



# Annual Plan 2017/2018



**Timaru District Council  
Annual Plan 2017/2018**

For the year beginning 1 July 2017

ISSN: 1171 - 901X (Print)

ISSN: 1175 - 3072 (Online)

Published on 27 June 2017 by Timaru District Council

PO Box 522, Timaru 7940

**T** (03) 687 7200

**F** (03) 687 7209

**E** [enquiry@timdc.gov.nz](mailto:enquiry@timdc.gov.nz)

**[www.timaru.govt.nz](http://www.timaru.govt.nz)**

# An Introduction from your Mayor and Chief Executive

## We're <sup>Still</sup> on our way!

2017/18 is Year 3 of our Long Term Plan 2015-25. While there have been some changes in the cost and timing of a number of the planned projects, we are still on track with implementing what was agreed with you – our community when the Long Term Plan was signed off in June 2015.

So for 2017/18 this is what is planned:

## Ongoing Development

- More progress on water supply, sewer and stormwater infrastructure developments
- Greater spending on maintaining and resealing our roads
- Ongoing replacement of street lights with LED lanterns to reduce ongoing maintenance and energy costs
- Facilities upgrades, including an upgrade to the Temuka Swimming pool and more group fitness space at CBay
- Replacement of the Centennial Park bridge, Timaru
- Ongoing upgrading of public toilets, including the toilet block in Strathallan Street, Timaru
- More work at the Redruth Landfill to help extend the life of the current facility, including construction of new landfill cells and dealing with landfill gas
- Completion of the Terminal upgrade at Timaru Airport, including strengthening, to cater for the larger aircraft servicing the Timaru-Wellington route.

You can read more about planned projects in the Overview and Work Programme sections of this document.

## Lower Rates rise

The end result of the changes in some of the planned projects has meant a lower rates rise – a 2.60% increase in total rates rather than the 7.16% forecast in the LTP. The main reasons for this are:

- A careful review of all expenditure
- Inflation being less than forecast
- Lower interest rates (for money Council borrows)
- Council Fee revenue exceeding what was forecast
- Delays in some capital expenditure projects

The rates increase will vary depending on where you live in the district, the value of your property, and the services you receive.

## Forward Planning

During 2017/18 we are starting work on the review of our Long Term Plan. These reviews are required every 3 years. We look forward to your input as we starting preparing this over the next year.

In the meantime we invite you to read on for more details on Council's plans for the coming year.

Bede Carran  
Chief Executive

Damon Odey  
Mayor



## SECTIONS

## CONTENTS

Overview  
5-22

Council activities  
23-56

Financial information  
57-92

Other information  
93-100

An Introduction from your Mayor and Chief Executive	1
Contents	2

Overview 5-22	Council Activities 23-56	Financial Information 57-92
Your Council and Community Boards 6	Groups of Activities 24	Section Roadmap 58
What's an Annual Plan? 8	Democracy 25	Statement concerning Balancing of Budget 60
Strategic Direction 9	Community Support 27	Forecast Financial Information 61
Annual Plan 2017/18 - What's coming up and what's changed 12	District Planning and Regulatory Services 30	Forecast Statement of Comprehensive Revenue and Expense 62
The Numbers - Financial Overview 16	Recreation and Leisure 33	Forecast Statement of Movements in Equity 63
The Breakdown- How will this affect you? 17	Roading and Footpaths 39	Forecast Statement of Movements in Retained Earnings 64
Where do my rates go? 18	Sewer 43	Forecast Statement of Financial Position 65
Timaru District 19	Stormwater 46	Forecast Statement of Cashflows 66
	Waste Minimisation 49	Funding Impact Statement 68
	Water Supply 52	Rating Contribution by Activity 75
		Reserve Funds Summary 78
		Annual Plan Disclosure Statement 84
		Fees 2017/18 85
		Accounting Policies 87



---

## Other Information

### 93-100

Directory	94
Group Organisational Structure	95
Council Committees	96
Council Management	97
Glossary	98





We look forward to working with you in progressing our vision of Lifestyle - Economy – Identity – Leadership and making our Timaru District prosperous with a lifestyle truly second to none.



A photograph of a park path in autumn. The path is paved and covered with fallen brown leaves. Large, mature trees with thick trunks line both sides of the path. The leaves on the trees are mostly green, with some yellowing. In the background, a fence and some buildings are visible. A blue banner with the word "Overview" is overlaid on the top right of the image.

# Overview



# Your Council and Community Boards



**Damon Odey**

**Mayor**

mayorspa@timdc.govt.nz  
(03) 687 7200 (work)  
(03) 684 9325 (home)  
027 201 1920



**Richard Lyon**

**Deputy Mayor**

**Pleasant Point-Temuka  
Ward Councillor**

richard.lyon@timdc.govt.nz  
(03) 614 7369 (home)  
027 426 9735



**Paddy O'Reilly**

**Pleasant Point-Temuka  
Ward Councillor**

patrick.oreilly@timdc.govt.nz  
(03) 615 7281 (home)  
027 441 6725



**Kerry Stevens**

**Geraldine Ward Councillor**

kerry.stevens@timdc.govt.nz  
(03) 693 7442 (home)  
021 043 6651



**Peter Burt**

**Timaru Ward Councillor**

peter.burt@timdc.govt.nz  
(03) 688 4002 (home)  
027 688 2013



**Andrea Leslie**

**Timaru Ward Councillor**

andrea.leslie@timdc.govt.nz  
(03) 614 7369 (home)  
027 614 3768



**Dave Jack**

**Timaru Ward Councillor**

dave.jack@timdc.govt.nz  
(03) 686 9320 (home)  
027 770 000

**Vacant**

**Timaru Ward Councillor**





## Sally Parker

### Timaru Ward Councillor

sally.parker@timdc.govt.nz  
(03) 687 2280 ext 8647(work)  
027 455 5237



## Steve Wills

### Timaru Ward Councillor

steve.wills@timdc.govt.nz  
(03) 686 9072 (home)  
027 621 8404

## Geraldine Community Board

Wayne O'Donnell (Chairperson)	03 693 7066	w.d.odonnell@extra.co.nz
Jarrod Marsden (Deputy Chairperson)	03 693 7308	marsdeneng@gmail.com
Janene Adams	03 693 7693	janeneadams@gmail.com
Jan Finlayson	03 693 7297	janfinlayson@extra.co.nz
Jennine Maguire	03 693 9953	geraldineglass@clear.net.nz
Gavin Oliver	03 693 8842	gavinpeteroliver@gmail.com
Plus Geraldine Ward Councillor Kerry Stevens		

## Pleasant Point Community Board

John McDonald (Deputy Chairperson)	03 614 7619	pleasantpoint@foursquare-si.co.nz
Neville Gould	03 614 7760	tengawai@slingshot.co.nz
Raewyn Hessel	03 614 7356	sturaehessel@extra.co.nz
Karalyn Reid	03 614 7858	karalynjoyce@extra.co.nz
Bernie Wilson	03 614 7097	goodstock@extra.co.nz
Plus Pleasant Point-Temuka Ward Councillors Richard Lyon (Chairperson) and Paddy O'Reilly		

## Temuka Community Board

Alison Talbot (Deputy Chairperson)	03 615 9189	steveali@extra.co.nz
Noeline Clarke	03 615 8111	j.n.clarke@extra.co.nz
Stephanie McCullough	03 615 7097	mcculloughp@extra.co.nz
Lloyd McMillan	03 615 8231	mcmillan-clan@extra.co.nz
Charles Scarsbrook	03 615 9444	homemade@extra.co.nz
Plus Pleasant Point-Temuka Ward Councillors Paddy O'Reilly (Chairperson) and Richard Lyon		

# What's an Annual Plan?

## What's the Annual Plan all about?

As the name says it is a plan for 1 year, but it's also part of a longer term planning process as the diagram below shows.

The work programme for the year was approved when the Long Term Plan (LTP) was finalised after input from the community.

The Annual Plan provides a summary of this agreed work programme, how much it will cost and how it will be paid for. It also outlines any major changes from what was approved in

the LTP and the reasons for these changes.

## Why are there changes to the plan?

The Annual Plan 2017/18 is based on Year 3 of the Long Term Plan 2015-25.

Overall, our main work programme hasn't changed significantly. Inevitably though, there have been some changes in costs, and the timing of some projects. In some cases, there is a change in the nature of a project or there are

new projects that have come up.

## Engagement with the Community on this Annual Plan

Changes to legislation in 2014 means that Council was not required to formally consult on this year's Annual Plan because there are no significant or material differences to Year 3 of our Long Term Plan 2015-2025.

We recognise the importance of keeping the community informed about our plans and published an Information Brochure that summarised the main projects planned for the year, and highlighted any variations from the Long Term Plan.

As part of this information sharing we invited feedback on what is planned. We received eight items of feedback. Some of these related to smaller isolated matters which have been referred for maintenance follow up. Other matters involve additional capital expenditure and will be considered as part of the development of the next Long Term Plan.





# Strategic Direction

## Vision

Lifestyle – Economy – Identity – Leadership



- Fantastic, sustainable lifestyle second to none
- Thriving and innovative economy where opportunities abound
- Strong and enviable reputation and identity
- Inspiring, people-focused leadership

## Lifestyle

**Fantastic, sustainable lifestyle second to none**

*We live in a pretty special place. We want to keep it that way. We want to make it even better for ourselves, our children, their children.*

This means:

- We want to ensure our communities are well serviced with essential services
- We want to maintain a humming, vibrant mix of places to go and things to do
- We feel safe walking the streets and crime rates remain low
- Our families are strong and our children and youth are provided with great opportunities to learn and grow
- We care for and respect our elderly
- Our communities are thriving, exciting places to set down roots
- We have abundant recreational, sporting and leisure opportunities
- We care for, enhance and respect the natural environment

## Economy

**Thriving and innovative economy where opportunities abound**

*Our economy is essential to our future. We need it to grow innovatively and sustainably.*

This means:

- We build on our economy's agricultural roots and support innovative, future focused industries
- Our industries and businesses produce high quality goods and services while valuing the environment from which their raw materials are sourced
- Our businesses are well supported and enabled to grow
- Our district has a variety of training and employment opportunities available
- Our standard of living grows continuously
- We have planned for and have balanced growth that keeps our businesses, population and youth local
- We maintain and build on our district's strong economic diversification
- Our district's opportunities attract people, skilled workers and families here to live, work and play
- New businesses choose Timaru District
- Our businesses and other agencies work together for maximum district benefit

## Identity

**Strong and enviable reputation and identity**

*We want to forge and strengthen a reputation and identity that other districts may aspire to*

This means:

- We are proud of our district - our environment, our lifestyle, our communities, our people, our success
- We build and own our identity
- Our residents are our strongest advocates - locally, nationally, internationally
- We respect and honour our heritage and individuality
- We value, encourage and celebrate cultural diversity
- We celebrate and sell our story

## Leadership

**Inspiring, people-focused leadership**

*We want a district where we build on our strengths, minimise our weaknesses, challenge our threats and grasp our opportunities. This takes leadership.*

This means:

- We lead to inspire and enable, and barriers are proactively reduced
- Our leaders help create the environment for the future to happen
- We inspire our district's future leaders
- We plan for the future to take advantage of its opportunities and recognise and address its challenges
- Our leaders make decisions that enable our community and economy to prosper

---

This section summarises Council's strategic direction. It includes the vision for the district and the community outcomes agreed with you when the Long Term Plan 2015-25 was developed.

---

# Strategic Direction

## Community Outcomes

Community Outcomes represent the outcomes that the Council “aims to achieve in meeting the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions.”



The Council will continue to work with numerous organisations (e.g. health, business, environmental, community, government departments) to contribute to the strategic direction and identify future issues.

Other agencies may also contribute to these outcomes through the activities and services they provide.

There are six community outcomes the Council have identified:

### High quality infrastructure to meet community and business needs

Infrastructure provision represents a core role of the Council. Provision of high quality infrastructure is essential to strong communities and economic prosperity.

### Smart, diversified economic success and growth supported and enabled

The Timaru District economy is one of the most diversified in New Zealand. The Council is committed to providing great customer service and being recognised as a business friendly Council – putting out the red carpet, not the red tape.

### Communities that are safe, vibrant and growing

We all want to live in places that are full of energy and vitality and where we feel safe. The provision of recreational facilities, core infrastructure and effective regulation helps create this sense of community.

### People enjoying a high quality of life

Council’s activities are a fundamental contributor to everyone’s quality of life. Whether the clean and fresh water flowing from the tap, the road you use daily to get to school or work or the playground your grandchildren enjoy, each service makes a contribution.

### A strong identity forged and promoted

Our identity defines our place in New Zealand and the world. We have much to celebrate and promote. The Council is a key player in promoting our identity and enabling it to develop.

### A valued, healthy and accessible environment

Without a healthy environment, many of these aspirational goals will not be achieved. Many of the Council’s activities contribute towards both protecting and enhancing the physical environment.

---

Community Outcomes represent the outcomes that the Council “aims to achieve in meeting the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions”

---



# Strategic Direction

## Strategic Priorities

The Council has identified four priority areas it believes are essential to enable it to work towards the Vision and Community Outcomes.



### Investing in Community

The Council is an important player in the Timaru District. It provides leadership and advocacy, but also has a role in promoting and encouraging strong partnerships to ensure the most effective solutions are achieved for the betterment of the wider Timaru District.

### Promote integrated, highly liveable communities

The Council has an important role in planning for our district's future. It needs to promote integrated planning to meet future challenges and ensure wise investment of resources. Future development of well planned, integrated, attractive and safe communities means smart thinking and taking all relevant information into account, within the legislative framework that guides local government.

### Support areas of economic and district strength

The Council has a role to support and enable economic growth in Timaru District to help enable our future to be realised. Areas of economic strength should be encouraged to flourish.

### Ensure critical infrastructure meets future needs

One of the Council's core roles is in the provision of infrastructure, both below and above ground that enables communities to survive and prosper. Infrastructure connects our communities together and is critical to our social, economic, cultural and environmental wellbeing. Continuously planning and acting to meet future needs through maintenance and development of infrastructure is a foundation for Timaru District's future.

# Annual Plan 2017/18 - What's coming up and what's changed?

## Summary of Key Projects for 2017/18

Most of what we agreed in our Long Term Plan (LTP) is going ahead as planned. However, the review of our planned projects has resulted in some budget and timing changes. The overall impact of these changes is minor.

The next few pages provide a summary of some of the major projects for 2017/18, and a note about any budget or timing changes.

For the full list of projects please refer to the Long Term Plan 2015-25. A full list of projects for 2017/18 can be found in Section Two.

## Group of Activities

	<b>Community Support</b>		<b>Sewer</b>
	<b>Planning and Regulatory</b>		<b>Stormwater</b>
	<b>Recreation and Leisure</b>		<b>Waste Minimisation</b>
	<b>Roading and Footpaths</b>		<b>Water Supply</b>

## Community Support

Key Projects	
<b>Social Housing</b>	\$110,000
<b>Public Toilets</b>	\$90,000
<b>Civil Defence</b>	\$40,000

Key projects include:

- Social Housing - Ongoing refurbishment of Council's social housing units, including upgrading bathrooms, ovens and installing heat pumps.
- Public Toilets - Ongoing renewal and upgrading of the district's public toilets. For 2017/18 this will include upgrading the toilet block in Strathallan Street, Timaru and ongoing upgrading of rural toilets.
- Civil Defence - Installation of a new generator at Southern Trust Event Centre to allow the facility to be used as a welfare centre in the event of an emergency.

## District Planning and Regulatory Services

Key Projects	
<b>District Plan Review</b>	\$325,000

The District Plan provides the framework for future developments, land use and what is a permitted activity for each type of land designation. The District Plan Review (DPR) is an opportunity to reconsider everything in the District Plan. It's not exactly starting from fresh, but uses the existing provisions as a starting point. If the review finds we need to completely reconsider our approach to a particular issue, then there is scope to do that. The review commenced in 2015/16 and it is estimated it will take approximately seven years to complete. Overall funding of \$2.78M has been budgeted by Council to complete the project. We expect to spend \$325,000 of this in 2017/18.



# Annual Plan 2017/18 - What's coming up and what's changed?

## Recreation and Leisure

Key Projects	
Swimming Pools	\$312,600
Museum	\$128,200
Libraries	
■ Books & Resources	\$350,000
■ Replacement of Timaru Library Roof	\$708,700
Parks	\$1,350,500
Art Gallery	\$500,000

Key projects include:

- Swimming Pools – Renewal work including pool covers, pumps and defibrillators at Temuka, Geraldine and Pleasant Point pools, and upgrading the programme room at CBay to cater for increased demand for group fitness classes.
- Museum – Ongoing heating and humidifier upgrades to improve storage conditions and further upgrades to the exhibition areas.
- Libraries – As well as ongoing replacement of books and resources, the Timaru Library roof will be replaced. Due to the scale and complexity it will not be completed until 2017/18.
- Parks – Ongoing upgrading of district parks and reserves including playgrounds, park furniture and walkways is planned. Specific projects include continued work on the Temuka Domain upgrade, off road shared tracks development and bridge replacement in Centennial Park.
- Art Gallery – additions/extensions to the Art Gallery store for the growing collection and to ensure art works are housed in suitable conditions.

## Roading & Footpaths

Key Projects	
Chip Seal and Asphalt Renewals	\$2,920,000
Footpaths – New & Renewals	\$1,131,000
Kerb & Channel – New & Renewals	\$950,000
Road Pavement Rehabilitations	\$1,850,000
Bridge replacements	\$600,000
Washdyke Network Improvements	\$1,300,000
CBD Refresh	\$600,000

The districts roads and footpaths are one of the Council's major expenditure areas. Key projects for 2017/18 include:

- Chip Seal and Asphalt Renewals – An ongoing programme to renew chip seal and asphalt road surfaces in the district.
- Footpaths – new and upgraded footpaths throughout the district.
- Kerb and Channel – New and replacement kerb and channelling in the districts roading network, including enhancements to create safer speed environments.
- Road Pavement Rehabilitations – Ongoing reconstruction of roading throughout the district.
- Bridge Replacements – An ongoing programme to replace or structurally reinforce bridges. Council has been advised of a reduction in NZ Transport Agency funding of \$300,000 for 2017/18, so the scope of the project has been reduced accordingly.
- Washdyke Network Improvements – This project to improve the Washdyke roading network and provide infrastructure for future development is being carried out over a number of years.
- CBD Refresh – This project provides for a freshen up of the Central Business Districts in Timaru and rural townships. Some work commenced in 2016/17 and the remainder will be carried out in 2017/18 after receiving direction from the District Town Centre (DTC) project group.

# Annual Plan 2017/18 - What's coming up and what's changed?

## Sewer

Key Projects	
Sewer Mains Renewals & Upgrades	\$1,590,000
Sewer Reticulation extensions	\$550,000
Pump renewals	\$200,000

Renewals and Capital upgrades continue across the district. This includes approximately \$550,000 for new reticulation that has been carried forward. This work is needed as and when new residential and business development takes place.

## Stormwater

Key Projects	
Stormwater Capital Upgrades	\$756,000
Stormwater Renewals	\$71,000

Renewals and Capital upgrades continue across the district. Some work has been completed ahead of budget – such as the Gleniti stormwater bunds to match the requirements of new residential development, while other work remains on hold – including a major stormwater project at Washdyke which is awaiting the outcomes of a broader Waitarakea Lagoon Stakeholder review.

## Waste Minimisation

Key Projects	
Landfill Gas Treatment	\$390,000
Redruth Landfill	\$495,000
Bin Renewals	\$214,000

The major focus of the Waste Minimisation projects is to reduce the amount of waste going to the landfill and further extend the life of the landfill.

- Landfill Gas Treatment- installation of a system to extract possible gas emissions at the Redruth landfill
- Redruth Landfill - further development of Stage 2 and 3. Stage 3 relates to capping landfill cell 3.3 and Stage 2 relates to potentially creating additional space to help extend the life of the Redruth landfill.
- Bin Renewals - replacing wheelie bins as they come to the end of their useful life.

# Annual Plan 2017/18 - What's coming up and what's changed?

## Water Supply

### Key Projects

<b>Te Moana Downs Network Capacity Upgrade</b>	\$802,000
<b>Downlands Water Supply –Mains, Tanks, Intake Renewals and Leak Detection</b>	\$6,535,400
<b>Timaru Pareora – Pipeline renewal</b>	\$2,000,000

Maintaining and upgrading water supplies accounts for a large part of Council's expenditure. Several key projects are scheduled for the 2017/18 year. These include:

- **Te Moana Downs** – the network capacity is being increased and enhanced to utilise water being supplied from the Geraldine Water Supply, and to improve the water quality in the Te Moana Network.
- **Downlands Water Supply** – Programmed renewal of mains, intake renewals, and network leak detection and renewal of pipes, plant and other assets identified through maintenance of the network. This includes renewal and upgrading of the Te Ngawai trunk main to enable future growth in the Downlands scheme from the Te Ngawai intake.
- **Timaru Pareora Pipeline Renewal** - total cost of the project is estimated to be \$4.1M - \$2M is scheduled for 2017/18 and \$2.1M for 2018/19. Before committing to upgrading the current pipeline, investigations are underway to determine the viability of possible alternative water supply options. This has delayed the project start until 2017/18.

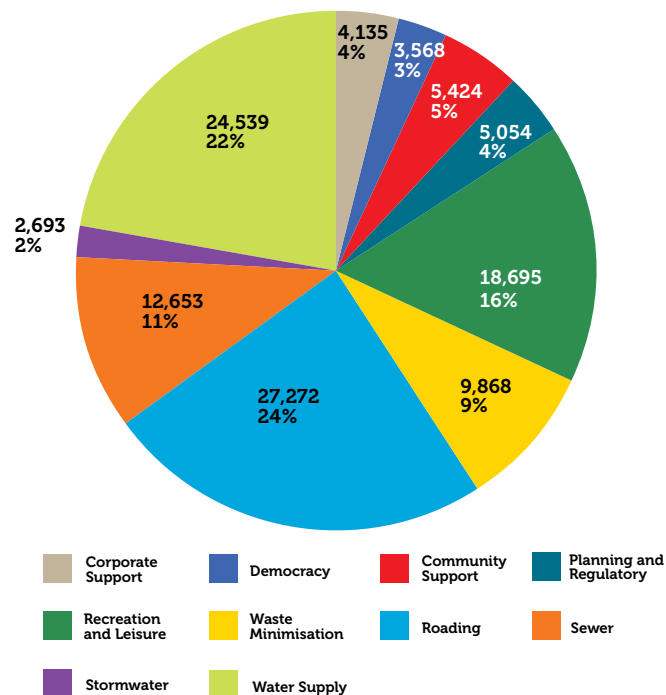
# The Numbers - Financial Overview

Below is a summary of key financial information relating to the Annual Plan 2017/18.

