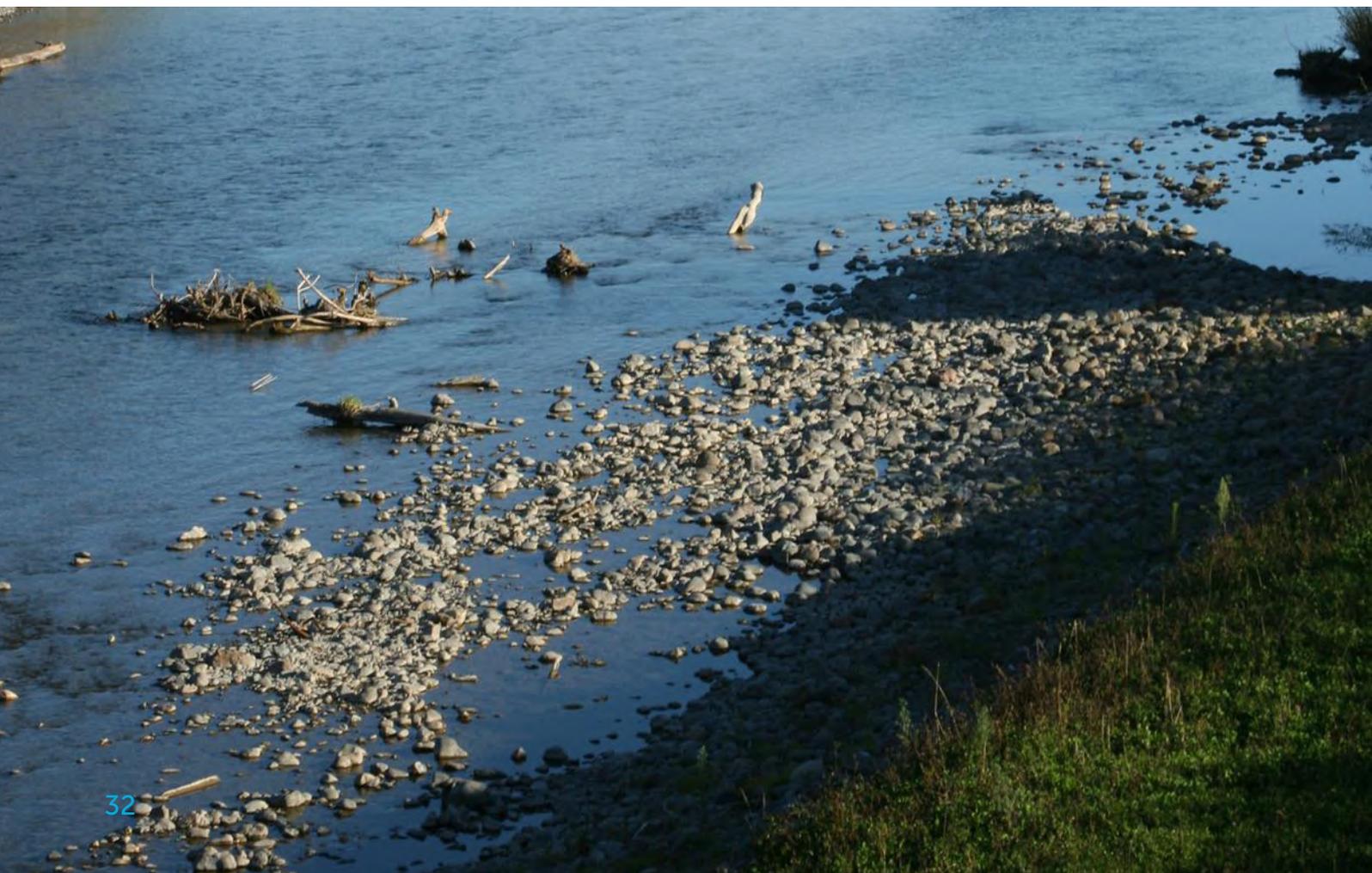
	Note	2020 Annual Plan \$000	2021 Long-Term Plan \$000	2021 Annual Plan \$000
Revenue				
Rates revenue		36,398	37,464	36,681
Financial income		226	271	217
Subsidesies and grants		8,701	6,502	6,492
Development contributions		2,943	3,055	1,808
Other revenue		12,211	12,686	10,729
Other gains/(losses) Total Revenue	1	0	0	0
		60,479	59,978	55,927
Expenditure				
Personnel costs	2	13,348	13,296	13,878
Depreciation and amortisation		14,313	14,724	17,321
Finance costs		2,926	4,266	3,049
Other operating expenses	1	25,163	25,626	24,997
Total operating expenditure		55,749	57,912	59,245
Operating surplus/(deficit) before tax		4,729	2,066	(3,318)
Income tax expense	3	0	0	-
Net surplus/(deficit) after tax		4,729	2,066	(3,318)
Other comprehensive income and expense				
Gains on the revaluation of property, plant and equipment		16,318	12,984	27,110
Impairment losses on restricted buildings through other comprehensive revenue and expenses		0	0	0
Gains/(losses) on financial assets at fair value through other comprehensive revenue		0	0	0
Total other comprehensive income and expense		16,318	12,984	27,110
Total comprehensive revenue and expense for the year		21,047	15,051	23,792

