



AGENDA

**Ordinary meeting of the
Nelson City Council**

to Approve the Annual Plan 2013/14

**Tuesday 18 June 2013
Commencing at 9.00am
Council Chamber
Civic House
110 Trafalgar Street, Nelson**

Membership:

His Worship the Mayor Aldo Miccio, Councillors Ian Barker, Ali Boswijk (Deputy Mayor), Gail Collingwood, Ruth Copeland, Eric Davy, Kate Fulton, Paul Matheson, Jeff Rackley, Pete Rainey, Rachel Reese, Derek Shaw and Mike Ward

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Opening Prayer**Apologies****1. Interests**

- 1.1 Updates to the Interests Register
- 1.2 Identify any conflicts of interest in the agenda

2. Confirmation of Order of Business**3. Confirmation of Minutes – 29 and 30 May 2013 4-31**

Document number 1525033

Recommendation

THAT the minutes of the meeting of the Nelson City Council – to Deliberate on Submissions to the draft Annual Plan 2013/14, held on 29 and 30 May 2013, be confirmed as a true and correct record.

4. Reasons for Annual Plan 2013/14 Decisions 32-48

Document number 1528281

Recommendation

THAT the information on decisions and the reasons for them in Attachment 1 (1532150) be approved as the basis for responses to submitters.

5. Approval of Amended Annual Plan 2013/14 49-129

Document number 1530553

Note: the wording for the Annual Plan (1482145) and the financial tables (1532890) are yet to be combined into a single document.

Recommendation

THAT the amended Annual Plan 2013/14 (1482145 and 1532890) be approved prior to final adoption.

PUBLIC EXCLUDED BUSINESS

6. Exclusion of the Public

Recommendation

THAT the public be excluded from the following parts of the proceedings of this meeting.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

Item	General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Particular interests protected (where applicable)
1	Public Excluded Minutes – Deliberations on Submissions to the draft Annual Plan 2013/14 These minutes contain information regarding the possible negotiations of contracts, in relation to Council bids for Cricket World Cup 2015, and FIFA Under-20 World Cup 2015.	Section 48(1)(a) The public conduct of this matter would be likely to result in disclosure of information for which good reason exists under section 7	The withholding of the information is necessary: <ul style="list-style-type: none">• Section 7(2)(i) To carry out negotiations

7. Re-admittance of the public

Recommendation

THAT the public be re-admitted to the meeting.

**Minutes of a meeting of the Nelson City Council to Deliberate on
Submissions to the draft Annual Plan 2013/14**

Held in the Council Chamber, Civic House, Trafalgar Street, Nelson

Commencing on Wednesday 29 May 2013 at 9.08am

- Present:** His Worship the Mayor A Miccio, Councillors I Barker, A Boswijk, G Collingwood, R Copeland, K Fulton, P Matheson, J Rackley, P Rainey, R Reese, D Shaw, and M Ward
- In Attendance:** Chief Executive (C Hadley), Acting Executive Manager Community Services (R Ball), Chief Financial Officer (N Harrison), Executive Manager Kaihautū/Community Relations (G Mullen), Executive Manager Network Services (A Louverdis), Executive Manager Regulatory (R Johnson), Executive Manager Strategy and Planning (M Schruer), Executive Manager Support Services (H Kettlewell), Senior Accountant (T Hughes), Manager Community Relations (A Ricker), Manager Policy and Planning (N McDonald), Manager Administration (P Langley), Principal Adviser Roading and Transport (R Palmer), Principal Adviser Reserves and Community Facilities (A Petheram), Principal Adviser Utilities (P Ruffell), Project Management Adviser (C Blythe), Annual Plan Administration Adviser (S McLean), and Administration Advisers (L Laird, E-J Ruthven, and L Canton)
- Apologies:** Councillors E Davy (29 and 30 May), J Rackley (for 29 May) and A Boswijk for lateness (30 May)

Opening Prayer

Councillor Copeland gave the opening prayer.

1. Interests

Councillor Boswijk noted an interest for items relating to the Theatre Royal and the Nelson School of Music.

Councillor Collingwood noted an interest for items relating to the National Council of Women.

Councillor Rainey noted an interest for items relating to the Opera in the Park event.

Councillor Matheson noted an interest for items relating to the Saxton Oval.

2. Confirmation of Order of Business

His Worship the Mayor advised that, following the confirmation of minutes, the meeting would adjourn for a workshop. He said the meeting would reconvene in the Council Chamber after the lunch break.

3. Confirmation of Minutes – Hearing of Submissions to the draft Annual Plan 2013/14 – 16 and 17 May 2013

Document number 1513650, agenda pages 5-22 refer.

It was noted that for item 5.10, Weir should be substituted for Wirr, and item 5.17, Neal should be substituted for Neil.

Resolved

THAT the minutes of a meeting of the Nelson City Council – To Hear Submissions to the draft Annual Plan 2013/14, held on 16 and 17 May 2013, as amended, be confirmed as a true and correct record.

His Worship the Mayor/Boswijk

Carried

Attendance: The meeting adjourned at 9.14am and reconvened at 1.50pm.

4. Report on draft Annual Plan 2013/14 Submissions and Further Information

4.1 Trafalgar Centre

Document number 1505909, agenda pages 23-80 refer.

Principal Adviser Reserves and Community Facilities, Andrew Petheram, joined the meeting. In response to questions, he said that the outcome of a detailed earthquake assessment currently underway would confirm the current safety level of the Trafalgar Centre and inform a more detailed estimate of any required strengthening.

During discussion, a view was expressed that funds should remain available in 2013/14 as previously resolved. Councillors noted the difficulty of allocating funds without knowing the outcome of the geotechnical assessment, but agreed that the facility was important to the community and there was an expectation in the community that this work would be undertaken if possible.

It was noted that, should funding remain in 2013/14, Council officers would need to advise Council on how the work plan might be adjusted to achieve this work.

Resolved

THAT the Council reaffirms its decision made on 21 February 2013:

THAT detailed earthquake and geotechnical assessments of the Trafalgar Centre be undertaken in 2012/13;

AND THAT \$3 million of the total Long Term Plan allocation of \$10.237 million be provided in the draft 2013/14 Annual Plan to address the issues of earthquake strengthening and amenity improvements at the Trafalgar Centre;

AND THAT \$6.452 million of the total Long Term Plan allocation be provided in 2014/15.

His Worship the Mayor/Collingwood

Carried

4.2 Trans-Pacific Partnership Agreement

Resolved

THAT the matter of the Trans-Pacific Partnership Agreement be considered at a full Council meeting by the end of July 2013.

Boswijk/His Worship the Mayor

Carried

4.3 Saxton Oval

Attendance: Councillor Matheson left the table for the Saxton Oval item and did not participate in the discussion.

Councillors agreed that this item be considered after the public excluded session as it was linked with the public excluded Cricket World Cup negotiations.

4.4 New Community Facilities – Indoor Cricket Facility

Councillors discussed whether to defer consideration of providing a site for the facility. In response to questions, the Manager Policy and Planning, Nicky McDonald, explained that Council officers had ongoing concerns about Nelson Cricket's fiscal discipline because its financial management had only recently improved.

Councillor Collingwood, seconded by Councillor Fulton, moved the recommendation in the report

THAT consideration of providing a site at Saxton Field for a community-funded indoor cricket facility be deferred to the next Long Term Plan.

During the debate, some Councillors pointed out that Nelson Cricket had undertaken that there would be no cost to Council other than depreciation. The view was expressed that the benefits to the community outweighed this cost.

His Worship the Mayor, seconded by Councillor Matheson, moved an amendment

THAT the Chief Executive be delegated authority to negotiate draft terms for providing a site at Saxton Field for a community-funded indoor cricket facility in the 2013/14 year, to be reported back to Council.

Councillors discussed the amendment. It was noted that it was important to honour Council's intention to work in partnership with the community when opportunities such as this arose. It was suggested that financial issues could be addressed in a more detailed proposal from Cricket Nelson, and any implications for Council officer time would be reported to Council.

The amendment was put and carried and became the substantive motion.

Resolved

THAT the Chief Executive be delegated authority to negotiate draft terms for providing a site at Saxton Field for a community-funded indoor cricket facility in the 2013/14 year, to be reported back to Council.

His Worship the Mayor/Matheson

Carried

A division was called.

Councillor	
Councillor Barker	Aye
Councillor Boswijk	Aye
Councillor Collingwood	No
Councillor Copeland	Aye
Councillor Davy	Apology
Councillor Fulton	No

Councillor Matheson	Aye
Councillor Rackley	Apology
Councillor Rainey	Aye
Councillor Reese	Aye
Councillor Shaw	Aye
Councillor Ward	Aye
His Worship the Mayor	Aye

4.5 New Community Facilities - Nelson Surf Life Saving Club

It was suggested that, as the Nelson Police had decided to relinquish the lease of their facility at Tahunanui Beach Reserve, the premises be offered for lease to the Nelson Surf Life Saving Club for use as a club base.

Resolved

That the Council encourages the Nelson Surf Life Saving Club to take up the lease of the Nelson Community Police building from November 2013 as the first step to establishing a surf life saving facility in Tahunanui.

Matheson/Reese

Carried

Attendance: The meeting adjourned for afternoon tea from 2.55pm to 3.10pm.

4.6 New Community Facilities - Tennis Clubrooms

Several Councillors expressed support for the Nelson Lawn Tennis Club's proposal to build a relocatable clubrooms at its own cost, noting the Club's history of working with Council and the investment Council had recently made to upgrade the tennis court surfaces.

There was a discussion about whether the clubrooms should be approved before the Rutherford and Trafalgar Parks Development Plan was confirmed by Council. It was noted that in order to be binding, the commitment to relocate the clubrooms must be made by the club as a whole rather than by an individual club official.

Resolved

THAT approval be given for Nelson Lawn Tennis Club to build a relocatable clubrooms next to the courts in Rutherford Park, subject to a resolution from the Club's AGM or SGM that relocation to another site on the Park or from the Park at its cost, upon six months' notice from Council, is acceptable;

AND THAT \$15,000 be provided to fund connection of services to the clubhouse.

Reese/His Worship the Mayor

Carried

Resolved

THAT the Rutherford and Trafalgar Parks Development Plan comes back to Council for deliberation and final adoption in June/July 2013.

Reese/His Worship the Mayor

Carried

4.7 Smoke-free Public Areas and Council Events

During discussion, Councillors agreed that the possibility of extending Council's smokefree policy to events and all of Council's open space areas, should be considered.

Resolved

THAT the possibility of extending Council's smokefree policy to include events be considered as part of the review of the Events Strategy;

AND THAT extending the coverage of the existing smokefree status of playgrounds and sports parks to all open space be considered during the review of the Parks and Reserves Activity Management Plan.

Fulton/Matheson

Carried

Attendance: The meeting adjourned at 3.45pm and reconvened at 9.00am on Thursday 30 May 2013.

5. Continuation of Discussion regarding Report on draft Annual Plan 2013/14 Submissions and Further Information

Document number 1505909, agenda pages 23-80 refer.

In response to a question, the Chief Executive clarified that section 82 of the Local Government Act 2002 allowed submitters the opportunity to present submissions in the manner and format most appropriate to their preferences and needs, and advised Councillors that they could take into account all information presented by submitters.

Attendance: Councillor Fulton joined the meeting at 9.07am.

5.1 Nelson School of Music

Councillors discussed whether the Nelson School of Music should be encouraged to fundraise a specific portion towards any upgrade of its facilities, and whether such fundraising could off-set the cost to Council of considering bringing forward funding to the 2015/16 year. The majority view was that bringing forward funding should be considered as part of the next Long Term Plan.

Attendance: Councillor Ward joined the meeting at 9.11am.

Resolved

THAT Council considers the Nelson School of Music request to bring forward 2019/20 funding of \$4.082million to 2015/16 as part of the next Long Term Plan.

Rainey/His Worship the Mayor

Carried

Councillors also discussed the second, third and fourth clauses of the recommendation as contained within the staff report. Several Councillors supported the clauses as they stood, noting that they demonstrated prudent financial management, and would provide clarity for the Nelson School of Music.

Other Councillors preferred an approach whereby the Chief Executive be delegated to negotiate such aspects with the Nelson School of Music as part of the process of transferring the assets to Council. There was general agreement that the transfer of assets to Council should be completed as soon as possible.

Resolved

THAT the Chief Executive be delegated responsibility to continue to negotiate and provide advice to the Board of the Nelson School of Music in regard to all matters involved in transferring ownership of its assets to Nelson City Council, including but not limited to:

- **the impact on the quantum of funds available by bringing the project forward;**
- **repayment of the mortgage of approximately \$167,000;**
- **and Council's need to consider the impact of funding depreciation and interest cost on rates.**

Collingwood/His Worship the Mayor

Carried

5.2 Theatre Royal

In response to a question, Ms McDonald explained that the Theatre Royal's building valuation resulted in a much higher value than expected, and consequently the higher community rental contributed to a budget shortfall between income and expected outgoings.

It was also noted that community use of the theatre was much higher than expected, which affected the theatre's ability to earn income from commercial shows.

Councillor Rainey foreshadowed his intention to move an alternative motion to the recommendation in the staff report.

Attendance: The meeting adjourned from 9.45am to 9.55am.