## Total Expenditure

The graph shows what the Council will be spending during the year – both operating expenditure for the day to day running of services and facilities as well as capital expenditure to improve services and facilities.

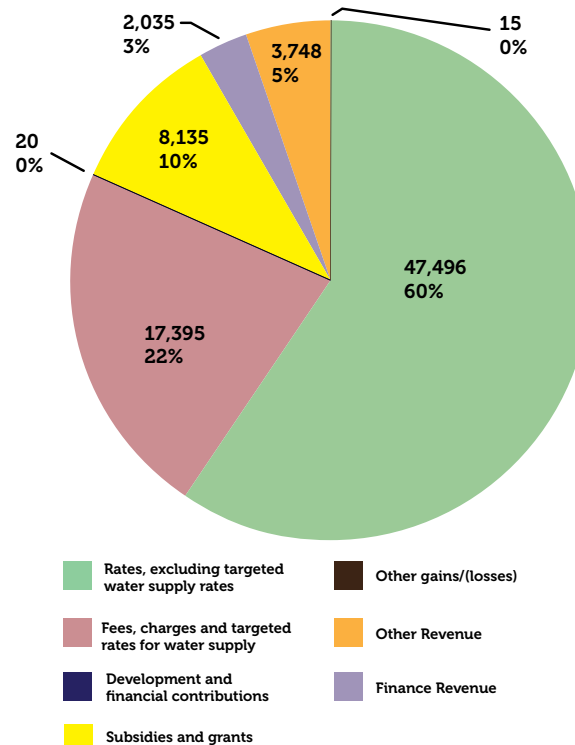
**Timaru District Council Total Expenditure 2017/2018 (\$'000s)**



## Total Income

Expenditure is paid for from a mix of rates, fees, interest and dividends on Council's investments, and external sources such as financial assistance from government agencies (e.g. NZ Transport Agency). The graph shows where the money will come from in 2017/18.

**Timaru District Council Total Income 2017/18 (\$'000s)**



## Other Key Forecast Numbers:

**Borrowings:** \$101.9M

**Reserve Funds:** \$25.8M

**Investments:** \$46.4M

**Operating Expenditure:** \$73.9M

**Capital Expenditure:** \$40.0M

## Fees and Charges

Some increases to fees and charges has occurred for activities such as Airport parking, building control, cemeteries, social housing, waste minimisation and special liquid waste (sewer). You can view the full final list of fees on our website.

Full details of our financial forecasts and statements for 2017/18 can be found in Section Three.











# The Breakdown - How will this affect you?

For 2017/18, the overall increase in the Council's rate income is 2.60%. The graphic below illustrates the impact of the overall increase in rates revenue for 2017/18. The property examples shown below represent:

- average land values for urban communities; and
- example land values for farming and commercial/industrial properties.

Your own individual rate increase will vary depending on:

- Where you live in the district
- The services you receive
- The type and value of your property
- The impact of the changes agreed through the LTP 2015-25

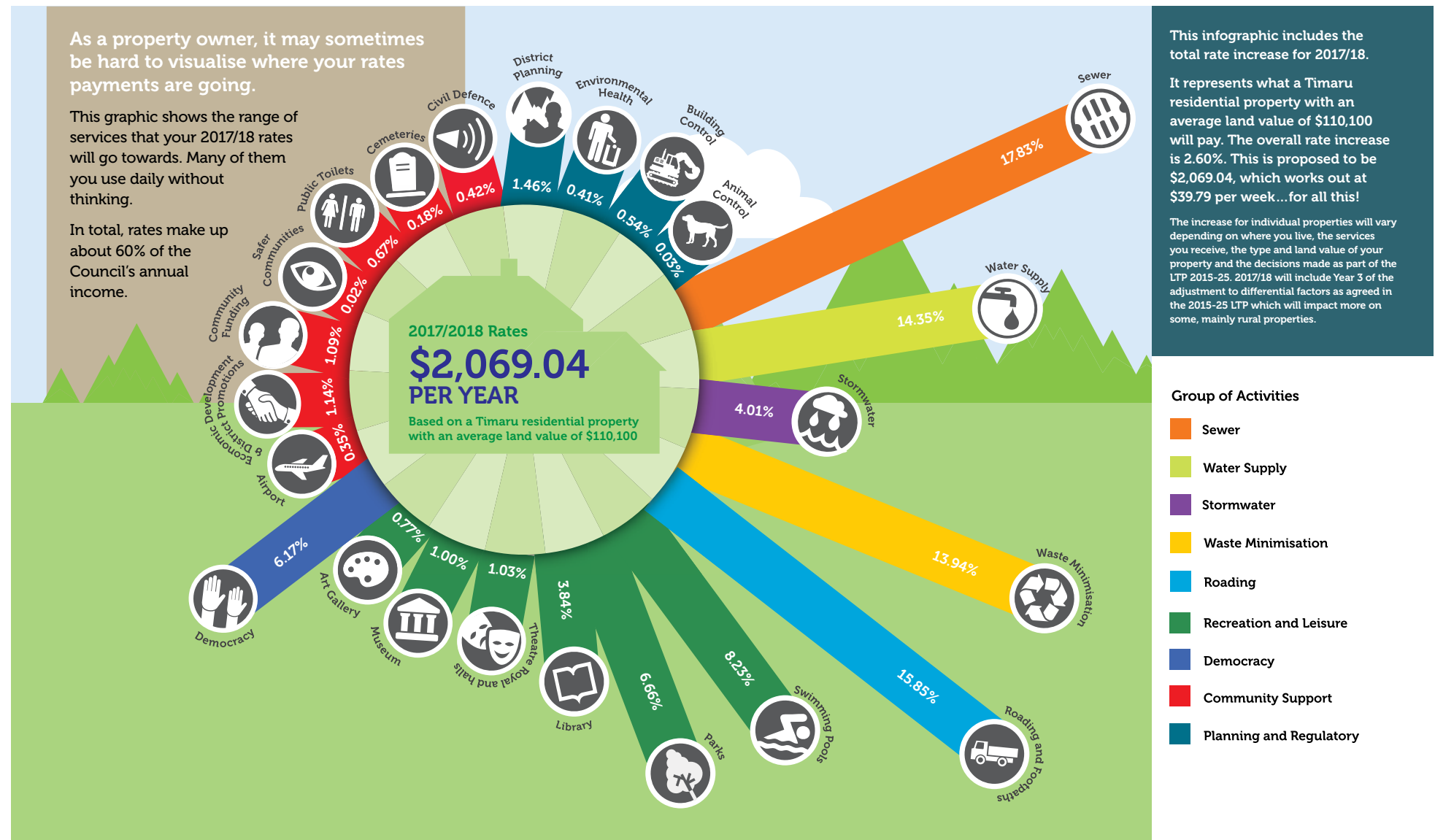
	Geraldine	Pleasant Point	Temuka	Timaru	Farming*	Farming*	Farming*	Commercial/ Industrial**
	LAND VALUE \$128,000 	LAND VALUE \$110,000 	LAND VALUE \$80,000 	LAND VALUE \$110,100 	LAND VALUE \$365,400 	LAND VALUE \$1,400,000 	LAND VALUE \$3,654,000 	LAND VALUE \$317,800 
<b>General Rates \$</b> (including UAGC)	910.48	858.10	770.80	858.39	961.86	2,162.00	4,776.64	4,237.19
<b>Targeted Rates \$</b>	1,270.60	1,061.50	1,268.90	1,210.65	124.27	176.00	288.70	1,511.81
<b>Total Rates \$</b>	2,181.08	1,919.60	2,039.70	2,069.04	1,086.13	2,338.00	5,065.34	5,749.00
<b>Weekly Rates \$</b>	41.94	36.92	39.23	39.79	20.89	44.96	97.41	110.56
<b>Increase \$ over 16/17</b>	59.00	36.90	30.20	38.01	46.23	129.00	309.32	161.44
<b>Increase % over 16/17</b>	2.78%	1.96%	1.50%	1.87%	4.45%	5.84%	6.50%	2.89%

All figures are GST inclusive

\* These examples do not include targeted rates for sewer, water supply or waste minimisation

\*\* This example includes one targeted rate for sewer, water supply or waste minimisation

# Where do my rates go?



# Timaru District, our Special Corner of the World

## Geography & Climate

Timaru District covers 2,737 square kilometres of South Canterbury. Two rivers naturally define its northern and southern boundaries, the Rangitata and Pareora, with the district stretching along the gentle curve of the South Canterbury coastline. Timaru District is the fourth largest district by population and sixth

largest by area in the Canterbury region. It has a population density of 16.5 persons per square kilometre.

The district enjoys a temperate climate, with Timaru enjoying an annual average of around 1,826 hours of sunshine and 573mm of rain.

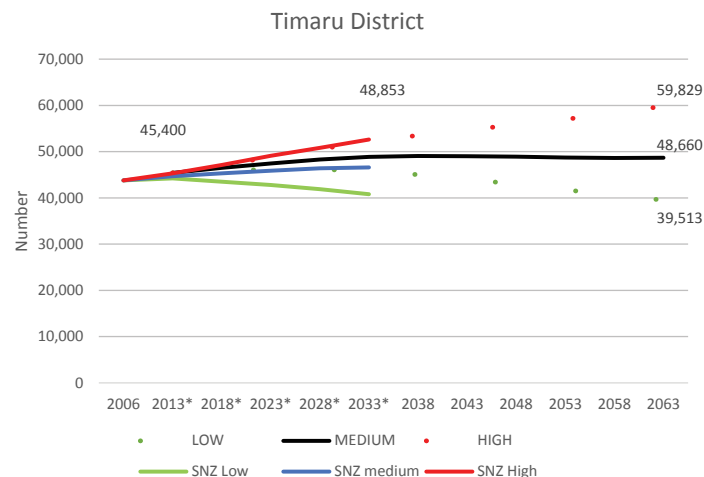
## Demographics

The estimated resident population of the Timaru District as at June 2016 was 46,700. The 2013 Census population was 43,929.

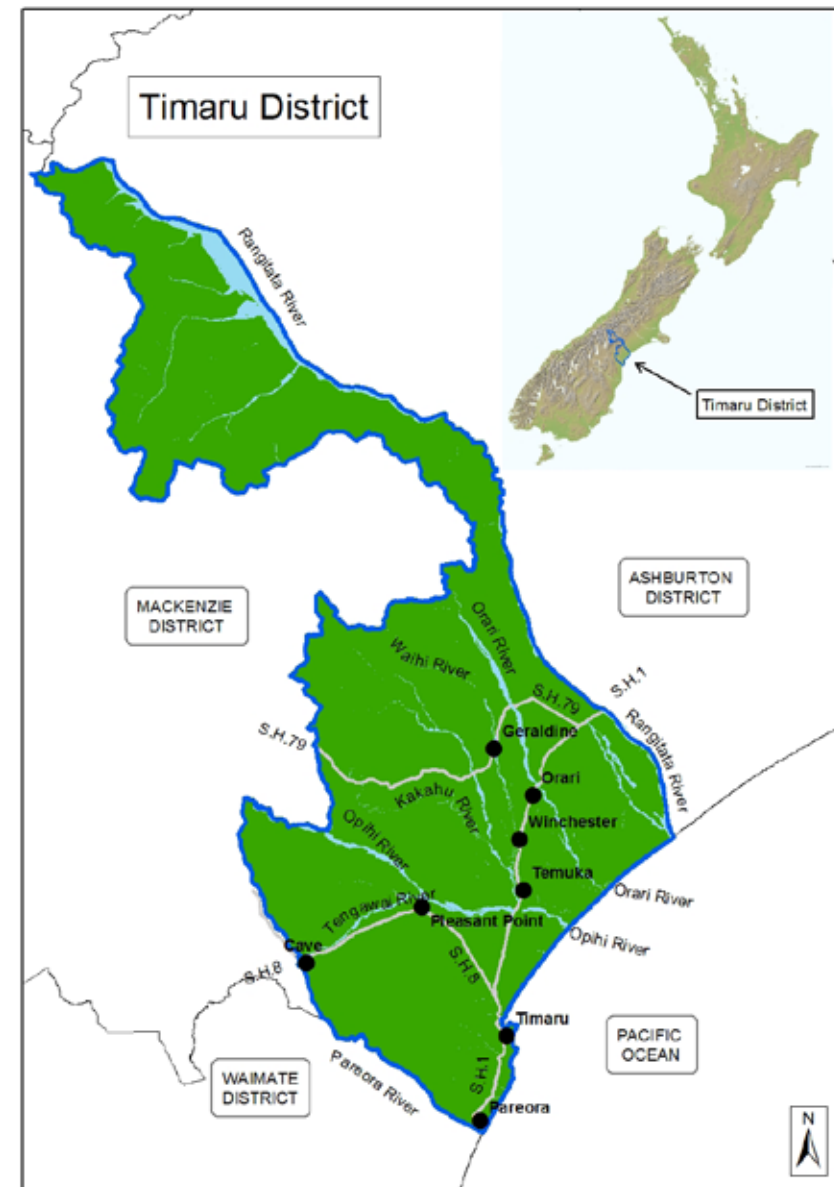
Population projections\*, based on a medium growth scenario project the District's Population to increase to 48,853 (+7.6%) by 2033, peaking in 2038 at 49,091, and declining slightly over the remaining period to 48,660 in 2063. The population is expected to increase to 48,293 (+6.4%) by 2028 which includes the 2015-25 LTP period.

The population of Timaru District is expected to age significantly in the future. Virtually all growth in future years is projected to be in age groups 65+, with the proportion of 65+ increasing from 20.1% in 2013 to 31% in 2033\*.

Around 80% of Timaru District residents live in or around the four main settlements - Timaru, Temuka, Geraldine and Pleasant Point.



\* Jackson, N.O. (2014). Timaru District Council – Population and Household projections 2013-2063. Report Commissioned by Timaru District Council. August 2014. Natalie Jackson Demographics Ltd as a sub-contract to the National Institute of Demographic and Economic Analysis (NIDEA), University of Waikato.



# Timaru District, our Special Corner of the World

The following outlines the demographics of the Timaru District population, based on the 2013 Census:

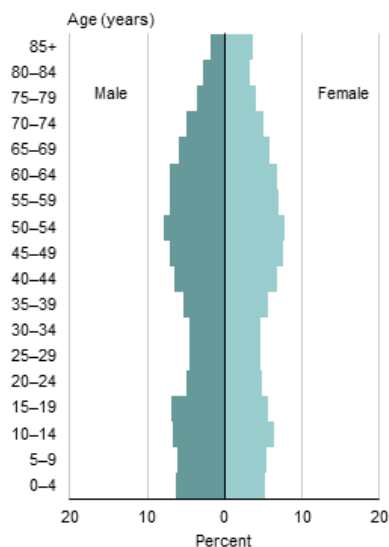
## Cultural Diversity

Timaru District residents are:

- 92.5% European (NZ: 74%)
- 74% Maori (NZ: 14.9%)
- 1.1% Pacific Peoples (NZ: 7.4%)
- 2.3% Asian (NZ: 11.8%)
- 2.7% Other Ethnicities (NZ: 2.9%)

## Age-Sex Profile

48.6% of Timaru District residents are male. 51.4% are female. The following illustrates the age-sex profile of Timaru District:



Source: Statistics New Zealand

## Household Composition

In Timaru District:

- 67.3% are one-family households (NZ: 68.3%)
- 28.4% are one-person households (NZ: 23.5%)
- The average household size is 2.3 people (NZ: 2.7 people)

The medium scenario for the district's households project growth to 21,105 households in 2033 (+13.1%), peaking in 2043 at 21,451 households, and declining slightly to 21,355 by 2063. Households are expected to increase to 20,680 (+10.8%) by 2028 which includes the 2015-25 LTP period. The increase in family households is for primarily couples without children (i.e. couples who do not yet have children, couples who do not/will not have children, couples whose children have left home). One-person households will increase, reflecting the structural ageing of the population.

## Families

In Timaru District:

- 50.8% are couples without children (NZ: 40.9%)
- 35.5% are couples with children (NZ: 41.3%)
- 13.7% are one parent with children families (NZ: 17.8%)

## Work

The most common occupational group in Timaru District are 'labourers', followed by 'managers' and 'professionals'. Of those in the labour force, 75% are employed full time, with the remainder employed part time.

## Income

In Timaru District:

- For those aged 15 or above, the median income is \$26,900 (NZ: \$28,500).

- \$37.7% have an annual income of \$20,000 or less (NZ: 38.2%)
- 22.9% have an annual income of \$50,000 or more (NZ: 26.7%)

## Economy

The Timaru economy is strongly influenced by its agricultural heritage. Agriculture is diverse, including dairy, sheep and deer farming and land suitable for all kinds of cropping. Significant businesses are located in the district, including Fonterra's Clondeboy dairy factory, McCain's food processing plant, NZ Light Leathers, Hilton Haulage, Alliance Group Smithfield plant, Sanfords, Talleys, Silver Fern Farms Pareora plant and Barkers Fruit Processors. The district is centrally located for distribution and PrimePort Timaru provides a gateway for exports and imports.

Employment in the district is strong, with the majority of people employed in manufacturing, health care and social assistance, retail trade, agriculture, forestry and fishing, and construction industries as at February 2016. As at February 2016, there were approximately 5,595 businesses. The Agriculture, Forestry and Fishing industry sector accounts for around 23% of these businesses.

Visitors are a significant contributor to the district's economy, with the district providing a gateway to the central South Island.

The latest Infometrics report for the quarter ended December 2016 shows progress for some key economic indicators, compared to the NZ situation.

Indicators	Timaru District	New Zealand
Annual average % change		
Gross Domestic Product	0.6%	3.2%
Traffic Flow	1.2%	4.5%
Residential Consents	21%	11%
Non-Residential Consents	-25%	1.7%
House Prices*	6.7%	14%
House Sales	10%	-0.03%
Guest Nights	-7.2%	6.2%
Retail Trade	0.3%	2.9%
Car Registrations	5.7%	5.9%
Commercial Vehicle Registrations	1.7%	14%
Job Seekers	7.7%	0.6%

\* Annual percentage change (latest quarter compared to a year earlier)

Source: Quarterly Economic Monitor Timaru District December 2016 - Infometrics

## Communities

Timaru is the largest community, housing nearly two thirds (27,600 people) of the total population of the district. The next largest community is Temuka (4,120), followed by Geraldine (2,310) and Pleasant Point (1,220).

Our communities are well serviced with education, health and recreational services along with a vast range of clubs and organisations. The South Canterbury District Health Board is the major health provider, with the Ara Institute of Canterbury providing



# Timaru District, our Special Corner of the World

tertiary educational services throughout Canterbury.

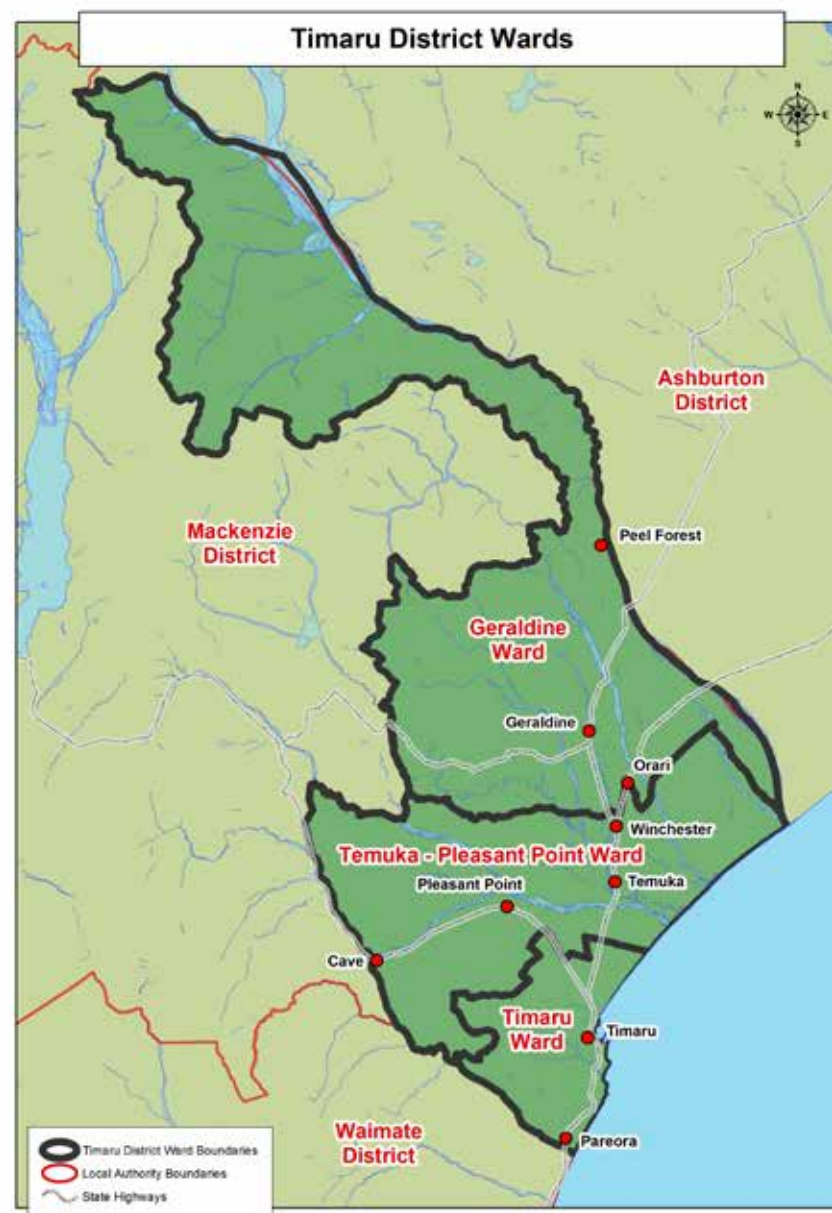
## Environment

The diverse landscapes of the Timaru District include rolling downlands, tussock land, coastal plains and wetlands, forest remnants, river gorges and rugged mountain ranges.

The coastal plains to the north and downlands to the south are highly modified for intensive cropping, meat, wool and dairy production. Pasture and exotic woodlots dominate the modified hills and downs from Peel Forest to Cave, with occasional shrub and forest remnants. Limestone outcrops and volcanic sediment add to the diversity of the landforms.

The district is also defined by a number of waterways, including the Orari, Opihi, Rangitata, Waihi and Pareora Rivers. The Rangitata and Pareora physically define the district and all waterways are highly valued by the community for their recreational, social, natural amenity and economic values.

The district has a number of outstanding natural features and landscapes, as well as areas of significant native vegetation habitats of native fauna. There are also numerous important heritage sites, buildings and places.







A scenic view of a pond with ducks, framed by autumn foliage. The foreground is filled with fallen yellow and brown leaves. Several ducks are gathered on the grassy bank and swimming in the water. The background shows a green lawn and trees with yellowing leaves. A teal banner with white text is overlaid on the upper part of the image.