Prospective Statement of Financial Position

		2020	2021	2021
	Note	Annual Plan	Long-Term Plan	Annual Plan
		\$000	\$000	\$000
Assets				
Current assets				
Cash and cash equivalents		2,386	1,660	1,484
Accounts receivable		6,851	6,972	7,002
Investment in Council Controlled Entities		309	318	277
Inventory		0	0	238
Other financial assets		36	38	30
Non-current assets held for sale		0	0	0
Total current assets		9,581	8,987	9,030
Non-current assets				
Property, plant and equipment		728,136	750,783	784,993
Inrangible assets		828	914	382
Investment in associate		1	1	1
Investment in Council Controlled Entities		4,835	4,560	4,660
Other financial assets		282	244	252
Total non-current assets		734,083	756,502	790,288
Total assets		743,664	765,490	799,318
Liabilities				
Current liabilities				
Accounts payable		7,823	8,098	7,995
Provisions		39	47	44
Employee entitlements		817	832	817
Borrowings		11,892	7,399	7,000
Total current liabilities		20,571	16,376	15,856
Non-current liabilities				
Provisions		502	490	742
Borrowings		69,544	79,785	78,776
Total non-current liabilities		70,046	80,275	79,518
Total liabilities		90,618	96,651	95,374
Equity				
Retained earnings	7	482,601	484,684	461,801
Other reserves	7	170,446	184,155	242,143
Total equity		653,047	668,839	703,944
Total Liabilities and Equity		743,664	765,490	799,318

Prospective Statement of Changes in Net Assets/Equity

		2020	2021	2021
	Note	Annual Plan	Long-Term Plan	Annual Plan
		\$000	\$000	\$000
Opening Equity Balance	5	632,000	653,789	680,152
Total other comprehensive income and expense		21,047	15,051	23,792
Closing Equity Balance		653,047	668,839	703,944



Prospective Statement of Cash Flows

	2020	2021	2021
Note	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Cash flows from operating activities was provided from:			
Receipts from rates revenue	36,398	37,464	36,681
Interest received	218	263	209
Dividend received	8	8	8
Receipts from other revenue	23,502	22,243	19,029
Cash was disbursed to:			
Payments to suppliers and employees	(38,510)	(38,922)	(38,875)
Interest paid	(2,926)	(4,266)	(3,049)
Income tax paid	0	0	0
Goods and services tax (net)	0	0	0
Net cash from operating activities	18,689	16,790	14,003
Cash flows from investing activities was provided from:			
Proceeds from sale of property, plant and equipment			
Net investments movements	2,900	5,000	8,820
Cash was disbursed to:	334	345	345
Purchase of intangible assets	(54)	(108)	(104)
Purchase of property, plant and equipment	(25,791)	(25,957)	(28,746)
Net cash from investing activities	(22,610)	(20,721)	(19,685)
Cash flows from financing activities was provided from:			
Proceeds from borrowing	14,602	15,620	16,280
Cash was disbursed to:			
Repayment of borrowings	(10,159)	(11,893)	(11,500)
Net Cash from financing activities	4,443	3,727	4,780
Net (decrease)/increase in cash, cash equivalents and bank overdrafts	523	(203)	(902)
Cash, cash equivalents and bank overdrafts at the beginning of the year	1,863	1,863	2,386
Cash, cash equivalents and bank overdrafts at the end of the year	2,386	1,660	1,484