Councillor Rainey, seconded by Councillor Fulton moved the motion

THAT the existing allocations of operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust in 2013/14 be confirmed until such time as a new combined entity is formed;

AND THAT a further \$125,000 be made available in 2013/14 to the new entity on its formation for operational expenditure;

AND THAT the total operational funding available to the new entity in 2014/15 be reduced to a maximum of \$300,000;

AND THAT 50% of the current operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust be made available at the beginning of 2013/14.

Councillors discussed the motion. In response to a question, Ms McDonald explained that usual practice was to provide 25% of an operational funding grant at the start of a financial year, but that giving 50% at the start of the financial year would provide financial security to both organisations until a new combined entity was formed. In response to a further question, she explained that a new combined entity governing the assets of the Nelson School of Music and the Nelson Historic Theatre Trust would likely be a charitable trust.

Councillors discussed whether the allocation of an additional \$125,000 was appropriate, given that this had not been signalled in the draft Annual Plan 2013/14, and the new entity was yet to be formed. In response to a question, the Chief Executive advised that the motion did not detrimentally alter the position of the organisations, but rather potentially improved their positions as they moved towards a single entity as consulted on through the Long Term Plan 2012-2022.

Following further discussion regarding potential consequences should the new combined entity not be formed in the 2013/14 year, the mover and seconder agreed to add an additional clause 3 to the motion

AND THAT if the entity is not formed in the 2013/14 year that funding levels in 2014/15 will remain at the levels currently specified in the Long Term Plan 2012-2022.

Resolved

THAT the existing allocations of operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust in 2013/14 be confirmed until such time as a new combined entity is formed;

AND THAT a further \$125,000 be made available in 2013/14 to the new entity on its formation for operational expenditure;

AND THAT if the entity is not formed in the 2013/14 year that funding levels in 2014/15 will remain at the levels currently specified in the Long Term Plan 2012-2022;

AND THAT the total operational funding available to the new entity in 2014/15 be reduced to a maximum of \$300,000;

AND THAT 50% of the current operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust be made available at the beginning of 2013/14.

Rainey/Fulton

Carried

5.3 Buxton Lane

There was general support for allocating funding to enable a creative solution for Buxton Lane in conjunction with the adjacent landowners. It was noted that no expenditure on this issue would occur without the Council's prior approval.

Resolved

THAT up to \$5,000 be allocated to work with the landowners adjacent to Buxton Lane on finding a solution which will discourage antisocial behaviour currently occurring in the lane.

Fulton/Shaw

Carried

Attendance: The meeting adjourned for morning tea, from 10.33am to 10.43am.

COUNCIL ACTIVITY AREAS

5.4 Heart of Nelson Strategy

It was noted that submission 97 was in support of the Heart of Nelson Strategy with regards to the resilience of Nelson's Central Business District.

The Chief Executive explained that the Mayor had asked for an audit of the Heart of Nelson Strategy to be undertaken, and that this could be followed by engagement with central business district stakeholders to identify aspects of the Heart of Nelson Strategy that had been appreciated by the community, and aspects that might be desired in the current environment.

Attendance: Councillor Boswijk joined the meeting at 10.46am.

Councillors discussed various aspects of the Heart of Nelson Strategy, including small projects designed to enhance the central business district environment.

Resolved

THAT \$50,000 operational expenditure be allocated to support work with central business district stakeholders based on Heart of Nelson Strategy, with no expenditure to occur until after the Chief Executive reports to Council on the audit of Heart of Nelson.

His Worship the Mayor/Fulton

Carried

5.5 Transport

5.5.1 Rocks Road Cycle/Walkway

Resolved

THAT submitters on the Rocks Road Cycle/Walkway be advised that the investigation phase work will be tendered in July with a view to commencing by September.

Collingwood/His Worship the Mayor

Carried

5.5.2 Pedestrian Refuge on Main Road Stoke

Councillors discussed submission 92 regarding a request for a pedestrian refuge on Main Road Stoke, outside the Kensington Court Retirement Village.

In response to a question, the Principal Advisor Transport and Roading, Rhys Palmer, explained that this pedestrian refuge was a relatively high priority project in the roading minor improvements work programme. He explained that a report would come to Council in July to allow Council to consider the various projects on the minor improvements list.

It was agreed that this should be reflected in the response sent to submitters on this issue.

5.5.3 Victory School Pedestrian Crossing

In response to a question, Mr Palmer said that, following discussion, Victory School had indicated that moving the pedestrian crossing south would create difficulties around ensuring adequate monitoring of pedestrian crossings by teachers.

5.5.4 St Vincent Street/Vanguard Street Cycleway

In response to questions, Mr Palmer explained the Active Transport Advisory Group process that was on-going with regards to the proposed Vanguard Street/St Vincent Street Cycleway. It was clarified that the

cycleway would not affect the Southern Arterial Corridor, as it would be largely created through painting the roadway.

5.5.5 Public Transport

In response to a question, Mr Palmer confirmed that a review of bus routes and timetables could be considered during the development of the next Regional Land Transport Programme. It was requested that this be included in the response sent to submitters on this issue.

5.5.6 Auckland Point School

In response to a question, Mr Palmer advised that an investigation of the Halifax Street roundabout would inform future discussions regarding the section of Haven Road outside Auckland Point School.

5.5.7 Individual Transport Submissions

Resolved

THAT Council approves the officer recommendations for submissions 11, 15, 72, 101, 105, 175, 177, 185, 188, 199 and 233 in Attachment 1 (1518107).

Matheson/His Worship the Mayor

Carried

5.6 Wastewater

5.6.1 Individual Wastewater Submissions

In response to a question, the Principal Adviser Utilities, Phil Ruffell, explained the background and development of privately owned pump stations. He advised caution when considering whether Council should take over privately owned pump stations, as they were generally not built to Council's engineering standards, and would likely require upgrades.

Attendance: His Worship the Mayor departed the meeting at 11.31am, and Councillor Boswijk assumed the Chair.

Resolved

THAT Council approves the officer recommendations for submissions 16, 158, 167 and 216 in Attachment 1 (1518107).

Boswijk/Rackley

Carried

5.7 Stormwater and Flood Protection

5.7.1 Stormwater and Flood Protection Submissions

Councillors discussed the submissions relating to stormwater issues in the Bronte Street area. In response to a question, Mr Ruffell explained that such issues were not uncommon on hillside areas around Nelson, particularly where development had resulted in increased levels of hard surfaces, thereby forcing additional stormwater into pipe systems.

There was a discussion about the nature of private drainage systems, and whether an additional levy or targeted rate could be applied to properties should Council upgrade private stormwater systems. The Chief Executive advised that officers would consider this issue, and could report back to Council at the meeting to approve the draft Annual Plan 2013/14 on 18 June.

In response to a question, Mr Ruffell explained that there were a number of competing priorities with regards to stormwater, in particular whether it was more important to address hillside streets currently without stormwater systems, or to upgrade current stormwater systems.

The Chief Executive advised that the \$500,000 allocation in the staff recommendation was a general allocation to address stormwater priorities. In response to a question, Mr Ruffell suggested this could be best spent reducing stormwater risks, in particular sensitive areas of Nelson affected by the December 2011 rainfall event, rather than enhancing smaller drainage systems.

Councillors then discussed whether the suggested allocation of \$500,000 was appropriate in response to submissions made to the draft Annual Plan 2013/14. The Chief Executive advised that there were a significant number of submissions regarding stormwater issues, and that there had also been an intervening rainfall event on 21 April, which had led asset managers to the view that urgent stormwater work needed to be undertaken.

Councillor Reese, seconded by Councillor Fulton, moved

THAT Council approves additional funding of \$1,000,000 capital expenditure for stormwater priorities;

AND THAT submitters be advised of the priority of their requests after stormwater investigations take place.

Attendance: His Worship the Mayor returned to the meeting at 11.51am, and resumed the Chair.

In response to a question, the Chief Executive explained that there was sufficient officer capacity to deliver \$500,000 worth of stormwater projects. She said it would be likely that officers would need to address

a backlog of stormwater projects over a period of approximately 3-5 years.

The motion was put and lost.

Resolved

THAT Council approves additional funding of \$500,000 capital expenditure for stormwater priorities;

AND THAT submitters be advised of the priority of their requests after stormwater investigations take place.

Collingwood/Copeland

Carried

5.8 Environment

5.8.1 Individual Environment Submissions

Councillors discussed the possibility of inorganic rubbish collections. It was noted that communities could take responsibility for organising such events without Council necessarily being involved.

A suggestion was made that a city-wide inorganic rubbish collection drive could be promoted through Live Nelson for a specific day. It was emphasised that no budget should be applied to this initiative, and any residents who left unwanted goods outside their properties would be responsible for retrieving or otherwise disposing of their unwanted goods.

The Chief Executive undertook to trial a one-day inorganic rubbish collection drive and report back to Council on its success.

Resolved

THAT Council approves the officer recommendations for submissions 2, 3, 88, 168 and 193 in Attachment 1 (1518107).

His Worship the Mayor/Shaw

Carried

5.9 Social including Arts and Heritage

5.9.1 Museum Storage

Resolved

***THAT* submitters be advised of the review underway of the Tasman Bays Heritage Trust storage and other needs with a view to developing solutions to inform expenditure of the funding allocation of \$3.75 million in the Long Term Plan 2012-22.**

Collingwood/His Worship the Mayor

Carried

5.9.2 Natureland

Resolved

***THAT* submitters be advised that there is a process underway to resolve the issues facing Natureland.**

Boswijk/Rainey

Carried

5.9.3 Mission to Seafarers

In response to a question, Ms McDonald explained that the Mission to Seafarers was run by a charitable trust, and would be eligible to apply for Community Assistance funding.

A suggestion was made that an informal discussion be had with Port Nelson Limited, regarding the role that the organisation played in supporting an important industry in Nelson, and His Worship the Mayor undertook to do so.

5.9.4 Riverside Murals Project

Councillors discussed the submission relating to the Riverside Murals Project. A suggestion was made that the proposed range of murals would appeal to a variety of tastes, and was a low-cost way of facilitating artwork in the city.

The Chief Executive advised that a report would come to Council regarding this project prior to any expenditure, addressing the impact on officer time, and clarifying whether any other projects would be delayed as a result.

Resolved

THAT \$77,000 be allocated over two years towards the Riverside Murals Project.

Shaw/Ward

Carried

5.9.5 Christmas Decorations in the Central Business District

There was a discussion regarding submission number 66. A suggestion was made that an amount be allocated to Uniquely Nelson to provide a budget for providing a Christmas tree or Christmas decorations in the central business district.

Councillor Copeland, seconded by His Worship the Mayor moved a motion

THAT a sum of \$30,000 be allocated to Uniquely Nelson to assist with the erecting of a Christmas Tree and Christmas decorations in the central business district.

Councillors discussed the motion. A suggestion was made that private companies could sponsor trees or decorations at Christmas time, or that decorations could be placed on Church Hill trees.

The motion was put and lost.

Attendance: The meeting adjourned for lunch from 12.37pm to 1.02pm, during which time His Worship the Mayor and Councillor Rackley left the meeting and the Deputy Mayor, Councillor Boswijk, assumed the Chair.

5.9.6 Returned Servicemen's Memorial Dedication 2015

With regards to submission 232, there was agreement that the Council should consider how it would commemorate the 100 year anniversary of the ANZAC World War 1 campaign in 2015, as it was a significant milestone. It was suggested that the returned servicemen's memorial needed to be treated as a separate matter so that funding could be settled in time for construction to proceed.

During a discussion, it was noted that the memorial would recognise a significant event that has had lasting value for everyone in the community. In this respect, it was thought that the funds sought from Council represented good value for the amount requested. It was suggested that significant national funding was available for World War 1 commemoration events and Council officers could work with the RSA to investigate and access these in the first instance.

Resolved

THAT Council allocates \$30,000 over two years if required, to fund the Returned Servicemen's Association 100 year memorial at Marsden Valley;

AND THAT the Chief Executive report back to Council on options for alternative sources of funding the memorial.

Matheson/Barker

Carried

Attendance: His Worship the Mayor and Councillor Rackley joined the meeting at 1.20pm, at which point His Worship the Mayor resumed the Chair.

5.9.7 Christmas Decorations in the Central Business District

The meeting returned to consideration of what would be an appropriate level of funds to allocate for Christmas decorations, as noted in submission 66.

Resolved

THAT Council allocate \$5,000 to Uniquely Nelson for the purchase of Christmas tree decorations.

Copeland/His Worship the Mayor

Carried

5.9.8 Individual Social, Arts and Heritage Submissions

Resolved

THAT Council approves the officer recommendations for submissions 1, 5, 18, 68, 70, 73, 174, 182, and 198 in Attachment 1 (1518107).

Mayor/Boswijk

Carried

5.10 Parks and Active Recreation

5.10.1 Nelson Intermediate Swimming Pool Community Changing Facilities

Councillors discussed allocating funds to provide changing facilities at the Nelson Intermediate swimming pool for community use, as detailed in submission 181.

There was acknowledgement of the community benefits of the initiative, but some Councillors questioned whether funding facilities on Ministry of Education-owned land could be considered core Council business and suggested that funds should be raised from other sources.

Those speaking against allocating funds said that it would oblige Council to consider funding similar facilities for all schools in the region, and noted that requests to fund similar projects at other schools had been declined in the past.

Those speaking in support of funding the facility noted that the pool was operated as community facility outside of school hours, and upgrading facilities for community use was a community service in line with the requirements of the Local Government Act 2002.

