



# Annual Plan 2022/23



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## Vision

Proudly provincial. A great place to land.  
Wehi nā te kāinga taurikura nei ki tuawhenua.



## Council priorities for 2021–2031

Here are Council's priorities for the next 10 years. Have a look at how we plan to make the Manawatū District a productive and vibrant place to live and work, to visit and invest.



### **A place to belong and grow** - He kāinga e ora pai ai te katoa

We provide leisure and sports facilities and support community activities to encourage social and cultural wellbeing for everyone



### **A future planned together** - He kāinga ka whakamaherea tahitia tōna anamata e te hapori tonu

We work with all parts of our community to plan for a future everyone can enjoy



### **An environment to be proud of** - He kāinga ka rauhītia tōna taiao

We protect and care for the Manawatū District's natural and physical resources



### **Infrastructure fit for future** - He kāinga ka tūwhena tonu ōna pūnahahanga, haere ake nei te wā

We ensure the Manawatū District has infrastructure (water, roads, etc.) that meets the needs of the community now and into the future



### **A prosperous, resilient economy** - He kāinga ka tōnui tōna ōhanga

We aim to make the Manawatū District a great place to live, visit and to do business



### **Value for money and excellence in local government** - He kāinga ka eke tōna kāwanatanga ā-rohe ki ngā taumata o te kairangi

We take pride in serving our communities. We focus on doing the best for the District

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# A message from Mayor Helen Ngā kōrero nā Kahika Helen

## *Welcome to Manawatū District Council's Annual Plan 2022/23*

It has been a challenging two years since COVID-19 penetrated the shores of Aotearoa New Zealand. Manawatū District Council took steps to mitigate the impact the pandemic had on our community, including a 0% average rates rise for the 2020/21 Annual Plan.

My husband and I have been sheep and beef farmers in the Manawatū District for over 40 years. I am inspired by the resilience of the land and the locals here; together they really are the heart of Aotearoa New Zealand. I'm also proud of the work that Council does to make the district a great place to live. In the coming year, with several key community facilities and infrastructure projects already in the works, Council will kick on with delivering these projects, ensuring that the Manawatū District continues to be a progressive and thriving place to belong and grow.

With the population of the Manawatū District currently 33,000 and growing, it is critical that together with community and industry leaders, Council is actively preparing for the needs of an increasing population. The continued development of both below and above-ground services in the new residential area to the north of Feilding is on the work programme for the 2022/23 year, including a new playground and reserve along the Makino stream. This will provide homes and a recreation area for hundreds of new families.

As well as needing space for new builds for families, the district is facing a serious shortage of smaller and entry level homes for people on fixed incomes, particularly our seniors. Council's Housing Strategic Action Plan, adopted in December 2021, sets out the role Council can play in helping to ease this complex problem.



This year we aim to work closely with key partners to accelerate the development of housing in our district.

Council also needs to make sure that our district can offer a range of attractive business and employment opportunities both to our current residents and to the newcomers we will welcome in the future. One of the ways we are doing that is by further developing our industrial precinct along Kawakawa Road, installing the roading and other services at Turners Road which will open up the surrounding land for further industrial development. Council are making progress on this project, and the first phase of construction is planned for 2022-2023.

Other key projects that will future-proof the economic and environmental well-being of the district are the Manawatū Wastewater Treatment Plant upgrade and wastewater centralisation project.



This involves a new water bore which will secure Feilding’s water supply for decades to come, as well as upgrades to the water supply pipe network and water treatment plants.

We’re excited that the Feilding Library redevelopment will be starting this year. This is the first major upgrade since the library was built and our well-used but tired library will be transformed into a modern, multi-purpose space that will cater to a range of community needs and all generations. The modernisation will also see the building strengthened to be able to withstand a significant earthquake. We look forward to having a facility that we can be proud of in 2023/24 when the project is completed.

In November 2021 we opened the new playground at Kōwhai Park, much to the delight of our littlies and their mums and dads. We’ve had lots of positive feedback from families who have been enjoying the new playground and we’re pleased to say that the work at Kōwhai Park will continue in 2022/23 with funding set aside for further enhancements.

At a regional level, the Manawatū District is perfectly positioned to capitalise on approximately \$8 billion that is being invested into the wider region on projects such as the Te Ahu a Turanga: Manawatū Tararua Highway, New Zealand Defence Force expansion at Base Ōhakea and the proposed New Zealand Distribution Hub near Bunnythorpe.

These projects present exciting opportunities for our District however our bread and butter will always be the agri-food sector. Latest data indicates the agri-

food sector, which includes primary production, value-added agri-food manufacturing and agricultural support services, added \$309.8m to the Manawatū District economy (GDP) and employed 2,995 people over the year to March 2021. This is equivalent to 23.0% of total GDP and 24.1% of total employment. Record prices and strong global demand for our dominant dairy and red meat produce, are expected to boost the economic performance of the district even more over the 2022/23 year. With such a strong performance in recent years, and solid projections for the future, we can be confident in the resilience of our economy during difficult times.

There is so much to look forward to in the year ahead. All of Council’s projects I have mentioned are summarised in this annual plan and are described in detail in our 10 Year Plan (2021-31).

**On behalf of our Council team, I wish you well for the coming year. We know that there are still challenging times ahead, but our community is strong, caring and resilient, and we will come through it together.**

Helen Worboys  
Manawatū District Mayor

# What's coming up in 2022/23

## Ngā kaupapa e ara mai ana 2022/23

Council has been working hard in 2021/22 to support our community through a year of changes and challenges caused by Covid-19. We've been making progress on some major projects, many of which will continue throughout 2022/23 and beyond.

The year from July 2022 to June 2023 is outlined in year two of Council's 10 Year Plan 2021-31. The projects summarised below will enable Council to continue to meet the needs of our growing and changing community, improve services, and maintain the quality of our facilities. For more information on these projects, see Council's 10 Year Plan 2021-31 on Council's website (relevant pages noted below).

## Community Facilities and Recreational Services - Ngā Rawapuni Hapori me ngā Ratonga Rēhia

### Feilding Public Library Redevelopment

*10YP 2021-31 p 112*

This project includes the modernisation, extension and seismic strengthening of the existing library building. There have been some delays in this project due to further investigation into alternative sites as well as the impacts of Covid lockdowns. Consultation on the concept designs took place in May/June 2021. Council expects to begin physical works in 2022/23, finishing the project in 2023/24. The project will result in a refreshed library / community hub that will deliver information and library services, a range of existing and new community programmes, and a community social space.

### Self-Service Satellite Libraries

*10YP 2021-31 p 112*

Council plans to improve digital services including self-service units and Wi-Fi to rural and community libraries. Not all community libraries currently have the required infrastructure for an internet connection, so Council continues to investigate which libraries are the best places for these services, and what additional costs may be required.

### Investment and Disposal of Halls

*10YP 2021-31 p 116*

Council will undertake the planned maintenance and renewals for those community halls classified as 'high-profile' in the Community Facilities Strategy. Some maintenance of halls was delayed in the 2021/22 financial year and will be carried out in 2022/23.

Council will also use the divestment process outlined in the Community Facilities Strategy to make decisions about the disposal of underused or deteriorating halls.



### **Te Kawau Recreation Centre Maintenance**

*10YP 2021-31 p 116*

Renewal work has been underway at the Te Kawau Recreation Centre for some time. This work will continue in 2022/23.

### **Development of Neighbourhood Park on Root Street (Growth Precinct 4)**

*10YP 2021-31 p 120*

The area between Churcher Street and Pharazyn Street is under development for residential growth. Council has purchased land to be used as a neighbourhood park. Work on this park, including the installation of walkways, planting, and fencing, will begin in 2022/23.