## Council Activities and Work Programme 2017/2018



# Groups of Activities

This section provides an overview of the Council's business, organised within the Council's nine Groups of Activities. Four of these groups are mandatory under the Local Government Act – Roading and Footpaths, Sewer, Stormwater and Water Supply.

GROUP OF ACTIVITIES	ACTIVITIES	
Democracy	Governance and Leadership	
Community Support	Airport Community facilities (includes public toilets, cemeteries) Community Funding (includes community funding, subsidised labour)	Economic Development and District Promotions Emergency Management Safer Communities Social Housing
District Planning and Regulatory Services	Building Control District Planning	Environmental Health (includes environmental health, animal control, parking enforcement)
Recreation and Leisure	Cultural and Learning Facilities (includes Art Gallery, Halls, Theatre Royal, Libraries, Museum)	Parks, Recreation and Swimming Pools (includes Caroline Bay Trust Aoraki Centre, Fishing Huts, Motor Camps)
Roading and Footpaths	Roading and Footpaths (Includes parking facilities)	Cycleways and walkways
Waste Minimisation	Compost, Recycling and Refuse	
Sewer	Sewer	
Stormwater	Stormwater	
Water Supply	Water Supply	



# Democracy



# Democracy

## What we do

The Governance and Leadership activity supports and guides all the activities carried out by the Timaru District Council. The activity enables the Council to function and provide stable, transparent, effective, efficient and accountable local governance to the District.

The elected members of Council set direction, lead and make decisions. This is focussed around progressing toward Council's Vision and Community Outcomes with the overall goal of improving community well-being.

The activity includes all work associated with the elected Council and Community Boards in Geraldine, Pleasant Point and Temuka. Elected members, being the community's representatives, make decisions within the framework of the Local Government Act 2002 (LGA) on behalf of and in the interests of the community. Council and Community Boards are elected every three years.

Key tasks under the Governance and Leadership activity are as follows:

- Advocacy on issues that affect the district
- Allocating funding to Council activities
- Consultation with the community
- Communicating decisions, policy and activities to communities and stakeholders
- Developing and implementing strategy and policy
- Civic functions, such as citizenship ceremonies, award ceremonies and parades
- Elections and Representation reviews
- Administering statutory governance functions (e.g. Standing Orders, Delegations Registers)
- Partnering with external agencies
- Performance, planning and accountability. The development and adoption of key Council planning and accountability mechanisms, such as the LTP, Annual Plan and the Annual Report
- Maintenance of Sister City relationships with Eniwa (Japan), Weihai (China), Orange (Australia) and Orange (United States)
- Overall monitoring of the Council operation

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**



# Community Support



# Community Support

## What we do

The Community Support group of activities provided by Council includes the following:

- Airport
- Community Facilities (includes Cemeteries and Public Toilets)
- Community Funding
- Economic Development and District Promotions
- Emergency Management
- Safer Communities
- Social Housing

### Airport

The Council manages the Richard Pearce airport located in the Levels area of Timaru District, about 10 kilometres northwest of Timaru CBD. The airport provides a key business and community link from the district to Wellington with several weekly return flights. The Council owns, administers and manages the asset – the main airport facility, including the terminal building and runway. It also ensures the airport is run to legislative and Civil Aviation rules and provides other services such as car parking and land for lease. Sites are leased for commercial and private aircraft hangars and aviation orientated industry.

### Community Facilities

Community Facilities includes cemeteries and public toilets. Council currently operates seven cemeteries for burial and cremation interments at Timaru, Temuka, Pleasant Point, Geraldine, Arundel and Pareora West. Council is also responsible for Mesopotamia and Woodbury cemeteries, which are operated by local communities.

Council provides 45 public toilet facilities throughout the district. Toilet facilities range from central city complexes that are open 24 hours, to envirotilets in remote areas. Services associated with public toilets (e.g. cleaning, maintenance) are managed by the Council and carried out by contract.

### Community Funding

Community Funding involves assisting groups with projects and activities through various funding schemes, where they

comply with Council policies. Council policy is focused on local events, rural community halls, museums and community services and on substantial donations or loans for improved or new facilities. Funding support is also provided to community groups through low interest loans. Council administers the Creative Communities Scheme supported by Creative NZ. This activity also includes internal grants for rate remissions, a sport and recreation sewer charge and over 80's swimming.

### Economic Development and District Promotions

This activity is concerned with promoting and assisting economic development and visitor opportunities in the district. The Economic Development component is delivered in partnership with a Council Controlled Organisation (CCO), Aoraki Development.

Council makes a major contribution to economic development through the provision of infrastructure and facilities and other services provided to the community. It is an advocate for district and individual businesses where needed (e.g. irrigation).

Key objectives for Aoraki Development include:

- Actively attract and assist the establishment of new business
- Assist businesses to retain and attract a skilled workforce
- Encourage new opportunities and facilitate the growth of existing businesses

The Promotions component, called Aoraki Tourism, is delivered via a contract with Experience Mid Canterbury Trust. The principal objective of Experience Mid Canterbury Trust is to lead, coordinate and promote the Timaru District's visitor industry.

### Emergency Management

Emergency Management is concerned with communities being prepared, responding to and recovering from emergencies when they happen. The focus is on developing resilient communities in an effective, adaptable and sustainable way. Creating community and agency response plans, forming strong communication networks and maximising coverage occurs within the '4Rs' framework - Readiness, Reduction, Response and Recovery. Planning and education means people can better understand

the risks in their communities. Volunteer training and resourcing increases a community's readiness to respond. By coordinating partner emergency, health and welfare agencies, emergency events can be managed more effectively and in a manner that the community can support. TDC is an active member of the Canterbury Civil Defence Emergency Management Group (CDEM) and closely coordinates with neighbouring local authorities and other agencies to deliver services.

### Safer Communities

The Safer Communities activity exists to enhance the safety, both now and in the future of the community. There are two distinct services provided:

- Project Turnaround (Restorative Justice)
- Safer Communities

By running particular programmes within these services the activity, together with other strategic partners, works to reduce crime, raise awareness of issues, facilitate communication for better outcomes and deliver a highly successful restorative justice programme for the Ministry of Justice.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**



# Community Support

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18, based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	
			<b>2017/18</b>
<b>CSH2</b>	<b>Housing-Refurbishment</b>	The ongoing refurbishment of the Council's social housing units to ensure they remain fit for purpose by replacing ovens, upgrading bathrooms and converting bedsits to units.	110,000
<b>CSP1</b>	<b>Public Toilets-Renewals</b>	The renewal or upgrading of public toilets within the district. For 2017/18 this will include the toilet block in Strathallan Street, Timaru and replacing a further rural toilet.	90,000
<b>CSA5</b>	<b>Terminal Upgrade</b>	Completion of the upgrading of the terminal at Timaru Airport, including strengthening, to cater for the larger aircraft servicing the Timaru -Wellington route from March 2016	275,000
<b>CSC3</b>	<b>Cemeteries-Concrete Beams</b>	Concrete beams are installed in larger cemeteries to mark plot locations and provide a base for memorials.	12,000
<b>CSCD1</b>	<b>Civil Defence-Communication Equipment</b>	The purchase of radio equipment and other electronic equipment to facilitate communications between field operatives, welfare centres and Area HQs during Civil Defence emergencies.	5,000
<b>CSCD2</b>	<b>Civil Defence-Sirens</b>	Installation of new warning sirens at Washdyke, Timaru and Waipopo/Pattersons Park	24,000
<b>CSCD3</b>	<b>Civil Defence-Generators</b>	Installation of a new generator at Southern Trust Event Centre to allow the facility to be used as a welfare centre in the event of an emergency	40,000

# District Planning and Regulatory Services



# District Planning and Regulatory Services

## What we do

District Planning and Regulatory Services includes the following activities provided by Council:

- Building Control
- District Planning
- Environmental Health

This group is concerned with monitoring and enforcement functions across a wide cross-section of statutes, focusing on the protection of community health, safety and amenity. Another major function of the group is processing consents under the Building Act 2004 and the Resource Management Act 1991.

### Building Control

Building Control is responsible for administering and implementing the provisions of the Building Act 2004 (the Act). Under the Act, TDC must maintain accreditation as a Building Consent Authority (BCA). It is responsible for processing and granting building consents, inspecting and monitoring building work, issuing Code Compliance Certificates (CCC's), issuing Certificates of Public Use (CPU's), processing Land and Project Information Memorandums, providing advice on building related matters and enforcing numerous other provisions under the Act. The Act's main purpose is to provide for the regulation of building work, the establishment of a licensing regime for building practitioners, and the setting of performance standards for buildings. The activity is concerned with balancing delivery of a customer focused service within legislative requirements, while managing the risk to Council and to the public.

### District Planning

The District Planning Activity is primarily concerned with managing how land is used and how subdivision is undertaken in the district. The key tool for managing this is the Timaru District Plan. This outlines the district's resource management issues and objectives, policies, methods and rules. These will be used to achieve integrated management of the effects of the use, development, or protection of land and associated natural and physical resources of the district. On a day to day basis, the activity is concerned with providing

advice on district planning matters, processing land use and subdivision consent applications, providing policy advice and monitoring work. The activity also provides policy advice on planning and development, conservation, design, heritage and environmental issues that affect the Timaru District.

### Environmental Health

The Environmental Health activity is primarily concerned with improving, preserving and promoting public health and safety in the Timaru District. It deals with a multitude of issues such as food safety, disease containment, noise control, housing and accommodation, hazardous substances, liquor licensing, environmental nuisance, gambling control, parking enforcement and animal control. The activity is also responsible for the general administration, review and enforcement of the Timaru District Consolidated Bylaw 2013. The bylaws cover a wide variety of issues in the community that require rules, ranging from premises such as tattooists and ear piercing businesses, to overgrown or overhanging vegetation.

Council has two shared service arrangements with Mackenzie District Council and Waimate District Council, to provide environmental health and liquor licensing services.

This activity administers the District Licensing Committee which is a recent creation following the implementation of the Sale and Supply of Alcohol Act in December 2013. The Committee considers applications and renewals relating to liquor licences, including Special Licences obtained for selling liquor at events or special occasions. This function had previously been undertaken by a central licensing body in Wellington. That body, now known as Alcohol Regulatory and Licensing Authority (ARLA), exists to deal with appeals and significant enforcement matters.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**

# District Planning and Regulatory Services

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18, based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	
			2017/18
DP1	District Plan Review	A major overhaul and review of the Timaru District Council District Plan. The review is prescribed to take place by legislation every 10 years and will take several years to complete.	325,000
RS1	Dog Control Signage	Replace and renew dog control signage in the district as required.	5,000



# Recreation and Leisure





# Recreation and Leisure

## What we do

Recreation and Leisure includes the following activities provided by the Council:

- Cultural and Learning Facilities
- Parks, Recreation and Swimming Pools

The Council provides and manages several key district facilities that help meet the district's leisure and recreational needs.

## Cultural and learning facilities

### Aigantighe Art Gallery

The Aigantighe (pronounced egg-and-tie) Art Gallery is a public art gallery in Timaru. Aigantighe is a public art gallery that collects, exhibits, preserves, researches and educates about visual art. Its rich and growing permanent art collection is shown in the original House Gallery through revolving exhibitions, while temporary exhibitions of non-collection artworks are held in the 1978 extension. The Aigantighe is regarded as the regional art gallery of South Canterbury due to its focus on regional art both in the permanent collection and in temporary exhibition programme. The gallery is open 6 days a week and is free to visit.

### South Canterbury Museum

The South Canterbury Museum is a regional museum of nature, history and culture located in Timaru. It provides access to unique collections of local heritage items, images, archives and information, long term displays, a programme of short term exhibitions, a variety of public programmes and services and heritage programmes for schools both at the museum and around the District (Government funded). The museum is open 6 days a week with free admission.

### Timaru District Libraries

Timaru District Libraries provides public library services delivered from facilities in Timaru, Temuka and Geraldine and online. Temuka and Geraldine libraries also double as Council Service Centres, with an Information Centre at Temuka. The main Timaru library provides a public library service and coordinates branch services. Library facilities are heavily

used. In addition to borrowing, people make extensive use of facilities and resources such as study places, computers, WiFi, photocopying, faxing and historical collections for in-library reading, writing, research, relaxation and communication. The libraries are also meeting places for groups and a place for the sharing of community information.

Timaru District libraries cooperate nationally with other agencies to enable access to Interloan services and various online databases. Free broadband and computer use is provided via the Aotearoa People's Network Kaharoa, funded jointly by the government and Council. Deliveries are also made to housebound people and rest homes. Timaru Library is open seven days per week and Temuka and Geraldine Library/Service Centres six days. All facilities are free to visit and membership is free to Timaru District residents.

### Halls and Theatres

The Council provides the Theatre Royal in Timaru. This Category B Heritage building seats up to 1,000 people. The theatre is the premier venue for visiting cultural and entertainment shows and also available for community use.

The Council also provides or supports a number of other venues, including:

- *Facilities owned and managed solely by TDC*  
These include the Caroline Bay Hall, lounge, entertainment centre and Sound Shell, Pleasant Point Hall, Temuka Alpine Energy Centre and Washdyke Community Hall and Sports Centre. These facilities are managed entirely by Council, including hall bookings, maintenance, upgrades and payment of rates and insurance.
- *Facilities owned by Council and managed by committees*  
Eleven community halls are owned by Council (e.g. Clandeboye, Pleasant Valley, Taiko Halls), with a further twelve halls owned by committees (e.g. Claremont, Fairview, Seadown Halls). These halls are managed by local communities through hall committees, who are responsible for upkeep and annual expenses. The Westend Hall in Timaru is also owned by Council and available to the public but leased and managed by the Masonic Lodge. Council will occasionally provide funding for major structural or capital work, or support halls through existing TDC community funding schemes.

- *Facilities operated by the Council but not owned*  
Since 1 February 2012, the Council has leased the Aorangi Stadium from the Aorangi Stadium Trust and will promote and manage this facility in conjunction with the Caroline Bay Trust Aoraki Centre.

## Parks, Recreation and Swimming Pools

### Parks and Recreation

Parks and Recreation provides and manages over 540 hectares (excluding Crown leases) of parks, reserves, sports grounds and gardens throughout the district. The district's parks network is grouped into five main categories as follows:

- *Premier Parks*  
Premier Parks are parks of particular significance to the district and are generally developed and maintained to a high standard. Examples are the Timaru Botanic Gardens, Caroline Bay and parts of Temuka and Geraldine Domains.
- *Sports and Recreation Parks*  
Sports and Recreation Parks are primarily used for active sport and recreation and may provide for other community activities. Examples include the Pleasant Point Domain, Gunnion Square in Temuka and Aorangi Park in Timaru.
- *Neighbourhood Parks*  
Neighbourhood Parks are developed urban parks and usually contain a children's playground. Examples include Cornwall Park and Lough Park in Timaru.
- *Amenity Parks*  
Amenity Parks cover a wide range of purposes, from developed areas with mown grass, gardens or trees through to undeveloped natural green areas providing corridors for native fauna along rivers and streams. Generally these areas enhance the environment with open spaces and plantings. Examples include Kennedy Park in Geraldine, independently managed rural domains, Patiti Point Reserve and Centennial Park in Timaru.
- *Natural Parks*  
Natural Parks provide opportunities for people to experience nature. Predominantly located in rural areas, these include native bush areas, wetlands and riparian areas. Many of the areas include walking tracks, mountain biking tracks and picnic areas with facilities in each area

# Recreation and Leisure

to support the particular activities catered for. Examples include the Claremont Bush in Claremont Timaru and Pekapeka Gully in Geraldine.

Other park categories include Special Purpose Parks (e.g. Cultural Heritage Parks such as memorials and historic structures and places) and Civic Spaces. Exclusive Use Land is also leased or occupied by sporting and community groups and generally not freely available to the public.

The level of park development varies from location to location. A rural esplanade reserve or scenic reserve may have virtually no improvements, whereas a premier urban park will contain buildings, structures, lighting, paths, vehicle access ways and car parks, signs, fencing, furniture, services and a range of vegetation from grass to mature trees.

Parks encompass a number of uses such as the new area in Redruth, Timaru designated as a dog park. Outdoor events are often held using park facilities and several clubs and organisations use them for their activities, including hockey, croquet, cricket, bowling, cycling, soccer, rugby league, tennis, netball and pistol shooting.

Some recreation planning, co-ordination and provision is also managed through this activity, and is currently contracted to Sport Canterbury. A parks strategy provides a vision for parks in the Timaru District that, while not binding, gives an indication of Council's intentions for the future provision of park land in the district.

## Forestry

The Council manages a small forestry programme comprising mixed aged and species plantations. Forestry is planted primarily on over 238 hectares of reserve land unsuitable for other uses, with 58 separate sites. The primary species planted are Radiata Pine (65%), Douglas Fir/Oregon Pine (28%), Macrocarpa (5%) and Poplar/Other species (2%). The forestry resource is wholly owned by the Council and is operated as a land management activity, with some investment return.

## Fishing Huts and Motor Camps

Council manages two fishing huts sites and four motor camps on reserve land, subject to the Reserves Act 1977. Fishing huts sites are located at South Rangitata and Stratheona near

Pleasant Point. Land on which privately owned fishing huts are located is leased to hut owners, who are responsible for all hut and site maintenance.

Four motor camps are managed on domain reserves at Geraldine, Temuka, Pleasant Point and South Rangitata. Geraldine and Temuka are open permanently, while Pleasant Point and South Rangitata are seasonal. All motor camps are leased under management agreements.

## Swimming Pools

Caroline Bay Trust Aoraki Centre (CBay) is located at Maori Park. CBay opened in July 2012. It incorporates a 50 metre outdoor pool and a brand new indoor complex featuring a ten-lane 25 metre lap pool, a programme pool, a 250m<sup>2</sup> leisure pool with a lazy river and learn to swim area, an attached toddlers pool and wet playground, a chillax area featuring a spa pool, a steam room and sauna as well as a Fitness facility. Pool complexes are also provided at the following locations:

- Geraldine - 25 metre outdoor pool and learners pool
- Pleasant Point - 25 metre outdoor pool and learners pool
- Temuka - 30 metre outdoor pool and toddlers pool

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**



# Recreation and Leisure

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	2017/18
RLDL1	Libraries - Purchase Books and Resources	Funding used for the purchase of books and resources to ensure the district's libraries are able to deliver a high level of service to the community.	350,000
RLDL2	Libraries - Dowling Bequest	Funding provided by the Dowling bequest for the purchase of Christian books.	3,000
RLDL3	Libraries - MacKay Bequest	Funding provided by the MacKay bequest for the purchase of art literature.	7,000
RLDL4	Libraries - Equipment/Furniture	Purchase of equipment and furniture for the district libraries and service centres.	4,000
RLDL6	Libraries – Self-Check Out	The installation of a self-check out system at the Timaru Library.	48,500
RLDL7	Libraries - Replacement of Library Carpets	As carpets in the district's libraries come to the end of their useful life they will be replaced.	155,000
RLDL9	Libraries - Timaru heating system upgrade	Upgrade of the heating system for the Timaru Library to ensure there is adequate heating for users.	5,000
RLDL10	Libraries - Timaru Library Roof	The roof of the Timaru Library is approaching the end of its useful life and is to be replaced.	708,700
RLAG1	Art Gallery - Sevicke-Jones Bequest	Funding used for the purchase of art works from the Sevicke-Jones bequest.	600
RLAG2	Art Gallery - Lattimore Bequest	Funding used for the purchase of art works from the Lattimore bequest.	2,200
RLAG3	Art Gallery - Art works	Funding used for the purchase of art works from rates.	6,200
RLAG4	Art Gallery - Building Renewals/Extension	Refurbishment of Art Gallery buildings and additions/extensions to the Art Gallery's art stores for growing collection to ensure art works are housed in suitable conditions.	500,000
RLAG6	Art Gallery - Furniture and Equipment	Purchase of furniture and equipment for the art gallery.	15,000
RLAG7	Art Gallery - MacKay Bequest	Funding used for the purchase of art works from the MacKay bequest.	7,000
RLAM1	Museum - Exhibition Upgrades	Upgrade of exhibition areas in the South Canterbury Museum to ensure the continued delivery of a high level of service.	75,000
RLAM4	Museum - Shelving/Map Units	Funding for further shelving and map units to allow for the growing collection of large paper items at the museum.	2,500
RLAM6	Museum - Replace Dehumidifier/Heating/Flooring	Replace the museums dehumidifiers and heating system to ensure the right environment for storing the districts heritage is maintained.	53,200
RLAM7	Museum - Office Furniture, Fittings and Equipment	The replacement of office furniture, fittings and equipment as required.	1,500
RLHT4	Halls & Theatres - Renewals	Renewals of stage lighting at the Theatre Royal as required, with the intention to slowly convert to LED stage lighting as bulbs fail.	7,000

# Recreation and Leisure

ID	Project Title	Summary	2017/18
RLHT7	Halls & Theatres - Furniture and Equipment Replacements	Replacement of furniture and equipment in any community halls in the district as required.	4,000
RLSP1	Swimming Pools - Geraldine Pool Renewals	Renewals of heating plant and equipment at the Geraldine Pool.	11,100
RLSP2	Swimming Pools - Temuka Pool Upgrade/Renewals	Following consultation, the 33m Temuka swimming pool is to be refurbished.	108,400
RLSP3	Swimming Pools - Caroline Bay Trust Aoraki Centre – Renewals	Renewals including extensions to the Programme room at CBay to cater for increased demand for group fitness classes.	190,000
RLSP4	Swimming Pools - Pleasant Point- Renewals	Swimming pools renewals at Pleasant Point pool	3,100
RLPR1	Parks and Recreation - Courts Resurfacing	Progressing projects to resurface sports artificial surfaces including tennis, netball, hockey and cycling in a number of locations across the district.	265,000
RLPR2	Parks and Recreation - Structures	Replacement of retaining walls, bridges and minor structures in the district's parks. A major project for 2017/18 is replacement of the Centennial Park bridge.	482,800
RLPR3	Parks and Recreation - Reseal Programme	Resurfacing of the hard surfaces in the district's parks, as they come to the end of their useful life.	129,600
RLPR4	Parks and Recreation - Replace/Install new Playground Equipment & Under-surfacing	Replacement of playground equipment and under-surfacing in the district's parks and the installation of new equipment or under-surfacing in district playgrounds.	61,700
RLPR5	Parks and Recreation -Furniture and Signs	Replacement and installation of new park furniture and signage	22,000
RLPR6	Parks and Recreation -Fences	Replacement of fences in the district's parks.	16,300
RLPR7	Parks and Recreation -Services	Replacement of parks services such as water mains, drains and culverts.	12,900
RLPR8	Parks and Recreation -Rural Plantings	Rural plantings at the district's parks.	3,500
RLPR9	Parks and Recreation -Temuka Domain Development	The continuing re-development of the Temuka Domain. Capital expenditure includes roading, carparks, relocate monuments, planting, earthworks, aviary alterations, footpaths and signage.	160,000
RLPR10	Parks and Recreation -Shared Urban Tracks	The implementation and development of the Off-road walking and biking strategy including further development of off road shared tracks.	110,900
RLPR11	Parks and Recreation -Walkway Esplanade Enhancement	The redevelopment of walkways and planting along esplanade strips.	34,400

# Recreation and Leisure

ID	Project Title	Summary	
			2017/18
RLPR13	Parks and Recreation - Esplanade Reserves Acquisition	Purchase of land for esplanade reserves.	51,400
RLF1	Forestry -Fencing Renewals	Renewals of fencing in and around Council owned forest land.	8,400
RLFH2	Fishing Huts - Rangitata Water	Upgrades to the Rangitata Huts Water Treatment system	30,000
RLMC1	Motor Camps -Renewals	The replacement of power supply equipment in the district's motor camps.	36,000
RLMC2	Motor Camps -Road reseals	Resealing surfaces at the Geraldine Motor Camp	15,000



# Roading and Footpaths



# Roding and Footpaths

## What we do

Roding and Footpaths is concerned with provision of the roading and footpaths network throughout the district, Cycleways, Walkways and parking facilities.