Notes to the Financial Statements

Note 1: Reconciliation of Prospective Statement of Comprehensive Revenue and Expense to the Funding Impact Statement (FIS)

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Operating Revenue in the FIS	51,454	53,489	50,579
Subsidies and grants for capital expenditure	5,732	3,434	3,540
Development and financial contributions	2,940	3,055	1,808
Vested Assets	353	0	0
Net gain and losses not included in FIS	0	0	0
Total Revenue in the Statement of Comprehensive Revenue and Expense	60,479	59,978	55,927
Applications of Operating Funding in the FIS	41,436	43,188	41,924
Depreciation not included in the FIS	14,313	14,724	17,321
Total Operating Expenditure in the Statement of Comprehensive Revenue and Expense	55,749	57,912	59,246

Note 2: Depreciation and Amortisation Expense per Group of Activities

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Community Facilities	1,527	1,805	1,800
District Development	0	0	0
Emergency Management	10	10	6
Governance and Strategy	0	0	22
Regulatory	16	17	7
Roading Network	7,703	7,594	8,989
Solid Waste	199	203	176
Stormwater and Drainage	515	527	666
Wastewater	2,088	2,304	3,215
Water Supply	1,564	1,569	1,839
Support Services	692	695	602
Total Depreciation and Amortisation	14,313	14,724	17,321

Note 3: Explanation of Net Operating Surplus (Deficit) after tax

Section 100 of the Local Government Act 2002 requires Council to ensure projected operating revenues are set at a level sufficient to meet that year's projected operating expenses. The table below details the make-up of the net surplus/(deficit) as detailed in the Statement of Comprehensive Revenue and Expense.

	2020 Annual Plan \$000	2021 Long-Term Plan \$000	2021 Annual Plan \$000
Net surplus/(deficit) after tax	4,729	2,066	(3,318)
The surplus/(deficit) consists of the following			
Roading subsidy received from NZ Transport Agency to fund capital expenditure	5,727	3,434	3,535
Subsidies and grants for capital expenditure	5	0	5
Capital contributions and connection fees used to fund capital expenditure	234	240	234
Development contributions recognised as revenue but used to fund past or future capital expenditure in relation to growth	2,709	2,815	1,574
Depreciation not funded			
- Roading (renewal funded by NZTA subsidy)	(3,715)	(3,663)	(4,764)
- Parks (only 50% of depreciation is funded)	(201)	(298)	(253)
- Halls (depreciation is only funded on recreation complexes)	(219)	(228)	(264)
Loans principal repayments funded from rates - CBD redevelopment loans	106	113	112
- Ultra Fast Broadband	7	7	5
Gain on property recognised	0	0	0
Vested Assets	353	0	0
Use of reserves and special funds (including interest on growth account, subdivision development etc.)	(277)	(355)	(3,501)
	4,729	2,066	(3,318)

Note 4: Water by meter included in Rates

Water charged by volume (water by meter) are included in rates revenue in the Statement of Comprehensive Revenue and Expense and in targeted rates in the Funding Impact Statements. The amount of water by meter included in rates is:

	2020 Annual Plan \$000	2021 Long-Term Plan \$000	2021 Annual Plan \$000
Water by meter included in rates	1,236	1,260	1,208

Note 5: Opening Balances

The opening balances for 1 July 2020 do not agree with the closing balances for the prior year's Annual Plan (30 June 2020). The annual plan was approved by Council in March 2019 and the Annual Plan closing balances reflect the planned position at that time. Actual results for the 2019/20 financial year do not always reflect the position included in the plan. Potential changes include capital projects not progressing and therefore the associated funding is not uplifted, revaluations being different than planned, variances in cash requirements and the resulting impact on equity. To calculate the opening balances for the Annual Plan we have re-forecasted the closing balances at 30 June 2020 to reflect known changes. This main items impacted include cash, investments, property plant and equipment, borrowing and equity.