### **Walkways and Cycleways**

*10YP 2021-31 p 120*

Council will improve and expand our walkway and cycleway networks, including those in the area designated for residential growth between Churcher Street and Pharazyn Street (Growth Precinct 4), and from James Palmer Park to Rimu Park in Feilding.

### **Kōwhai Park Upgrade**

*10YP 2021-31 p 120*

Council is returning Kōwhai Park to premier park status. This project will include a number of improvements detailed in the Kōwhai Park Reserve Management Plan. For 2022/23, work will include the enhancement of the bush area and walking tracks.

### **Feilding Cemetery Extension**

*10YP 2021-31 p 122*

Council plans to undertake detailed design work for the extension area, and physical works to re-contour the new land and install required infrastructure to enable use as a cemetery.



## Three Waters and Roading - Ngā Wai E Toru me ngā Ara Waka

### **Feilding Industrial Area Growth Works (Growth Precinct 5)**

*10YP 2021-31 p 168*

Council has identified opportunities for growth in the existing industrial area off Kawakawa Road, Darragh Road, and Turners Road, as well as an extension of the industrial area towards the Ōroua River. This area is known as Growth Precinct 5. Works are underway with sections of water mains and trade waste lines installed in 2021/22.

### **Turners Road Extension**

*10YP 2021-31 p 161*

The new Feilding Industrial Growth work includes the construction of a 6m wide road from Turners Road to Kawakawa Road as a key stage in developing this area, enabling access to 24 hectares of high-quality industrial land. This project was expected to begin in 2020/21 but a number of external factors have resulted in delays. The undergrounding of powerlines is planned to begin before June 2022. In 2022/23, Council plans to extend the section of road off Kawakawa Road to the stormwater drain.

### **Churcher Street to Pharazyn Street (Growth Precinct 4)**

*10YP 2021-31 p 161, 168, 174*

The developing area to the north of Feilding is known as Growth Precinct 4. Council is providing infrastructure in the area to support this growth. This work includes installing roads, footpaths, streetlights and drains, as well as water supply, wastewater and stormwater services. Council began work on this project in 2017, and plans to continue with the construction of a new road and utility services off Root Street East.

### **Feilding Water Supply**

*10YP 2021-31 p 168*

Council has purchased additional land around the existing Campbell Road bore to secure Feilding's water supply into the future and achieve efficiencies with water treatment. Work continues on upgrades to the water supply network. Council will finalise the work programme for 2022/23 including the additional bore at Root Street West which will be completed in 2022/23.

### **Manawatū Wastewater Treatment Plant Upgrade**

*10YP 2021-31 p 174*

Council is making further improvements to its wastewater treatment and reducing the amount of treated water discharged to the river with plans to separate trade waste from domestic wastewater and by increasing the amount of wastewater discharged to land. Work is progressing on the constructed wetland which will assist in improving the water quality in the Ōroua River and is due for completion in 2022/23.

### **Manawatū Wastewater Centralisation**

*10YP 2021-31 p 174*

This project involves the development of infrastructure to pipe wastewater from the villages of Halcombe, Sanson, Rongotea, Awahuri, Cheltenham and Kimbolton to the Manawatū Wastewater Treatment Plant in Feilding for treatment and disposal. The pipeline between Sanson and Feilding has been completed. In 2022/23, Council will continue with building pump stations on this section and complete the construction of the pipeline between Rongotea and Feilding.

## Budget Variations for 2022/23 - Ngā Tangongitanga Mahere Pūtea 2022/23

The 10 Year Plan sets out Council's projects and expenditure for 2021-31. This plan was adopted in June 2021. As with any plan, things change over time and new needs arise. As a result of the changes that have emerged since adoption some projects have been included in the budget for year two of the Long Term Plan.

### Funding Capital Projects

Capital projects are Councils' investment in infrastructure, facilities or other assets that will be used for a number of years. Council predominately funds the initial capital build costs for each project using loans. Using loans results in the cost of the build being spread over multiple years. The rates impact shown for the projects below is the operational costs associated with the capital spend, predominately depreciation and interest. As the projects will be undertaken during 2022/23 financial year, the impact is not a full year of interest or depreciation.

### New Emergency Operations Centre Building

Currently, Council's Emergency Operations Centre (EOC) is based at the Manchester Street office. The building must be able to function to support Council's response to an emergency within a reasonable timeframe during or after a disaster such as an earthquake. The current building does not meet current national guidance. It is considered cost-prohibitive to bring it up to the required post-disaster standard.

Council considered a range of options for a more disaster-resilient EOC, including an upgrade to Council Chambers and a range of alternative locations which included several Council-owned buildings and other facilities. The most cost-effective solution is to purchase a purpose-built building that will be usable during or immediately post disaster. This building can be used for other Council activities when not required for an emergency response.

*Rates impact: \$34,500*

### Ranfurly Landfill Stormwater

As private development increases in the vicinity of the closed Ranfurly Landfill, stormwater run-off through the old landfill site is increasing. Improved stormwater solutions are required to prevent run-off from the landfill impacting neighbouring properties.

*Rates impact: \$1,200 (Construction will be partially funded from development contributions)*



### **Waituna West Back-Up Pump**

Currently, a pump failure would cause a complete loss of water to the Waituna West rural water supply. Council will install a back-up pump to ensure water availability for this community.

*Rates impact: \$650 (for affected users only)*

### **Sandon/Ranfurlly Booster Pump**

The installation of a booster pump for the water supply in Sandon/Ranfurlly (Precinct 2) will ensure expected levels of service in this area. This pump will also help to manage water pressure in Feilding, improving the efficiency of the water supply.

*Rates impact: \$1,600*

#### **Operational costs**

Operational costs are the day-to-day running costs of Council business. Sometimes Council gets third party funding to cover aspects of “business as usual” however these costs are primarily covered through rates.

### **Community Development Funding**

Part of Council’s role in supporting community well-being involves providing financial assistance for community events and initiatives. As part of the 10 Year Plan 2021-31 Council committed to a budget for supporting community events and initiatives for year one and agreed to review the funding required for year two. As the funding for year one has been well-utilised Council has decided to continue providing this funding in year two.

*Rates impact: \$146,000*



## Community funding requests for 2022/23 - Ngā Tono Pūtea ā-Hapori 2022/23

One of Council's roles is to provide funding for initiatives that benefit the community. Council has a range of contestable funds to which community groups can apply. Information on these funds can be found on Council's website ([www.mdc.govt.nz/About-The-Council/Community-Funding](http://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. These requests are considered during the 10 Year Plan or Annual Plan budgeting process.

The following community requests were made for 2022/23:

Requester	Request	Description	Council Response	Rates Impact
<i>Approved requests – no change to 2022/23 budget</i>				
Anglican Parish of Ōroua	Footbridge between St. John's Anglican Church and Victoria Park \$4,663	The ditch between the church and Victoria Park is used for general access to the park, evacuation routes, and access to a defibrillator located at the church. A small bridge will make this route safer and more accessible.	Approve	\$0 This project can be covered within existing budgets.
Kimbolton Community Committee	Kimbolton Cemetery – off road parking \$15,849	Mourners are struggling to find a safe place to park while visiting the cemetery, and the committee requested an off-road parking area.	This project is already included in the 10 Year Plan for 2022/23.	\$0 No additional budget required.
<i>Approved requests – Increases to budget</i>				
Rongotea Community Committee	Seed funding for Rongotea Skate Park \$10,000	A group of youth from Rongotea have petitioned the Community Committee for a skate park.  The Committee will seek third party funding for this project however seed funding from Council will support their fundraising efforts and indicate its support of the project.	Council encourages youth involvement in community decision making, and is pleased to support the proposed skate park by providing seed funding.	\$10,000
<i>Requests not granted</i>				
Halcombe Community Trust	Halcombe Tennis Court Refresh \$50,000	The Trust would like to upgrade the tennis court to artificial turf to better serve the growing community.	This funding may be considered if request is made to future annual or long term plans.	\$0
Cheltenham Community Committee	Cheltenham Playground Extension \$40,000	Additions to the playground would make it more inclusive for younger children ages three to ten.	This funding may be considered if request is made to future annual or long term plans.	\$0
Feilding Hearts Charitable Trust	Taonui School AED and Lockbox \$3,200	Having an AED available in a public place provides peace of mind and can save lives.	Council suggests seeking other third party funding for this request.	\$0
Velocity Boxing	Gym Equipment \$1,200	This equipment would contribute to a programme for at-risk rangatahi, supporting them in forming new connections and hobbies in a safe and supervised environment.	Council suggests seeking other third party funding for this request.	\$0

# Rates for 2022/23

## Ngā Reiti 2022/23

The total increase in rates required to run Council business for 2022/23 is 8.69%. When we include the new Ōhakea Rural Water Scheme, this value increases to an overall rate increase of 9.48%, however the additional cost of the Ōhakea Rural Water Scheme is only incurred by the scheme members.