Timaru District acts as a regional transportation hub, servicing significant agricultural areas, associated processing plants and a significant port operation. Roding and Footpaths delivers both assets (such as roads, signs, and infrastructure) and non-asset functions (such as street cleaning, garden/berm maintenance, temporary traffic management and road safety initiatives).

Council currently manages over 1,700km of sealed and unsealed roads, 289 bridges, 309km of footpath, drainage facilities (e.g. soak pits, culverts), street furniture, signs, bus stops, carparks, traffic signals, kerb and channel, 4,665 street lights, road marking and other minor structures.

Funding for the management and maintenance of the roading and footpaths network is provided from rates, loans, and user charges together with financial assistance received from central government through the New Zealand Transport Agency (NZTA). The NZTA is also responsible for the State Highway network.

Overall management of the facilities is provided by the Council, with operational work carried out by contractors. The activity also includes managing the parking asset (e.g. parking meters and carparks). Monitoring parking compliance in the district is carried out by the Regulatory Services Group.

Delivery of the Roding and Footpaths Activity is influenced by a complex array of Government policies, national and regional strategies and legislative framework. The Council also has several strategies that help guide delivery, headlined by the Timaru Transportation Strategy, with other strategies for active transport, demand management, road safety, lifecycle management and sustainable transport.

Council provides many cycleways and walkways throughout the district. These range from cycleways in the road corridor, to combined walkways and cycleways that are off-street, such as beside urban and rural streams. Off road walkways and cycleways are often managed jointly between the Parks and Land Transport units. Strategies, such as Active Transport Strategies and the Off-Road Walking and Cycling Strategy

contribute to the direction for this activity.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**

# Roading and Footpaths

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	2017/18
RF1	Structural Bridge Replacements (subsidised)	The replacement of bridges in the district, which are at the end of their design life. This includes additional funding from 2016/17 for strengthening of rural bridges to provide capacity for full High Productivity Motor Vehicles (HPMV's - vehicles up to 65 tonne) in conjunction with bridge renewals	600,000
RF2	Pavement Rehabilitations (subsidised)	Reconstruction of roading in the district at the end of its design life to ensure maintenance costs are reduced. The budget has been increased due to higher traffic volumes causing road surfaces to wear out quicker than expected. A major project in 2017/18 is the renewal of part of Arowhenua Road.	1,850,000
RF3	Minor Improvements Works	General improvements to the roading network, such as safety improvements, upgrades or new cycle ways.	750,000
RF4	Kerb and Channelling – Renewals	Renewals of kerb and channelling in the district, including enhancements to create safer speed environments.	800,000
RF5	New Kerb and Channelling	New kerbing and channelling in the district's roading network.	150,000
RF6	Chip Seal Renewals	Renewals of chip seal road surfaces in the district.	2,420,000
RF7	Asphalt Surface Renewals	Renewals of asphalt road surfaces in the district.	500,000
RF8	Unsealed Road Metalling Renewals	Renewals of road metal on unsealed roads across the district.	500,000
RF9	Intersection Upgrades/ Safety Improvements (subsidised)	Safety improvements to intersections, which may include traffic signals, roundabouts or the upgrading of intersections to improve traffic safety and flow.	100,000
RF10	District Footpath Improvements/Renewals (non- subsidised)	Renewals of footpaths across the district, including Geraldine, Temuka, Timaru, Pleasant Point and other rural townships.	1,026,000
RF11	New District Footpaths (non-subsidised)	New footpaths across the district, including Geraldine, Temuka, Timaru, Pleasant Point and other rural townships.	105,000
RF12	Signage Renewals	Renewals of damaged, vandalised or stolen road signs and signage that has reached the end of its useful life.	110,000
RF13	New Signs	Provide new signs for the Timaru District roading network.	80,000
RF14	Traffic Light Renewals	The replacement of district traffic lights at the end of their useful life or when damaged.	30,000
RF15	Culvert Renewals	Renewals of culverts in the districts roading network.	40,000
RF16	New Culverts	New culverts in the district's roading network.	90,000
RF17	Street Light and Lantern Renewals	Replacement of street lights, bulbs and lanterns. Also included are subdivision contributions where required to enhance lighting or services provided by the developers of new subdivisions, if the enhancement is for the public good.	44,000
RF18	Streetlighting - LED Lantern replacements	Active replacement of streetlights with LED lanterns allowing for lower maintenance and energy costs.	230,000
RF19	Seal Extensions	Seal extension of unsealed roads according to Council policy.	330,000
RF20	Seal Widening	Seal widening of roads across the district.	700,000



# Roading and Footpaths

ID	Project Title	Summary	2017/18
RF21	CBD Refresh	A freshen up of all the districts Central Business Districts, with a final work programme to be determined.	600,000
RF22	Security Cameras projects	New security cameras to add to the current CBD surveillance systems.	12,000
RF24	District Welcome Signs Replacement	Replacement of district entrance signage at sites throughout the district.	120,000
RF25	Bus Shelters-Relocations	The relocation of district bus shelters.	10,000
RF28	Washdyke Network Improvements	The project to improve the Washdyke roading network continues, to better facilitate commercial activity in the area and to provide infrastructure for future development.	1,300,000
RF30	Christmas Decorations replacement	Replacement Christmas decorations for Timaru and Geraldine	102,500
RF32	Carparks resealing	The resealing of carparks in the district as required.	55,000
RF33	Carparking - Pay and Display machines	Replacement of pay and display machines across the district	30,000
RF34	Office Equipment	The replacement of specialist engineering equipment in the Land Transport Unit.	8,000

# Sewer





# Sewer

## What we do

Timaru District Council manages wastewater (sewage) collection, treatment and disposal services to communities in the Timaru District.

In 1996, TDC commenced developing the Timaru's District Wide Sewer Strategy to carry out district-wide upgrading of existing facilities, construction of additional facilities, and improvements in treatment and disposal processes highlighted by the separation of domestic and industrial wastewater flows and treatments.

Wastewater asset and process improvements have been carried out since the initiation of the Sewer Strategy in 1996, culminating with the completion of the upgrading of the domestic wastewater treatment plant in January 2015.

As a result of these improvements, wastewater from the inland towns of Geraldine, Pleasant Point and Temuka are no longer discharged to the rivers. Wastewater is piped via the inland towns pipeline to the maturation pond at the Timaru Wastewater Treatment Plant and discharged through the ocean outfall in Timaru.

Timaru's industrial wastewater stream is now treated separately from the domestic wastewater stream. Primary treatment is done on-site by industries to comply with tradewaste discharge limits set by TDC before discharging to the public wastewater system.

In managing the Sewer Activity, TDC looks after an asset base consisting of the 3 oxidation ponds at the inland towns of Geraldine, Pleasant Point and Temuka, 24 sewer pump stations, 346 km of pipeline and nearly 4,000 manholes. The assets at the main wastewater treatment plant at Aorangi Road in Timaru consist of a milliscreen plant for industrial wastewater; oxidation ponds, wetland pond, biofilter/ odour bed, domestic pump station, and domestic screening structures for domestic wastewater; flow splitters, tanker

reception facility and an ocean outfall.

ECan has granted TDC consent to discharge to the ocean until 2045.

Approximately 80% of the total district residential population receives the sewer service. Additional sewer services are not currently available for any rural zoned areas. Rural houses manage their own effluent.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	2017/18
<b>SEW1</b>	<b>Drainage/Sewer-Small Mains Renewals and Capital Upgrades</b>	Replacement of pipes and other sewer assets across the district as they reach the end of their useful life.	1,450,000
<b>SEW2</b>	<b>Maintenance Generated Renewals</b>	Renewals generated as a result of planned maintenance to the sewer network.	140,000
<b>SEW3</b>	<b>Model Analysis and Calibration</b>	Wastewater network modelling and flow monitoring for model calibration purposes.	25,000
<b>SEW4</b>	<b>Bio Filters/Trunk Main Ventilation</b>	Investigation and implementation of strategies to ensure sewer trunk main ventilation.	22,000
<b>SEW5</b>	<b>Pump Renewals</b>	Renewal of pumps as they come to the end of their useful life.	200,000
<b>SEW6</b>	<b>Data Capture Equipment Repairs</b>	Repair of sewer sampling and monitoring equipment.	16,000
<b>SEW7</b>	<b>Mechanical Plant and equipment Renewals</b>	Replacement of plant and equipment that has reached the end of its design life, including electrical equipment, Programme Logic Controllers (PLC) and telemetry.	180,000
<b>SEW8</b>	<b>Conveyor and Presses Upgrade</b>	Upgrading of the milliscreen plant conveyors and presses.	70,000
<b>SEW9</b>	<b>Inland Towns Ponds Screens and Aerators Renewal</b>	Renewals of pond screens and aerators that have reached the end of their useful life	40,000
<b>SEW10</b>	<b>Building and equipment renewals</b>	Renewals at buildings and equipment associated with the sewer network	15,000
<b>SEW13</b>	<b>Sewer Reticulation Extensions to enable development (Urban Zone Only)</b>	The extension of reticulation in sewer networks to enable residential development in urban areas.	550,000



# Stormwater



# Stormwater

## What we do

Timaru District Council manages the operation of stormwater schemes for communities in Timaru, Temuka, Geraldine, Pleasant Point, Winchester, Cave and Milford-Ohapi. Approximately 83% of the total district resident population is serviced.

There are no significant stormwater activities in other rural areas, although some drainage is managed by Environment Canterbury and partially funded by Timaru District Council.

Schemes range from piped to open channel stormwater systems. Stormwater collected from schemes is disposed of to a mixture of soakpits, surface water bodies (e.g. rivers, ocean) and drains depending on the scheme.

The activity looks after an asset base of around 144km of pipeline, 33km of open channel, 4 detention dams, 2 pump stations, over 2,000 manholes and over 3,000 sumps.

Stormwater schemes in residential areas are designed to cope with a 1 in 5-year return rainfall event (i.e. the event has a 20% chance of occurring in any one year). In industrial and commercial zones they are designed to cope with a 1 in 10 year return rainfall event (i.e. the event has a 10% chance of occurring in any one year). Rainfall events of this size may cause temporary ponding, while some surface flooding may result where events exceed this size.

For larger rainfall events, stormwater systems are designed to flow along escape routes or secondary flow paths such as roads and gullies to prevent damage to structures. These are generally designed for a 1 in 50 year return rainfall event (i.e. the event has a 2% chance of occurring in any one year).

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**

# Stormwater

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	2017/18
ST1	Geraldine Stormwater Renewals	General renewal of minor culverts, sumps and soak pits in Geraldine.	5,000
ST2	Geraldine Stormwater Capital Upgrades	Upgrading the capacity of the stormwater network to improve flow and quality of discharge.	366,000
ST4	Temuka Stormwater Renewals	General renewal of minor culverts, sumps and soak pits in Temuka.	15,000
ST5	Temuka Stormwater Capital Upgrades	Upgrading of the Temuka stormwater network, and other projects that will be identified in the Temuka Stormwater Management Plan.	230,000
ST7	Timaru - Fixed Plant and Equipment Renewals	Renewal of plant and equipment that have reached the end of their useful life including electrical, instrumentation, controls and telemetry.	36,000
ST8	Timaru Stormwater Network and Minor Renewals	General renewals of pipes, minor culverts, sumps and soak pits in Timaru.	20,000
ST10	Timaru Stormwater Capital Upgrades	Projects to improve stormwater network capacity and flow quality.	160,000
ST11	Timaru Stormwater Modelling	Development of Stormwater Network Model in Timaru to improve the accuracy of stormwater analysis.	55,000
ST12	Timaru - Number 1 Drain Upgrade	Increasing the capacity of the stormwater drain to improve network flow and quality of discharge.	200,000
ST13	Rural Stormwater Renewals	General renewals of stormwater reticulation, minor culverts, sumps and soak pits in rural locations.	15,000



# Waste Minimisation





# Waste Minimisation

## What we do

Waste Minimisation addresses the management of waste generated in the Timaru District. In 2006, the Council implemented the 3-2-1 ZERO waste minimisation system in the District. This highly successful scheme has meant that 82% of the district is provided with kerbside collection services for organic waste, recycling and rubbish. Bins are collected regularly with materials sorted and managed at the Redruth Resource Recovery Park. The vision is:

*"A sustainable community that is able to reuse, recycle and recover discarded resources and minimise residual waste to landfill, while ensuring protection of public health and the environment."*

Council manages the overall activity including services listed below and owns solid waste sites and facilities where activity occurs. Operational work is carried out by contractors. Waste Management New Zealand Ltd (WMNZ) is contracted until June 2021 to provide kerbside collection, transfer stations, landfill, composting and recycling operations. Council services provided are:

- kerbside collection service to urban and some rural residents for organic waste, recycling and rubbish
- transfer station facilities at Geraldine, Pleasant Point, Temuka and Timaru (Redruth) incorporating:
  - Recycling, composting and rubbish drop-off
  - E-scrap drop-off facilities
  - Household hazardous waste drop-off
  - Reusable goods drop-off
- Waste Minimisation facilities at Redruth Resource Recovery Park including:
  - A landfill
  - Recycling and composting facilities
- A retail shop for reusable materials called "The Crow's Nest" at Redruth. This also offers a kerbside collection service for reusable goods.
- An off-site scrap metal recycling facility.
- Information and education resources for the public and businesses.
- A Waste Exchange listing service
- 3-2-1-ZERO waste minimisation support for public events

- Implementation of business and community waste minimisation programmes such as the modern cloth nappy programme

Under the Waste Minimisation Act 2008, Councils must complete a Waste Management and Minimisation Plan every six years that assesses the provision of existing services and provides options for the delivery of future services.

The next full review will occur with the next LTP 2018-28.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**

# Waste Minimisation

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	
			2017/18
WM1	Stage 2 Development	Capping existing landfill cells.	225,000
WM2	Stage 3 Development	Construction of new landfill cells, including drainage.	270,000
WM4	Land Fill Gas	Funding for gas wells and reticulation extensions.	390,000
WM7	Transfer Stations upgrades	Funding for the upgrade and upkeep of equipment for the district's transfer stations.	14,000
WM8	Compost Site	The creation of new maturation pads for compost to meet increasing demand and new composting pads.	20,000
WM9	New Bins	Funding for new wheelie bins to meet growth.	43,000
WM10	Bin Renewals	Replacing wheelie bins as they come to the end of their useful life.	214,000
WM12	Public Place Recycling	Install public place sets of recycling bins.	2,000

# Water Supply





# Water Supply

## What we do

Water Supply provides for the safe and effective treatment, storage and distribution of water to urban and rural parts of the district. This includes the permitted taking of water from various sources (e.g. rivers, bores) through allocations granted by Environment Canterbury (ECan). Quality water is delivered for residential, commercial, industrial and stockwater purposes. Water is not supplied for irrigation or horticultural purposes.

Over 16,000 properties are served through 12 individual water supplies operated on behalf of the residents of the Timaru District. Schemes are provided (in order of largest to smallest population served) to:

- Timaru – Urban drinking water
- Downlands - Rural drinking water and stock water
- Temuka - Urban drinking water
- Geraldine - Urban drinking water
- Te Moana - Rural drinking water and stockwater
- Pleasant Point - Urban drinking water
- Seadown - Rural drinking water and stockwater
- Winchester – Urban drinking water
- Orari - Rural drinking water and stockwater
- Peel Forest - Urban drinking water
- Rangitata/Orari – Stockwater races
- Beautiful Valley – Stockwater

Urban water schemes operate as individual water supplies but are funded as a single scheme. The Downlands scheme covers and is operated by Timaru District Council on behalf of residents of the Timaru, Mackenzie and Waimate Districts. Policy for this scheme is determined by a Joint Standing Committee of the three Councils.

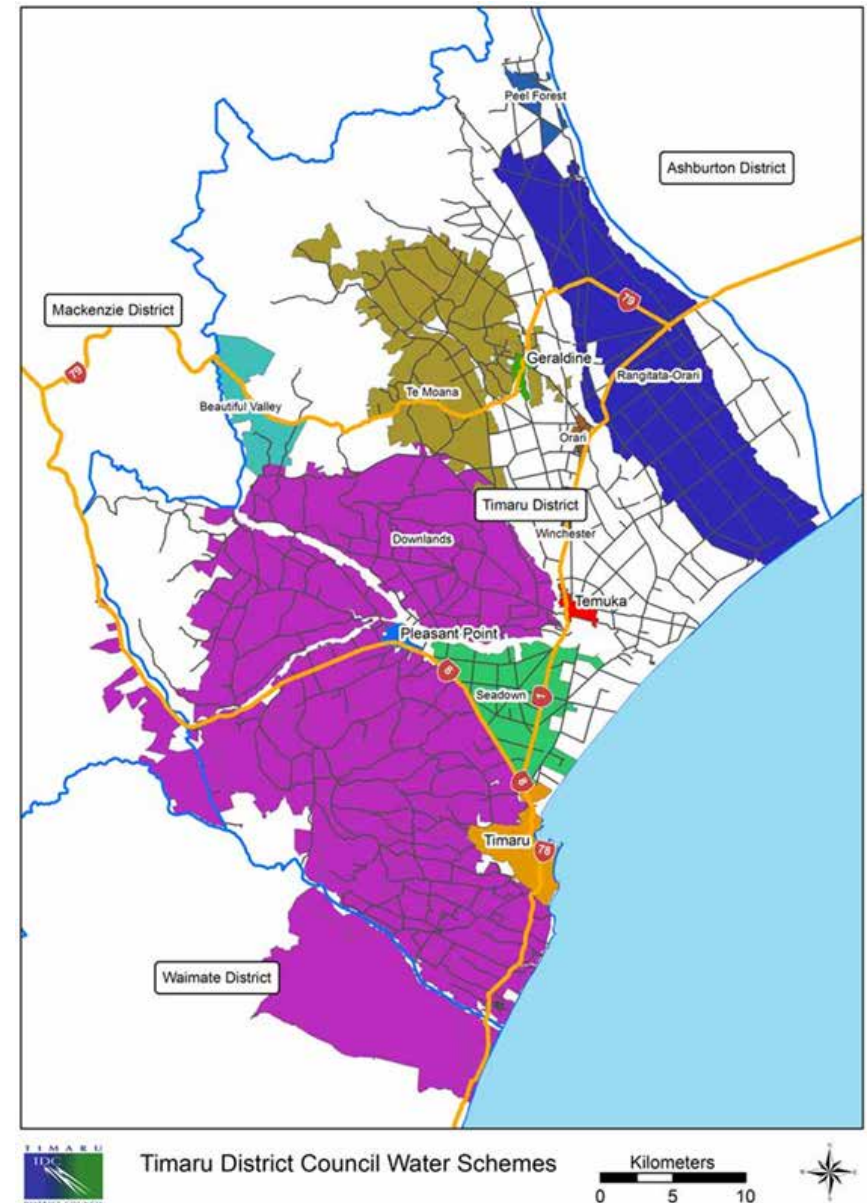
Water sources for the schemes include rivers, bores and surface springs. ECan allocates water to the Council via resource consents, which set upper limits on the amount of water that can be taken from water sources. Water supply assets managed include 19 water intakes, 13 treatment plants, 29 reservoirs, 18 storage tanks and 24 pump stations. Total length of the pipe networks is about 1,796 kilometres.

The urban schemes are generally on-demand at the tap.

The rural drinking water and stockwater schemes are flow control supplies (using restrictors) to private storage tanks, except the Seadown scheme which supplies directly to stockwater troughs.

The Rangitata-Orari water race scheme supplies stockwater to water races on or adjacent to scheme properties.

**For complete information relating to this activity, please refer to Section Two of the Long Term Plan 2015-25.**



Timaru District Council Water Schemes

# Water Supply

## Planned Work 2017-18

The list below represents the projects planned for the Annual Plan 2017/18 based on and as adjusted from Year 3 of the Long Term Plan 2015-25. For a full list of projects relating to 2015-25, please refer to the Long Term Plan 2015-25.