Resolved

THAT Council funds \$20,000 towards Victory Community Health to upgrade the facilities at Nelson Intermediate Swimming Pool.

Fulton/Shaw

Carried

A division was called.

Councillor	
Councillor Barker	No
Councillor Boswijk	Aye
Councillor Collingwood	No
Councillor Copeland	Aye
Councillor Davy	Apology
Councillor Fulton	Aye
Councillor Matheson	No
Councillor Rackley	Aye
Councillor Rainey	Abstained
Councillor Reese	No
Councillor Shaw	Aye
Councillor Ward	Aye
His Worship the Mayor	Aye

During a further discussion, the Chief Executive suggested that it was important to ensure the project would proceed prior to paying funds. Therefore, she advised, funding should be conditional upon the

remainder of the project funding being secured, including the cost of the building consent.

Resolved

THAT funding to Victory Community Health for the swimming pool changing facility project is conditional upon the remainder of funding being secured including the cost of the building consent.

His Worship the Mayor/Shaw

Carried

5.10.2 Public Toilets on Piki Mai – Cathedral Hill

There was a discussion about submission 234, regarding the provision of public toilets on Piki Mai – Cathedral Hill. There was a common view that the Cathedral and the Church Steps were important to Nelson's tourism industry. It was noted that the Cathedral was increasingly being used as a venue and that the need for public toilets at the top of Piki Mai – Cathedral Hill was well-established.

Councillors considered the cost of funding the facility, and whether it would be more appropriate to provide funding for construction in 2014/15, with some funding in 2013/14 to achieve resource and building consents. They also considered whether they should fund a portion of the total anticipated cost in 2013/14 as it was difficult to predict the cost of consents in advance.

In response to questions, the Executive Manager Network Services, Alec Louverdis, advised that Council officers estimated the cost of construction at \$125,000 based on costs for similar facilities. He said that operation and maintenance costs were estimated at \$15,000 per annum.

Resolved

THAT provision be made in the 2013/14 financial year for a 50% contribution based on an estimate of up to \$150,000 for all matters relating to the design and construction of a toilet block on Nelson City Council land adjacent to Nelson Cathedral;

AND THAT all subsequent maintenance issues be the sole responsibility of Nelson City Council.

Rainey/Fulton

Carried

5.10.3 Individual Parks and Active Recreation Submissions

Ms McDonald noted a correction to the officer recommendation for submission 176 from the Nelson Marina Berth Holders Association Inc

regarding recycling, which should read that the request is covered within an existing programme with no impact on resource.

Resolved

THAT Council approves the officer recommendations for submissions 9, 17, 21, 58, 106, 149, 176 (as corrected), 179, 186, 191, 213, 215, 282, L4 and L5 in Attachment 1 (1518107).

His Worship the Mayor/Boswijk

Carried

5.11 Economic

5.11.1 Tourism and i-Site

Resolved

THAT submissions on this issue are taken into consideration when Tasman District Council's review is complete and the future of Nelson Tasman Tourism is jointly considered.

His Worship the Mayor/Boswijk

Carried

5.11.2 Individual Economic Submissions

In response to a question, the Chief Executive advised that responses to submitters 10 and 114 on the Cricket World Cup 2015 would be updated according to the decision to be made on the matter in public excluded session.

Resolved

THAT Council approves the officer recommendations for submissions 13, 19, 20, 22, 23, 24, 27, 64, 65, 69, 91, 94, 96 and 218 in Attachment 1 (1518107).

His Worship the Mayor/Ward

Carried

5.12 Corporate

5.12.1 Rates and Debt

Resolved

THAT Council notes submitter comments and responds with details of its prudent approach to deficit funding and the adjustments to the Annual Plan made to address concerns about rates and debt.

Boswijk/Rackley

Carried

5.12.2 Individual Corporate Submissions

Resolved

THAT Council approves the officer recommendations for submissions 12, 111, 147, 219, 227 and 231 in Attachment 1 (1518107).

His Worship the Mayor/Rainey

Carried

5.13 Multiple

5.13.1 Opera in the Park Event

Attendance: Councillors Rainey and Copeland left the table and did not participate in discussion or voting for this item.

Councillors discussed part of submission 136 from the Nelson Youth Council asking that Opera in the Park be held annually. It was suggested that, although Council could not justify funding the event annually, it could be held in alternate years to the Adams Chamber Music Festival, thereby ensuring an annual music event in Nelson.

It was noted that this would require Council to fund Opera in the Park in 2013/14 instead of 2014/15 and Councillors discussed how to achieve this with minimal impact on rates.

Resolved

THAT Council supports Opera in the Park in the 2013/14 financial year using funding from the events fund with the intention that Opera in the Park occurs every second subsequent year.

Boswijk/Fulton

Carried

5.13.2 Stoke Bowling Club Stormwater Drainage

Councillors discussed the part of submission 4 from the Stoke Bowling Club relating to stormwater drainage issues on its bowling greens. They agreed that the Club was an important facility in the community. It was noted that the Club had raised the majority of the funds required for stormwater drainage work and suggested that Council should consider funding the remainder.

Resolved

THAT Council grants \$20,000 to the Stoke Bowling Club towards the work required to fix the stormwater drainage issues on its greens.

Matheson/Rainey

Carried

5.13.3 Individual Multiple Submissions

Resolved

THAT, with the exception of the parts of submissions 136 and 4 resolved separately, Council approves the officer recommendations for submissions 4, 8, 14, 59, 71, 93, 97, 98, 100, 116, 134, 136, 142, 146, 153, 155, 157, 159, 160, 162, 166, 169, 178, 187, 189, 190, 192, 194, 195, 202, 214, 228, 229, 230, 280, 283, 295, 296, L3, L7 and L8 in Attachment 1 (1518107).

His Worship the Mayor/Rainey

Carried

5.14 Mediterranean Food Warehouse

Resolved

THAT funding of \$500,000 capital and \$239,000 operational expenditure included in the draft Annual Plan to address the future of the Mediterranean Food Warehouse building be removed and the building be retained for the time being, without strengthening, and used by Council for storage.

Matheson/His Worship the Mayor

Carried

5.15 Other factors in the Annual Plan

Resolved

THAT the Chief Executive be delegated authority to resource additional staffing up to \$200,000 and this resourcing be subsequently reported to Council at a later time.

Boswijk/Fulton

Carried

5.16 Capital Expenditure in 2013/14

The meeting turned to consideration of capital expenditure items. Councillors noted staff advice that a capital programme of \$30-\$40 million could be achieved but that any additional works could compromise achievement of the programme.

5.16.1 Maitai Upgrade and Enhancement

In response to concerns about natural hazard work for the Maitai River, the Chief Executive advised that updated natural hazard modelling was underway. She added that Council officers should not engage with the community on the issue before engaging with the newly elected Council. It was suggested that funding for the project be brought forward to 2014/15 in case it is needed following discussions in early 2014.

Resolved

THAT the Maitai upgrade and enhancement (project 1178 in Attachment 4) be deferred to 2014/15.

Reese/Boswijk

Carried

Resolved

THAT in accordance with Standing Orders paragraph 3.3.7 the meeting continue beyond 6 hours to 4.00pm.

His Worship the Mayor/Boswijk

Carried

5.16.2 Stoke Skatepark

A view was expressed that it was important for Stoke youth to have a space to congregate and they had been asking for this for some years. Councillors considered whether there was an issue of transparency if the project was renamed as a linger node. There was agreement that this project should not be deferred as far as the Long Term Plan 2015-2025 (LTP 2015-2025).

Resolved

THAT funding for Stoke youth park (project 1074 in Attachment 4) be deferred to 2014/15.

Fulton/Rainey

Carried

5.16.3 Todd Bush Road Upgrade

It was suggested that community safety concerns warranted the Todd Bush Road upgrade being a higher priority. Ms McDonald advised that funds for design could be moved to 2014/15 without affecting the project's ability to proceed as construction funding was in 2015/16.

Resolved

THAT funding for Todd Bush Road Upgrade (project 2193 in Attachment 4) be deferred to 2014/15.

Shaw/Fulton

Carried

5.16.4 Art Works Programme

Councillors discussed the art works programme, the Heart of Nelson artwork and sculptures project, and the arts promotion project.

A view was expressed that Council needed to accrue the art works fund in line with its Arts Policy rather than reapplying unspent funds to other projects. In response to a question, Ms McDonald confirmed that no capital projects were planned for the 2013/14 financial year that would fit the Arts Policy criteria.

Resolved

THAT funding for all areas of the arts programme (projects 1143, 1307, and 1305 in Attachment 4) set aside for 2013/14 be accrued and that no physical works be undertaken.

Rainey/Boswijk

Carried

5.16.5 Walkway Lighting Programme

Resolved

THAT funding for the walkway lighting programme (project 1098 in Attachment 4) be deferred to 2014/15.

Shaw/Fulton

Carried

5.16.6 Marina Hardstand

A view was expressed that marina users had been waiting a considerable length of time for a hardstand and therefore this project should not be delayed until the LTP 2015-2025.

Resolved

THAT funding for the Marina Hardstand (project 1769 in Attachment 4) be deferred to 2014/15.

Matheson/Rackley

Carried

5.16.7 Saxton General

It was noted that some of the development at Saxton Field would be jointly funded by Tasman District Council. The Chief Executive suggested ring fencing this item for discussion with the Chief Executive of Tasman District Council, for a report back to the next appropriate Council meeting.

THAT funding for Saxton Field general development be included in the Annual Plan 2013/14 subject to the Chief Executive's advice following discussions with Tasman District Council.

Boswijk/Copeland

Carried

5.16.8 Bishopdale to the Ridgeway Shared Path

Resolved

THAT the Bishopdale to the Ridgeway shared path be deferred for reconsideration in 2014/15.

Shaw/Fulton

Carried

5.16.9 Capital Programme

Resolved

THAT the capital programme of \$56.2 million, reflecting the funding decisions made at this meeting, is adopted.

Boswijk/Mayor

Carried

5.17 Tender advertising

Some concern was expressed that advertising tenders or engaging consultants in advance of Council approval of a project risked predetermination of a decision of Council. The Chief Executive advised

that the projects in question had already been considered by Council and consulted on at some length.

In response to a question, Mr Louverdis advised that tender documentation and advertising would include a provision noting that Council was tendering in advance and was subject to approval in the Annual Plan. He added that contractors were supportive of this approach.

Resolved

THAT approval be granted to officers to advertise tenders for projects currently earmarked for completion in the 2013/14 financial year, specifically Waimea/Motueka upgrade, Quarantine/Songer sewer trunk main, Marsden Valley trunk/express sewer, Water pipe renewals, Tasman (Grove to Cambria) and the last stage of the Maitai Pipeline upgrade, in advance of the approval of the current 2013/14 Annual Plan to give Council officers and contractors a greater chance of success in delivering the 2013/14 capital budget;

AND THAT Council note that officers will bring back a further report in the new financial year suggesting a way forward on the issue of tendering projects in advance of any future Annual Plan approvals process.

Fulton/His Worship the Mayor

Carried

Attendance: The meeting adjourned for afternoon tea, from 3.47pm to 3.52pm.

PUBLIC EXCLUDED BUSINESS

6. Exclusion of the Public

Resolved

THAT the public be excluded from the following parts of the proceedings of this meeting.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

Item	General subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Particular interests protected (where applicable)
1	<p>Public Excluded Report on draft Annual Plan 2013/14 Submissions and Further Information</p> <p>This report contains information regarding the possible negotiations of contracts, in relation to Council bids for Cricket World Cup 2015, and FIFA Under-20 World Cup 2015.</p>	<p>Section 48(1)(a)</p> <p>The public conduct of this matter would be likely to result in disclosure of information for which good reason exists under section 7</p>	<p>The withholding of the information is necessary:</p> <ul style="list-style-type: none"> • Section 7(2)(i) To carry out negotiations

Mayor/Boswijk

Carried

The meeting went into public excluded session at 3.47pm and resumed in public session at 4.11pm.

7. Re-admittance of the Public

Resolved

THAT the public be re-admitted to the meeting.

His Worship the Mayor/Boswijk

Carried

8. Report on draft Annual Plan 2013/14 Submissions and Further Information - continued

8.1 Saxton Oval

Resolved

THAT Council allocates up to \$30,000 for an awning, scorers box and upgrades to the umpires room at Saxton Oval to meet requirements for One Day International matches;

AND THAT this funding is available only when other external funding is not secured, or granted in full.

Mayor/Boswijk

Carried

9. Disaster Recovery Fund

Chief Financial Officer, Nikki Harrison, advised that the cost of the December 2011 and April 2013 rainfall events accounted for over \$4 million of Council's debt. Councillors considered how best to fund the disaster recovery fund.

Resolved

THAT Council approves the policy of imposing an excess of \$150,000 per activity for emergency events before the Disaster Recovery Fund is called upon;

AND THAT Council agrees to fund \$450,000 out of activities for the April 2013 rain event and fund the remaining net costs (estimated to be \$698,000) out of the Disaster Recovery Fund;

AND THAT Council put an additional rates amount of \$698,000 into the Disaster Recovery Fund in 2013/14.

His Worship the Mayor/Barker

Carried

10. Officer Report on Submissions to the draft Fees and Charges: Resource Consents Business Unit 2013/14

Document number 1517014, agenda pages 81-93 refer.

His Worship the Mayor suggested that due to the time constraints of the meeting, this item be left to lie on the table for consideration at the Council meeting on 4 June 2013.