Due to population growth across the District in the last year, the total rates required will be distributed across more ratepayers, so the total rates increase for 2022/23 is 6.99% (excluding those paying additional rates for the Ōhakea Rural Water Scheme).

It is important to note that the rates change for individual rate payers will vary based on the location and type of property they own and the council services they receive.



See **example rates** on **page 39**.



Check out our **property and rates search** at [www.mdc.govt.nz](http://www.mdc.govt.nz) under the **Residents tab** then look for 'rates'.



Call **Council (06) 323 0000** and ask to speak to one of our rating team.

## Where does Council get money?



**\$28.01M**

Targeted rates



**\$14.73M**

General rates



**\$7.83M**

Fees and charges

**\$3.35M**

Subsidies and grants  
(primarily Waka  
Kotahi NZTA)



**\$3.32M**

Sundry income



**\$0.23M**

Interest  
and dividends



**\$8.84M**

Development and capital  
contributions



**\$0.28M**

Rates penalties



**\$0.02M**

Gains/(losses)



Total revenue

**\$66.60M**

## Where does Council spend money?

### Key

- Operating expenditure
- Capital expenditure



**\$11.01M**

**\$9.48M**

Community facilities



**\$16.53M**

**\$10.67M**

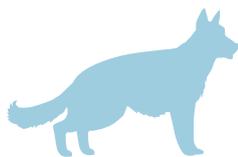
Roading



**\$9.28M**

**\$4.40M**

Wastewater



**\$6.02M**

**\$0M**

Regulatory



**\$4.69M**

**\$0.02M**

Solid waste



**\$4.35M**

**\$0.00M**

District  
development



**\$6.43M**

**\$3.95M**

Water supply



**\$0.69M**

**\$1.83M**

Other



**\$3.51M**

**\$0.00M**

Governance and  
strategy



**\$2.04M**

**\$2.76M**

Stormwater



**\$0.31M**

**\$0.60M**

Emergency  
management

Total expenditure

**\$64.86M** Operating  
expenditure

**\$33.71M** Capital  
expenditure

# Funding Impact Statements – Activities of Council Ngā Tauākī Tahua – Ngā Mahi a te Kaunihera

## Funding Impact Statements

The Prospective Funding Impact Statements (FIS) on the following pages give an overview of what it costs to provide Council services and how those services will be funded. The FIS breaks down income and expenditure at operational and capital levels. Operational costs include the ongoing maintenance and delivery of our services, while capital costs relate to the construction of new assets or extending or renewing existing assets. Capital expenditure is generally 'one-off' in nature, whereas operational costs are ongoing.

Taking all this information into account, we can see how much money will be required, how much will be spent, and whether or not we will have a surplus or deficit at the end of the year.

## Funding Impact Statement - Whole of Council

### Tauāki Tahua – Te Katoa o te Kaunihera

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	14,136	14,731	15,005
Targeted rates	25,227	27,970	28,011
Subsidies and grants for operating purposes	3,372	3,410	3,352
Fees and charges	7,687	8,128	7,826
Interest and dividends from investments	229	229	229
Local authorities fuel tax, fines, infringement fees and other receipts	3,887	3,421	3,317
<b>Total operating funding</b>	<b>54,538</b>	<b>57,889</b>	<b>57,740</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	40,551	42,013	43,239
Finance costs	2,076	2,037	1,896
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>42,627</b>	<b>44,050</b>	<b>45,239</b>
<b>Surplus (deficit) of operating funding</b>	<b>11,911</b>	<b>13,838</b>	<b>12,501</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	10,794	8,583	5,340
Development and financial contributions	4,170	3,544	3,502
Increase (decrease) in debt	1,669	6,255	12,211
Gross proceeds from sale of assets	5,000	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>21,634</b>	<b>18,382</b>	<b>20,853</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	5,666	4,197	6,684
- to improve the level of service	17,876	14,687	14,704
- to replace existing assets	16,393	11,184	12,325
Increase (decrease) in reserves	(6,391)	2,152	(158)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>33,544</b>	<b>32,220</b>	<b>33,554</b>
<b>Surplus (deficit) of capital funding</b>	<b>(11,911)</b>	<b>(13,838)</b>	<b>(12,501)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Community Facilities Group

### Tauāki Tahua – Ngā Rawapuni Hapori

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	2,189	2,299	1,855
Targeted rates	6,754	7,576	7,454
Subsidies and grants for operating purposes	1	1	1
Fees and charges	1,277	1,265	930
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	144	27	15
<b>Total operating funding</b>	<b>10,365</b>	<b>11,169</b>	<b>10,254</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	6,599	6,782	6,980
Finance costs	747	815	451
Internal charges and overheads applied	1,476	1,614	1,529
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>8,822</b>	<b>9,211</b>	<b>8,960</b>
<b>Surplus (deficit) of operating funding</b>	<b>1,543</b>	<b>1,958</b>	<b>1,294</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	515	532	525
Increase (decrease) in debt	548	(6)	335
Gross proceeds from sale of assets	5,000	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>6,063</b>	<b>525</b>	<b>861</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	959	1,101	682
- to improve the level of service	3,700	3,577	6,508
- to replace existing assets	1,203	1,284	2,292
Increase (decrease) in reserves	1,744	(3,479)	(7,327)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>7,606</b>	<b>2,483</b>	<b>2,155</b>
<b>Surplus (deficit) of capital funding</b>	<b>(1,543)</b>	<b>(1,958)</b>	<b>(1,294)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - District Development Group

### Tauāki Tahua – Te Whakawhanake ā-Rohe

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	3,654	3,679	4,370
Targeted rates	82	83	83
Subsidies and grants for operating purposes	34	35	35
Fees and charges	0	0	0
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	74	74	74
<b>Total operating funding</b>	<b>3,845</b>	<b>3,871</b>	<b>4,562</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	2,700	2,610	3,202
Finance costs	135	127	154
Internal charges and overheads applied	809	924	995
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>3,644</b>	<b>3,662</b>	<b>4,352</b>
<b>Surplus (deficit) of operating funding</b>	<b>201</b>	<b>210</b>	<b>210</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	(203)	(211)	(211)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>(203)</b>	<b>(211)</b>	<b>(211)</b>
<b>Applications of capital funding</b>			
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	(2)	(1)	(1)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>(2)</b>	<b>(1)</b>	<b>(1)</b>
<b>Surplus (deficit) of capital funding</b>	<b>(201)</b>	<b>(210)</b>	<b>(210)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Emergency Management Group