ID	Project Title	Summary	2017/18
<b>WS1</b>	<b>Urban Water Supplies -Reticulation and Services Renewals</b>	Renewal of pipes, valves, hydrants and other water supply assets in the urban water schemes that have reached the end of their design life, including renewals generated as a result of maintenance to the water supply network	1,866,500
<b>WS2</b>	<b>Urban Water Supplies -Fixed Plant and Equipment</b>	Renewals at urban water supplies, including pumps, reservoir pipeworks, plant equipment, instrumentation, electrical, controls, telemetry, intakes and treatment renewals	816,000
<b>WS3</b>	<b>Urban Water Supplies - Timaru Pareora Pipeline Renewal</b>	Renewal of the Timaru Pareora pipeline due to condition and performance issues	2,000,000
<b>WS5</b>	<b>Urban Water Supplies - Temuka Source Upgrade</b>	Project to improve the Temuka water source through the use of alternative ground water sources	150,000
<b>WS6</b>	<b>Urban Water Supplies - Temuka Source Upgrade Treated Water Storage and Pumps</b>	A new treated water storage facility for Temuka to increase storage capacity for the network	180,000
<b>WS7</b>	<b>Urban Water Supplies -Pleasant Point Treated Water Storage</b>	A new treated water storage facility for Pleasant Point to increase storage capacity for the network	460,000
<b>WS8</b>	<b>Urban Water Supplies - Timaru Reservoir Cover</b>	Renewal of the Timaru Reservoir cover that has deteriorated due to age. This will occur in stages.	750,000
<b>WS9</b>	<b>Urban Water Supplies – Upgrade to Supply Te Moana from Geraldine</b>	Upgrade of Geraldine network related to the supply of water to the Te Moana Scheme	364,000
<b>WS10</b>	<b>Rangitata-Orari Renewals</b>	Renewal of the stock races, intake protection and fish screens.	100,000
<b>WS11</b>	<b>Seadown Water Supply Reticulation Renewals</b>	Renewal of pipes, valves, hydrants and other reticulation assets that have reached the end of their useful lives	75,000
<b>WS14</b>	<b>Seadown Water Supply Treatment Upgrade</b>	Upgrade to the treatment of the Seadown water supply to meet drinking water standards	60,000
<b>WS15</b>	<b>Seadown Water Supply Leak Detection and Network Analysis and Metering</b>	Analysis of the water supply network and leak detection to improve supply delivery in the Seadown Scheme	2,000
<b>WS16</b>	<b>Seadown Water Supply Storage Upgrade</b>	Improvements to the water storage capacity for the Seadown water supply to industry standard of one days storage	40,000
<b>WS17</b>	<b>Te Moana Downs Water Supply Reticulation Renewals</b>	Replacement of pipes in the reticulation network that have reached the end of their useful life	922,000
<b>WS18</b>	<b>Te Moana Downs Water Supply Network Capacity Upgrade</b>	The network capacity of the Te Moana Downs supply is being increased and enhanced to accommodate being supplied from the Geraldine supply, and to improve water quality in the Te Moana network	802,000

# Water Supply

ID	Project Title	Summary	2017/18
WS19	Te Moana Downs Water Supply - Renewals	Replacement of jets, tanks, pump and chlorination equipment that have reached the end of their useful life	15,000
WS20	Te Moana Downs Water Supply Leak Detection, Network Analysis and Metering	Analysis of the network and leak detection to improve supply delivery in the scheme	10,000
<b>Downlands Water Supply (82% owned by TDC - figures for TDC portion only)</b>			
WS21	Mains, Tanks, Intake Renewals and Leak Detection	Programmed renewal of mains, intake renewals, and network leak detection and renewal of pipes, plant and other assets identified through maintenance of the network. This includes renewal and upgrading of the Te Ngawai trunk main to enable future growth in the Downlands scheme from the Te Ngawai intake	6,535,400
WS22	Renewal of Jets and Equipment	Renewal of jets, telemetry, switchboard and solar panels, pumps and chlorination equipment that have reached the end of their useful life	49,200
WS23	Network Analysis and Metering	Water supply modelling and meters to establish water demand in particular areas of the Downlands water supply	57,400
WS25	Infiltration Gallery Upgrade and Low Lift Pumps	Upgrade of the Te Ngawai infiltration gallery and low lift pumps	1,230,000
WS26	Reservoir Cover and Pipework	Re-covering, lining and pipework renewals at Downlands Scheme reservoirs	275,520





## Financial Information



Investment Value at Year end

339 970	373 967
56 969	804 029
817	1 296 731
58	1 859 317
	2 499 808
	3 227 076
	4 050 935
	R 28 331

Investment


424 963
446 211
468 522
491 948
516 545
<del>542 372</del>
569 491

Start at monthly  
Can we do to

# Section Roadmap

This section outlines financial information relating to the Annual Plan and the Council operations.

## Financial Statements



The screenshot shows a financial table titled "Forecast Statement of Comprehensive Revenue and Expense". It has columns for years from 2017 to 2025. The rows are categorized into "Revenue" and "Expense" sections, with various sub-items listed under each. The table is presented in a standard financial statement format with a blue header.

A number of Financial Statements are included, as outlined below:

### Statement Concerning Balancing of Budget

This shows how the Council has set operating revenues at a level sufficient to cover operating expenses (unless exceptions have been applied).

### Forecast Statement of Comprehensive Revenue and Expense

This can also be referred to as the Profit and Loss Statement, the Income Statement, or the Operating Statement. It shows the financial results of various Timaru District Council activities at the end of each period as either a surplus or deficit. It does not include asset purchases or disposals.

### Forecast Statement of Movements in Equity

Equity is the residual interest in the assets of Timaru District Council after the deduction of its liabilities. This statement shows movement in that interest.

### Forecast Statement of Movements in Retained Earnings

Retained Earnings are part of equity. This statement shows the movements relating to special funds which are held by Council for specific purposes.

### Forecast Statement of Financial Position

This shows the financial state of affairs at a particular time. It can also be referred to as the Balance Sheet.

### Forecast Statement of Cashflows

This describes the cash effect of transactions and is broken down into three components: operating, investing and financing activities.

## Funding Impact Statement



The screenshot shows a financial table titled "Funding Impact Statement 2015-25". It has columns for years from 2015 to 2025. The rows are categorized into "Revenue" and "Expense" sections, with various sub-items listed under each. The table is presented in a standard financial statement format with a blue header.

This outlines Council's expenditure and sources of funds, including rates to be applied across the district.



# Section Roadmap

## Reserve Funds Summary

The screenshot shows a table titled 'Reserve Funds Summary'. It lists various funds such as 'General Fund', 'Capital Fund', and 'Reserve Fund'. Each fund has a description and associated financial data. The table is organized into sections, with 'General Fund' being the largest. The data includes amounts in dollars and cents, with some cells containing formulas like '=SUM(B2:B10)'. The table is presented in a clear, professional format with blue headers.

This outlines Council's reserve and separate funds and anticipated changes over the 10 year period.

## Disclosure Statement

The screenshot shows a document titled 'Annual Plan Disclosure Statement'. It contains a table with columns for 'Disclosure Statement', 'Financial Performance', and 'Various Financial Metrics'. The table lists various financial indicators and their corresponding values. The document is formatted with blue headers and clear, legible text. It provides a detailed overview of the council's financial performance and the disclosure statement.

This outlines the Council's planned financial performance in relation to various benchmarks to enable the assessment of whether the council is prudently managing its revenues, expenses, assets, liabilities, and general financial dealings, as required under the Local Government (Financial Reporting and Prudence) Regulations 2014.

## Fees 2017/18

The screenshot shows a document titled 'Fees 2017/18'. It contains a table with columns for 'Fees', 'Charges', and 'Various Financial Metrics'. The table lists various fees and charges, including 'Resource Management Act (RMA) fees', 'Council fees', and 'Other fees'. The document is formatted with blue headers and clear, legible text. It provides a detailed overview of the council's fees and charges for the 2017/18 financial year.

A summary of fees and charges for the 2017/18 year, particularly relating to Resource Management Act (RMA) fees. A full list of fees is available separately from the Council or from the Council website.

# Statement concerning Balancing of Budget

In accordance with Section 100 of the Local Government Act 2002 (the Act), Council resolves to permit an unbalanced budget in that the Forecast Statement of Comprehensive Revenue and Expense Council is forecasting an operating surplus for the year commencing 1 July 2017.

In its forecast Statement of Comprehensive Revenue and Expense, Council is reporting a surplus due to forecast revenue including grants and subsidies specifically provided by external parties to fund capital expenditure projects. These grants and subsidies are not available to meet day to day forecast operating expenses. Expenditure associated with these grants and subsidies is recorded in the Forecast Statement of Financial Position, not the Forecast Statement of Comprehensive Revenue and Expense. Forecast interest income on Special Funds invested is allocated to and reinvested with those special funds and is therefore also not available to meet forecast day to day operating costs.

Council fully funds depreciation on assets and maintains investments to match depreciation special fund balances. Timaru District Council is of the opinion that it is financially prudent not to have a balanced budget in the Forecast Statement of Comprehensive Revenue and Expense and, due to the matters noted above, it is necessary for forecast revenue to exceed forecast expense in the Forecast Statement of Comprehensive Revenue and Expense.

# Forecast Financial Information

These prospective financial statements were authorised for issue by Timaru District Council on 27 June 2017. Timaru District Council is responsible for the prospective financial statements presented, including the appropriateness of the assumptions underlying the prospective financial statements and all other required disclosures.

Timaru District Council's planning processes are governed by the Local Government Act 2002. The Act requires Council to prepare a ten year Long-term Plan (LTP) every three years and an Annual Plan, which updates the LTP by exception, in the intervening years. This is Timaru District Council's Annual Plan for the period 2017/2018 year and is prepared in accordance with the Act. The Council and management are responsible for the preparation of the prospective financial statements and the appropriateness of the underlying assumptions.

The information contained within this document is prospective financial information in terms of PBE FRS 42. The forecast financial statements have been prepared on the basis of assumptions as to future events the Council reasonably expects to occur associated with actions the Council expects to take. They have been prepared in accordance with current accounting policies in this plan. Actual results up until January 2017 have been taken into account in preparation of these prospective financial statements. Prospective Group financial statements have not been prepared as information for all entities in the group is not available.

The purpose for which this plan has been prepared is to enable the public to participate in the decision making processes as to the services to be provided by the Timaru District Council to its community for the year, and to provide a broad accountability mechanism of Council to the community. This information has been prepared for the Council's budgeting and financial planning purposes. It may therefore not be appropriate to be used for any other purpose. Actual results are likely to vary from the information presented and the variations may be material.

These prospective financial statements will not be updated.



# Forecast Statement of Comprehensive Revenue and Expense

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
<b>Revenue</b>			
Rates, excluding targeted water supply rates	46,037	50,184	47,496
Fees, charges and targeted rates for water supply	16,661	17,433	17,395
Development and financial contributions	20	20	20
Subsidies and grants	7,563	7,484	8,135
Finance Revenue	2,352	2,393	2,035
Other revenue	4,130	3,989	3,748
Other gains/(losses)	0	15	15
<b>Total Revenue</b>	<b>76,763</b>	<b>81,518</b>	<b>78,844</b>
<b>Expenses</b>			
Personnel costs	16,470	16,865	16,581
Operating costs	34,095	34,542	34,993
Finance costs	6,125	6,953	5,838
Depreciation and amortisation	16,116	16,812	16,475
<b>Total Expenses</b>	<b>72,806</b>	<b>75,172</b>	<b>73,887</b>
<b>Total Comprehensive Revenue And Expense</b>	<b>3,957</b>	<b>6,346</b>	<b>4,957</b>

# Forecast Statement of Movements in Equity

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
Equity At Beginning Of The Year	746,801	747,412	757,205
Net surplus for the year	3,957	6,346	4,957
Revaluation of fixed assets	0	0	0
Equity Adjustment	0	0	0
Total recognised revenues and expenses	3,957	6,346	4,957
Equity At The End Of The Year	750,758	753,758	762,162

# Forecast Statement of Movements in Retained Earnings

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
Retained Earnings At 1 July	714,570	723,218	724,777
Net surplus for the year	3,957	6,346	4,957
Transfers to Reserves	(18,066)	(18,763)	(18,335)
Transfers from Reserves	25,848	22,672	24,970
Retained Earnings At 30 June	726,309	733,473	736,369



# Forecast Statement of Financial Position

As at 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
<b>Equity</b>			
Retained Earnings	726,309	733,473	736,369
Special Fund Reserves	24,449	20,285	25,793
<b>Total Equity</b>	<b>750,758</b>	<b>753,758</b>	<b>762,162</b>
<b>Current Assets</b>			
Cash & Bank Balances	29,039	13,996	17,056
Short Term Deposits	10,528	19,058	27,417
Receivable & Prepayments	8,403	7,261	6,218
Inventories	87	79	72
<b>Total Current Assets</b>	<b>48,057</b>	<b>40,394</b>	<b>50,763</b>
<b>Non-Current Assets</b>			
Investments	20,138	17,992	18,935
Fixed Assets	804,274	820,020	815,325
<b>Total Non-Current assets</b>	<b>824,412</b>	<b>838,012</b>	<b>834,260</b>
<b>Total Assets</b>	<b>872,469</b>	<b>878,406</b>	<b>885,023</b>
<b>Current Liabilities</b>			
Payables & Accruals	13,062	11,245	10,595
Current Portion of Term Debt	18,567	23,544	30,129
<b>Total Current Liabilities</b>	<b>31,629</b>	<b>34,789</b>	<b>40,724</b>
<b>Non-Current Liabilities</b>			
Term Debt	82,286	84,023	71,726
Other Term Liabilities	7,796	5,836	10,411
	90,082	89,859	82,137
<b>Total Liabilities</b>	<b>121,711</b>	<b>124,648</b>	<b>122,861</b>
<b>Net Assets</b>	<b>750,758</b>	<b>753,758</b>	<b>762,162</b>

# Forecast Statement of Cashflows

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
<b>Cash Flows From Operating Activities</b>			
Cash was provided from:			
Receipts from customers	18,796	19,356	18,443
Rates	46,037	50,578	47,496
Subsidies	6,893	6,799	8,135
Interest	2,352	2,248	2,035
Dividends	2,645	2,495	2,695
	76,723	81,476	78,804
Cash was applied to:			
Payments to employees	(16,470)	(16,865)	(16,581)
Payments to suppliers	(34,032)	(34,478)	(34,929)
Interest paid	(6,125)	(6,953)	(5,838)
Income Tax paid	0	0	0
	(56,627)	(58,296)	(57,349)
Net Cash Inflows From Operating Activities	20,096	23,180	21,456
<b>Cash Flows From Investing Activities</b>			
Cash was provided from:			
Sale of fixed assets	45	61	45
Sale of investments (special funds)	25,848	22,671	24,970
Mortgages/advances repaid	220	220	220
	26,113	22,952	25,235
Cash was applied to:			
Purchases of fixed assets	(37,720)	(33,659)	(39,973)
Purchase of investments	(18,066)	(18,763)	(18,335)
Mortgages/advances made	(220)	(220)	(220)
	(56,006)	(52,642)	(58,528)
Net Cash Flows From Investing Activities	(29,893)	(29,690)	(33,293)

# Forecast Statement of Cashflows

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
<b>Cash Flows From Financing Activities</b>			
Cash was provided from:			
Loans raised	26,398	24,373	27,636
	26,398	24,373	27,636
Cash was applied to:			
Settlement of loans	(19,292)	(18,564)	(18,567)
	(19,292)	(18,564)	(18,567)
Cash Flows From Financing Activities	7,106	5,809	9,069
<b>Net Increase (Decrease) In Cash Held</b>	(2,690)	(701)	(2,768)
Cash at beginning of the year	42,257	33,755	47,241
<b>Cash At End Of The Year</b>	39,567	33,054	44,473
Represented by:			
Cash & Bank Balances	29,039	13,996	17,056
Short Term Deposits	10,528	19,058	27,417
	39,567	33,054	44,473



# Funding Impact Statement 2017/2018

This Funding Impact Statement has been prepared in compliance with Part 1: Clause 20 of Schedule 10 of the Local Government Act 2002.

In general terms the Council will use a mix of revenue sources to meet operating expenses, with major sources being general rates, dividends and fees and charges. Revenue from targeted rates is applied to specific activities. The following table outlines Council expenditure and sources of funds:

Rates are assessed on properties in accordance with the statutory provisions of the Local Government (Rating) Act 2002

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
<b>Sources Of Operating Funding</b>			
General Rates, Uniform annual general charges, rates penalties	14,213	15,341	25,927
Targeted Rates (other than a targeted rate for water supply)	33,509	35,365	23,602
Subsidies and grants for operating purposes	3,094	2,198	3,567
Fees, charges and targeted rates for water supply	16,962	17,612	17,428
Interest and dividends from investments	4,907	4,743	4,730
Internal charges and overheads recovered	0	0	0
Local authorities fuel tax, fines, infringement fees and other receipts	951	884	817
<b>Total Operating Funding</b>	<b>73,636</b>	<b>76,143</b>	<b>76,071</b>
<b>Applications Of Operating Funding</b>			
Payments to staff and suppliers	50,409	51,250	51,619
Finance costs	6,509	7,337	5,838
Internal charges and overheads applied	0	0	0
Other operating funding applications	0	0	0
<b>Total Applications Of Operating Funding</b>	<b>56,917</b>	<b>58,587</b>	<b>57,457</b>
<b>Surplus/(Deficit) Of Operating Funding</b>	<b>16,719</b>	<b>17,556</b>	<b>18,614</b>
<b>Sources Of Capital Funding</b>			
Subsidies and grants for capital expenditure	4,749	5,402	4,568
Development and financial contributions	35	27	20
Increase/(decrease) in debt	7,106	5,809	9,069
Gross proceeds from the sale of assets	45	61	60
Lump sum contributions	0	0	0
Other dedicated capital funding	279	342	272
<b>Total Sources Of Capital Funding</b>	<b>12,214</b>	<b>11,641</b>	<b>13,989</b>
<b>Applications Of Capital Funding</b>			
Capital expenditure			
- to meet additional demand	605	2,331	886
- to improve the level of service	10,888	7,288	9,051
- to replace existing assets	26,228	24,040	30,037
Increase/(decrease) in reserves	(8,787)	(4,462)	(7,371)
Increase/(decrease) of investments	0	0	0
<b>Total Applications Of Capital Funding</b>	<b>28,933</b>	<b>29,197</b>	<b>32,603</b>
<b>Surplus/(Deficit) Of Capital Funding</b>	<b>(16,719)</b>	<b>(17,556)</b>	<b>(18,614)</b>
<b>Funding Balance</b>	<b>0</b>	<b>0</b>	<b>0</b>

# Funding Impact Statement 2017/2018

## Reconciliation to Statement of Comprehensive Revenue and Expense

For The Year Ended 30 June	Annual Plan Forecast 2016/17 \$000	Long Term Plan Forecast 2017/18 \$000	Annual Plan Forecast 2017/18 \$000
Surplus (deficit) of operating funding per FIS	16,719	17,556	18,614
Subsidies and Grants for capital expenditure	4,749	5,402	4,568
Other dedicated capital funding	279	342	272
Development and financial contributions	35	27	20
Vested Assets	40	42	40
Depreciation	(16,116)	(16,812)	(16,475)
Landfill Post closure	(64)	(64)	(64)
Movement in Rates Balances	(1,685)	(147)	(2,019)
Surplus per Cost of Service Statement	3,957	6,346	4,957

Rates example properties across the district based on the 2017/18 Annual Plan are shown in Section One.

## Rating Base

	2017/18
Projected number of rating units at end of preceding year	22,722
Total capital value of rating units at end of preceding year	12,099,010,751
Total land value of rating units at end of preceding year	6,085,500,700

# Funding Impact Statement 2017/2018

## Rating Types *(all amounts are shown inclusive of 15.0% GST)*

These figures give ratepayers an estimate of what their level of rates is likely to be in the coming year.

For the purposes of setting and assessing rates, the following definition of 'a separately used or inhabited part of a rating unit' is used: Any part of a rating unit that is, or is able to be, separately used or inhabited by the ratepayer, or by any other person or body, having a right to use or inhabit that part by virtue of a tenancy, lease, licence or other agreement.

Examples include:

- Each separately used or inhabited part of a

residential unit will count as a separate part. This includes minor household units with kitchen facilities often referred to as "granny flats".

- Where residential properties are partially used for business, the number of parts will equal the number of separately used or inhabited residential units plus one for each separate business use (e.g. a house with a doctor's surgery attached contains two parts).
- In the case of retirement villages and similar types of properties, each separately used or inhabited residential unit and each other major use (such as halls, libraries etc) are separate parts.

## Uniform Annual General Charge (UAGC)

The cost of providing community amenities, such as libraries, swimming pools, parks and the cost of governance and leadership, civil defence, environmental health, road/streets landscapes, economic development and

promotion, and the airport, is recovered from all ratepayers in the form of a uniform annual general charge assessed as a fixed amount per rating unit.

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Uniform Annual General Charge	\$518.00	\$535.00	11,002

## General Rates

The general rate includes that portion of the above activities not recovered by the uniform annual general charge, plus costs associated with the roading network, street lighting, refuse disposal services, dog control, building control, district planning and property costs (non commercial). It is assessed on all rateable

land within the District in the form of a differential general rate assessed on the Land Value of the rating unit. Information about the categories of rateable land and the differentials can be found under the heading Differential Rating.

	Differential Factor	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Commercial/Industrial/ Accommodation	4.00	\$0.01185	\$0.01164	4,615
Primary	0.40	\$0.00102	\$0.00116	4,119
Residential - General/ Recreational/ Community Services	1.00	\$0.00282	\$0.00291	6,316
Residential - Multi-Unit	2.00	\$0.00564	\$0.00582	207

## Community Works and Services Rates

The cost of activities, such as non subsidised roading (footpaths), community lighting, and stormwater drainage, is recovered from each community in which the service is provided in the form of a targeted community works and

services rate assessed on the Land Value of the rating unit. The communities in which these rates are assessed are:

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Geraldine	\$0.00154	\$0.00170	299
Rural	\$0.00005	\$0.00005	216
Temuka	\$0.00273	\$0.00268	442
Timaru	\$0.00144	\$0.00145	2,427

# Funding Impact Statement 2017/2018

## Aquatic Centre Rate

The cost of Caroline Bay Aquatic centre is recovered from all ratepayers in the form of a targeted aquatic centre rate assessed as a fixed amount per separately used or inhabited part of a rating unit for residential (general or multi-unit) rating units, per rating unit for other rating units (being the same amount as the amount

assessed per separately used or inhabited part of a residential (general or multi-unit) rating unit). Information about the differential categories can be found under the heading Differential Rating.

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Residential	\$109.00	\$109.00	2,005
Other	\$109.00	\$109.00	357

## Uniform Community Board Charges

The cost of providing specific Council services as determined by the Temuka, Geraldine and Pleasant Point Community Boards, is recovered from those ratepayers in the form of a targeted

fixed amount per rating unit in each of the Temuka, Pleasant Point and Geraldine communities (see description of these areas below).

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Geraldine	\$2.00	\$2.00	6
Pleasant Point	\$5.00	\$5.00	6
Temuka	\$3.50	\$3.50	10

## Uniform Annual Sewer Charge

The cost of providing sewage disposal is recovered from those ratepayers who receive the service, and are not subject to tradewaste charges, in the form of a targeted uniform annual sewer charge. This is a fixed amount on each water closet or urinal connected

either directly or through a private drain to a public sewage drain subject to the proviso that every rating unit used exclusively or principally as a residence of not more than one household shall be deemed to have not more than one water closet or urinal.

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Sewer Charge	\$369.00	\$369.00	8,131

## Differentiated Annual Waste Management Charge

The cost of providing waste collection is recovered from rating units which receive the service in the form of a targeted differential annual waste management charge of a fixed

amount per set of 3 bins for all rateable and non-rateable land (see description of waste categories below).

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Standard	\$279.00	\$279.00	5,067
Large	\$379.00	\$379.00	663

Additional bins are charged for as a targeted differential annual waste management bin charge of a fixed amount per additional bin:

	Actual Rate 2016/17	Rate 2016/18	Estimated revenue 2017/18 (\$000)
Small Recycling (140 litres)	\$71.00	\$72.00	2
Large Recycling (240 litres)	\$81.00	\$82.00	41
Small Compost (140 litres)	\$111.00	\$112.00	5
Large Compost (240 litres)	\$131.00	\$133.00	31
Small Rubbish (140 Litres)	\$136.00	\$138.00	21
Large Rubbish (240 litres)	\$196.00	\$199.00	112



# Funding Impact Statement 2017/2018

## Annual Water Charges

The cost of providing a water supply is recovered from those ratepayers who receive or could receive the service in the form of a targeted annual water charge.