Note 6: Funding Impact Statements - transfer between operational and capital activities

	2020 Annual Plan \$000	2021 Long-Term Plan \$000	2021 Annual Plan \$000
Surplus (deficit) of operating funding	10,018	10,301	8,655
Surplus (deficit) of capital funding	(10,018)	(10,301)	(8,655)
Funding Balance	0	0	0
Loan principal repayments funded by rates	113	120	117
Depreciation funded by rates but transferred to reserve to fund renewal (current and future years)	10,182	10,535	12,040
Operating items funded from the transfer of reserves included in the capital activities	(277)	(355)	(3,501)
	10,018	10,301	8,655

Note 7: Reserve Fund Movements

Equity is made up of a number of reserves. The following is a summary of reserve funds over the life of the long term plan for each class of funds.

RETAINED EARNING

2020	2021	2021
Annual Plan	Long-Term Plan	Annual Plan
\$000	\$000	\$000

Accumulated Funds

Accumulated funds have been generated over time. When revenue is received for a specific purpose the Council places these funds aside in a separate fund for future use. The two most significant of these are the growth funds and the depreciation reserve outlined below;

Growth Funds

These funds are created from Development and Financial Contributions levied. They are used for growth related expenditure for the creation of community assets. These include roads, parks and reserves, stormwater, wastewater and water supply.

Opening balances	(2,731)	(4,852)	(1,246)
Transfers to reserves	2,709	2,815	1,574
Transfers from reserves	(1,694)	(2,378)	(1,514)
Closing Balance	(1,716)	(4,416)	(1,186)

Depreciation Reserves

These funds are created from depreciation and amortisation funded through revenue sources. These funds are only applied to the renewal of existing assets and for principal repayments of loans.

Opening balances	(1,824)	(4,492)	(5,052)
Transfers to reserves	10,182	10,535	12,040
Transfers from reserves	(15,783)	(10,011)	(8,871)
Closing Balance	(7,425)	(3,968)	(1,884)

OTHER RESERVES

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000

Trusts and Bequests

Funds have been gifted to Council for specific purposes, and in many cases have other restriction placed on the fund. The purpose of the fund may not be revised without reference to the Courts or a third party. These include the Hook Bequest, Trewin Bequest, Wakerill Trust, Robert Dickson Library Trust, PA Broad Memorial Trust, Historical Trust, Children's Welfare Trust, Robert Dickson Educational Trust, Museum Trust and the Feilding and District Relief Trust.

Opening balances	207	215	104
Transfers to reserves	8	4	4
Transfers from reserves	3	3	(3)
Closing Balance	217	222	(105)

Special Funds

These are funds set aside by Council. The Council may alter them without references to any third party or the Courts. Transfers to and from these reserves are at the discretion of the Council. They include the General Purpose Reserve, Insurance Reserve and the Land Subdivision Reserve.

Opening balances	1,769	2,523	2,120
Transfers to reserves	67	1,029	81
Transfers from reserves	(141)	(106)	(922)
Closing Balance	1,696	3,446	1,279

Revaluation Reserves

These reserves have been created from the revaluation movements of the property, plant and equipment.

Opening balances	151,815	168,073	214,219
Transfers to reserves	16,318	12,984	27,110
Transfers from reserves	400	(570)	(570)
Closing Balance	168,533	180,488	240,759
TOTAL OTHER RESERVES	170,446	184,155	242,143