### Tauāki Tahua – Te Rauhi Hapori i te Ohotata

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	301	313	314
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
<b>Total operating funding</b>	<b>301</b>	<b>313</b>	<b>314</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	200	206	209
Finance costs	0	1	5
Internal charges and overheads applied	91	95	80
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>291</b>	<b>302</b>	<b>293</b>
<b>Surplus (deficit) of operating funding</b>	<b>10</b>	<b>12</b>	<b>21</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	11	(1)	592
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>11</b>	<b>(1)</b>	<b>592</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	11	0	599
- to replace existing assets	12	0	0
Increase (decrease) in reserves	(2)	10	14
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>20</b>	<b>10</b>	<b>613</b>
<b>Surplus (deficit) of capital funding</b>	<b>(10)</b>	<b>(12)</b>	<b>(21)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

Funding Impact Statement - Governance and Strategy Group  
 Tauāki Tahua – Te Kāwanatanga me te Whakataurau Rautaki

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	2,690	2,966	3,476
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	77	30
<b>Total operating funding</b>	<b>2,690</b>	<b>3,043</b>	<b>3,507</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	784	933	927
Finance costs	0	0	0
Internal charges and overheads applied	1,897	2,101	2,559
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>2,681</b>	<b>3,034</b>	<b>3,486</b>
<b>Surplus (deficit) of operating funding</b>	<b>8</b>	<b>8</b>	<b>21</b>
<b>Sources of capital funding</b>			
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
<b>Total sources of capital funding</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Applications of capital funding</b>			
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	8	8	21
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>8</b>	<b>8</b>	<b>21</b>
<b>Surplus (deficit) of capital funding</b>	<b>(8)</b>	<b>(8)</b>	<b>(21)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Regulatory Group

### Tauāki Tahua – Te Whakatureture

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	2,772	2,935	2,607
Targeted rates	0	0	0
Subsidies and grants for operating purposes	0	0	0
Fees and charges	2,596	2,727	3,313
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	84	78	97
<b>Total operating funding</b>	<b>5,452</b>	<b>5,740</b>	<b>6,016</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	2,050	2,050	2,991
Finance costs	0	0	0
Internal charges and overheads applied	3,367	3,651	2,991
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>5,417</b>	<b>5,701</b>	<b>5,982</b>
<b>Surplus (deficit) of operating funding</b>	<b>36</b>	<b>38</b>	<b>34</b>
<b>Sources of capital funding</b>			
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
<b>Total sources of capital funding</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Applications of capital funding</b>			
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	36	38	34
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>36</b>	<b>38</b>	<b>34</b>
<b>Surplus (deficit) of capital funding</b>	<b>(36)</b>	<b>(38)</b>	<b>(34)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Roading Network Group

### Tauāki Tahua – Ngā Ara Waka

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	9	8	27
Targeted rates	7,581	8,335	8,046
Subsidies and grants for operating purposes	3,188	3,220	3,164
Fees and charges	73	150	(217)
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	217	223	221
<b>Total operating funding</b>	<b>11,068</b>	<b>11,937</b>	<b>11,241</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	6,068	6,247	5,827
Finance costs	368	451	335
Internal charges and overheads applied	(59)	29	92
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>6,378</b>	<b>6,726</b>	<b>6,255</b>
<b>Surplus (deficit) of operating funding</b>	<b>4,690</b>	<b>5,210</b>	<b>4,986</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	5,138	4,902	5,340
Development and financial contributions	967	993	982
Increase (decrease) in debt	2,204	1,766	1,264
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>8,309</b>	<b>7,661</b>	<b>7,586</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	995	773	2,192
- to improve the level of service	3,912	3,353	3,211
- to replace existing assets	7,987	5,948	5,270
Increase (decrease) in reserves	105	2,797	1,899
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>12,999</b>	<b>12,871</b>	<b>12,572</b>
<b>Surplus (deficit) of capital funding</b>	<b>(4,690)</b>	<b>(5,210)</b>	<b>(4,986)</b>
Funding balance	0	0	0

## Funding Impact Statement - Solid Waste Group

### Tauāki Tahua – Te Para Totoka

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	1,530	1,646	1,543
Targeted rates	881	930	817
Subsidies and grants for operating purposes	149	154	151
Fees and charges	1,784	1,953	1,957
Internal charges and overheads recovered	190	204	278
Local authorities fuel tax, fines, infringement fees and other receipts	0	0	0
<b>Total operating funding</b>	<b>4,534</b>	<b>4,887</b>	<b>4,747</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	3,661	3,866	3,740
Finance costs	162	155	164
Internal charges and overheads applied	561	605	631
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>4,385</b>	<b>4,626</b>	<b>4,536</b>
<b>Surplus (deficit) of operating funding</b>	<b>149</b>	<b>261</b>	<b>212</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	0	0	0
Increase (decrease) in debt	762	(70)	(96)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>762</b>	<b>(70)</b>	<b>(96)</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	0	0	0
- to improve the level of service	833	18	18
- to replace existing assets	0	0	0
Increase (decrease) in reserves	78	173	97
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>911</b>	<b>191</b>	<b>116</b>
<b>Surplus (deficit) of capital funding</b>	<b>(149)</b>	<b>(261)</b>	<b>(212)</b>
Funding balance	0	(0)	0

## Funding Impact Statement - Stormwater Group

### Tauāki Tahua – Te Wai Ua

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	251	285	253
Targeted rates	1,110	1,227	1,123
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	316	349	296
Local authorities fuel tax, fines, infringement fees and other receipts	13	13	13
<b>Total operating funding</b>	<b>1,690</b>	<b>1,874</b>	<b>1,686</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	274	290	251
Finance costs	463	561	391
Internal charges and overheads applied	604	671	618
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>1,341</b>	<b>1,522</b>	<b>1,260</b>
<b>Surplus (deficit) of operating funding</b>	<b>349</b>	<b>352</b>	<b>426</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	0	0	0
Development and financial contributions	913	940	929
Increase (decrease) in debt	279	116	280
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>1,192</b>	<b>1,056</b>	<b>997</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	3,128	1,395	2,122
- to improve the level of service	590	612	575
- to replace existing assets	61	63	62
Increase (decrease) in reserves	-2,239	(662)	(1,124)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>1,541</b>	<b>1,408</b>	<b>1,635</b>
<b>Surplus (deficit) of capital funding</b>	<b>(349)</b>	<b>(352)</b>	<b>(426)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Wastewater Group

### Tauāki Tahua – Te Wai Para

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	0	0	0
Targeted rates	4,811	5,212	5,807
Subsidies and grants for operating purposes	0	0	0
Fees and charges	1,923	1,995	1,806
Internal charges and overheads recovered	878	909	969
Local authorities fuel tax, fines, infringement fees and other receipts	174	179	393
<b>Total operating funding</b>	<b>7,785</b>	<b>8,296</b>	<b>8,975</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	2,932	3,068	2,918
Finance costs	1,177	1,160	1,163
Internal charges and overheads applied	1,817	1,870	2,394
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>5,927</b>	<b>6,097</b>	<b>6,475</b>
<b>Surplus (deficit) of operating funding</b>	<b>1,859</b>	<b>2,199</b>	<b>2,501</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	523	0	0
Development and financial contributions	730	753	744
Increase (decrease) in debt	(776)	(770)	(711)
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>477</b>	<b>(17)</b>	<b>33</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	407	648	714
- to improve the level of service	1,306	563	1,130
- to replace existing assets	3,683	2,857	2,556
Increase (decrease) in reserves	(3,061)	(1,886)	(1,867)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>2,336</b>	<b>2,181</b>	<b>2,534</b>
<b>Surplus (deficit) of capital funding</b>	<b>(1,859)</b>	<b>(2,199)</b>	<b>(2,501)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