Resolved

THAT the item regarding Officer Report on Submissions to the draft Fees and Charges: Resource Consents Business Unit 2013/14, be left to lie on the table for consideration at the Council meeting on 4 June 2013.

His Worship the Mayor/Rackley

Carried

There being no further business the meeting ended at 4.32pm.

Confirmed as a correct record of proceedings:

_____ Chairperson _____ Date

Reasons for Annual Plan 2013/14 Decisions

1. Purpose of Report

- 1.1 For Council to approve the reasons that will be communicated to submitters about decisions made during Annual Plan 2013/14 deliberations.

2. Recommendation

THAT the reasons for Annual Plan 2013/14 decisions in Attachment 1 (1532150) be approved and used to assist in preparing responses to submitters.

3. Background

- 3.1 Council deliberated on submissions to the draft Annual Plan 2013/14 over 29 and 30 May 2013. Changes were made to the content of the Plan based on submissions received and with a particular focus on delivering an achievable work programme for 2013/14.
- 3.2 Council needs to ensure that reasons for any decisions are clear to submitters as per the Local Government Act (LGA)2002, Section 82(1) (f): *'that persons who present views to the local authority should be provided by the local authority with information concerning both the relevant decisions and the reasons for those decisions.'*

4. Discussion

- 4.1 In Attachment 1, officers have set out the decisions made by Council on the Annual Plan 2013/14 and the reasons for those decisions, based on Council discussions and resolutions made during deliberation meetings. The table is organised by Council activity.
- 4.2 The material in Attachment 1 will be used as the basis for responding to submitters on key issues. The table does not include every submission as some did not require a decision by Council. All submitters will receive a tailored response regarding their individual questions and concerns.

Arts expenditure

- 4.3 Council passed the following resolution on arts programme projects:

THAT funding for all areas of the arts programme (projects 1143, 1307, and 1305 in Attachment 4) set aside for 2013/14 be accrued and that no physical works be undertaken.

Officers wish to confirm that in order to fulfil the intent of the resolution that the funding be treated as follows:

- 4.4 Arts Programme: No physical works will be undertaken in 2013/14 but 10% of the budget will be allocated for planning, feasibility and design work to enable construction to occur in 2014/15. As it would be inappropriate to rate funds Council is not intending to spend the construction money will be placed directly into the 2014/15 year.
- 4.5 Heart of Nelson Artwork and Sculptures: This funding line is not well named as it is broader than artworks and in fact all previous years' funding has gone to landscaping projects, not art. The objective in Heart of Nelson that this funding was to fulfil was "To utilise landscape, design and public art that projects the character and uniqueness of Nelson, enlivens public spaces and showcases Nelson's creative talent and attributes". Officers suggest renaming the budget line Heart of Nelson Place Making, retaining 10% of the funding in 2013/14 (for planning, feasibility and design) and placing the remainder of the funding in the 2014/15 budget. The work to assess progress on the Heart of Nelson Strategy with central business district stakeholders would inform what projects this funding could support.
- 4.6 Arts Promotion: This is a Heart of Nelson funded project with an aim to "Identify key visual locations within the central city for advertising and promotion of upcoming Nelson events". It is a one-off allocation of \$15,000 which can be renamed "Events Advertising" and included for implementation in the 2014/15 year. The Events Strategy review in 2013/14 will be able to inform use of this funding the following year.

Saxton General Development and Walk/Cycleways

- 4.7 As requested by Council, officers made contact with Tasman District Council regarding the allocation in its Annual Plan for Saxton Field general development. The Tasman District Council priority for Saxton Field is for the completion of the cycling velodrome rather than smaller development projects. Funding for general development has therefore been removed from the draft Annual Plan and will be reconsidered in 2014/15.

Private Stormwater Systems

- 4.8 At the deliberation meetings Councillors questioned the nature of private drainage systems, and whether an additional levy or targeted rate could be applied to properties should Council upgrade private stormwater systems. Nelson has been considered to be one catchment for stormwater control and costs have been spread across those properties that are rated for stormwater contributions, rather than more targeted rates being considered. Officers still recommend this approach for urban

drainage but a change to the rating system could be investigated if Council desired.

5. Conclusion

- 5.1 This report provides Councillors with the opportunity to approve the appropriate messaging of decisions to the community.

Nicky McDonald
Manager Policy and Planning

Attachments

Attachment 1: Reasons for Annual Plan 2013/14 Decisions [1532150](#)

No supporting information follows.

Reasons for Annual Plan 2013/14 Decisions

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Transport	Buxton Lane	THAT up to \$5,000 be allocated to work with the landowners adjacent to Buxton Lane on finding a solution which will discourage antisocial behaviour currently occurring in the lane.	Council wished to work with surrounding businesses and landowners in improving the safety of Buxton Lane and discouraging antisocial behaviour occurring there.	28, 29, 30, 31, 32, 33, 34, 35
Transport	Rocks Road Cycle/Walkway	THAT submitters on the Rocks Road Cycle/Walkway be advised that the investigation phase work will be tendered in July with a view to commencing by September.	Council and the NZTA are jointly investigating the Rocks Road Cycle/Walkway proposal, with a tender for work about to be let and an aim for the study to commence by September.	100, 146, 153, 157, 175, 177, 185, 194, 199, 214, 228, L7
Transport	Todd Bush Road Upgrade	THAT funding for Todd Bush Road Upgrade (project 2193 in Attachment 4) be deferred to 2014/15.	Council acknowledged that this upgrade was a high priority for the local community. As construction funding is scheduled in 2015/16 it was agreed that design work should be undertaken in 2014/15.	
Transport	Walkway Lighting Programme	THAT funding for the walkway lighting programme (project 1098 in Attachment 4) be deferred to 2014/15.	Council agreed that the walkway lighting programme should be deferred one year to help make the 2013/14 work programme achievable. The possibility of lighting of the Railway Reserve would be a priority for consideration when the programme was implemented.	136, 202
Transport	Bishopdale to the Ridgeway Shared Path	THAT the Bishopdale to the Ridgeway shared path be deferred to 2014/15	Council agreed that the Bishopdale to Ridgeway shared path project should be deferred for one year in order to deliver an achievable work programme for 2013/14.	
Transport	Bridge Street	No decision made	Council has allocated funds of up to \$200,000 in 2013/14 to upgrade Bridge Street.	26, 100, 104, 136, 153, 157, 190
Transport	Collingwood Street Bridge Tidy	Request is not affordable within current priorities and commitments	Submitters request was not affordable within current priorities and commitments.	11

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Transport	Victory Primary School Requests	<p>Upgrade to St Vincent St / Totara Street crossing: Request is to be covered within the existing walk cycle school programme of works with no impact on resources</p> <p>Upgrade to Vanguard Street crossing: Request is not affordable within current priorities and commitments.</p>	<p>The submitters request for a St Vincent/Totara St crossing and other upgrades can be covered in existing programmes.</p> <p>The submitters have since advised Council that they no longer request the relocation of the Vanguard St crossing. The request to perform other Vanguard St area improvements is unaffordable due to current priorities and commitments.</p>	72, 202
Transport	Refuge Pedestrian Crossing, Main Road Stoke	No decision made	This pedestrian refuge is a relatively high priority for funding from Council's minor improvements budget for 2013/14. No decision was made at the Annual Plan as in July Council will be deciding relative priorities for all the projects seeking funding from that budget.	92
Transport	Bus Service	Requests are not affordable within current priorities and commitments	The bus service has only been operating for one year and data on use is still being gathered. Council anticipates work on a route and frequency review will commence before the end of this year and be used to inform the 2015 National Land Transport Programme.	101, 136, 153, 162, 202, 229, 295, L7
Transport	Southern Arterial Corridor	No decision made	The work to protect the southern arterial corridor is underway. A management plan will be produced by the end of July 2013.	185, 194, 199, L3
Transport	Free Parking Wednesdays	No decision made	The submitters request is not consistent with the intention of free parking days.	188, 295
Transport	Princes Drive Upgrade	No decision made	The Princes Drive upgrade is out to tender closing 23rd May 2013. The figure in the draft Annual Plan 2013/14 of \$576,000 was assuming that half of the work would have been completed in 2012/13. This will not be achieved, thus the amount of \$1.031 million will need to be carried into 2013/14. The work not only involves the installation of a footpath, but also the repair of the slips that occurred as a result of the December 2011 rain event.	233

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Transport	Haven Road Pedestrian Crossings and Auckland Point School Access	Request is not affordable within current priorities and commitments	<p>Council has already proposed some works at the intersection of Maori and Haven Rds to slow turning vehicle speeds and improve visibility of the crossing point. Council is also considering installing flashing warning signs at the zebra crossing that would operate at school opening and closing times.</p> <p>Aspects of this submission in relation to constructing a path from Para Para Road to haven Road are dependent on the adoption of the Rutherford/Trafalgar Parks Development Plan which is scheduled for June/July 2013. A temporary route may follow on depending on the prioritisation of projects within that Plan.</p>	93
Transport	Upgrade of Hampden and Franklin Streets	Request is to be deferred and considered for the Long Term Plan 2015-25.	Request cannot be met with current resources.	136
Transport	Waimea Road 3 Laning	Request cannot be met with current resources, defer and consider for next Long Term Plan	The 3 laning of the Rocks Road and Waimea Road corridors was investigated in 2011 as an option in the Arterial Traffic Study. Council in August 2011 decided that the long term future transport corridor would be the Southern Arterial Route beside Beatson Road, along the Railway Reserve and down St Vincent Street to connect with the Haven. The economic analysis for the 3 laning/clearway option showed that the capital cost would outweigh the benefits, giving it a negative benefit cost ratio.	155
Wastewater	Wastewater Technology and Biogas Systems	No decision made	Council does not have the resources to investigate wastewater technology and biogas systems. Centralised collection and treatment of wastewater is preferred for Public Health reasons. The New Zealand Building Code also requires a building's wastewater drainage system to be connected to a sewer where the service is available. Alternative wastewater treatment and disposal systems may also need resource consent.	158, 166, 167

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Wastewater	Ownership of Sewer Line and Pump Station at Garindale Estate	Request is not affordable within current priorities and commitments	Council could take over maintenance of the pump station if it was upgraded to meet Nelson City Council standards. Once this has been achieved the pump station and rising main would become part of the Council's wastewater network and maintenance and replacement would be a Council responsibility.	216
Stormwater and Flood Protection	Stormwater and Flood Protection	THAT Council approves additional funding of \$500,000 capital expenditure for stormwater priorities; AND THAT submitters be advised of the priority of their requests after stormwater investigations take place.	Council acknowledged the importance of addressing urgent stormwater issues in Nelson. \$500,000 in additional funding has been added to the 2013/14 budget for stormwater priorities. Individual submissions on stormwater issues will take some time to assess and submitters will be contacted again once their requests have been prioritised.	7, 23, 63, 107, 132, 144, 161, 162, 178, 194, 228, L7
Stormwater and Flood Protection	Maitai Upgrade and Enhancement	THAT the Maitai upgrade and enhancement (project 1178 in Attachment 4) be deferred to 2014/15.	This project has been deferred pending completion of the flow modelling of the Maitai River and establishment of flow monitoring in the Brook Stream.	146, 191
Environment	Mediterranean Food Warehouse	THAT funding of \$500,000 capital and \$239,000 operational expenditure included in the draft Annual Plan to address the future of the Mediterranean Food Warehouse building be removed and the building be retained for the time being, without strengthening, and used by Council for storage.	Council reaffirmed its decision at the 4 April 2013 Council Infrastructure meeting to not demolish or strengthen the building at this time, resulting in funds for these works being removed from the Annual Plan 2013/14.	189, 195, 228, 229, L7
Environment	Genetic Engineering and Nanotechnology	Request cannot be met with current resources, defer and consider for next Long Term Plan	Council does not have in its work programme the development of controls for genetic engineering or nanotechnology.	2
Environment	Inorganic Collections	No decision made	A trial inorganic exchange will be organised during the 2013/14 year. This would encourage residents to place any unwanted items at their gate on the day of the trial and any items not taken by other members of the community at the close of the day would be the householder's responsibility to dispose of.	3

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Environment	Compulsory Solar Water Heating in New House Builds	No decision made	Solar water heating would require a plan change to the Nelson Resource Management Plan. This would be quite a long process. Using the Nelson 2060 framework Council will consider options for promoting solar initiatives.	166
Social including Arts and Heritage	Smoke-free Public Areas and Council Events	<p>THAT the possibility of extending Council's smokefree policy to include events be considered as part of the review of the Events Strategy;</p> <p>AND THAT extending the coverage of the existing smokefree status of playgrounds and sports parks to all open space be considered during the review of the Parks and Reserves Activity Management Plan.</p>	Council is conscious of its role to 'improve, promote and protect public health within its district' under the Health Act 1956 and will consider extending its smokefree coverage in upcoming policy reviews. Council was supportive of the request which aligns with the goal to have a tobacco free New Zealand by 2025.	109, 110, 135, 137, 138, 139, 140, 141, 145, 148, 150, 151, 152, 154, 163, 164, 171, 172, 173, 184, 200, 201, 217, 220, 221, 222, 223, 224, 225, 226, 279, 300, L1
Social including Arts and Heritage	Nelson School of Music	<p>THAT Council considers the Nelson School of Music request to bring forward 2019/20 funding of \$4.082million to 2015/16 as part of the next Long Term Plan.</p> <p>THAT the Chief Executive be delegated responsibility to continue to negotiate and provide advice to the Board of the Nelson School of Music in regard to all matters involved in transferring ownership of its assets to Nelson City Council, including but not limited to:</p> <ul style="list-style-type: none"> • the impact on the quantum of funds available by bringing the project forward; • repayment of the mortgage of approximately \$167,000; • and Council's need to consider the impact of funding depreciation and interest cost on rates. 	<p>Council will consider the submitters' request to bring forward funding from 2019/20 to 2015/16 and will consider this during Long Term Plan deliberations for 2015-25. Such a move would enable better integration of the two phases of the project.</p> <p>Regarding the second resolution, more detailed discussion is needed on the feasibility of bringing funding forward and this and other matters relating to the transfer of assets has been delegated to the Chief Executive to action.</p>	60, 87, 97, 108, 133, 160, 194, 195, 228, 230