- **"Connected"** means those rating units which receive an ordinary water supply.
- **"Serviceable"** means those rating units which are situated within 100 metres from any part to the water works to which water can be but is not supplied.
- **"Residential"** means all properties used primarily for residential accommodation of a single household or used for residential purposes and not otherwise classified or which are vacant or of not determined use of those differential categories and situated in an area which residential dwellings are permitted.
- **"Other"** means all rating units used primarily for purposes other than residential purposes.

All references to a **"Water Supply"** are references to schemes defined by a Special Order. Water rates are assessed as follows:

### a Urban

- i A differential targeted rate of fixed amounts in accordance with the following differentials (excluding those rating units supplied through a meter):
  - i per separately used or inhabited part of a Connected residential rating unit;
  - ii per rating unit for other Connected rating units (being the same amount assessed per separately used or inhabited part of a Connected residential rating unit)
  - iii per Serviceable rating units (being 50% of the above amount) assessed on rating units as:

number 24640, 24660, 24670, 24680, 24690, 24700, 24710, 24820, 24840, 24850, 24860, and part 25033, as is situated within the Downlands Water Supply District the following targeted rates.

- (a) a fixed amount for each separately used or inhabited part of a rating unit within the Pareora Township and for rating units used as halls within the scheme.
- (b) a fixed amount per rating unit for rating units used as schools within the Pareora Township.

- (c) in addition a fixed amount for each separate connection (excluding Pareora Township) to the water supply except where there is more than one connection to any rating unit as a technical requirement of the scheme, in which case only one charge will apply.
- (d) in addition to the charge assessed in (c) above, a fixed amount per unit of water or where water supplied in one half units a fixed charge (being 50% of the amount per unit) per half unit.

	Actual Rate 2016/17		Rate 2017/18		Estimated revenue 2017/18 (\$000)
	Connected	Serviceable	Connected	Serviceable	
Urban supplies	\$287.00	\$143.50	\$297.00	\$148.50	5,175

### b Rural

- i A targeted rate of a fixed amount per hectare within the rating unit located in the Rangitata-Orari Water Supply District.
- ii A targeted rate in the Te Moana Downs Water Supply District of a fixed amount per unit of water supplied **and** a targeted rate of a fixed amount for each tank.
- iii A targeted rate of a fixed amount per unit of water supplied in the Orari Water Supply District.
- iv A targeted rate in the Seadown Water Supply District of a fixed amount per hectare within the rating unit **and** a targeted rate of a fixed amount per separately used or inhabited part of a rating unit.
- v A targeted rate per rating unit of a fixed amount per hectare in the Beautiful Valley Water Supply District.
- vi On so much of the rating units appearing on Valuation Rolls

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Rangitata-Orari (Area charge)	\$17.30	\$17.30	313
Te Moana (Unit charge)	\$275.00	\$275.00	338
Te Moana (Tank charge)	\$530.70	\$542.20	352
Orari (Service charge)	\$216.00	\$232.00	26
Seadown (Area charge)	\$15.50	\$16.40	85
Seadown (Domestic charge)	\$388.00	\$409.00	145
Beautiful Valley (Area charge)	\$3.69	\$3.69	7
Downlands (Domestic charge)	\$518.00	\$566.00	104
Downlands (School charge)	\$888.00	\$971.00	1
Downlands (Service charge)	\$370.00	\$404.00	768
Downlands (Unit charge)	\$148.00	\$162.00	730

### c Water by Meter

A uniform targeted rate for water supply per cubic meter of water

consumed by any rating unit situated in the following areas which has been fitted with a water meter:

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Seadown	\$0.84	\$0.84	5
Urban	\$0.60	\$0.60	1,783

# Funding Impact Statement 2017/2018

## Uniform Community Centre Charges

To provide funding for community centres unit situated in the following Community Centre Areas:

	Actual Rate 2016/17	Rate 2017/18	Estimated revenue 2017/18 (\$000)
Claremont Community Centre	\$20.00	\$20.00	5
Fairview Community Centre	\$30.00	\$30.00	6
Kingsdown Community Centre	\$36.00	\$36.00	5
Otipua Community Centre	\$20.00	\$20.00	2

## Lump sum contributions

Lump sum contributions will not be invited in respect of any targeted rates.

## Differential Rating

The Council proposes to differentiate the general rate and the Aquatic Centre rate based on land use (Schedule 2 Local Government (Rating) Act 2002).

For the general rate, the relationship between the rates set on rateable land in each different

differential type is shown below. A rating unit can be partitioned into property parts that can be put into different differential categories.

The differential is applied under the following nine types:

Type	General Rate factor
1 Accommodation	4.00
2 Commercial - Central	4.00
3 Commercial - Other	4.00
4 Community Services	1.00
5 Industrial	4.00
6 Primary	0.40
7 Recreational	1.00
8 Residential – General	1.00
9 Residential – Multi Unit	2.00

## Description of differential categories

### Type 1- Accommodation

All properties used primarily for hotel, motel or similar short term or travellers' accommodation purposes.

### Type 2 – Commercial - Central

All properties situated within the Timaru Central Business District and used primarily for commercial purposes.

### Type 3 – Commercial - Other

All properties used primarily for commercial purposes other than those situated in the Timaru Central Business District.

### Type 4 – Community Services

All properties used primarily for education, religious and/or community purposes.

### Type 5 - Industrial

All properties used primarily for industrial purposes.

### Type 6 - Primary

All properties used primarily for agricultural, horticultural or pastoral purposes, including the grazing of animals.

### Type 7 - Recreational

Properties used primarily for active or passive indoor/outdoor recreational activities.

### Type 8 – Residential – General (including baches)

All properties used primarily for residential accommodation of a single household or used for residential purposes and not otherwise classified or which are vacant or of not determined use of those differential categories and situated in an area in which residential dwellings are permitted.

### Type 9 – Residential – Multi- Unit

All properties used primarily for multi unit

residential accommodation, for example, purpose built rental flats.

**Timaru** means the area defined by so much of the rating units appearing on valuation rolls number 24930, 24941, 24942, 24950, 24960, 24971, 24972, 24981, 24991, 25000, 25011, 25021, 25022, 25023, 25032 and 25033.

**Geraldine** means the area defined by so much of the rating unit appearing on valuation rolls number 24751 and 24752.

**Temuka** means the area defined by so much of the rating unit appearing on valuation rolls number 24770 and 24780.

**Pleasant Point** means the area defined by so much of the rating unit appearing on valuation roll number 24821.

**Rural** means all that area excluding Geraldine, Pleasant Point, Temuka and Timaru.

**Standard waste charge** is for 3 bins: a 140 litre rubbish bin, a compost bin and a recycling bin, or a 3 bin stacker set.

**Large waste charge** is for a 240 litre rubbish bin, a compost bin and a recycling bin.

## Rates payable by instalment

Rates and charges are due and payable on the following dates:

All Ratepayers	
Instalment	Due Date
1	20 September 2017
2	20 December 2017
3	20 March 2018
4	20 June 2018

Ratepayers may elect to pay on a more regular basis if they choose. Rates may be paid using any one of a number of payment methods acceptable to the Council including direct debits, cheques by mail, cheques or cash or

# Funding Impact Statement 2017/2018

EFTPOS at Council offices, credit card via Council website, direct credits or other bank transfer methods.

The due dates for metered water targeted rates are as follows:

Month invoice raised	Due Date
July 2017	21 August 2017
August 2017	20 September 2017
September 2017	20 October 2017
October 2017	20 November 2017
November 2017	20 December 2017
December 2017	22 January 2018
January 2018	20 February 2018
February 2018	20 March 2018
March 2018	20 April 2018
April 2018	21 May 2018
May 2018	20 June 2018
June 2018	20 July 2018

## Penalties

A penalty of 10% is added to any portion of each instalment that remains unpaid at the close of the due date, on the following dates:

Instalment	Penalty Date
1	21 September 2017
2	21 December 2017
3	21 March 2018
4	21 June 2018

A further penalty under section 58(1)(b) and 58(1)(c) of 10% of the amount of any rates from previous financial years remaining unpaid on 3 July 2017 will be added on 21 September 2017. An additional penalty will be added to any

unpaid rates from previous financial years that remain unpaid on 21 March 2018. This penalty will be added on 22 March 2018.

Penalties will not be applied to the metered water targeted rate

## Rates Discount Policy

That pursuant to Section 55 of the Local Government (Rating) Act 2002, the following discount will apply:-

- A discount of 2.50% will be allowed on the total rates set, if the 2017/18 rates, including any current penalties, are paid in full on or before 20 September 2017.

# Rating Contribution by Activity 2017/2018

General Rate	%	Comm/Ind	Res/rec \$ rate per \$ land value	Primary	Multi-Unit
Governance & Leadership	12.86%	0.00150	0.00037	0.00015	0.00075
Civil Defence	0.94%	0.00011	0.00003	0.00001	0.00005
Environmental Health	0.94%	0.00011	0.00003	0.00001	0.00005
District Library	8.70%	0.00101	0.00025	0.00010	0.00051
Aigantighe Art Gallery	1.75%	0.00020	0.00005	0.00002	0.00010
Museum	2.26%	0.00026	0.00007	0.00003	0.00013
Theatre Royal	1.14%	0.00013	0.00003	0.00001	0.00007
Safer Communities	0.06%	0.00001	0.00000	0.00000	0.00000
Motor Camps	0.07%	0.00001	0.00000	0.00000	0.00000
Properties	0.70%	0.00008	0.00002	0.00001	0.00004
District Services Management	0.11%	0.00001	0.00000	0.00000	0.00001
Drainage & Water Management	0.33%	0.00004	0.00001	0.00000	0.00002
Community Development	2.23%	0.00026	0.00006	0.00003	0.00013
Parks	15.03%	0.00175	0.00044	0.00017	0.00088
Aorangi Stadium	0.11%	0.00001	0.00000	0.00000	0.00001
Swimming Pools	12.87%	0.00150	0.00037	0.00015	0.00075
Cemeteries	0.40%	0.00005	0.00001	0.00000	0.00002
Halls & Community Centres	1.21%	0.00014	0.00004	0.00001	0.00007
Public Toilets	1.51%	0.00018	0.00004	0.00002	0.00009
Subsidised Labour	0.24%	0.00003	0.00001	0.00000	0.00001
Economic Development & District Promotions	2.58%	0.00030	0.00008	0.00003	0.00015
Road/street Landscapes	2.21%	0.00026	0.00006	0.00003	0.00013
Airport	0.79%	0.00009	0.00002	0.00001	0.00005
Dog Control	0.06%	0.00001	0.00000	0.00000	0.00000
Building Control	1.23%	0.00014	0.00004	0.00001	0.00007
District Planning	3.31%	0.00038	0.00010	0.00004	0.00019
Forestry	0.00%	0.00000	0.00000	0.00000	0.00000
Subsidised Roding	24.57%	0.00286	0.00072	0.00029	0.00143
Streetlighting - District	0.76%	0.00009	0.00002	0.00001	0.00004
Waste Minimisation operations	1.04%	0.00012	0.00003	0.00001	0.00006
	100.00%	0.01164	0.00291	0.00116	0.00582



# Rating Contribution by Activity 2017/2018

Uniform Annual General Charge & Aquatic Centre Rate	%	Comm/Ind	Res/rec \$ per rating unit	Primary	Multi-Unit
Governance & Leadership	11.82%	76.11	76.11	76.11	76.11
Civil Defence	0.87%	5.51	5.51	5.51	5.51
District Planning	3.04%	19.58	19.58	19.58	19.58
District Building Control	1.13%	7.29	7.29	7.29	7.29
Dog Control	0.06%	0.36	0.36	0.36	0.36
Environmental Health	0.86%	5.57	5.57	5.57	5.57
District Library	8.00%	51.45	51.45	51.45	51.45
Aigantighe Art Gallery	1.61%	10.36	10.36	10.36	10.36
Museum	2.08%	13.41	13.41	13.41	13.41
Theatre Royal	1.05%	6.75	6.75	6.75	6.75
Safer Communities	0.05%	0.33	0.33	0.33	0.33
Properties	0.64%	4.14	4.14	4.14	4.14
District Services Management	0.10%	0.65	0.65	0.65	0.65
Drainage & Water Management	0.30%	1.95	1.95	1.95	1.95
Community Development	2.05%	13.19	13.19	13.19	13.19
Motor Camps	0.06%	0.39	0.39	0.39	0.39
Parks	13.82%	89.03	89.03	89.03	89.03
Aorangi Stadium	0.10%	0.68	0.68	0.68	0.68
Swimming Pools	19.88%	128.04	128.04	128.04	128.04
Cemeteries	0.37%	2.39	2.39	2.39	2.39
Halls & Community Centres	1.11%	7.15	7.15	7.15	7.15
Public Toilets	1.39%	8.95	8.95	8.95	8.95
Subsidised Labour	0.22%	1.40	1.40	1.40	1.40
Economic Development & District Promotions	2.37%	15.29	15.29	15.29	15.29
Road/street Landscapes	2.03%	13.09	13.09	13.09	13.09
Airport	0.72%	4.74	4.74	4.74	4.74
Subsidised Roding	22.59%	145.53	145.53	145.53	145.53
Streetlighting - District	0.70%	4.52	4.52	4.52	4.52
Waste Minimisation operations	0.96%	6.16	6.16	6.16	6.16
	100.00%	644.00	644.00	644.00	644.00

# Rating Contribution by Activity 2017/2018

Community Works & Services Rate		Geraldine	Rural \$ rate per \$ land value	Temuka	Timaru
Non-subsidised Roothing		0.00062	0.00002	0.00149	0.00060
Street Lighting		0.00011	0.00000	0.00007	0.00009
Stormwater		0.00097	0.00003	0.00112	0.00075
		0.00170	0.00005	0.00268	0.00145

Community Works & Services Rate		Geraldine	Rural \$ rate per \$ land value	Temuka	Timaru
Non-subsidised Roothing		36.48%	46.63%	55.68%	41.49%
Street Lighting		6.38%	2.18%	2.62%	6.48%
Stormwater		57.14%	51.19%	41.70%	52.03%
		100.00%	100.00%	100.00%	100.00%

# Reserve Funds Summary

## Special Funds

Separate Accounts are maintained for targeted rates charged for a specific purpose. A separate account is maintained for

each targeted rate to ensure that the funds are held and used for the specific purpose intended.

Name of Fund	Activity	Purpose	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-18 (\$000s)	Funds Withdrawn 2017-18 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Aquatic Centre contributions	Parks, Recreation and Swimming Pools	Funds donated towards Aquatic centre facility to be used for its construction and funding of interest payments.	8	0	8	0
Cemetery Future (Tu) Fund	Community Facilities	Development of future cemetery for Timaru.	76	2	0	78
Collett Bequest (Museum)	Cultural and Learning Facilities	For museum items.	534	16	0	550
Community Development Interest Fund	Community Funding	To make major grants (over \$10,000) to non profit community based organisations and clubs for improving or developing new or existing facilities which reflect credit or provide benefit to the Timaru District residents.	420	40	30	430
Community Development Loan Fund	Community Funding	To make major loans to non profit community based organisations and clubs for improving or developing new or existing facilities which reflect credit or provide benefit to the Timaru District residents.	189	0	0	189
Contingency Fund	All of Council	For emergency purposes as determined by Council.	877	331	0	1,208
Depreciation – General Fund	All of Council	For the renewal and/or replacement of district wide funded depreciable assets and for the repayment of loans associated with such assets.	4,285	8,008	10,449	1,844
Depreciation Fund – Beautiful Valley Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	69	5	0	74
Depreciation Fund - Geraldine	Roading and Footpaths and Stormwater	For the renewal and/or replacement of Geraldine funded depreciable assets and for the repayment of loans associated with such assets, (excludes water related assets).	133	66	54	145

# Reserve Funds Summary

Name of Fund	Activity	Purpose	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-18 (\$000s)	Funds Withdrawn 2017-18 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Depreciation Fund – Orari Township Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	236	6	0	242
Depreciation Fund – Rangitata / Orari Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	14	14	14	14
Depreciation Fund - Rural	Roading and Footpaths and Stormwater	For the renewal and/or replacement of Rural funded depreciable assets and for the repayment of loans associated with such assets (excludes water related assets).	113	69	63	119
Depreciation Fund – Seadown Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	606	92	77	621
Depreciation Fund - Sewer	Sewer	For the renewal and/or replacement of Sewer depreciable assets and for the repayment of loans associated with such assets.	1,612	3,197	4,445	364
Depreciation Fund – Te Moana Downs Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	100	222	220	102
Depreciation Fund - Temuka	Roading and Footpaths and Stormwater	For the renewal and/or replacement of Temuka funded depreciable assets and for the repayment of loans associated with such assets, (excludes water related assets).	122	152	111	163
Depreciation Fund - Timaru	Roading and Footpaths and Stormwater	For the renewal and/or replacement of Timaru funded depreciable assets and for the repayment of loans associated with such assets, (excludes water related assets).	2,261	1,158	1,321	2,098
Depreciation Fund – Urban Water	Water Supply	For the renewal and/or replacement of Water depreciable assets and for the repayment of loans associated with such assets.	5,066	2,489	4,705	2,850
Depreciation Fund (Housing)	Social Housing	For the renewal and/or replacement of Housing depreciable assets and for the repayment of loans associated with such assets.	321	259	241	339
Development (Tu) Fund	All of Council	Funding of major developments within Timaru. Interest on this fund to be credited to the Community Development Interest Fund.	265	0	0	265



# Reserve Funds Summary

Name of Fund	Activity	Purpose	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-18 (\$000s)	Funds Withdrawn 2017-18 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Disaster Relief Fund	All of Council	For the replacement of infrastructural assets excluding roading in the event of a natural disaster.	2,953	292	0	3,245
District Recreation Facilities Fund	All of Council	To be used for the development of significant recreation facilities in the district.	662	20	0	682
Dowling Bequest	Cultural and Learning Facilities	For the purchase of Christian fiction literature for the library.	24	1	3	22
Downlands Asset Replacement Fund	Water Supply	Replacement of infrastructural assets relating to Downlands Water Supply Scheme.	5,057	947	2,152	3,852
Downlands Capital Contribution Reserve	Water Supply	For the provision of capital expenditure financed from capital contributions.	122	4	0	126
Economic Development Fund	Economic Development and District Promotions, Community Funding and Governance and Leadership	For economic development support.	270	8	0	278
Election Expenses Fund	Governance and Leadership	To provide for meeting election expenses.	31	52	0	83
Endowment Land Geraldine Fund	All of Council	From the proceeds of Endowment Land. For the purchase of similar land.	463	26	20	469
Forestry Development Fund	Parks, Recreation and Swimming Pools	To provide funding for the development of forests within the District.	407	12	39	380
George Barclay Bequest	Cultural and Learning Facilities	Original bequest was \$600. Interest to be used for the purchase of reference books for the Timaru Children's Library.	2	0	0	2
Grants & Donations Fund	Community Funding	For the provision of grants & donations (created from the unspent grant allocation and carried forward balances)	48	115	114	49
Investment Fund	All of Council	1. For the repayment of district wide loans. 2. For the funding of district-wide capital projects 3. For provision of internal loans	1,237	668	1,068	837
Joan & Percy Davis Library Trust (Ger)	Cultural and Learning Facilities	Interest to be used to purchase books for the Geraldine Library. (8/7/82)	1	0	0	1

# Reserve Funds Summary

Name of Fund	Activity	Purpose	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-18 (\$000s)	Funds Withdrawn 2017-18 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Lattimore W A (Tu) Bequest	Cultural and Learning Facilities	Interest to be used for the purchasing of art works for the Aigantighe Art Gallery.	16	1	2	15
Mackay Bequest (Art Gallery)	Cultural and Learning Facilities	For the purchase of paintings.	203	6	7	202
Mackay Bequest (Library)	Cultural and Learning Facilities	For the purchase of books relating to art for the Timaru Library.	184	5	7	182
Main Creative Communities NZ Fund	Community Funding	Carried forward balance of Creative Communities NZ fund – main committee.	15	1	0	16
Main Drains Cost Sharing Fund	Sewer, Stormwater and Water Supply	Extension of main drains on a cost sharing basis.	1,134	64	0	1,198
Mayor's Welfare Fund	Governance and Leadership	Help out the needy as determined by the Mayor.	11	5	5	11
McCarthy Bequest (Library)	Cultural and Learning Facilities	For Timaru general library purposes	27	1	0	28
McCarthy Bequest (Parks)	Parks and Recreation	For Timaru Botanic Gardens general purposes	47	1	0	48
Museum Acquisition Fund/Alan Ward Fund	Cultural and Learning Facilities	For the purchase of articles for the Museum.	9	1	0	10
Officials' Indemnity, Safety and Health Fund	All of Council	For the purpose of officials' indemnity insurance excess, and for providing funds to comply with Occupational Health and Safety Regulations.	560	17	30	547
Parking Improvement (Tu) Fund	Roading and Footpaths	For the purchase of land buildings, or equipment which will be used for providing, or in association with, parking facilities within Timaru or for meeting the annual charges on any loan raised for any of these purposes.	142	3	106	39
Property Development Fund	All of Council	For the purchase or development of land and improvement projects within the District.	649	19	0	668
R C Hervey Fund	Cultural and Learning Facilities	For providing improved services to the Timaru Library.	75	2	0	77
Reserves Development (Tu) Fund	Parks, Recreation and Swimming Pools	For the planting of trees and general development of reserves owned by the District Council within Timaru.	11	0	0	11

# Reserve Funds Summary

Name of Fund	Activity	Purpose	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-18 (\$000s)	Funds Withdrawn 2017-18 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Reserves from Subdivisions/ Development Levy	Parks, Recreation and Swimming Pools	Development of reserves within the District as set out in the Local Government Act 1974 Section 288.	82	21	0	103
Safer Community Funds	Safer Communities	For Safer Communities projects.	387	13	28	372
Social Housing Fund (TDC)	Social Housing	Funding of new social housing units and major maintenance.	0	0	0	0
Sport and Recreation Loan Fund	Community Funding	Sport and Recreation loans for facilities and/or major plant items in excess of \$2,000 total value.	1,030	42	0	1,072
Te Moana Water Capital Contributions	Water Supply	For the provision of extensions to the Te Moana water network.	330	30	20	340
Timaru Ward Capital Asset and Loan Repayment Fund	All of Council	For the purpose of repayment of Timaru Ward separate rate loans and/or Timaru Ward Capital Projects.	20	0	0	20
Winchester Domain Fund	Parks and Recreation	For development of the Winchester Domain	85	2	16	71

# Reserve Funds Summary

## Separate Funds

Separate Accounts are maintained for targeted rates charged for a specific purpose. A separate account is maintained for each targeted rate to

ensure that the funds are held and used for the specific purpose intended.