Funding Impact Statement - Whole of Council

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	12,489	12,777	12,235
Targeted rates	23,908	24,687	24,446
Subsidies and grants for operating purposes	2,969	3,067	2,952
Fees and charges	8,315	8,864	7,400
Interest and dividends from investments	226	271	217
Local authorities fuel tax, fines, infringement fees and other receipts	3,546	3,822	3,329
Total operating funding	51,454	53,489	50,579
Applications of operating funding			
Payments to staff and suppliers	38,510	38,922	38,876
Finance costs	2,926	4,266	3,049
Other operating funding applications	0	0	0
Total applications of operating funding	41,436	43,188	41,924
Surplus (deficit) of operating funding	10,018	10,301	8,655
Sources of capital funding			
Subsidies and grants for capital expenditure	5,732	3,434	3,540
Development and financial contributions	2,940	3,055	1,808
Increase (decrease) in debt	4,443	3,727	4,780
Gross proceeds from sale of assets	2,900	5,000	8,820
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	16,015	15,216	18,948
Applications of capital funding			
Capital expenditure			
- to meet additional demand	4,829	2,378	3,768
- to improve the level of service	3,211	10,717	13,079
- to replace existing assets	17,804	12,970	12,002
Increase (decrease) in reserves	472	(256)	(998)
Increase (decrease) of investments	(283)	(292)	(249)
Total application of capital funding	26,033	25,517	27,603
Surplus (deficit) of capital funding	(10,018)	(10,301)	(8,655)
Funding balance	0	0	0

Funding Impact Statement - Community Facilities

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	1,914	1,994	1,649
Targeted rates	6,386	6,802	6,373
Subsidies and grants for operating purposes	4	4	2
Fees and charges	1,210	1,256	1,310
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	29	29	31
Total operating funding	9,542	10,085	9,365
Applications of operating funding			
Payments to staff and suppliers	6,505	6,411	6,441
Finance costs	851	1,084	999
Internal charges and overheads applied	1,304	1,712	1,281
Other operating funding applications	0	0	0
Total applications of operating funding	8,660	9,207	8,722
Surplus (deficit) of operating funding	882	878	643
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	329	340	318
Increase (decrease) in debt	2,263	5,883	5,468
Gross proceeds from sale of assets	2,900	5,000	8,820
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	5,491	11,223	14,607
Applications of capital funding			
Capital expenditure			
- to meet additional demand	1,393	79	76
- to improve the level of service	1,209	6,687	6,534
- to replace existing assets	593	563	545
Increase (decrease) in reserves	3,178	4,773	8,094
Increase (decrease) of investments	0	0	0
Total application of capital funding	6,373	12,101	15,250
Surplus (deficit) of capital funding	(882)	(878)	(643)
Funding balance	0	0	0

Funding Impact Statement - District Development

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	2,576	2,840	2,717
Targeted rates	104	106	86
Subsidies and grants for operating purposes	26	27	26
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	64	106	358
Total operating funding	2,771	3,078	2,887
Applications of operating funding			
Payments to staff and suppliers	2,079	2,219	2,184
Finance costs	252	289	190
Internal charges and overheads applied	297	419	367
Other operating funding applications	0	0	0
Total applications of operating funding	2,628	2,926	2,741
Surplus (deficit) of operating funding	143	151	145
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	(182)	(225)	(192)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	(182)	(225)	(192)
Applications of capital funding			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	0	0	0
- to replace existing assets	0	0	0
Increase (decrease) in reserves	244	218	(46)
Increase (decrease) of investments	(283)	(292)	0
Total application of capital funding	(39)	(74)	(46)
Surplus (deficit) of capital funding	(143)	(151)	(145)
Funding balance	0	0	0

Funding Impact Statement - Emergency Management

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	273	269	279
Targeted rates	0	0	0
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0
Total operating funding	273	269	279
Applications of operating funding			
Payments to staff and suppliers	197	199	198
Finance costs	0	0	0
Internal charges and overheads applied	67	61	75
Other operating funding applications	0	0	0
Total applications of operating funding	264	259	273
Surplus (deficit) of operating funding	10	10	6
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	0	0	0
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	0	0	0
Applications of capital funding			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	0	2	2
- to replace existing assets	28	10	9
Increase (decrease) in reserves	(19)	(2)	(5)
Increase (decrease) of investments	0	0	0
Total application of capital funding	10	10	6
Surplus (deficit) of capital funding	(10)	(10)	(6)
Funding balance	0	0	0