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Social including Arts and Heritage	Theatre Royal	<p>THAT the existing allocations of operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust in 2013/14 be confirmed until such time as a new combined entity is formed;</p> <p>AND THAT a further \$125,000 be made available in 2013/14 to the new entity on its formation for operational expenditure;</p> <p>AND THAT if the entity is not formed in the 2013/14 year that funding levels in 2014/15 will remain at the levels currently specified in the Long Term Plan 2012-2022;</p> <p>AND THAT the total operational funding available to the new entity in 2014/15 be reduced to a maximum of \$300,000;</p> <p>AND THAT 50% of the current operational funding for the Nelson School of Music and the Nelson Historic Theatre Trust be made available at the beginning of 2013/14.</p>	Council is in support of a new entity being formed to jointly manage the Theatre Royal and Nelson School of Music. On this basis, Council resolved to allocate additional operational funding to be made available once the new entity was established, in order to assist with the transition period and provide a more stable basis for the operations at both facilities.	97, 160, 194, 195, 198, 228, L7
Social including Arts and Heritage	Heart of Nelson	THAT \$50,000 operational expenditure be allocated to support work with central business district stakeholders based on Heart of Nelson Strategy, with no expenditure to occur until after the Chief Executive reports to Council on the audit of Heart of Nelson.	Council agreed with the submitters request to continue work on the Heart of Nelson strategy, noting that was important to progress the work in order to improve the resilience of Nelson's CBD.	97, 116, 162, 195
Social including Arts and Heritage	Museum Storage	THAT submitters be advised of the review underway of the Tasman Bays Heritage Trust storage and other needs with a view to developing solutions to inform expenditure of the funding allocation of \$3.75 million in the Long Term Plan 2012-22.	Council has already resolved to invest funds in improving museum storage facilities.	6, 67, 97, 102, 115, 162, 214, 281
Social including Arts and Heritage	Natureland	THAT submitters be advised that there is a process underway to resolve the issues facing Natureland.	No change to the draft Annual Plan 2013/14	93, 155, 189, 214, L7
Social including Arts and Heritage	Riverside Murals Project	THAT \$77,000 be allocated over two years towards the Riverside Murals Project.	Council supported the submitters mural project as a low-cost way to increase artwork in the city.	204

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Social including Arts and Heritage	RSA Memorial	THAT Council allocates \$30,000 over two years if required, to fund the RSA 100 year memorial at Marsden Valley; AND THAT the Chief Executive report back to Council on options for alternative sources of funding the memorial, and for how Council might acknowledge the 100 year commemoration of World War 1.	Council supported the submitters project as a way to recognise a significant event, which would also provide lasting value for the community. The preference was for other sources of funding to be explored first.	232
Social including Arts and Heritage	Christmas Decorations	THAT Council allocate \$5,000 to Uniquely Nelson for the purchase of Christmas tree decorations.	Council supported the submitters request for additional funding towards Christmas tree decorations to assist in the Christmas build-up for retailers in the city.	66
Social including Arts and Heritage	Opera in the Park	THAT Council supports Opera in the Park in the 2013/14 financial year using funding from the events fund with the intention that Opera in the Park occurs every second subsequent year noting that this will prompt a reduction in events funding in 2014/15.	Council could not support the submitters request to hold this event every year due to financial constraints on event funding. However Council did decide to alternate the Opera in the Park and the Adams Chamber Music Festival so that the community could enjoy a significant musical event at this time each year.	136
Social including Arts and Heritage	Art Works Programme	THAT funding for all areas of the arts programme (projects 1143, 1307, and 1305 in Attachment 4) set aside for 2013/14 be accrued and that no physical works be undertaken.	In order to deliver an achievable work programme for 2013/14 Council resolved to retain funding but not undertake any physical works on the arts programme funds in 2013/14	71, L7
Social including Arts and Heritage	Mission to Seafarers	No decision made	As this is a matter of community funding, Council recommend the submitter applies for Community Assistance Funding. The Mayor also undertook to advocate for support for the Mission with the Port Company.	1
Social including Arts and Heritage	Summer Internship for Youth	Request is to be deferred and considered for the Long Term Plan 2015-25.	Short term internships over the summer holidays need high supervision input and providing this supervision during the January break can be challenging when staff are on leave. Council already takes on two cadets to support young people into work in Nelson.	136

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Parks and Active Recreation	Trafalgar Centre	<p>THAT the Council reaffirms its decision made on 21 February 2013;</p> <p>THAT detailed earthquake and geotechnical assessments of the Trafalgar Centre be undertaken in 2012/13;</p> <p>AND THAT \$3 million of the total Long Term Plan allocation of \$10.237 million be provided in the draft 2013/14 Annual Plan to address the issues of earthquake strengthening and amenity improvements at the Trafalgar Centre;</p> <p>AND THAT \$6.452 million of the total Long Term Plan allocation be provided in 2014/15.</p>	No change to draft Annual Plan 2013/14	160, 162, 169, 192, 194, 195, 228, 280, 282, L5, L7, L8
Parks and Active Recreation	Saxton Oval	<p>THAT Council allocates up to \$30,000 for an awning, scorers box and upgrades to the umpires room at Saxton Oval to meet requirements for One Day International matches;</p> <p>AND THAT this funding is available only when other external funding is not secured, or granted in full.</p>	Council resolved to make an allowance for the upgrades to Saxton Oval should external funding not be secured.	
Parks and Active Recreation	Indoor Cricket Facility	<p>THAT the CE be delegated authority to negotiate draft terms for providing a site at Saxton Field for a community-funded indoor cricket facility in the 2013/14 year, to be reported back to Council.</p>	Council felt that the benefits of having a community-funded indoor cricket facility outweighed the resource costs associated with supporting the project and making a site available at Saxton Field.	L6

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Parks and Active Recreation	Nelson Surf Life Saving Club	THAT the Council encourages the Nelson Surf Lifesaving Club to take up the lease of the Nelson Community Police building from November 2013 as the first step to establishing a surf life saving facility in Tahunanui.	Council could not support a new facility on the foredune at Tahunanui beach without more analysis and consideration. As an interim step it did encourage the Nelson Surf Lifesaving Club to take up the lease of the Nelson Community Police building when it becomes vacant from November 2013.	99, 112, 128, 129, 130, 131, 143, 156, 165, 170, 183, 197, 205, 203, 206, 207, 208, 209, 210, 211, 212, 241, 242, 243, 244, 245, 246, 247, 248, 249, 250, 251, 252, 253, 254, 255, 256, 257, 258, 259, 260, 261, 262, 263, 264, 265, 266, 267, 268, 269, 270, 271, 272, 273, 274, 275, 276, 277, 278
Parks and Active Recreation	Tennis Clubrooms	THAT approval be given for Nelson Lawn Tennis Club to build a relocatable clubhouse next to the courts in Rutherford park, subject to a resolution from the Club's AGM or SGM that relocation to another site on the Park or from the Park at their cost, upon six months' notice from Council , is acceptable. AND THAT \$15,000 be provided to fund connection of services to the clubhouse.	Council supported the submitters request in light of the clubs history of working with the Council, as well as the fact that the building is relocatable and Council has already made an investment on the tennis court surfaces.	196
Parks and Active Recreation	Victory Community Health	THAT Council funds \$20,000 towards Victory Community Health to upgrade the facilities at Nelson Intermediate Swimming Pool. THAT funding to Victory Community Health for the swimming pool changing facility project is conditional upon the remainder of funding being secured including the cost of the building consent.	Council acknowledged the community benefits of the submitters initiative. As the pool is operated as a community facility outside of school hours, Council felt that support for the request was appropriate.	181

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Parks and Active Recreation	Cathedral Hill	THAT provision be made in the 2013/14 financial year for a 50% contribution based on an estimate of up to \$150,000 for all matters relating to the design and construction of a toilet block on NCC land adjacent to Nelson Cathedral; AND THAT all subsequent maintenance issues be the sole responsibility of Nelson City Council.	Council supported the submitters request based on the importance of the cathedral as a tourist attraction and events venue.	234
Parks and Active Recreation	Stoke Bowling Club	THAT Council grants \$20,000 to the Stoke Bowling Club towards the work required to fix the stormwater drainage issues on its greens.	Council agreed that the Stoke Bowling Club was an important facility for the community. In light of the fact that the club had raised the majority of the funds required, Council agreed to provide funding towards a solution for its stormwater drainage issues.	4
Parks and Active Recreation	Stoke Skatepark	THAT funding for Stoke youth park (project 1074 in Attachment 4) be deferred to 2014/15.	Council agreed that the Stoke Youth Park was able to be deferred to 2014/15 in order to deliver an achievable work programme for 2013/14.	136, L5
Parks and Active Recreation	Marina Hardstand	THAT funding for the Marina Hardstand (project 1769 in Attachment 4) be deferred to 2014/15.	Council agreed that the marina hardstand project should be deferred to 2014/15 in order to deliver an achievable work programme for 2013/14. Officers will be looking at the entire marina operations in the new year and the provision or not of a marina hardstand will form part of this review. Once this is completed, officers will report back to Council.	176
Parks and Active Recreation	Saxton General	THAT funding for Saxton Field general development be included in the Annual Plan 2013/14 subject to the Chief Executive's advice following discussions with Tasman District Council.	The funding for Saxton Field general development was removed from the Plan in order to deliver an achievable work programme for 2013/14. The general development work was of a lower priority than other funding for Saxton projects, such as the cycle velodrome, which has been retained.	160, L5
Parks and Active Recreation	Marina Playground	Request is not affordable within current priorities and commitments	The submitters request is not affordable within current priorities and commitments. There is also low demand for a playground in this area relative to other areas.	106
Parks and Active Recreation	Wakapuaka Flying Area Access	Request deferred to reduce rates / deliver a manageable work programme	Submitters request needs consideration as part of the wider Wakapuaka Sandflats project.	149, L4

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Parks and Active Recreation	Marina Operations	No decision made	<p>Recycling facilities are programmed for completion during the 2013/14 financial year. Financial data on the marina is readily available upon request. Council is able to assist with resource consent queries surrounding a credit card refuelling facility.</p> <p>The marina services a number of groups at the marina including live-aboards, berth-holders, launch ramp users, and a number of local community groups. Many of the groups have competing needs and the Marina needs to give equal weight to the opinions of its stakeholders. Council is happy to engage with the NMBHA but there cannot be an exclusive arrangement.</p>	176
Parks and Active Recreation	Velodrome and Cycle Safety Arena	No decision made	Funds for the required outcome are already included in the draft Annual Plan 2013/14.	146, 179, 195, 228, L5
Parks and Active Recreation	Nelson Bays Football	<p>Neale Park surface: Request is covered within an existing programme with no impact on resources.</p> <p>Neale Park Change/Club rooms and Saxton Field artificial surface: Request cannot be met with current resources, defer and consider for next Long Term Plan</p>	Saxton Field grounds currently provided meet current demand for local play. Additional land is available for future development for a range of sports, including football, on a shared basis.	186
Parks and Active Recreation	FC Nelson	<p>Neale Park & Victory Square: Request can be covered within an existing programme with no impact on resources.</p> <p>Change/Club Rooms: Request cannot be met with current resources, defer and consider for next Long Term Plan.</p>	<p>Resources to deal with the playing field surfaces at Guppy and Neale Parks are covered in existing budgets. There are quality issues because the surfaces were developed over landfill and it is an ongoing issue keeping them up to standard.</p> <p>Council officers will work with FC Nelson to investigate the best option for clubrooms at Guppy Park. This will include looking at the existing facility on the Park which is owned by the Darts Club to see if this can be part of the solution.</p> <p>Resources to undertake an upgrade of the existing facilities at Victory Square are not available at present and the facility is owned by Wakatu Cricket Club.</p>	215