Name of Fund	Forecast Balance 1 July 2017 (\$000s)	Funds Deposited 2017-2018 (\$000s)	Funds Withdrawn 2017-2018 (\$000s)	Forecast Balance 30 June 2018 (\$000s)
Aquatic Centre	0	2,054	2,054	0
Fairview Hall	1	5	5	1
Claremont Hall	1	4	4	1
Otipua Hall	0	1	1	0
Kingsdown Hall	0	4	4	0
Geraldine Works and Services	54	260	275	39
Rural Works and Services	51	188	207	32
Temuka Works and Services	96	384	428	52
Timaru Works and Services	163	2,110	2,151	122
Rural Fire Protection	84	0	0	84
Solid Waste Collection	1,874	5,167	5,929	1,112
Sewer	4,355	7,070	7,414	4,011
Beautiful Valley Water	1	6	6	1
Downlands Water	0	1,394	1,394	0
Orari Township Water	0	23	21	2
Rangitata/Orari Water	258	272	300	230
Seadown Water	86	200	207	79
Te Moana Water	616	600	769	447
Urban Water	1,031	4,500	4,745	786
Geraldine Community Board	22	5	5	22
Pleasant Point Community Board	18	6	6	18
Temuka Community Board	28	9	9	28



# Annual Plan Disclosure Statement for the year ending 30 June 2018

## What is the purpose of this statement?

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

The 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		Planned	Met
1. Rates (income) affordability benchmark	Total rates will not exceed \$75m	\$47,495,800	Yes
2. Rates (increase) affordability benchmark	Total rates increase will be less than 6% plus inflation	2.60%	Yes
3. Debt affordability benchmark	Debt will not exceed \$147m	\$101,855,770	Yes
4. Balanced budget benchmark	100%	106.63%	Yes
5. Essential services benchmark	100%	278.24%	Yes
6. Debt servicing benchmark	10%	7.41	Yes

## Notes

### 1. Rates (income) affordability benchmark

For this benchmark, the Council's planned rates income for the year is compared with a quantified limit on rates contained in the financial strategy included in the Council's long-term plan. The Council meets the rates (income) affordability benchmark if its planned rates income for the year equals or is less than each quantified limit on rates.

### 2. Rates (increase) affordability benchmark

For this benchmark, the Council's planned increases for the year are compared with a quantified limit on rates increases for the year contained in the financial strategy included in the Council's long-term plan. The Council meets the rates (increase) affordability benchmark if its planned rates increases for the year equal or are less than each quantified limit on rates increases.

### 3. Debt affordability benchmark

For this benchmark, the Council's planned borrowing is compared with a quantified limit on borrowing contained in the financial strategy included in the Council's long-term plan. The Council meets the debt affordability benchmark if its planned borrowing is within each quantified limit on borrowing.

### 4. Balanced budget benchmark

For this benchmark, the Council's planned revenue (excluding development contributions, vested assets, financial contributions, gains on derivative financial instruments, and revaluations of property, plant, or equipment) is presented as a proportion of its planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant, or equipment). The Council meets the balanced budget benchmark if its revenue equals or is greater than its operating expenses.

### 5. Essential services benchmark

For this benchmark, the Council's planned capital expenditure on network services is presented as a proportion of expected depreciation on network services. The Council meets the essential services benchmark if its planned capital expenditure on network services equals or is greater than expected depreciation on network services.

### 6. Debt servicing benchmark

For this benchmark, the Council's planned borrowing costs are presented as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments, and revaluations of property, plant, or equipment). Because Statistics New Zealand projects that Council's population will grow slower than the national population growth rate, it meets the debt servicing benchmark if its planned borrowing costs equal or are less than 10% of its planned revenue.

# Fees 2017/18

## Summary

Fees and charges are one of the ways the Council passes on some of the costs directly to those who benefit from Council services and facilities. This means those who benefit from these services pay for them. Council is increasing fees in some areas to meet the increased costs of some services and reflect required cost recovery. Most 2017/18 changes are minor. These include:

- Airport parking
- Building Control
- Cemeteries
- Fishing Hut leases
- Land Information Memorandums
- Motor Camps
- Sewer -Special Liquid Waste
- Social Housing rentals
- Waste Minimisation

## Resource Management Fees

*(all charges GST inclusive)*

Section 36 of the Resource Management Act 1991 enables the Council to charge additional fees to recover actual and reasonable costs where the lodgement fee is inadequate.

When the total cost to process an application exceeds the lodgement fee in Table One, the additional fees are charged at the rates specified in Table Two of this fee schedule.

The Council also reserves its discretion to refund part of the fixed fee if the work required to process the application is less than usual.

The Lodgement Fee will be required to accompany the application. An invoice will be sent for any additional fees. The Lodgement Fee is a deposit only and may not be the

complete charge. There may be additional fees or a part refund as explained above.

Discounts shall be paid on administrative charges for applications for resource consent and applications to change or cancel conditions that are not processed within the statutory timeframes. The discounts shall be in accordance with the Regulations to the Resource Management Act 1991.

**Table One - Lodgement Fees (Deposit)**

**2017/18**

Notified Consent	\$4,000.00
Limited Notified (service only) Consent	\$3,000.00
Non-notified Subdivision Consent	\$700.00
Non-notified Land Use Consent which includes a monitoring fee for a single site inspection	\$900.00
Non-notified Subdivision Consent - Change to Flats Plan or Unit Title	\$700.00
Right of Way Approval (not included in Subdivision Consent)	\$650.00
Revocation of Easements and Consent Notices (not included in Subdivision Consent)	\$525.00
Existing Allotments Section 226 Certificate (new titles created)	\$525.00
Section 223 Certificate (survey plan approval)	\$410.00
Section 224(c) Certificate	\$410.00
Section 224(c) Certificate including Section 223 Certificate	\$410.00
Removal of Building Line Restriction	\$640.00
Certificates of Compliance	\$640.00
Change or Cancellation of Conditions	\$525.00
Existing Use Rights and Existing Use Certificate	\$525.00
Extension of Time	\$480.00
Outline Plan	\$640.00
Waiver of Outline Plan	Actual cost
Alteration to a Designation	\$1,100.00
Extension of Time to a Designation	\$1,100.00
Plan Change	\$10,500.00
Notice of Requirements for Designations or Heritage Order	\$5,100.00
Certificates for LMVD	\$640.00
Certificates under the Sale and Supply of Alcohol Act 2012	\$155.00
Overseas Investment Office Certificate	Actual cost
Pre-Lodgement Work	Actual cost
Staff time conducting assessments, attending meeting(s) and writing correspondence prior to the lodgement of specific resource consent application(s) and private plan change(s).	after first half hour free

# Fees 2017/18

**Table Two - Charge Rates**

**2017/18**

**Staff Time Rate**

District Planning Manager	\$160.00 per hour
Senior Planner	\$130.00 per hour
Planner	\$110.00 per hour
Development Planning Advisor	\$110.00 per hour
Administration Staff	\$90.00 per hour
Other Council Staff	\$130.00 per hour
Public Notices	At Cost
Disbursements	At Cost
Consultants/Legal Advice	At Cost
Commissioning Special Reports	At Cost
<u>Hearing Costs:</u>	
Hearings Committee	\$100.00 per hour for the chairperson \$80.00 per hour per member who is not the chairperson
Commissioner	At Cost
<u>If monitoring of resource consent is required (imposed as a condition of a resource consent):</u>	
Single Site Inspection (to be paid with the lodgement fee for Non-notified Land Use Consent)	\$200.00
Additional monitoring of resource consents and monitoring of non-compliance with the Timaru District Plan or the Resource Management Act 1991	At Cost

**Other Charges**

**2017/18**

Timaru District Plan	\$200.00 + postage
Annual update service to the District Plan	\$150.00 per year
District RAPID Numbers (book)	\$75.00
Allocation of new Rapid Number (includes Plate)	\$50.00
Replacement Rapid Number Plate	\$25.00
Bond Application	\$350.00
Bond Refund	\$350.00
Road Name Request	\$700.00

# Accounting Policies

## Reporting Entity

The Timaru District Council was formed on 1 November 1989 and is a territorial local authority governed by the Local Government Act 2002.

The primary objective of Timaru District Council is to provide goods or services for the community or social benefit rather than making a financial return.

The prospective financial statements presented here are for the reporting entity, Timaru District Council (parent). They do not include the consolidated forecasts of any Council Controlled organisations.

## Significant Accounting Policies

### Basis of Preparation

These prospective financial statements have been prepared under Public Benefit Entity Accounting Standards, which are based on International Public Sector Accounting Standards (IPSAS). Timaru District Council is a Public Benefit Entity (PBE) and is required to apply Tier 1 PBE Accounting Standards with effect from 1 July 2014.

### Statement of Compliance

The prospective financial statements of the Council have been prepared in accordance with the requirements of the Local Government Act 2002: sections 95, 100, 101, 111 and Part 2 of Schedule 10 which includes the requirement to comply with Generally Accepted Accounting Practice in New Zealand (NZ GAAP).

### Prospective Financial Statements

The prospective financial statements comply with Tier 1 PBE Accounting Standards. The prospective financial statements have been prepared using the best information available at the time they were prepared.

This requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, revenue and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be

reasonable under the circumstances, the results of which form the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The accounting policies set out below have been applied consistently to all periods presented in these prospective financial statements.

The prospective financial statements have been prepared on an historical cost basis, except for the revaluation of investment properties, biological assets and financial instruments (including derivative instruments).

The prospective financial statements are presented in New Zealand dollars and all rounded to the nearest thousand dollars (\$'000). The functional currency of Timaru District Council is New Zealand dollars.

### Basis of Consolidation

#### Joint Ventures

A joint venture is a contractual arrangement whereby two or more parties undertake an economic activity that is subject to joint control. For jointly controlled assets, Council recognises in its financial forecasts its share of jointly controlled assets, the liabilities and expenses it incurs, its share of liabilities and expenses incurred jointly, and its share of income of the joint venture.

### Equity & Reserves

Equity is the community's interest in the Council and is measured as the difference between total assets and total liabilities. Public equity is disaggregated and classed into a number of reserves to enable clearer identification of the specified uses that the Council makes of its accumulated surpluses. The components of equity are:

- Retained Earnings
- Restricted reserves
  - Special funds

Restricted reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned. Reserves may be legally restricted or created by the Council.

Restricted Reserves are those reserves subject to specific conditions accepted as binding by the Council and which may not be revised by the Council without reference to the Courts or to a third party. Transfers from these reserves may be made only for certain specified purposes or when certain specified conditions are met.

Also included in restricted reserves are reserves restricted by Council decision. The Council may alter them without reference to any third party or the Courts. Transfers to and from these reserves are at the discretion of the Council.

### Investments

Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date. The classification depends on the purpose for which the investments were acquired.

#### Term Deposits

Term Deposits are classified as Loans and Receivables and measured at amortised cost.

#### Investments in debt and quoted equity securities

Investments in debt and quoted equity securities are financial instruments classified as held for trading and are measured at fair value at balance sheet date. Any resultant gains or losses are recognised in the surplus or deficit for the period.

#### Investment in Subsidiaries

Investment in Subsidiaries are included in the parent entity at cost less any impairment losses.

#### Community loans

Community loans at subsidised interest rates are fair valued on initial recognition based on the present value of all future cash receipts discounted using the prevailing market rate for similar instruments. The resulting loss on initial recognition is taken to the surplus or deficit. In subsequent periods this loss is amortised back through the surplus or deficit.



# Accounting Policies

## Other – Investments (Unquoted equity investments)

Other investments held by the Council are classified as being available-for-sale and are stated at lower of cost and net realisable value, with any resultant gain or loss being recognised directly in equity, except for impairment losses. When these investments are derecognised, the cumulative gain or loss previously recognised directly in equity is recognised through the surplus or deficit.

## Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

Current taxation is the amount of income tax payable based on the taxable profit for the current year, plus any adjustments to income tax payable in respect of prior years. Current tax is calculated using rates that have been enacted at balance sheet date.

Deferred tax is the amount of income tax payable or recoverable in future periods in respect of temporary differences. Deferred tax liabilities are generally recognised for all temporary differences. Deferred tax assets are recognised to the extent that it is probable that taxable profits will be available against which the deductible temporary differences can be utilised.

Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised.

Current tax and deferred tax is recognised against the surplus or deficit, except when it relates to items charged or credited directly to equity or other comprehensive income, in which case the deferred tax is also dealt with in equity or other comprehensive revenue respectively.

## Intangible Assets

Acquired computer software licences are capitalised on the basis of costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives. The useful lives and associated amortisation rates of software has been estimated at 3 - 5 years (20% - 33%).

Costs associated with developing or maintaining software programmes are recognised as an expense when incurred.

Purchased carbon credits are recognised at cost on acquisition. They are not amortised, but are instead tested for impairment annually. They are derecognised when they are used to satisfy carbon emission obligations.

## Property, Plant & Equipment - Valuation

Timaru District Council has the following classes of Property, Plant and Equipment

- Operational assets –
  - Council related Land
  - Council Buildings and Building Improvements
  - Airport Improvements
  - Parks and Pools Plant and Equipment
  - Plant and Equipment, including Motor Vehicles
  - Furniture and Office Equipment
  - Library Books
  - Art Works
- Infrastructure assets -
  - Sewer, stormwater, water
  - Roads, bridges and lighting
  - Land under roads

Infrastructure assets are the fixed utility systems owned by the Council.

- Heritage assets
- Restricted assets - Restricted assets are parks and reserves owned by the Council, which provide a benefit or service to the community and cannot be disposed of because of legal or other restrictions.

## Council Land

Land, other than airport land, has been stated at its deemed cost, which is fair value as valued by I Fairbrother ANZIV of QV Valuations as at 1 July 2005.

Airport land has been stated at its deemed cost, which is fair value as valued by B Dench ANZIV of QV Valuations as at 1 July 2005.

Acquisitions subsequent to 1 July 2005 are at cost.

## Council Buildings and Building improvements

Buildings and Building Improvements, have been stated at their deemed cost, which is fair value as valued by I Fairbrother

ANZIV of QV Valuations as at 1 July 2005.

Acquisitions subsequent to 1 July 2005 are at cost.

## Airport improvements

Airport improvements, including runway, have been stated at their deemed cost, which is Optimised Depreciated Replacement Cost as valued by B Dench ANZIV of QV Valuations as at 1 July 2005.

Acquisitions subsequent to 1 July 2005 are at cost.

## Parks and Pools plant and equipment

Parks and Pools plant and equipment assets, are stated at their deemed cost which is optimised depreciated replacement cost valued as at 1 July 2005 by Maunsell Limited, valuers.

Acquisitions subsequent to 1 July 2005 are at cost.

## Plant and Equipment (including motor vehicles)

Plant and Equipment (including motor vehicles) are at cost less provision for depreciation.

## Furniture and Office Equipment

Furniture and Office Equipment have been stated at their deemed cost which is the assessed fair value at 1 July 2005 based on the 1 July 1993 indemnity value by Morton & Co Limited, valuers, and acquisitions 1 July 1993 to 1 July 2005 at cost.

Acquisitions subsequent to 1 July 2005 are at cost.

## Library books

The Timaru District Library, Temuka Library and Geraldine Library collections have been revalued as at 30 June 2016 at depreciated replacement cost calculated by the District Librarian in accordance with the library collection valuation guidelines prepared by the New Zealand Library Association in May 1992.

The Library collections are revalued on an annual basis.

## Art Works

Art Works are stated at their deemed cost which is the assessed fair value at 1 July 2005 based on the 1 April 1992 insurance value by the Art Gallery Director, and acquisitions 1 April 1992 to 1 July 2005 at cost.

Acquisitions subsequent to 1 July 2005 are at cost.

# Accounting Policies

## Sewer, Stormwater, Water

Sewer, stormwater and water assets, are stated at their deemed cost which is optimised depreciated replacement cost valued as at 1 July 2005 by Maunsell Limited, valuers.

Acquisitions subsequent to 1 July 2005 are at cost.

## Roads, Bridges and Lighting

Roads, bridges and lighting are stated at their deemed cost which is optimised depreciated replacement cost valued as at 1 July 2005 by Maunsell Limited, valuers.

Acquisitions subsequent to 1 July 2005 are at cost.

## Land under Roads

Land under roads has been stated at their deemed cost which is at an average of adjacent "undeveloped land value" valued as at 1 July 2005 by Maunsell Limited.

Acquisitions subsequent to 1 July 2005 are at cost.

## Heritage Assets

Significant statues are stated at their deemed cost which is optimised depreciated replacement cost valued as at 1 July 2005 by Maunsell Limited, valuers. Other heritage type assets such as museum exhibits have not been valued.

Acquisitions subsequent to 1 July 2005 are at cost.

## Capital Work in Progress

Capital works in progress are not depreciated. The total cost of a project is transferred to the relevant asset class on completion and then depreciated.

## Forestry Assets

Forestry Assets are valued annually as at 30 June at fair value less estimated point of sale costs. Fair value is determined by the estimated worth of the maturing tree stocks in the Council's forests. The valuation method adopted is based on cash flows on a single rotation basis discounted at a market based pre-tax rate. The changes in fair value of the Forestry Assets are included in the surplus or deficit.

The costs to maintain the forestry assets are included in the surplus or deficit when incurred.

## Landfill Assets

Landfill assets being earthworks, plant and machinery and the

estimate of site restoration, are stated at cost less any accumulated depreciation and any accumulated impairment losses. The useful life of the land-fill is considered to be the period of time to the expiring of the resource consent in 2030.

## Impairment

The carrying amount of the non current assets, other than investment property and deferred tax assets, are reviewed at each balance sheet date to determine whether there is any indication of impairment. An impairment loss is recognised whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognised in the surplus or deficit.

## Non Current Assets Held For Resale

Non current assets are classified as held for sale if their carrying amount will be recovered through a sale transaction rather than through continuing use. This condition is only met when the sale is highly probable and the asset is available for immediate sale in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

Non current assets classified as held for sale are measured at the lower of the asset's previous carrying amount and fair value less costs to sell.

Non current assets are not depreciated or amortised while they are classified as held for sale.

## Investment Property

Investment properties are properties which are held either to earn rental income or for capital appreciation or both. Investment properties are stated at fair value as determined annually by independent valuers with any gain or loss arising from a change in fair value being recognised in the surplus or deficit.

## Loans

Loans are classified as other liabilities and are recognised initially at fair value less attributable transaction costs. Subsequent to initial recognition, loans are stated at amortised cost with any difference between fair value at acquisition and

maturity value being recognised in the surplus or deficit over the period of the borrowings on an effective interest basis.

## Employee Entitlements

Entitlements to salary and wages and annual leave are recognised when they accrue to employees. Provision is made in respect of the Council's liability for annual leave, long service leave, retirement gratuities and sick leave. Council accrued retiring gratuities and accrued long service leave are calculated based on an actuarial valuation using current rates of pay taking into account years of service, years to entitlement and the likelihood staff will reach the point of entitlement. Annual leave entitlements have been calculated on an actual entitlement basis at current rates of pay. Sick leave entitlements are measured as the amount of unused entitlement accumulated at balance sheet date that the Council anticipates employees will use in future periods, in excess of the days that they will be entitled to in each of those periods. Obligations for contributions to Kiwisaver and superannuation schemes are recognised as an expense in the surplus or deficit when incurred. All employer superannuation contributions are made to defined contribution schemes.

## Provision For Landfill Post Closure Costs

A provision for post-closure costs is recognised as a liability when the obligation for post-closure arises.

The provision is measured based on the present value of the future cashflows expected to be incurred, taking into account future events including new legal requirements and known improvements in technology. The provision includes all costs associated with landfill post-closure.

Amounts provided for landfill post-closure are capitalised to the landfill asset where they give rise to future economic benefits to be obtained. Components of the capitalised landfill asset are depreciated over their useful lives.

The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the Council.

# Accounting Policies

## Cash and Cash Equivalents

Cash and cash equivalents means cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments in which the Council invests as part of its day-to-day cash management.

## Trade and Other Receivables

Trade and other receivables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method, less any provision for impairment.

Loans, including loans to community organisations made by Council at below-market interest rates are initially recognised at the present value of their expected cash flows, discounted at the current market rate of return for a similar asset/investment. They are subsequently measured at amortised cost using the effective interest method. The difference between the face value and present value of expected future cash flows of the loan is recognised in the surplus or deficit.

A provision for impairment of receivables is established when there is objective evidence that the Council will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying value and the present value of estimated future cash flows, discounted using the effective interest method.

## Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is calculated using the weighted average method. Net realisable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition.

## Goods & Services Tax

These prospective financial statements have been prepared on a GST exclusive basis with the exception of Accounts Receivable and Accounts Payable, which are stated on a GST inclusive

basis. When GST is not recoverable as an input tax then it is recognised as part of the related asset or expense.

The net amount of GST paid to, or received from the Inland Revenue Department (IRD) is included as part of receivables or payables in the Statement of Financial Position.

## Revenue Recognition

### Sales by Trading Activities

Sales comprise amounts received and receivable for goods and services supplied to customers in the ordinary course of business.

Revenue from the sale of goods is recognised in the surplus or deficit when the significant risks and rewards of ownership have been transferred to the owner. Revenue from services rendered is recognised in the surplus or deficit in proportion to the stage of completion of the transaction at the balance sheet date.

### Rates Revenue

Rates are set annually by a resolution from Council and relate to a financial year. All ratepayers are invoiced within the financial year to which the rates have been set. Rates revenue is recognised when payable.

### Vested Assets

Certain infrastructural assets have been vested to the Council as part of the subdivisional consent process. Such vested assets are recognised as revenue when the significant risks and rewards of ownership have been transferred to the Council and when the obligation to accept the transfer of the assets to the Council has been determined. Vested infrastructural assets have been valued based on the actual quantities of infrastructural components vested and the current "in the ground" cost of providing the identical services.

Other grants, bequests and assets vested in Council, irrespective of the conditions attached to vesting, are recognised as revenue when control over the assets is obtained.

### New Zealand Transport Agency contributions

New Zealand Transport Agency contributions are recognised as revenue upon entitlement, which is when conditions pertaining to eligible expenditure have been met.

### Interest

Interest is recognised in the surplus or deficit as it accrues, using the effective interest method.

### Dividends

Dividends are recognised when the shareholders' rights to receive payment have been established.

### Agency Revenue

Where revenue is derived by acting as an agent for another party, the revenue that is recognised is the commission or fee on the transaction.

# Accounting Policies

## Property, Plant & Equipment - Depreciation

Depreciation is provided on a basis that will write off the cost or valuation of the assets, other than land, less their estimated residual values over their estimated useful lives.