Funding Impact Statement - Governance Team

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	2,193	2,390	1,925
Targeted rates	0	0	0
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	70	0	0
Total operating funding	2,263	2,390	1,925
Applications of operating funding			
Payments to staff and suppliers	773	660	747
Finance costs	0	0	1
Internal charges and overheads applied	1,490	1,730	2,015
Other operating funding applications	0	0	0
Total applications of operating funding	2,263	2,390	2,762
Surplus (deficit) of operating funding	0	0	(837)
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	0	0	56
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	0	0	56
Applications of capital funding			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	0	0	0
- to replace existing assets	0	0	56
Increase (decrease) in reserves	0	0	(837)
Increase (decrease) of investments	0	0	0
Total application of capital funding	0	0	(781)
Surplus (deficit) of capital funding	0	0	837
Funding balance	0	0	(0)

Funding Impact Statement - Regulatory

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	3,214	3,041	3,483
Targeted rates	0	0	0
Subsidies and grants for operating purposes	0	0	0
Fees and charges	2,179	2,150	2,522
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	90	115	69
Total operating funding	5,483	5,306	6,074
Applications of operating funding			
Payments to staff and suppliers	2,564	2,275	2,319
Finance costs	0	0	0
Internal charges and overheads applied	2,986	2,275	3,625
Other operating funding applications	0	0	0
Total applications of operating funding	5,550	5,162	5,944
Surplus (deficit) of operating funding	(67)	144	130
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	0	0	0
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	0	0	0
Applications of capital funding			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	0	0	0
- to replace existing assets	0	3	3
Increase (decrease) in reserves	(67)	140	126
Increase (decrease) of investments	0	0	0
Total application of capital funding	(67)	144	129
Surplus (deficit) of capital funding	67	(144)	(129)
Funding balance	0	0	(0)

Funding Impact Statement - Roading Network

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	26	26	23
Targeted rates	6,425	6,663	6,949
Subsidies and grants for operating purposes	2,794	2,888	2,781
Fees and charges	57	58	56
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	208	211	210
Total operating funding	9,509	9,847	10,019
Applications of operating funding			
Payments to staff and suppliers	5,427	5,694	5,483
Finance costs	261	351	378
Internal charges and overheads applied	(220)	(112)	(64)
Other operating funding applications	0	0	0
Total applications of operating funding	5,468	5,933	5,796
Surplus (deficit) of operating funding	4,042	3,913	4,222
Sources of capital funding			
Subsidies and grants for capital expenditure	5,727	3,434	3,535
Development and financial contributions	520	538	401
Increase (decrease) in debt	2,046	867	3,409
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	8,293	4,839	7,345
Applications of capital funding			
Capital expenditure			
- to meet additional demand	1,691	538	518
- to improve the level of service	1,001	982	946
- to replace existing assets	10,220	5,689	5,908
Increase (decrease) in reserves	(577)	1,543	4,196
Increase (decrease) of investments	0	0	0
Total application of capital funding	12,336	8,752	11,567
Surplus (deficit) of capital funding	(4,042)	(3,913)	(4,222)
Funding balance	0	0	(0)

Funding Impact Statement - Solid Waste

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	1,012	1,095	1,628
Targeted rates	737	717	669
Subsidies and grants for operating purposes	145	149	143
Fees and charges	3,243	3,530	1,368
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	133	133	0
Total operating funding	5,271	5,623	3,808
Applications of operating funding			
Payments to staff and suppliers	4,290	4,621	3,077
Finance costs	190	72	266
Internal charges and overheads applied	235	384	371
Other operating funding applications	0	0	0
Total applications of operating funding	4,715	5,077	3,714
Surplus (deficit) of operating funding	556	547	94
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	(350)	(472)	(70)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	(350)	(472)	(70)
Applications of capital funding			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	26	14	371
- to replace existing assets	0	0	3
Increase (decrease) in reserves	179	61	(348)
Increase (decrease) of investments	0	0	0
Total application of capital funding	206	75	24
Surplus (deficit) of capital funding	(556)	(547)	(94)
Funding balance	0	0	(0)