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Parks and Active Recreation	Reserve Management Plans	Request is not affordable within current priorities and commitments	Council currently does not have the staff resource to work on the reserve management plans for neighbourhood and horticultural parks, nor funding to engage a contractor to do it.	194
Parks and Active Recreation	Sportsville Model and Multi-use Turf	Request cannot be met with current resources, defer and consider for next Long Term Plan	Further investigation of the proposal for a Sportsville Model for Tahunanui, and multi-use turf is required.	L5
Economic	Trans-Pacific Partnership Agreement	THAT the matter of the Trans-Pacific Partnership Agreement be considered at a full Council meeting by July 2013.	No change to the draft Annual Plan 2013/14	25, 36, 37, 38, 39, 40, 41, 42, 43, 44, 45, 46, 47, 48, 49, 50, 51, 52, 53, 54, 55, 56, 57, 60, 61, 62, 74, 75, 76, 77, 78, 79, 80, 81, 82, 83, 84, 85, 89, 90, 95, 103, 113, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 180, 235, 236, 237, 238, 239, 240, 286, 287, 288, 289, 290, 291, 292, 293, 294, 295, 297, 298, 299, L2
Economic	Tourism and i-SITE	THAT submissions on this issue are taken into consideration when Tasman District Council's review is complete and the future of Nelson Tasman Tourism is jointly considered.	No change to the draft Annual Plan 2013/14	19, 20, 22, 59, 65, 69, 91, 94, 96, 146, 192
Economic	Cricket World Cup	THAT Council affirm its commitment to Cricket World Cup 2015.	Council reaffirmed its support for the Cricket World Cup, as it felt major international events in Nelson could be leveraged to benefit the economy and wider region.	5, 8, 10, 13, 23, 27, 71, 114, 134, 136, 162, 192, 195, 218, 280, L5, L7, L8
Economic	FIFA	THAT Council formally withdraws from the FIFA under 20s bid process and the budget is removed from the Annual Plan 2013/14.	Final decisions have yet to be announced by NZ Soccer and the Fédération Internationale de Football Association (FIFA), however it is very unlikely that Nelson will be part of the FIFA U20s tournament. Therefore Council has formally withdrawn its bid and removed the funding for the bid from the Annual Plan 2013/14.	8, 13, 23, 71, 114, 162, 195, 280, L5, L7, L8

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Economic	Monetary System	No decision made	It is not an appropriate role for Council to attempt to influence the monetary system used in Nelson.	24
Economic	Holiday House Rating	Request is to be deferred and considered for the Long Term Plan 2015-25.	Council will be undertaking a rating review in time for the Long Term Plan 2015-25, where it will be able to consider requests such as this.	64
Corporate	Rates and Debt	THAT Council notes submitter comments and responds with details of its prudent approach to deficit funding and the adjustments to the Annual Plan made to address concerns about rates and debt.	Council made adjustments to the Annual Plan 2013/14 due to concerns expressed by submitters about rates and debt levels, and a focus on achieving a deliverable work programme for 2013/14.	23, 71, 111, 134, 142, 147, 159, 162, 178, 194, 195, 219, 229, 230, 231, L7, L8
Corporate	Additional Resourcing	THAT the Chief Executive be delegated authority to resource additional staffing up to \$200,000 and this resourcing be subsequently reported to Council at a later time.	No change to draft Annual Plan 2013/14	
Corporate	Capital Expenditure	THAT the capital programme of \$56.2 million, reflecting the funding decisions made at this meeting, is adopted.	Council made adjustments to the Annual Plan 2013/14 due to concerns expressed by submitters about rates and debt levels, and a focus on achieving a deliverable work programme for 2013/14.	134
Corporate	Tender Advertising	THAT approval be granted to officers to advertise tenders for projects currently earmarked for completion in the 2013/14 financial year, specifically Waimea/Motueka upgrade, Quarantine/Songer sewer trunk main, Marsden Valley trunk/express sewer, Water pipe renewals, Tasman (Grove to Cambria) and the last stage of the Maitai Pipeline upgrade, in advance of the approval of the current 2013/14 Annual Plan to give Council officers and contractors a greater chance of success in delivering the 2013/14 capital budget; AND THAT Council note that officers will bring back a further report in the new financial year suggesting a way forward on the issue of tendering projects in advance of any future Annual Plan approvals process.	No change to draft Annual Plan 2013/14	

Activity	Item	Final Decision	Reason to be communicated to submitters	Submissions on this Matter
Corporate	Disaster Recovery Fund	<p>THAT Council approves the policy of imposing an excess of \$150,000 per activity for emergency events before the Disaster Recovery Fund is called upon;</p> <p>AND THAT Council agrees to fund \$450,000 out of activities for the April 2013 rain event and fund the remaining net costs (estimated to be \$698,000) out of the Disaster Recovery Fund;</p> <p>AND THAT Council put an additional rates amount of \$698,000 into the Disaster Recovery Fund in 2013/14.</p>	Council considered this to be the best way to fund the disaster recovery fund, as the cost of the December 2011 and April 2013 rainfall events accounted for over \$4 million of Council's debt.	
Corporate	Rates Remission Policy	Request is to be deferred and considered for the Long Term Plan 2015-25.	Council will be undertaking a rating review in time for the Long Term Plan 2015-25, where it will be able to consider requests such as this.	227
Multiple	Multiple requests	Request can be/is covered within an existing programme with no impact on resources	Several submissions addressed issues that Council officers confirmed would or could be included as part of existing work programme. These submitters will receive a tailored response explaining how their request is planned to be met.	9, 14, 15, 16, 17, 21, 58, 98, 105, 100, 116, 142, 153, 157, 160, 168, 175, 187, 194, 202, 214, 280

Approval of Amended Annual Plan 2013/14

1. Purpose of Report

- 1.1 To approve the amended Annual Plan 2013/14 prior to final adoption.

2. Recommendation

***THAT the amended Annual Plan 2013/14
(1482145 and 1532890) be approved prior to
final adoption.***

3. Background

- 3.1 The draft Annual Plan 2013/14 was approved for consultation by Council on 21 March 2013. The consultation period ran from 25 March to 26 April and 306 submissions were received.
- 3.2 Council held meetings to hear submissions on 16 and 17 May.
- 3.3 Council held meetings to deliberate on submissions on 29 and 30 May.
- 3.4 The minutes (1525033) of the deliberations meeting are on the agenda for this meeting for Council to approve as a true and correct record.
- 3.5 A report (1528281) outlining the decisions made and the reason for those decisions is also on the agenda for this meeting for approval in advance of officers responding to submitters.

4. Discussion

- 4.1 The draft Annual Plan 2013/14 has been amended in line with the outcome of the deliberations meetings. The amended Annual Plan 2013/14 is attached as Attachments 1 and 2.
- 4.2 The amended Annual Plan 2013/14 is presented here for Council to approve that the decisions made during deliberations have been appropriately reflected in the amendments made.
- 4.3 Once Council has approved the amended Annual Plan 2013/14, it will be formatted into the final Annual Plan and brought back to Council for adoption at a meeting on 27 June 2013.

5. Conclusion

5.1 To approve the amended Annual Plan 2013/14 prior to final adoption.

Nicky McDonald
Manager Policy and Planning

Attachments

Attachment 1: Annual Plan 2013/14 [1482145](#)

Attachment 2: Financial Tables 2013/14 [1532890](#)

No supporting information follows.

Nelson City Council

Annual Plan 2013/14

Draft Final

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About this Annual Plan

The Local Government Act (2002) requires Council to prepare an Annual Plan every year to:

- Clearly show its budget and how much it will cost ratepayers for this year
- Highlight any major differences from what had been planned for that year in the Council's Long Term Plan and why these changes are necessary
- Coordinate Council's resources and decision-making
- Be accountable to the community, and give residents the opportunity to take part in Council's major decisions

Nelson City Council's major planning document for the current period is the Long Term Plan 2012-22. The Plan sets out Council's planned priorities and spending for ten years from 2012, with more detail for the first three years.

This Annual Plan provides an update to the Long Term Plan, highlighting changes to the Council's work programme for Year 2 (2013/14), the reasons for the changes and the impact on rates. To fully understand this Annual Plan, you may find it helpful to read it alongside the Long Term Plan 2012-22 which contains the detailed explanation of Council's work programme. All other activities, policies and levels of service detailed in the Long Term Plan 2012-22 are proposed to be delivered as stated in the Plan.

The format of this Annual Plan follows the same order as the Long Term Plan to make it easy to relate the two documents. Following the introductory sections on the Setting of Rates and some changes to the Local Government Act 2002, each of Council's 10 activity areas is discussed in terms of any significant changes since the Long Term Plan. Following the discussion of the activity areas there are a series of financial tables setting out the planned expenditure for the 2013/14 financial year.

Copies of the Long Term Plan can be viewed at the Council Customer Service Centre at 110 Trafalgar St, at any of our public libraries or on our website www.nelsoncitycouncil.co.nz.

Mayor's Message

I am pleased to bring Nelson residents and ratepayers this draft Annual Plan 2013/14 with the lowest average rates rise in 20 years.

Both Council and staff have worked hard to drop this year's proposed average rates rise to 2.1% while still maintaining quality core services.

Council has also moved to reduce predicted debt levels. At the end of 2012/13, the predicted debt level of \$84 million will reduce to \$73 million, while at the end of 2013/14 the proposed debt level of \$112 million will reduce to around \$100 million. This is a great result.

It's not easy to keep the rates rises low and keep our city operating, growing and developing. Part of our focus this year has been on Nelson 2060, the strategy that has emerged from the Framing our Future process. This is a partnership between Council and the community to look forward together and is both an investment in and commitment to our future.

Back in our immediate future, Council is also taking a few bold moves to meet infrastructure and disaster-readiness needs. The duplicate Maitai pipeline is now well underway. We are allocating \$500,000 of capital expenditure in 2013/14 to go toward stormwater improvements, including an investigation of high risk areas identified after the December 2011 and April 2013 rain events. And a new disaster fund policy will come into effect, minimising the need to loan-fund disaster related costs. These measures represent additional layers of protection for our city and continue our emphasis on strong infrastructure.

I am pleased to bring this plan to the community and look forward to continuing to work with you to make Nelson a better place.

Setting the Rates

After deliberations on submissions, and updates made to the Annual Plan for 2013/14, Council has set the average rate increase for 2013/14 at 2.0%.

For further information on how Council sets its rates and charges, please refer to the Rates, Fees and Charges section of this Annual Plan.

>> Check out your rates for 2013/14 at www.nelsoncitycouncil.co.nz

The Annual Plan Consultation Process

The draft Annual Plan consultation period ran from 25 March to 26 April 2013. Council received 306 submissions, with 62 asking to speak to Council at hearings which were held on 16 and 17 May 2013.

A high number of submissions were received on the following topics:

- Trafalgar Centre upgrade
- Trans-Pacific Partnership Agreement resolution
- New community sporting facilities
- Extension of smoke-free policies
- Nelson School of Music
- Nelson Theatre Royal
- Bridge Street upgrade
- Buxton Lane safety
- Rocks Road Cycle/Walkway
- Stormwater and flood protection
- Museum storage
- Continued support for Tourism and i-SITE
- Concern about rates and debt levels

Council then made decisions on the feedback received from the community, and updated budgets during deliberations on 29 and 30 May 2013.

This final Annual Plan 2013/14 was adopted on 27 June 2013 and became operative from 1 July 2011 for the following 12 months.

Changes to Local Government Act 2002

Parliament amended the Local Government Act 2002 in December last year, with one of the key changes being the modification of the purpose of local government, which is now:

"to meet the current and future needs of communities for good quality local infrastructure, local public services and the performance of regulatory functions in a way that is most cost-effective for households and businesses"

Since the Long Term Plan 2012-22 was adopted, the changes to the Local Government Act have removed the reference to Council promoting the four wellbeings (social, economic, environmental and cultural). The Act still requires councils to take a sustainable development approach, which means consideration of the social, economic and cultural interests of the community, and to maintain and enhance the quality of the environment.

Council carefully considered its current activities and reviewed how they relate to the new purpose. Generally Council's work programme was a good fit with the new requirements of the Act, however some projects were identified as needing further analysis. These projects were considered in greater depth and found to be appropriate for continued support. Council also reviewed the criteria for its Community Assistance grants and amended them to align them with the new purpose.

Cost-effectiveness is an important element of the new purpose of local government and something to which Council has always paid close attention. Council will ensure it meets the requirements of the new legislation by not only looking at project costs but also considering other approaches for achieving the same outcomes. As part of the changes to the legislation, guidance was provided that councils should not be funding areas already covered by central government or the private sector and should concentrate on "doing the things only councils can do". While it is still appropriate for Council to work in partnership with others, it will consider closely the extent of its involvement where others have a lead role.

Further information on changes to the Local Government Act 2002 can be found at www.legislation.govt.nz.

Key changes made after public consultation

Below are the key changes made after public consultation and Council deliberations on the draft Annual Plan 2013/14. Further details on each of these projects can be found under the relevant activity sections.

Transport

- Funding was allocated to address safety issues affecting Buxton Lane
- Several projects were deferred or extended over additional years (see full list in Transport section)

Wastewater

- The Awatea Place Pump Station project was deferred from 2013/14 to the 2015-25 Long Term Plan

Stormwater

- Funding of \$500,000 capital expenditure was added to address stormwater priorities
- Several projects were deferred or extended over additional years (see full list in Stormwater section)

Flood Protection

- Maitai upgrade and enhancement work was deferred to 2014/15

Environment

- The \$500,000 that was included to address the future of the Council-owned earthquake-prone building at 23 Halifax Street (Mediterranean Food Warehouse), and the additional \$239,000 that was needed to repay the loan on this building, was removed from this Annual Plan as the building will be retained for storage.
- Several projects were deferred or extended over additional years (see full list in Environment section)

Social including arts and heritage

- Operational funding was increased for School of Music and Theatre Royal, subject to certain criteria
- Funding was allocated to revitalise the Heart of Nelson Strategy
- A grant was made to support an RSA memorial should other funding not be available
- A grant was made for a Riverside Murals project (over two years)
- Funding was allocated for Christmas decorations
- Timing of the biennial Opera in the Park was moved one year to alternate with the Adam Chamber Music Festival
- Several projects were deferred or extended over additional years (see full list in Social section)

Parks and active recreation

- Funding was allocated to upgrade changing facilities to support the Community swimming programme at Nelson Intermediate
- Funding was allocated for a 50/50 partnership with the Anglican Diocese for the design and construction of public toilets adjacent to the Nelson Cathedral
- Funding was allocated to assist the Stoke Bowling Club with stormwater drainage issues
- Nelson Cricket's request for land at Saxton Field for an indoor cricket facility was approved
- A site at Rutherford Park for a new tennis clubroom was approved along with funding to assist with connection of services
- Funding has been allocated for upgrades to the Saxton Oval should external funding not eventuate
- Several projects were deferred or extended over additional years (see full list in Parks and active recreation section)

Economic

- Council has formally withdrawn its bid for the FIFA under 20s World Cup tournament and removed the funding for the bid from the Annual Plan 2013/14.