## Funding Impact Statement - Water Supply Group

### Tauāki Tahua – Te Whakarato Wai

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Sources of operating funding</b>			
General rates, uniform annual general charge, rates penalties	0	0	0
Targeted rates	4,234	4,833	4,907
Subsidies and grants for operating purposes	0	0	0
Fees and charges	0	0	0
Internal charges and overheads recovered	517	564	542
Local authorities fuel tax, fines, infringement fees and other receipts	4	4	4
<b>Total operating funding</b>	<b>4,754</b>	<b>5,401</b>	<b>5,452</b>
<b>Applications of operating funding</b>			
Payments to staff and suppliers	1,207	1,432	1,341
Finance costs	213	250	264
Internal charges and overheads applied	1,726	1,814	2,113
Other operating funding applications	0	0	0
<b>Total applications of operating funding</b>	<b>3,147</b>	<b>3,497</b>	<b>3,718</b>
<b>Surplus (deficit) of operating funding</b>	<b>1,608</b>	<b>1,905</b>	<b>1,734</b>
<b>Sources of capital funding</b>			
Subsidies and grants for capital expenditure	5,134	3,681	0
Development and financial contributions	1,045	326	322
Increase (decrease) in debt	987	3,646	485
Gross proceeds from sale of assets	0	0	0
Lump sum contributions	0	0	0
Other dedicated capital funding	0	0	0
<b>Total sources of capital funding</b>	<b>7,166</b>	<b>7,654</b>	<b>807</b>
<b>Applications of capital funding</b>			
Capital expenditure			
- to meet additional demand	178	280	974
- to improve the level of service	6,416	5,534	1,543
- to replace existing assets	2,105	403	1,437
Increase (decrease) in reserves	75	3,342	(1,413)
Increase (decrease) of investments	0	0	0
<b>Total application of capital funding</b>	<b>8,774</b>	<b>9,559</b>	<b>2,541</b>
<b>Surplus (deficit) of capital funding</b>	<b>(1,608)</b>	<b>(1,905)</b>	<b>(1,734)</b>
<b>Funding balance</b>	<b>0</b>	<b>0</b>	<b>0</b>



# Funding Impact Statement - Rating Tauākī Tahua – Ngā Reiti

Council provides local public services and infrastructure that our communities need to thrive. These services are largely funded from the rates that Council charges property owners.

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

It is important to Council that our rating system:

- provides enough revenue to cover costs;
- spreads the costs of providing services as fairly as possible;
- meets the legal requirements; and
- can be understood by the ratepayer and promotes accountability.

The rating system forms part of Council's Prospective Funding Impact Statements and should be read in conjunction with the Council's Revenue and Financing Policy.

## Revenue and Financing Policy

The Revenue and Financing Policy outlines how Council has determined it will fund Council services and activities. The policy includes Council's rating philosophy and summarises the rationale for its rating decisions. In making these decisions, Council has considered:

- who benefits (for example, the whole district, certain communities within the district, or certain types of properties, ie. residential or commercial, etc.);
- rating accuracy and transparency;
- community preferences; and
- the overall impact on the economic, cultural, social and environmental well-being of the district.

A copy of the Revenue and Financing Policy can be found on the Council website.

## Rating System

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

Council decides what services it will provide in the future and how much it will cost to provide those services. These costs are then distributed amongst the properties in the district.

Individual rates invoices may be different from year to year due to changes in the costs required to provide services, the levels of service being provided and changes to individual property valuations.

## Types of rates

There are two types of rates – general rates and targeted rates

General rates are generally used by the Council to fund activities where the benefits flow to the district as a whole and the Council considers that the whole community should contribute to the cost.

The Council's general rate is set on capital value and a differential is applied depending on the use, location and zoning of a rating unit.

The Council also sets a uniform annual general charge as an amount per separately used or inhabited part (SUIP) of a rating unit – see explanation on page 29.

Targeted rates are set to fund one or more Council activities and can be set in respect of certain defined categories of land or all land in the district. Targeted rates can be calculated based on different factors including:

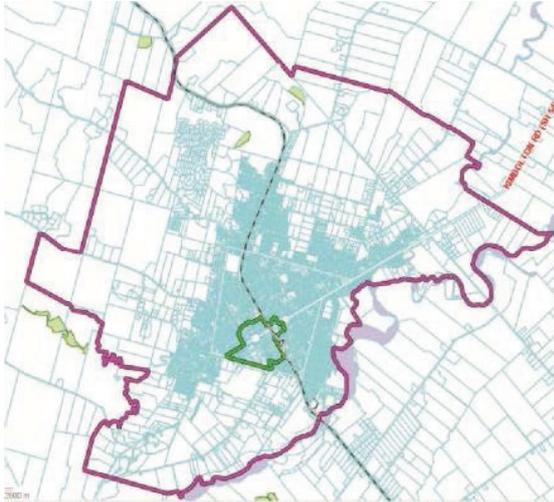
- rateable value;
- location;
- number of connections to the rating unit;
- the extent of provision of service to the rating unit; and
- per separately used or inhabited part of a rating unit (SUIP).

For instance, some of the rates on a property in the Feilding CBD will be rated on a different basis than Feilding rural properties. The types of rates that this "differential category" applies to are the General Rate, the Roding Targeted Rate and the Parks Reserves and Sports Grounds Targeted Rate.

More information on differential categories are below:

Differential Category	Definitions
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 and 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.
7. Defence	Land owned or used by the crown as an air force base, army camp, naval establishment or other Defence area.

Feilding Differential Rating Area 2009 as delineated on the rating plan filed at the Council office on Manchester Street, Feilding



Feilding Central Business District Differential Area 2009 as delineated on the plan filed at the Council office on Manchester Street, Feilding



More detailed maps are available at the Council office

## Rating base

Rates are assessed on all rating units as at 30 June of the preceding year. For example the 2022/2023 rates are assessed on rating units at 30 June 2022.

	Projected rating units in the district	Projected capital value of the district	Projected land value of the district
30 June 2022 projection	15,061	11,241,322,440	6,734,178,800

## Inspection of Rating Information Database

In accordance with the Local Government (Rating) Act 2002, the Rating Information Database including the District Valuation Roll and Rates Records are available for public inspection at the Council office, 135 Manchester Street, Feilding, between the hours of 8am and 5pm on all business days of the week, except on Wednesday when the Council opens at 9am instead of 8am for staff training purposes.

## 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 dollar depending on the rating unit's differential category.

Differential Category	Basis	Differential	Rate in the \$ of CV	Required Revenue \$
1. Feilding Residential	CV	1.00	0.00124	3,174,297
2. Feilding Rural	CV	0.50	0.00062	298,542
3. Feilding CBD	CV	2.25	0.00279	481,658
4. Rural	CV	0.40	0.00050	3,470,097
5. Industrial and Commercial	CV	1.60	0.00198	513,484
6. Utilities	CV	1.60	0.00198	177,247
7. Defence	LV	0.40	0.00050	6,782

The total revenue required from General Rates for 2022/2023 is \$8,122,107.

## Uniform Annual General Charge

Uniform annual general charge (UAGC) is a specific levy of an fixed amount on each SUIP. The UAGC is applied as a fixed amount to every SUIP within the district and does not vary with the value of the rating unit.

### Uniform Annual General Charge per SUIP

**\$617.00**

Total revenue required from Uniform General Charge for 2022/2023 is \$8,766,561.

### Definition of a Separately Used or Inhabited Part of a Rating Unit (SUIP)

Several of the rates described below refer to a 'SUIP'.

A separately used or inhabited part of a rating unit (SUIP) 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, license 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.