Funding Impact Statement - Stormwater and Drainage

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	184	194	256
Targeted rates	825	841	1,151
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	13	13	12
Total operating funding	1,021	1,048	1,419
Applications of operating funding			
Payments to staff and suppliers	290	258	308
Finance costs	512	585	468
Internal charges and overheads applied	163	183	389
Other operating funding applications	0	0	0
Total applications of operating funding	965	1,026	1,165
Surplus (deficit) of operating funding	56	21	254
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	923	961	239
Increase (decrease) in debt	1,471	1,482	1,485
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	2,394	2,442	1,724
Applications of capital funding			
Capital expenditure			
- to meet additional demand	1,094	1,121	1,384
- to improve the level of service	530	545	522
- to replace existing assets	52	53	51
Increase (decrease) in reserves	773	744	21
Increase (decrease) of investments	0	0	0
Total application of capital funding	2,449	2,464	1,978
Surplus (deficit) of capital funding	(56)	(21)	(254)
Funding balance	0	0	(0)

Funding Impact Statement - Wastewater

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	0	0	0
Targeted rates	5,433	5,794	5,042
Subsidies and grants for operating purposes	0	0	0
Fees and charges	1,605	1,851	2,101
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	59	32	31
Total operating funding	7,096	7,676	7,174
Applications of operating funding			
Payments to staff and suppliers	2,851	2,927	2,981
Finance costs	1,826	1,806	1,562
Internal charges and overheads applied	546	864	1,188
Other operating funding applications	0	0	0
Total applications of operating funding	5,223	5,597	5,731
Surplus (deficit) of operating funding	1,873	2,079	1,443
Sources of capital funding			
Subsidies and grants for capital expenditure	5	0	5
Development and financial contributions	611	639	465
Increase (decrease) in debt	(79)	(422)	(386)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	537	217	84
Applications of capital funding			
Capital expenditure			
- to meet additional demand	261	267	1,023
- to improve the level of service	675	374	2,635
- to replace existing assets	4,003	3,783	1,645
Increase (decrease) in reserves	(2,529)	(2,128)	(3,777)
Increase (decrease) of investments	0	0	0
Total application of capital funding	2,410	2,297	1,527
Surplus (deficit) of capital funding	(1,873)	(2,080)	(1,443)
Funding balance	0	(0)	(0)

Funding Impact Statement - Water Supply

	2020	2021	2021
	Annual Plan	Long-Term Plan	Annual Plan
	\$000	\$000	\$000
Sources of operating funding			
General rates, uniform annual general charge, rates penalties	0	0	0
Targeted rates	3,999	3,974	4,374
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0
Total operating funding	3,999	3,974	4,374
Applications of operating funding			
Payments to staff and suppliers	1,552	1,495	1,151
Finance costs	322	347	281
Internal charges and overheads applied	787	855	1,298
Other operating funding applications	0	0	0
Total applications of operating funding	2,661	2,696	2,730
Surplus (deficit) of operating funding	1,338	1,278	1,644
Sources of capital funding			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	556	577	384
Increase (decrease) in debt	192	185	451
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
Total sources of capital funding	748	762	836
Applications of capital funding			
Capital expenditure			
- to meet additional demand	391	374	768
- to improve the level of service	26	27	20
- to replace existing assets	2,115	2,008	2,738
Increase (decrease) in reserves	(446)	(368)	(1,047)
Increase (decrease) of investments	0	0	0
Total application of capital funding	2,086	2,040	2,479
Surplus (deficit) of capital funding	(1,338)	(1,278)	(1,644)
Funding balance	0	(0)	(0)

Annual plan disclosure statement for year ending 30 June 2021

What is the purpose of this statement?

The purpose of this statement is to disclose Council's planned financial performance in relation to various benchmarks to enable the assessment of whether Council is prudently managing its revenues, expenses, assets, liabilities, and general financial dealings.