Corporate

- Funding has been increased for the Disaster Recovery Fund and an excess imposed in each activity area.

New Projects

In addition to the new projects added after public consultation (above), below are major new projects that were added for 2013/14. Further detail can be found in the relevant sections that follow.

- A new project to address earthquake risks at the Trafalgar Centre has been added. This includes looking again at the existing structure and the South End upgrade which, while it met New Building Standards at the time, may now have structural issues - based on the lessons learned from the Christchurch earthquake. Existing funding in the Long Term Plan for the Trafalgar Centre has been adjusted to allow seismic issues to be addressed in 2013/14.
- \$300,000 has been allocated to commence detailed earthquake assessments of Council-owned buildings identified in 2012/13 as potentially earthquake-prone on initial assessment.
- \$300,000 has been allocated to address the future of the Council-owned earthquake-prone building at 23 New Street (The Hub).
- \$300,000 has been included for a new stock effluent facility as part of a network of such facilities being developed around the country by the New Zealand Transport Agency.
- Council has submitted a bid to be a host city for the Cricket World Cup in 2015. Council's capped bid is \$900,000. A contingency of staff time has also been earmarked for 2014/15.
- \$300,000 for repair work in urban streams at The Brook, Enner Glynn, Marsden Valley and Champion Road as a result of the December 2011 extreme rainfall event.

Council Activities

The Nelson City Council activities are divided into ten groups. They are:

Transport	Water supply
Wastewater	Stormwater
Flood protection	Environment
Social	Parks and active recreation
Economic	Corporate

Each of these activities are summarised in the following section with comments on any major changes to Year 2 (2013/14) of the Long Term Plan 2012-22.

Transport including roads and footpaths

The transport activity of Council covers the provision, operation and maintenance of physical infrastructure and the environment, on road reserves for driving, cycling and walking as well as safety, parking control, traffic control and public transport services.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other transport activities are proposed to be delivered as stated in pages 60-72 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Rocks Road shared walk/cycleway

The feasibility study on the proposed shared walk/cycleway around Rocks Road was delayed while the terms of reference were agreed with the New Zealand Transport Authority, and will now take place in 2013/14.

New stock effluent facility

There is a new project in 2013/14 for a stock effluent facility to be located near Richmond. This is needed as part of a network of such facilities being developed around the country by the New Zealand Transport Agency to avoid the safety and environmental hazards caused by spillage of untreated waste from stock transport trucks.

Princes Drive

The Princes Drive upgrade project has been delayed and construction will now commence in 2013/14. Also the Railway Reserve/Princes Drive extension project has been brought forward one year, into 2013/14, to align with construction led by the developer.

Waimea Road/Motueka Street

Funding for the Waimea Road/Motueka Street intersection upgrade (following additional design review) has been carried into 2013/14 and physical works will commence as soon as possible.

Public transport revenue

Public Transport revenue is forecast to be ahead of budget if 2012/13 patronage is assumed for 2013/14. However, parking revenue, which subsidises public transport costs, is down.

Cable Bay

The design work for the repair of 28 slips on Cable Bay Road caused by the December 2011 extreme rainfall event has been completed. The repair work is now scheduled for construction and will begin in early 2013/14. The work has been reclassified as capital.

Buxton Lane

After deliberations on submissions, funding was allocated for Council to work with surrounding businesses and landowners in improving the safety of Buxton Lane and discouraging antisocial behaviour occurring there.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Tasman Street upgrade (Nile to Bronte)
- The Brook shared path (City/Maitai to the start of the Dun Mountain Walkway)

2013/14 Projects Deferred to 2014/15

The following projects were deferred from 2013/14 to 2014/15 due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- Todd Bush Road upgrade. As construction funding is in 2015/16 the deferring of design work to 2014/15 will not affect the planned completion of the project.
- Bishopdale to the Ridgeway shared path project.

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The following projects were deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- Upper Trafalgar Street upgrade

- Trafalgar Street entry enhancement
- Roding Arterial Pedestrian Access (Days Track)
- Paru Paru left turn exit removal
- Collingwood Street landscape improvements
- Tasman Street landscape improvements
- Waimea Road/Market Road intersection upgrade
- Church Street improvements

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Walking and cycling are easy and attractive transport choices	Percentage of the community that travel to work by walking or cycling based on Annual Survey of Residents and/or national census	<i>In the 2012 Residents' Survey, 9% travelled to work by walking and 9% by cycling.</i>	18%
An efficient transport system that enables people and freight to move efficiently	Average AM and PM peak hour travel times on Waimea Road and the State Highway between Annesbrook and Haven Road roundabout, based on the RLTS annual monitoring report	2011/12 travel times data: <i>Rocks Rd PM peak delay: 1 min</i> <i>Waimea Rd AM peak delay: 3 min</i>	Average peak hour travel time delays are no greater than 5 minutes above uncongested travel times
Minimised social and economic costs of crashes on the transport network	Total five year average social cost of urban crashes (injury and non-injury) at the worst ten intersections	2002-06 = \$12.7m 2003-07 = \$10.8m 2005-09 = \$10.5m 2007-11 = \$14.2m	The annual total social cost is below the previous five year average
Public transport services that meet the transport needs of the community with an equitable sharing of costs	The fare recovery ratio	Approximately 25% in 2010/11. <i>Ratio for new service will be calculated after one year of service.</i>	30-35%
Supply and pricing of short stay parking managed to encourage commercial activity in the city centre	Percentage of short stay parking spaces occupied in midweek peak in December	Dec 2012 – 80%	95%

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Supply and pricing of long stay parking managed to incentivise greater use of transport options other than cars	Availability of long stay parking spaces between peak travel times as a percentage of the total long stay spaces within a 20min walk of the central city, excluding CBD long stay spaces	<i>Dec 2012 – 30%, this included all long stay parking within the city fringe area</i>	No less than 5%

Water supply

This activity covers the supply of high quality water to Nelson households and businesses through a piped network. The work in this area includes maintaining water pump stations, water treatment plants, dams and reservoirs.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other water supply activities are proposed to be delivered as stated in pages 74-84 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Observatory Hill reservoir and pump station

Detailed design and construction of a second water reservoir and pump station at Observatory Hill will commence in the 2013/14 financial year and will largely be funded by development contributions as subdivision in the area is completed over time.

Residential water meters

Funding for replacement of residential water meters in 2013/14 has been deferred. Council is currently testing existing water meters for accuracy and if they are still well within the tolerance for accuracy then it may be possible to delay the full replacement programme.

Emergencies

Improving the earthquake readiness of vital seismic activated valves, pump stations and reservoirs in the water supply network was planned for 2012/13, but has been postponed to 2013/14 to enable the Council to benefit from lessons from the Christchurch Recovery and the recommended solutions.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Water pipe renewal programme
- Backflow prevention programme
- Commercial meter renewals programme
- Pressure reduction programme
- Water network improvement programme

- Water ridermain upgrade programme

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Good quality water	Grading under Drinking Water Standards for NZ 2005/08 sampling and test standards	Council's water supply has Ab grading – "A" for source and "b" for reticulation	Maintain Ab grading
A reliable supply of water	Day to day continuity of supply	Achieved in 2011	1 in 60 year drought security for at least the next 50 years
Acceptable water pressure	Percentage of customers with acceptable pressure, defined as minimum 30m head, max 90m head and maximum fluctuation <35%	2010/11 target of 79% achieved – 80% had acceptable pressure	84% in 2013/14
Adequate flows of water	Proportion of properties with NZ Fire Service fire minimum flows of 24 litre/s and therefore adequate domestic, commercial, industrial minimum flows	Not Achieved Was 98.6%, 1.3% below target of 99.9% for 2010/11, 99.3% in 2009/10 when target was 99.4%	99.3% in 2013/14
A prompt emergency response	Meet response times for emergencies identified in external works contract	Achieved in 2011	Maximum 24 hour outage (all) Supply 99.6% available at any property
A network that protects the natural environment	Level of compliance with resource consents.	Achieved in 2011	100% compliance

Wastewater

Council provides a wastewater system for the collection, treatment and disposal of wastewater discharged into Nelson's sewers.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other wastewater activities are proposed to be delivered as stated in pages 85-95 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Marsden Valley wastewater

The Long Term Plan includes a project to upgrade the sewer reticulation to the Songer Street Pump Station to cater for increased development planned for the upper Marsden Valley area. Council needs to increase the project funding in 2013/14 by \$1.25 million to bring this upgrade forward to support continued subdivision development.

The wastewater pipe renewals funding for 2013/14 has been reduced in order to provide additional resource for the Marsden Valley project.

Corder Park pump station

After a more detailed design and consultation with the community, the design of the capital project to upgrade Corder Park Pump Station in Atawhai has changed to provide a pump station that will be partly below ground to reduce the visual effects. The cost for this pump station will increase by \$1.7 million, to be spent in 2014/15. It will, however, lead to savings in future years as it will defer the need for both a new pump station at Neale Park and an upgrade of the pipes between the two pump stations for a number of years.

Nelson North wastewater treatment plant

In 2012/13 funding was allocated for the installation of a number of aerators on the Nelson North Oxidation Pond. It is anticipated that the project will run over two years and for that reason \$0.6 million was carried forward into 2013/14.

2013/14 also includes \$2.8 million operating expenditure for the desludging of the ponds, which Council plans to loan fund. As desludging only needs to be done every 30 years, Council considers it appropriate to loan fund this, to spread the cost to ratepayers.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Sewer pipe renewal programme
- Franklyn Street sewer upgrade
- Beatson Road renewal

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The Awatea Place Pump Station project was deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and an effort to deliver an achievable work programme for 2013/14.

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
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What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
A fully operational wastewater treatment plant	Level of compliance of treatment plant with resource consent conditions	Not Achieved Complied with all existing conditions for discharge consents. Breached odour conditions for Nelson North Wastewater Treatment Plant	Maintain 100% compliance
Emergency response	Time taken to respond and investigate emergencies	Achieved Contractor records show 100% response within 30 minutes for emergency works and 100% response within two hours for other non-urgent investigations All repairs within eight hours	Respond and investigate emergency works within 30 mins and repairs within eight hours
Environmental protection	Level of compliance with resource consent conditions for accidental discharges from the network	<i>No base line data Resource consent granted for accidental discharges from the network.</i>	100% compliance
	Number of confirmed odour complaints per annum associated with a pump station	<i>Two odour events from central Nelson pump station</i>	No more than three confirmed odour complaints a year associated with a pump station

Stormwater

This activity disposes of stormwater through a system made up of two parts: a natural component of 27km of rivers and streams and a constructed stormwater system of mains, pump stations and outfalls to rivers, streams or the sea.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other stormwater activities are proposed to be delivered as stated in pages 96-106 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Review of flood paths in the Victory Square/Vanguard Street area

The investigations being carried out on the existing stormwater capacity in the Vanguard Street/St Vincent Street area are now expected to be completed in 2013/14. The subsequent stages of the project are

expected to begin in 2014/15, and for this reason, part of the 2013/14 funding has been deferred to Year 3 (2014/15).

St Vincent Street/Haven Road culvert

Recent inspections identified deterioration in the culvert at the corner of St Vincent Street and Haven Road. Investigations are being undertaken to identify short term repair options. Construction of a new culvert is likely to happen in about five years' time.

Brougham Street

This stormwater project has been deferred in order to align with a roading project in the same area (for which the timing has not yet been determined).

General Stormwater Issues

In response to a number of submissions on stormwater, extra funding of \$500,000 was added to 2013/14 to address urgent stormwater and flood control issues.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Vanguard Street upgrade
- Stormwater renewals – some work will be rescheduled and shift from 2013/14 to 2014/15

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The following projects were deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- Design of a new stormwater network to Milton Street as part of the ongoing Wood area stormwater project.
- Design of a new stormwater network to Main Road Stoke to connect to the recently upgraded section of Arapiki Stream (Marsden Road to Hays corner).