## 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 dollar depending on the rating unit's differential category.

Differential Category	Basis	Differential	Rate in the \$ of CV	Required Revenue \$
1. Feilding Residential	CV	1.00	0.00066	1,695,196
2. Feilding Rural	CV	0.30	0.00020	95,660
3. Feilding CBD	CV	2.75	0.00182	314,385
4. Rural	CV	0.30	0.00020	1,389,874
5. Industrial and Commercial	CV	1.50	0.00099	257,081
6. Utilities	CV	1.75	0.00116	103,531
7. Defence	LV	0.30	0.00020	2,716

Total revenue required from Parks and Sport Grounds Targeted rate for 2022/2023 is \$3,858,444.

## 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 SUIP.

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

Total revenue required from Parks Reserves and Sports Grounds Uniform Targeted Rate for 2022/2023 is \$354,981.

## 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 dollar depending on the rating unit's differential category.

Differential Category	Basis	Differential	Rate in the \$ of CV	Required Revenue \$
1. Feilding Residential	CV	1.00	0.00090	2,317,097
2. Feilding Rural	CV	0.65	0.00059	283,299
3. Feilding CBD	CV	2.75	0.00249	429,720
4. Rural	CV	0.65	0.00059	4,116,154
5. Industrial and Commercial	CV	1.50	0.00136	351,394
6. Utilities	CV	1.75	0.00158	141,512
7. Defence	LV	0.65	0.00059	8,044

Total revenue required from Roothing Targeted Rate for 2022/2023 is \$7,647,221.



### Roading Uniform Targeted Rate

The Roding Uniform Targeted Rate is assessed on all rating units in the district as a fixed amount per SUIP.

**Roding Uniform Targeted Rate** **\$100.00**

Total revenue required from Roding Uniform Targeted Rate for 2022/2023 is \$1,419,926.

### Makino Aquatic Centre Targeted Rate

The Makino Aquatic Centre Targeted Rate is assessed on all rating units in the district on a differential basis, as a fixed amount per SUIP.

**Within Feilding Differential Rating Area** **\$192.00**

**Outside the Feilding Differential Rating Area** **\$135.00**

Total revenue required by the Makino Aquatic Centre Targeted Rate for 2022/2023 is \$2,328,514.

### Library Targeted Rate

The Library Targeted Rate is assessed on all rating units in the district on a differential basis, as a fixed amount per SUIP.

**Within Feilding Differential Rating Area** **\$167.00**

**Outside the Feilding Differential Rating Area** **\$118.00**

Total revenue required by the Libraries Targeted Rate for 2022/2023 is \$2,029,809.

### Kerbside Recycling Targeted Rate

This rate is assessed on all rating units in the district as a fixed amount per SUIP that has the kerbside recycling service available (excluding vacant land), and properties within the rural differential rating area.

**Kerbside Recycling Targeted Rate** **\$131.00**

Total revenue to be required by Kerbside Recycling Targeted Rate for 2022/2023 is \$940,099.

### Feilding CBD Redevelopment Targeted Rate

The Feilding CBD Redevelopment Targeted Rate is assessed on all rating units in the Feilding CBD differential category at \$0.00108 per dollar of capital value.

Total revenue required by Feilding CBD Redevelopment Targeted Rate for 2022/2023 is \$185,233.



### Feilding CBD Security Targeted Rate

The Feilding CBD Security Targeted Rate is assessed on all rating units in the Feilding CBD differential category as a fixed amount per SUIP.

**Feilding CBD Security Targeted Rate** **\$299.00**

Total revenue required by Feilding CBD Security Target Rate for 2022/2023 is \$79,622.

### Ultra-Fast Broadband Infrastructure Targeted Rate

The Ultra-Fast Broadband Infrastructure Targeted 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 SUIP.

**Ultra-Fast Broadband Infrastructure Targeted Rate** **\$752.00**

Total revenue required by Ultra-Fast Broadband Infrastructure Targeted Rate for 2022/2023 is \$15,409.

### Stormwater Targeted Rate

The Stormwater Targeted Rate is assessed on all rating units that are located in either: 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 that are connected directly or indirectly to a stormwater network.

**Stormwater Targeted Rate** **\$146.00**

Total revenue required from Stormwater Targeted Rate for 2022/2023 is \$1,168,428.



## 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	Required Revenue \$
<b>Bainesse drainage district</b>		
Bainesse Class A	0.001110	13,019
Bainesse Class B	0.000550	8,137
Bainesse Class C	0.000470	3,255
<b>Makowhai drainage district</b>		
Makowhai Class A	0.000140	2,299
Makowhai Class B	0.000100	1,533
Makowhai Class C	0.000020	766
<b>Maire drainage district</b>		
Maire Class A	0.000270	1,650
Maire Class B	0.000090	1,320
Maire Class C	0.000120	990
Maire Class D	0.000130	660
<b>Oroua Downs drainage district</b>		
Oroua Downs Class A	0.000880	39,841
Oroua Downs Class B	0.000450	29,881
Oroua Downs Class C	0.000260	19,921

Total revenue required from Rural Land Drainage Targeted Rates for 2022/2023 is \$123,269.



## Wastewater Disposal Targeted Rates

The Wastewater Disposal Targeted Rates are assessed on all rating units either connected, or capable of connection, to the Council’s wastewater system, and are assessed on a differential basis based 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 SUIP 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 SUIP that is used exclusively or principally as a residence will be charged for one toilet for each residence. This includes Mount Taylor.

<b>Wastewater disposal - Connected</b>	<b>\$808.00 per SUIP</b>
<b>Wastewater disposal - Serviceable</b>	<b>\$404.00 per rating unit</b>
<b>Wastewater disposal - Restricted</b>	<b>\$646.00 per SUIP</b>

Total revenue required from Wastewater Disposal Targeted Rates for 2022/2023 is \$6,688,122.

## Water Supply Targeted Rates – Urban

The Water Supply Targeted Rate is assessed on all rating units either connected, or capable of connection, to the Council’s water system, (excluding those properties connected to a rural water supply scheme) 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.

<b>Water Supply - Connected</b>	<b>\$425.00 per SUIP</b>
<b>Water Supply - Serviceable</b>	<b>\$212.50 per rating unit</b>
<b>Water Supply - Restricted</b>	<b>\$340.00 per SUIP</b>

Total revenue required from Water Supply – Urban Targeted Rates for 2022/2023 is \$3,004,823.



## Volumetric Water Charges (water by meter)

The Volumetric Water Charges 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 rates are assessed on a differential basis based on the level of service provision (connection size and number of connections).

Connection size	Charge per connection
15 mm to 50 mm	\$670.06
80 mm to 150 mm	\$682.47

Where a rating unit is supplied, in any rating year, in excess of 380 cubic meters, an additional consumption charge of \$1.65 per cubic meter of water supplied in excess of 380 cubic meters will be charged.

Total revenue required from Volumetric Water Charges for 2022/2023 is \$1,277,459.

## Water Supply Targeted Rates - Rural

The Water Supply Targeted Rates - Rural are assessed on all rating units in the schemes listed below, based on the units allocated/ supplied.

<b>Stanway/Halcombe Rural Water Scheme - per unit allocated</b>	<b>\$372.00</b>
<b>Waituna West Rural Water Scheme - per unit allocated</b>	<b>\$391.00</b>
<b>Ohakea Rural Water Scheme - per unit allocated</b>	<b>\$350.00</b>
<b>Kiwitea Rural Water Scheme - per unit allocated</b>	<b>\$212.75*</b>
<b>Kiwitea Rural Water Scheme - per additional unit used but not allocated</b>	<b>\$212.75 *</b>

\* Kiwitea Rural Water Scheme rates are determined by the scheme committee, the rates are collected on behalf by Manawatū District Council and passed on to the scheme in full.

Total revenue required from Water Supply Targeted Rates – Rural for 2022/2023 is \$1,578,130.

## Capital Contribution Targeted Rates

The 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 this Funding Impact Statement - Rating System (excluding the metered water) are calculated annually and detailed on the Rates Assessment. This covers the year 1 July 2022 to 30 June 2023.