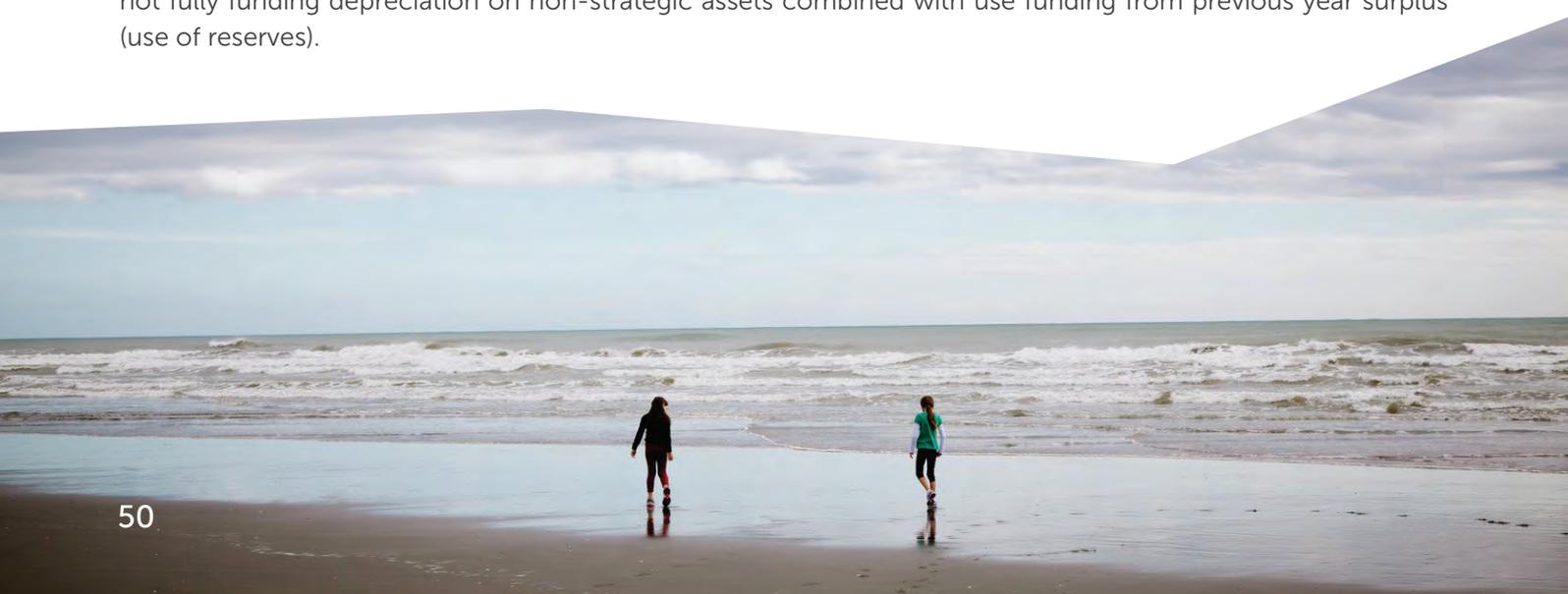
Council is required to include this statement in its annual plan in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014 (the regulations). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

Benchmark

	Quantified Maximum Limit	Planned Limit	Met
Rates Affordability Benchmark			
Income	37,559	35,473	Yes
Increases	6.80%	1.43%	Yes
Debt Affordability			
Net debt as a percentage of total revenue	< 175%	158%	Yes
Net interest as a percentage of total revenue	< 20%	5.39%	Yes
Net interest as a percentage of annual rates income (debt secured under debenture)	< 25%	7.69%	Yes
Liquidity (external, term debt + committed loan facilities + available liquid investments to existing external debt)	> 100%	102%	Yes
Balanced budget benchmark	> 100%	91.35%	No*
Essential services benchmark	> 100%	123%	Yes
Debt servicing benchmark	< 10%	5.57%	Yes

Balanced Benchmark Comment

The Council is required to have a balanced budget. However, there are some permitted exceptions to this situation which must be stated clearly in the Financial Strategy. The main reasons for an unbalanced budget are; not fully funding depreciation on non-strategic assets combined with use funding from previous year surplus (use of reserves).





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