Depreciation has been provided at the following rates.

Council related Land	Nil
Council Buildings and Building improvements	1-30% Straight Line
Airport Improvements	2-50% Straight Line
Parks and pools plant and equipment	2-33% Diminishing Value
Plant and Equipment	10-50% Diminishing Value
Motor Vehicles	5-25% Diminishing Value
Furniture and Office Equipment	20-50% Diminishing Value
Library Collections	0-12.5% Straight Line (0% permanent retention collection, 12.5% current collection)
Art Works	Nil
Water	1-33% Straight Line
Sewerage	1-6% Straight Line
Stormwater	1-4% Straight Line
Roading	1-50% Straight Line
Bridges	1-3% Straight Line
Lighting	6-8% Straight Line
Land under Road	Nil
Heritage assets	1-7% Straight Line

## Leases

Leases in which substantially all of the risks and rewards of ownership transfer to the lessee are classified as finance leases. At inception, finance leases are recognised as assets and liabilities on the Statement of Financial Position at the lower of the fair value of the leased asset and the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Any additional direct costs of the lessee

are added to the amount recognised as an asset. Subsequently assets leased under a finance lease are depreciated as if the assets are owned.

Payments made under operating leases are recognised in the surplus or deficit on a straight-line basis over the term of the lease.

## Borrowing Costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

## Derivative Financial Instruments

The Council is risk averse, and seeks to minimise exposure arising from its treasury activity.

The Council uses derivative financial instruments to manage its exposure to interest rate risks. In accordance with the Investment Policy and Liability Management Policy, the Council does not hold or issue derivative financial instruments for trading purposes. Derivative financial instruments are recognised initially at fair value. Subsequent to initial recognition, derivative financial instruments are stated at fair value with the gain or loss on re-measurement to fair value recognised immediately in the surplus or deficit. The fair value of interest rate swaps is the estimated amount that the Council would receive or pay to terminate the swap at balance sheet date, taking into account current interest rates and the current creditworthiness of the swap counterparties.

## Foreign Currencies

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. Transactions covered by foreign currency forward exchange contracts are measured and reported at the forward rates specified in those contracts.

At balance sheet date foreign monetary assets and liabilities are translated at the closing rate, and exchange variations arising from these transactions are included in the surplus or deficit.

## Statement of Cashflows

Cash and cash equivalents means cash balances on hand, held in bank accounts, demand deposits and other highly liquid investments in which the Council invests as part of its day-to-day cash management.

Operating activities include cash received from all revenue sources of the Council, and expenditure payments made for the supply of goods and services. Agency transactions such as collection of regional council rates are not recognised as receipts and payments in the Statement of Cash Flows.

Investing activities are those activities relating to the acquisition and disposal of current and non-current securities, and any non-current assets.

Financing activities are those activities relating to the changes in equity, and debt structure of the Council.

## Cost Allocation

Timaru District Council has derived the cost of service for each significant activity of Council using the cost allocation system outlined below.

Direct costs are those costs directly attributable to a significant activity and these costs are charged directly to the significant activity.

Indirect costs are those costs which can not be identified in an economically feasible manner, with a significant activity. Indirect costs are allocated to significant activities based on the services provided.

## Critical Accounting Estimates and Assumptions

In preparing these prospective financial statements, Timaru District Council has made estimates and assumptions concerning the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations or future events that are believed to be reasonable under the circumstances.

## Changes in Accounting Policy

All policies have been consistently applied to all the years presented.





An aerial photograph of a rural landscape. In the foreground, there are dense evergreen trees. The middle ground shows a residential area with houses, roads, and green fields. In the background, there are large, rugged mountains under a blue sky with scattered clouds. An orange banner with white text is overlaid on the right side of the image.

## Other information

# Directory

## Directory

### Postal Address:

Timaru District Council,  
PO Box 522,  
Timaru 7940

### Location

Timaru Main Office:  
2 King George Place, Timaru 7910  
Telephone: (03) 687-7200  
Facsimile: (03) 687-7209  
Email: [enquiry@timdc.govt.nz](mailto:enquiry@timdc.govt.nz)  
Website: [www.timaru.govt.nz](http://www.timaru.govt.nz)  
Hours (except statutory holidays):  
Mon – Fri, 8.30am – 5pm

### Temuka Service Centre:

72-74 King Street, Temuka 7920  
Telephone: (03) 687 7591  
Facsimile: (03) 615 9538  
Hours (except statutory holidays):  
Mon – Thu, 8.30am – 5pm,  
Fri, 8.30am – 6pm  
Sat, 10am – 1pm

### Geraldine Service Centre:

78 Talbot Street, Geraldine 7930  
Telephone: (03) 693-9336  
Facsimile: (03) 693 9451  
Hours (except statutory holidays):  
Mon – Thu, 8.30am – 5pm  
Fri, 8.30am – 6pm  
Sat, 10am – 1pm

### Bankers:

Bank of New Zealand,  
247 Stafford Street, Timaru 7910

### Auditors:

Audit New Zealand  
on behalf of the Controller and Auditor-  
General  
Private Box 99, Wellington 6140

### Solicitors:

Gresson Dorman and Co,  
12 The Terrace, PO Box 244, Timaru 7940

## Coat of Arms

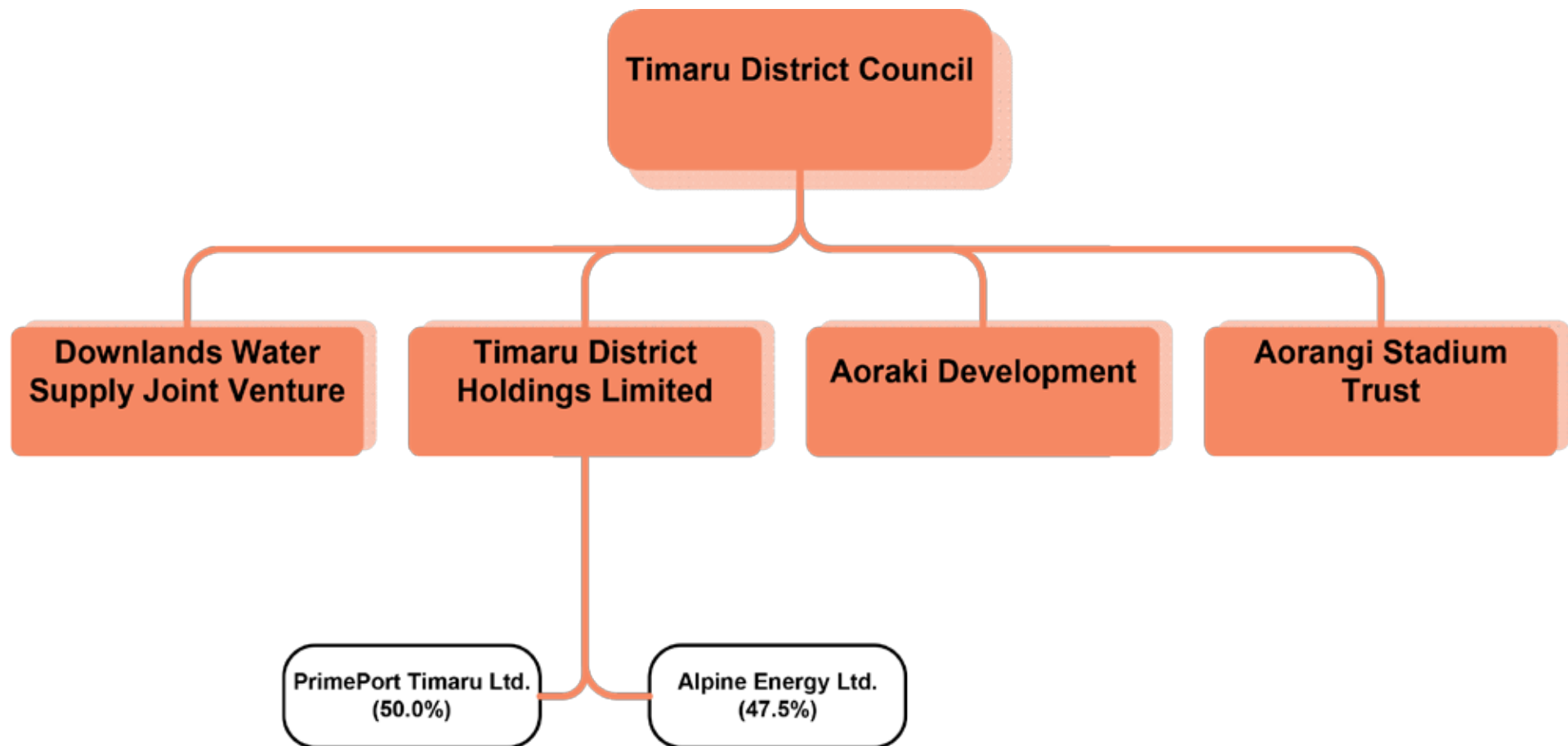


The grant of armorial bearings to the City of Timaru was made by the College of Heralds, London, by letters patent dated 18 October 1977. The original grants document with its impressive artwork and gold seals is displayed outside the Council Chambers in the upstairs foyer of the District Council Building, King George Place, Timaru. Although granted to the former Timaru City Council, the heraldic emblems used are equally applicable to the whole district and use of the Coat of Arms by the District Council has been approved by the New Zealand Herald of Arms. The description of the Arms and Significance of the main features are available on request. The Coat of Arms is used to accentuate the civic responsibilities of the Council or to denote Mayoral authority.

## Logo

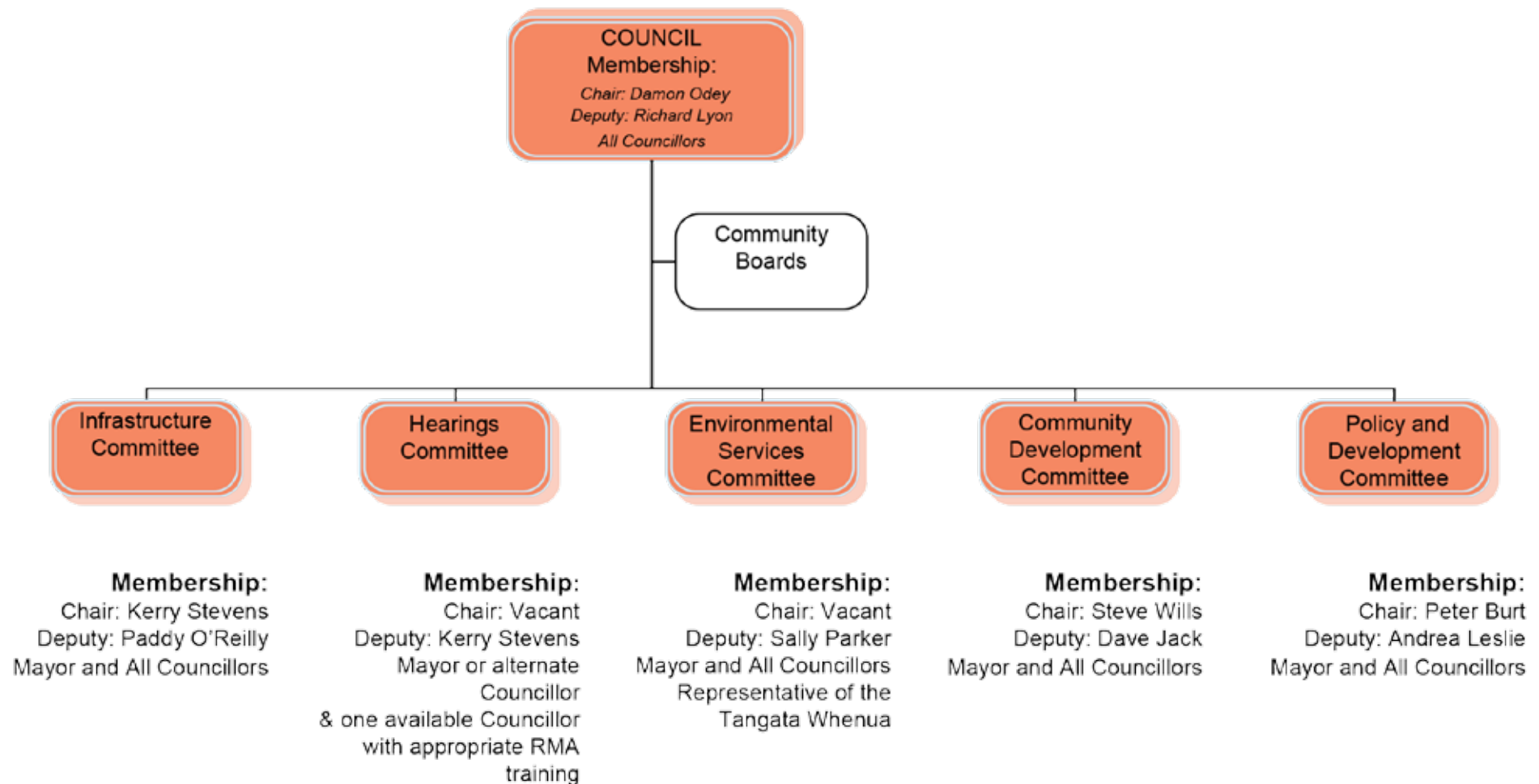


The Council Logo colours are blue and green - environmental colours depicting the sea meeting the land inside a unified format. The diagonal lines suggest upward movement, mountains, rivers, roads, energy, vitality, leadership - pointing to the TDC. The logo is used on all corporate documents, signs and buildings.

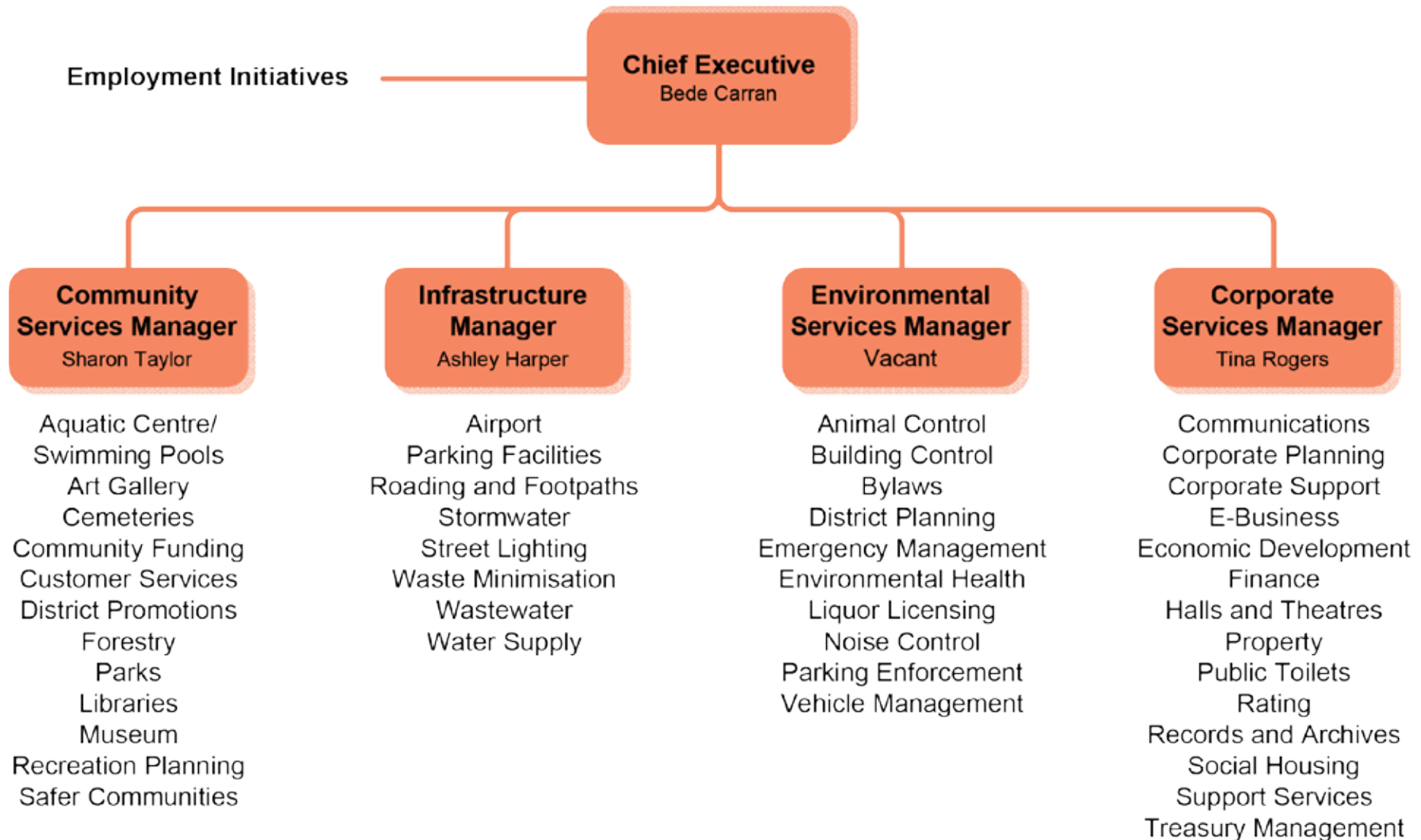




# Council Committees



# Council Management



# Glossary

## Activity

Services, projects or goods provided by, or on behalf of, Council (e.g. libraries, art gallery). These activities are then combined into groups of activities.

## Annual Plan

The Annual Plan is produced in the intervening years between Long Term Plans. It includes the work programme for the year and financial statements.

## Annual Report

Reports on the performance of the Council against the objectives, policies, activities, performance measures, indicative costs, and sources of funds outlined in the Annual Plan and the Long Term Plan.

## Asset

Something of value that the Council owns on behalf of the people of Timaru District such as roads, drains, parks and buildings.

## Activity/Asset Management Plan

A plan for managing an activity to ensure that its capacity to provide a service is maintained, future strategy is established, work is planned for and costs to provide an activity are identified.

## Borrowing

The raising of loans for capital items, such as a sewerage scheme.

## Capital Expenditure

Expenditure that will increase the value of the Council's assets. It generally involves building a new asset or replacing an existing asset.

## Capital Value

Value of land including any improvements.

## Community Boards

Local elected bodies set up under the Local Government Act. Community Boards are consulted by the Council and can represent community concerns to the Council. Timaru District has three Community Boards – Temuka, Geraldine and Pleasant Point.

## Community Outcomes

Community Outcomes represent the outcomes that the Council "aims to achieve in meeting the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions".

## Consultation Document

A document used to consult on issues presented. This may include options and a preferred option.

## Council Controlled Organisations

Council-controlled organisations are organisations in which one or more local authorities control 50 per cent or more of the voting rights or appoint 50 percent or more of the directors.

## Financial Strategy

Guides Council's financial direction, including information around revenue, expenditure, rating, debt and investments. It is required under Section 101A of the Local Government Act.

## Financial Year

The Council's financial year runs from 1 July to 30 June of the following year.

## General Rate

A rate levied across all properties for activities that benefit the whole District.

## Group of Activities

Several activities combined together (e.g. Recreation and Leisure).

## Infrastructure Strategy

A 30 year strategy that sets out significant infrastructure issues, expenditure forecasts, principal options and planned projects under Section 101B of the Local Government Act. At a minimum, the strategy must cover roading and footpaths, sewer, stormwater, flood control and water supply.

## Land Value

Value of land, excluding any improvements.

## Local Government Act 2002

The key legislation that defines the powers and responsibilities of local authorities like the Timaru District Council.

## Long Term Plan (LTP)

A ten-year plan that sets out the Council's strategic framework, work programme, performance framework, funding approach and budget for the next ten years.

## Operating Expenditure

Money the Council spends on day to day expenditure items such as salaries, materials, electricity and plant hire.

## Operating Revenue

Money earned through the activities in return for a service provided, or by way of a grant or assistance to ensure particular services or goods are provided. Examples include NZTA financial assistance, rental income, permits and fees.

## Operating Surplus/(Deficit)

The expressions 'operating surplus' and 'operating deficit' are accounting terms meaning the excess of income over expenditure and excess expenditure over income respectively. Income and expenditure in this context exclude 'capital' items such as the receipt or repayment of loans, the cost of capital works and transfers to and from Reserves. An operating surplus/deficit is inclusive of non-cash items such as income and expenditure owing but not paid (Debtors and Creditors) and depreciation.

# Glossary

## Performance Measure

A measure that shows how well Council is doing in achieving the objectives it has set for itself.

## Rates

Funds collected by the Council from levies on property. These are based on the land value of the property but the term is often used to include Uniform Annual General Charges and Targeted Rates.

## Revenue and Financing Policy

This describes how the Council's work will be paid for and the mechanisms used for gathering funds (e.g. general rate, targeted rates, fees, user charges, grants).

## Significance

In relation to any issue, proposal, decision, or other matter that concerns or is before a local authority, means the degree of importance of the issue, proposal, decision or matter, as assessed by the local authority.

## Significance and Engagement Policy

The Significance and Engagement Policy (SEP) enables the Council and its communities to identify the degree of significance attached to particular issues, proposals, assets, decisions and activities. It also provides clarity about how and when communities can expect to be engaged in decisions about different issues, assets or other matters.

## Statement of Cash Flows

This describes the cash effect of transactions and is broken down into three components: operating, investing and financing activities.

## Statement of Comprehensive Revenue and Expense

Referred to as the Profit and Loss Statement, the Income Statement, or the Operating Statement. It shows the financial results of various Timaru District Council activities at the end of each period as either a surplus or deficit. It does not include asset purchases or disposals.

## Statement of Financial Position

This shows the financial state of affairs at a particular time. It can also be referred to as the Balance Sheet.

## Subsidies

Amounts received from other agencies for the provision of services.

## Targeted Rates

Any rate levied other than the general rate, which is targeted at users of a service such as water supply, sewer and waste minimisation.

## Transfer to/from Reserves

Transfers of funds to reserves are generally surpluses on operations. Transfers from reserves assist to fund capital expenditure.

## User Charges

Charges levied for use of Timaru District Council services (e.g. building consent fees, swimming pool entry fees).

## Working Capital

The Council's net current assets that are held in cash or can be readily converted to cash, less liabilities due for payment within a year. This is indicative of the Council's ability to meet its obligations as they become due.







### **Timaru District Council**

2 King George Place

PO Box 522, Timaru 7940

**T** (03) 687 7200

**F** (03) 687 7209

**E** [enquiry@timdc.govt.nz](mailto:enquiry@timdc.govt.nz)

### **Temuka Service Centre**

72-74 King Street, Temuka

**T** (03) 687 7591

**F** (03) 615 8538

### **Geraldine Service Centre**

73 Talbot Street, Geraldine

**T** (03) 693 9336

**F** (03) 693 9451

**[www.timaru.govt.nz](http://www.timaru.govt.nz)**