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 2022 to any unpaid rates from previous financial years that remain unpaid on 6 July 2022. Another 10% will be added on 24 January 2023 to any unpaid rates from previous financial years that remain unpaid on 23 January 2023.

If annual rates are paid in full by 25 November 2022, any penalty charged for instalment one will be reversed.

The Council may accept lump sum contributions in respect of any targeted rates.

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	1 August 2022	1 November 2022	1 February 2023	1 May 2023
Payment Due Date	26 August 2022	25 November 2022	24 February 2023	26 May 2023
Penalty Date	1 September 2022	1 December 2022	2 March 2023	1 June 2023

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 2022	31 December 2022	31 March 2023	30 June 2023
Payment Due Date	31 October 2022	31 January 2023	28 April 2023	31 July 2023

Individual 2022/23 property rates assessments can be viewed on the website [www.mdc.govt.nz](http://www.mdc.govt.nz), using the Property and Rates search function, or call 06 323 0000.

# How will my rates be used?

## Te whakapaunga reiti

### Feilding Resident

Based on a property with a Capital Value of \$405,000

### Rural Resident

Based on a property with a Capital Value of \$610,000 without services

#### Rates

(total annual)

**\$3,746.95**

**\$1,856.10**

#### Rates

(weekly total)

**\$72.04** per week

**\$35.69** per week



Water

**\$8.17** per week



Wastewater

**\$15.54** per week



Stormwater

**\$2.81** per week



Solid Waste

**\$2.52** per week

**\$2.52** per week



Roading

**\$8.93** per week

**\$8.84** per week



Environmental Services

**\$4.21** per week

**\$4.21** per week



Governance & Strategy

**\$2.71** per week

**\$2.71** per week



Animal Control

**\$0.48** per week

**\$0.48** per week



Halls Recreation Complexes

**\$1.33** per week

**\$1.33** per week



Library

**\$3.21** per week

**\$2.27** per week



Makino

**\$3.69** per week

**\$2.60** per week



Parks & Reserves

**\$5.62** per week

**\$2.83** per week



Public Conveniences

**\$0.63** per week

**\$0.63** per week



General

**\$9.66** per week

**\$7.27** per week

# Sample ratepayers

## He tauira kaiutu reiti

Rating Category	Previous Capital Value (\$)	2021/22 Total GST Incl	2022/23 Total GST Incl	Annual Change (\$)	Change (%)
Feilding CBD	550,000	7,216	8,217	1,002	13.9%
Feilding CBD ^	4,840,000	46,646	53,941	7,269	15.6%
Residential (Previously Feilding Rural)	800,000	4,115	6,466	2,351	57.1%
Feilding Residential	370,000	3,381	3,647	266	7.9%
Feilding Residential	500,000	3,722	4,011	289	7.8%
Feilding Residential	800,000	4,508	4,851	343	7.6%
Feilding Residential (Multi-unit) *	3,695,000	20,066	20,806	741	3.7%
Feilding Rural with services	790,000	3,241	3,478	237	7.3%
Industrial/Commercial	560,000	4,281	4,611	329	7.7%
Industrial/Commercial	9,800,000	40,543	43,429	2,886	7.1%
Rural with farming as one remission	1,633,000	1,976	2,107	131	6.6%
Rural with no service, 3 dwellings	7,110,000	11,456	12,157	701	6.1%
Rural with no services	180,000	1,169	1,227	58	5.0%
Rural with no services	900,000	2,040	2,156	116	5.7%
Rural with services	320,000	2,557	2,787	230	9.0%
Rural with Waituna West water (47 units), 2 dwellings	11,970,000	34,904	35,808	905	2.6%
Rural with Wastewater	365,000	2,403	2,633	230	9.6%

^ Does not include volumetric charges - water only



# Prospective Financial Statements

## Ngā Tauākī Ahumoni Whakariterite

### Prospective Statement of Comprehensive Revenue and Expense

	Note	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Revenue</b>				
Rates revenue		39,363	42,701	43,016
Financial income		229	229	229
Subsidies and grants		14,167	11,994	8,692
Development and financial contributions		4,170	3,544	3,502
Other revenue		12,091	12,082	11,143
Other gains/(losses)		(17)	16	16
<b>Total Revenue</b>	1	<b>70,002</b>	<b>70,564</b>	<b>66,598</b>
<b>Expenditure</b>				
Personnel costs		14,602	15,186	15,745
Depreciation and amortisation	2	18,678	21,422	19,622
Finance costs		2,076	2,037	1,896
Other operating expenses		25,949	26,828	27,598
<b>Total operating expenditure</b>	1	<b>61,305</b>	<b>65,473</b>	<b>64,461</b>
<b>Operating surplus/(deficit) before tax</b>		<b>8,697</b>	<b>5,092</b>	<b>1,738</b>
Income tax expense		0	0	0
<b>Net surplus/(deficit) after tax</b>	3	<b>8,697</b>	<b>5,092</b>	<b>1,738</b>
<b>Other comprehensive income and expense</b>				
Gains on the revaluation of property, plant and equipment		22,332	28,694	28,434
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
<b>Total other comprehensive income and expense</b>		<b>22,332</b>	<b>28,694</b>	<b>28,434</b>
<b>Total comprehensive revenue and expense for the year</b>		<b>31,029</b>	<b>33,786</b>	<b>30,173</b>

## Prospective Statement of Financial Position

	Note	2022 Annual Plan \$000	2022 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents		4,141	6,597	4,291
Accounts receivable		4,705	5,065	5,081
Investment in Council Controlled Entities		283	289	289
Inventory		237	237	297
Other financial assets		25	15	15
Non-current assets held for sale		0	0	0
<b>Total current assets</b>		<b>9,391</b>	<b>12,203</b>	<b>9,973</b>
<b>Non-current assets</b>				
Property, plant and equipment		824,390	862,068	865,300
Intangible assets		430	1,151	635
Investment in associate		1	1	1
Investment in Council Controlled Entities		6,129	5,950	5,644
Other financial assets		130	115	115
<b>Total non-current assets</b>		<b>831,080</b>	<b>869,285</b>	<b>871,696</b>
<b>Total assets</b>		<b>840,471</b>	<b>881,488</b>	<b>881,669</b>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable		7,953	8,893	8,893
Provisions		24	275	275
Employee entitlements		1,504	1,520	1,520
Borrowings		21,567	17,747	18,500
<b>Total current liabilities</b>		<b>31,048</b>	<b>28,435</b>	<b>29,188</b>
<b>Non-current liabilities</b>				
Provisions		2,175	1,943	1,943
Borrowings		65,615	75,690	79,775
<b>Total non-current liabilities</b>		<b>67,790</b>	<b>77,633</b>	<b>81,718</b>
<b>Total liabilities</b>		<b>98,838</b>	<b>106,068</b>	<b>110,706</b>
<b>Equity</b>				
Retained earnings	7	471,461	476,234	490,126
Other reserves	7	270,172	299,184	280,636
<b>Total equity</b>		<b>741,633</b>	<b>775,419</b>	<b>770,763</b>
<b>Total Liabilities and Equity</b>		<b>840,471</b>	<b>881,488</b>	<b>881,669</b>

## Prospective Statement of Changes in Net Assets/Equity

	Note	2022 Annual Plan \$000	2022 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Opening Equity Balance</b>	5	710,604	741,633	740,590
Total other comprehensive income and expense		31,029	33,786	30,173
<b>Closing Equity Balance</b>		<b>741,633</b>	<b>775,419</b>	<b>770,763</b>



## Prospective Statement of Cash Flows

	Note	2022 Annual Plan \$000	2022 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Cash flows from operating activities was provided from:</b>				
Receipts from rates revenue		39,363	42,701	43,016
Interest received		224	224	224
Dividend received		5	5	5
Receipts from other revenue		29,911	27,086	23,337
<b>Cash was disbursed to:</b>				
Payments to suppliers and employees		(40,551)	(42,013)	(43,343)
Interest paid		(2,071)	(2,042)	(1,896)
Income tax paid		0	0	0
Goods and services tax (net)		0	0	0
<b>Net cash from operating activities</b>		<b>26,881</b>	<b>25,960</b>	<b>21,343</b>
<b>Cash flows from investing activities was provided from:</b>				
Proceeds from sale of property, plant and equipment				
Net investments movements		5,000	0	0
Cash was disbursed to:		301	308	308
Purchase of intangible assets		(453)	(242)	(61)
Purchase of property, plant and equipment		(39,483)	(29,826)	(33,652)
<b>Net cash from investing activities</b>		<b>(34,634)</b>	<b>(29,759)</b>	<b>(33,404)</b>
<b>Cash flows from financing activities was provided from:</b>				
Proceeds from borrowing		29,953	27,822	33,988
Cash was disbursed to:				
Repayment of borrowings		(28,284)	(21,567)	(21,777)
<b>Net Cash from financing activities</b>		<b>1,669</b>	<b>6,255</b>	<b>12,211</b>
Net (decrease)/increase in cash, cash equivalents and bank overdrafts		(6,084)	2,456	150
Cash, cash equivalents and bank overdrafts at the beginning of the year		10,225	4,141	4,141
<b>Cash, cash equivalents and bank overdrafts at the end of the year</b>		<b>4,141</b>	<b>6,597</b>	<b>4,291</b>

# Notes to the Financial Statements

## He kupu whakamahuki mō Ngā Tauākī Ahumoni

### Note 1:

#### Reconciliation of Prospective Statement of Comprehensive Revenue and Expense to the Funding Impact Statement (FIS)

The Funding Impact Statements (FIS) throughout the document are prepared in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014. They do not comply with Generally Accepted Accounting Practices (GAAP). However, the core financial statements (prospective statement of comprehensive revenue and expense, prospective statement of changes in net assets / equity, prospective statement of financial position and the prospective statement of cash flows) are prepared in compliance with GAAP. The following is a reconciliation between the revenue and expenditure shown in the prospective statement of comprehensive revenue and expense and the Council's overall Funding Impact Statement.

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Operating Revenue in the FIS</b>	<b>54,538</b>	<b>57,889</b>	<b>57,740</b>
Subsidies and grants for capital expenditure	10,794	8,583	5,340
Development and financial contributions	4,170	3,544	3,502
Vested Assets	517	533	0
Net gain and losses not included in FIS	(17)	16	16
<b>Total Revenue in the Statement of Comprehensive Revenue and Expense</b>	<b>70,002</b>	<b>70,564</b>	<b>66,598</b>
Applications of Operating Funding in the FIS	42,627	44,050	45,239
Depreciation not included in the FIS	18,678	21,422	19,622
<b>Total Operating Expenditure in the Statement of Comprehensive Revenue and Expense</b>	<b>61,305</b>	<b>65,473</b>	<b>64,861</b>

Note 2:

Depreciation and Amortisation Expense per Group of Activities

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
Community Facilities	2,345	2,806	2,049
District Development	0	0	0
Emergency Management	0	0	21
Regulatory	36	38	34
Governance and Strategy	8	8	21
Roading Network	10,162	11,027	10,272
Solid Waste	138	212	158
Stormwater and Drainage	725	849	775
Wastewater	2,183	2,528	2,805
Water Supply	2,098	2,604	2,716
Support Services	983	1,350	771
<b>Total Depreciation and Amortisation</b>	<b>18,678</b>	<b>21,422</b>	<b>19,622</b>



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.

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
<b>Net surplus/(deficit) after tax</b>	<b>8,697</b>	<b>5,092</b>	<b>1,738</b>
<b>The surplus/(deficit) consists of the following</b>			
Roading subsidy received from NZ Transport Agency to fund capital expenditure	5,138	4,902	4,816
Subsidies and grants for capital expenditure	5,656	3,681	524
Capital contributions and connection fees used to fund capital expenditure	918	195	219
Development contributions recognised as revenue but used to fund past or future capital expenditure in relation to growth	3,252	3,348	3,283
<b>Depreciation not funded</b>			
- Roothing (renewal funded by NZTA subsidy)	(5,386)	(5,734)	(4,954)
- Parks (only 50% of depreciation is funded)	(287)	(369)	(334)
- Halls (depreciation is only funded on recreation complexes)	(120)	(127)	(311)
Loans principal repayments funded from rates - CBD redevelopment loans	118	123	123
- Ultra Fast Broadband	6	6	6
Gain on property recognised	(17)	16	16
Vested Assets	517	533	0
Use of reserves and special funds (including interest on growth account, subdivision development etc.)	(1,100)	(1,483)	(1,650)
	<b>8,697</b>	<b>5,092</b>	<b>(1,738)</b>

#### 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:

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
Water by meter included in rates	1,257	1,300	1,277

#### Note 5:

### Opening Balances

The opening balances for 1 July 2022 do not agree with the closing balances for the prior year's Annual Plan (30 June 2022). The annual plan was approved by Council in June 2022 and the annual plan closing balances reflect the planned position at that time. Actual results for the 2021/22 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 reforecasted the closing balances at 30 June 2022 to reflect known changes. The main items impacted include cash, property plant and equipment, borrowing and equity.

#### Note 6:

### Funding Impact Statements - transfer between operational and capital activities

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
Surplus (deficit) of operating funding	11,911	13,838	12,501
Surplus (deficit) of capital funding	(11,911)	(13,838)	(12,501)
<b>Funding Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>
Loan principal repayments funded by rates	124	129	129
Depreciation funded by rates but transferred to reserve to fund renewal (current and future years)	12,886	15,193	14,022
Operating items funded from the transfer of reserves included in the capital activities	(1,100)	(1,483)	(1,650)
	<b>11,911</b>	<b>13,838</b>	<b>12,501</b>

## 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 annual plan for each class of funds.

#### RETAINED EARNING

2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
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#### Accumulated Funds

Included in the Accumulated Funds in the balance sheet are two types of reserves. These are separate funds and growth funds detailed 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	(1,863)	2,755	(14)
Transfers to reserves	5,894	5,148	3,283
Transfers from reserves	(1,276)	(1,597)	(3,880)
Closing Balance	<b>2,755</b>	<b>6,307</b>	<b>(611)</b>

#### 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	(780)	(1,686)	2,276
Transfers to reserves	12,886	15,193	14,022
Transfers from reserves	(13,792)	(12,257)	(9,532)
Closing Balance	<b>(1,686)</b>	<b>1,250</b>	<b>6,766</b>

## OTHER RESERVES

	2022 Annual Plan \$000	2023 Long-Term Plan \$000	2023 Annual Plan \$000
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### 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	105	104	95
Transfers to reserves	2	2	1
Transfers from reserves	(3)	(3)	(2)
Closing Balance	<b>104</b>	<b>103</b>	<b>94</b>

### 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	2,853	3,313	2,673
Transfers to reserves	460	319	319
Transfers from reserves	0	0	0
Closing Balance	<b>3,313</b>	<b>3,632</b>	<b>2,992</b>

### Revaluation Reserves

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

Opening balances	244,423	266,755	249,116
Transfers to reserves	22,332	28,694	28,434
Transfers from reserves	0	0	0
Closing Balance	<b>266,755</b>	<b>295,449</b>	<b>277,550</b>
<b>TOTAL OTHER RESERVES</b>	<b>270,172</b>	<b>299,184</b>	<b>280,636</b>