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Environmental Protection For the built and natural environment from flooding and stormwater discharges	Level of compliance with resource consent conditions	Achieved Water quality monitoring completed for first round of six city sites	100% compliance

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
	Ensure appropriate stormwater disposal options are available throughout the city	Ongoing programme on track to improve network, targeting highest risk areas	Planned work programme completed to improve network, targeting highest risk areas.
Reliability An operational stormwater network	Number of blockages per 100 km of pipes on an annual basis	Achieved 21 blockages per 100km	Less than 25 blockages per 100km of pipes on an annual basis
Emergency response Provide a prompt, reliable and timely response to service requests and system failures	Time that contractors take to respond to emergencies	<i>Not achieved – 98% response within 30 minutes</i> <i>Three events out of 138 did not meet target; two of these were just over target time, one was a delay of an hour due to a failure to recognise response urgency – change of afterhours call centre expected to improve this</i>	Contractors respond to emergencies within 30 minutes

Flood protection

Council's flood protection assets include river and stream bank protection, storm water detention dams/ponds, protection systems and flooding response and maintenance. These operations focus on the rivers and streams in the urban area of Nelson City.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other flood protection activities are proposed to be delivered as stated in pages 107-116 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

York Stream

The next stage in the upgrade of York Stream flood capacity involves new piping downstream from the Bishopdale Caltex Station. This project requires an additional \$1.7 million to complete the works started in 2012/13. As the concrete pipes will be in the ground for more than 100 years, Council is designing the works to provide for the predicted increases in rainfall intensity from climate change. In 2013/14 the first stage of the upgrade will be constructed crossing the Tipahi St/Kawai St intersection. Subsequent stages will be constructed in future years.

Repair work/flood mitigation

As a result of the December 2011 extreme rainfall event, an increase in 2013/14 funding of \$300,000 is necessary for repair work for parts of the urban streams in The Brook, Enner Glynn, Marsden Valley and Champion Road areas.

Rural rivers

The operational budget for flood protection has been increased to allow Council to respond to emergencies and carry out essential works in rural areas to reduce risk of damage to the urban area.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Flood mitigation
- Todds Valley Stream upgrade

2013/14 Projects Deferred to 2014/15

The Maitai upgrade and enhancement project was deferred from 2013/14 to 2014/15 due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Protection for the urban built and natural environment from Q50 floods	Damage to urban property from stream flooding is minimised	No base line data exists	Begin design works of three urban streams Q50 capacity
	Damage to urban property from Maitai River flooding is minimised	No base line data exists	Begin review of Maitai River Q50 capacity
Integration of ecological and stormwater requirements in urban sections of streams and rivers	Fish passage in streams is maximised and ecological impact of structures is minimised	No base line data exists	Complete catchment management plan for the Maitai River, design fresh water quality improvement initiative(s)

Environment

The Nelson City Council's environmental functions include planning and service delivery, advice, monitoring, education, advocacy and enforcement.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other environment activities are proposed to be delivered as stated in pages 117-131 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Council-owned earthquake-prone buildings

Council set aside \$200,000 in the 2012/13 financial year to complete initial earthquake assessments of all Council-owned buildings. These will be completed by June 2013.

Council has provided a budget of \$300,000 in each of the next two years (2013/14 and 2014/15) to commence detailed earthquake assessments of those buildings with initial assessments below 33% of New Building Standards (NBS). The reason for this increase in budget is that Council now knows the extent of the work required from the initial assessments and wants to be sure it has full information about the structural safety of its buildings. Council will prioritise detailed assessments for those sub 33% NBS buildings early in the new financial year, following receipt of all initial assessments and a final report from staff.¹

\$300,000 has been allocated to address the future of the Council-owned earthquake-prone building at 23 New Street (The Hub).

The \$500,000 that was included to address the future of the Council-owned earthquake-prone building at 23 Halifax Street (Mediterranean Food Warehouse), and the additional \$239,000 that was needed to repay the loan on this building, was removed from this Annual Plan as the building will be retained for storage for the time being.

Freshwater

The Maitai Catchment Management Plan has not been prepared as flood modelling for the Maitai catchment has only recently been completed. Background data collection of flows in the Brook Stream is also underway. It is proposed to continue the work in the Brook Stream into the future and begin the initial work on the Maitai Catchment Management Plan in 2013/14. This project involves development of a plan with policies for the management of the Maitai catchment, taking into account flooding risk, freshwater quality, and recreational, cultural and environmental values.

Other changes

There was a decrease in estimated Emissions Trading Scheme (ETS) liability due to the price of carbon being lower than expected.

There has also been a decrease in staff time for this activity, which is offset under the Corporate activity of Council.

The Riskpool claim for Council's contribution to the Fund's leaky homes liability is no longer required.

Building consent fees are lower than expected due to lower building activity levels than anticipated.

Transfer Station and Landfill revenue is down, reflecting lower waste volumes than expected.

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The following projects were deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- 23 Halifax Street building remediation
- State Advances building remediation
- Investigation and potential trial of a photovoltaic array on a Council facility

¹ While earthquake prone buildings are discussed in the environment section the financial impact has been spread across a range of activities.

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Cleaner water	Health of Nelson's freshwater environments measured by water body classification	In 2011 9 streams worse than class C water body classification: 9 at A; 4 at B; 6 at C; 7 at D; 2 at E	Maintain class A and B water bodies in current state Decrease number of water bodies classified as D or E by Year 3
	Level of compliance with swimming water quality standards	Three river swimming areas that are monitored do not meet the standard	Increase the number of monitored swimming areas that meet the swimming quality standards
Cleaner air	Level of compliance with national standard for air quality	<i>Comply with national standard in Airshed C (Wood/Atawhai)</i> <i>Airshed A, on track to comply with interim target in 2016 and final target in 2020. Airshed B, on track to comply with final target as required by 2016.</i>	Continue to comply with the national standard in Airshed B and C Airshed A breaches will decline from prior year
A well-planned city that meets communities' current and future needs and responds to national policy direction	Resource management plans updated to implement national policy changes and Council's strategic direction	Resource management plans need updating due to new National Policy Statements, National Environmental Standards (NES) and the direction set by Council's strategic planning documents	Complete existing plan changes and respond to national policy changes
Reduced waste to landfill	The amount (in tonnes) of waste per resident disposed of at landfill	The amount of waste sent to landfill has decreased from 1.2t per capita in 2003/04 to 0.65t per capita in 2010/11	Continue each year to decrease the per capita amount of waste from the NCC area disposed of at landfill, in tonnes
An effective and timely CDEM response to support our community following emergency events	Ability to operate an effective Emergency Operations Centre (EOC) for Nelson Tasman	Not achieved as EOC inadequate	New EOC operational. From Year 2 effective EOC is operating for Nelson Tasman

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Buildings are a safe and healthy environment for current and future building users	All building consents and code compliance certificates issued within 20 working days	<i>Not achieved – 90% of building consents and 99% of code compliance certificates issued within 20 working days</i>	100% of building consents and Code Compliance Certificates issued within 20 working days
	Implementation of the Earthquake-prone and Dangerous Building Policy	<i>Programme commenced but at slower rate of implementation than planned. Work output will increase during 2013 with additional resource.</i>	Review and implementation of the Earthquake Prone and Dangerous Building Policy meets deadlines specified in the Policy
	Level of customer satisfaction as measured by a survey of building and resource consent customers	<i>Resource Consent survey has 73% of responses either satisfied or strongly satisfied with the level of service</i>	60% of customers are satisfied or very satisfied with the building and resource consent services
Resource consents processing service	Level of compliance with statutory timeframes for processing resource consents	<i>2011/2012 97% non-notified consents on time, 100% notified or limited notified consents on time. At Dec 2012 85% non-notified on time, 50% notified on time.</i>	100% of non-notified resource consents processed within 20 working days, 100% of notified/limited notified consents processed within 75 working days (or less as required by the RMA)

Social including arts and heritage

Council provides a range of services that contribute to the quality of life and wellbeing of residents. This activity is very diverse including the provision of heritage houses, settlement support, a museum, festivals and public libraries, amongst many others.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other social activities are proposed to be delivered as stated in pages 132-146 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Nelson School of Music and Theatre Royal

During deliberations on submissions, Council affirmed existing funding levels for the Theatre Royal and Nelson School of Music until a new entity is formed to bring both institutions together into a new entity for the performing arts. Additional transition funding of \$125,000 in 2013/14 has been allocated for the new entity to help establish its operations and this will reduce to \$75,000 in 2014/15.

Some of the funding allocated in 2013/14 for earthquake strengthening and refurbishment of the Nelson School of Music has been deferred to 2014/15 due to the transfer of assets to Council proceeding more slowly than expected.

Marketing Council facilities

Marketing work to improve the use of all Council facilities will be developed and implemented in 2013/14 to fit with availability of resources.

Funding policy – equity analysis

A review to consider the appropriate level of user pays funding for community facilities has been rescheduled for 2013/14.

Heart of Nelson

In response to submissions, additional funding was allocated to revitalise the Heart of Nelson Strategy .

RSA Memorial

In response to a submission, funding has been allocated over 2013/14 and 2014/15 to support a Returned Servicemen's Association 100 year memorial at Marsden Valley should other funding not be forthcoming.

Riverside Murals Project

In response to a submission, funding has been allocated over 2013/14 and 2014/15 to support a Riverside Murals Project along the Maitai River.

Christmas Decorations

In response to a submission, additional funding has been provided for Christmas tree decorations.

Opera in the Park

Opera in the Park, which occurs every second year, is to be moved so that it alternates with the Adam Chamber Music Festival to allow the community to enjoy a significant music event at this time each year.

Refurbishment of Buxton Toilet

Funding has been reduced for the refurbishment of the Buxton Toilet, which will be completed as a community project organised by Creative Communities during 2013/14.

2013/14 Projects Deferred to 2014/15

The following projects were deferred from 2013/14 to 2014/15 due to lack of resource and an effort to deliver an achievable work programme for 2013/14.

- No physical works will be undertaken on the Art Works Programme, Heart of Nelson Artwork and Sculptures, and Arts Promotion projects and the majority of the funding will be deferred to 2014/15

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The following projects were deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and an effort to deliver an achievable work programme for 2013/14.

- Funding for burial and ash beams at Wakapuaka and Marsden Valley cemeteries
- Seating and storage renewal at Stoke Hall

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Work with the community to secure the future of the city's significant arts infrastructure	Assuming Council takes ownership of the Nelson School of Music and Theatre Royal measures will be building condition assessments and delivery of community outcomes	Serious earthquake strengthening and maintenance problems with the Nelson School of Music building and both Theatre Royal and Nelson School of Music have financial problems	Plans for earthquake strengthening of Nelson School of Music agreed and work commenced.
Libraries that are well used, welcoming and safe environments	The level of satisfaction with the libraries as determined by residents' survey Trends in membership, door counts	85% satisfied/very satisfied 76% of the population are members Door Counts increasing in all libraries except Nightingale Library	Maintain at least 80% of customers satisfied or very satisfied with libraries and 75% of population are library members Door counts remain static or increase.
A regional art gallery that engages, educates and entertains the regional community	The level of satisfaction of customers with the Suter Art Gallery as measured by a residents' survey	53% of residents and 76% of users satisfied or very satisfied in 2011	80% of users satisfied or very satisfied with the Suter Art Gallery

Parks and active recreation

The Parks and Active Recreation activity of Council manages a range of parks and open spaces to help protect Nelson's biodiversity, heritage, rivers and coast. It provides active recreation opportunities through its provision of infrastructure such as walkways and cycle ways, expanding cycle trails, sports and recreation facilities, parks and opens space, services and events.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other parks and active recreation activities are proposed to be delivered as stated in pages 147-159 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Trafalgar Centre

In the Long Term Plan 2012-22 funding was included for the upgrade of the northern part of the Trafalgar Centre. Part of this work, following the Christchurch earthquakes, identified issues relating to potential liquefaction and structural elements with respect to the recently completed southern end and main stadium.

Notwithstanding the fact that the southern end met building standards at the time of construction, the knowledge gained since the Christchurch earthquakes may require these structures to be strengthened to meet the New Building Standards.

Council will complete detailed earthquake and geotechnical assessments of the Trafalgar Centre in 2012/13. To address the issues raised in these assessments Council has allocated, in 2013/14, \$3 million

of the total Long Term Plan allocation of \$10.237 million for the Trafalgar Centre redevelopment. This may also provide sufficient funding to allow work to begin on amenity improvements in 2013/14.

Although there are many priorities for the different sections of the Trafalgar Centre, Council's focus is to spend the funds wisely, prioritise remedial works, and improve the aesthetics and amenities.

Land purchases

The funding for the capital land purchase at Daelyn subdivision has been reduced due to Tasman District Council withdrawing its funding for the purchase.

The proposed purchase of an area of land on the Grampians is still under negotiation, so the funding has been carried forward into 2013/14.

Saxton Field power lines

Funding for the relocated overhead power lines at Saxton Field has been deferred to 2013/14 because Council is awaiting completion of an appropriate design of the realignment by the power company. The construction of the velodrome is dependent on this realignment.

Greenmeadows

During the Long Term Plan Council considered the request for replacement toilets and showers, and provision of meeting space, from the Stoke Rugby Club. Council supported the development and was prepared to provide land for the project but no funding was allocated. The variation in capital expenditure showing in this Annual Plan is offset in capital income, so overall there is no variance for 2013/14.

Nayland Pool

Council has embarked on a working party process with users of the Nayland Pool to ensure any future improvements meet the needs of users and the wider community. This has resulted in the delay of actual planned work into 2013/14. The working party commenced meetings in March 2013.

Victory Swimming Initiative

In response to submissions, funding was allocated for Victory Community Health to upgrade changing facilities at Nelson Intermediate swimming pool to support its community swimming programme.

Cathedral Hill public toilets

In response to a submission, funding was allocated for a 50/50 partnership with the cathedral for the design and construction of public toilets adjacent to the Nelson Cathedral. In approving this funding Council acknowledged the importance of the cathedral as a tourist destination and events venue.

Stoke Bowling Club

In response to a submission, funding was allocated to assist the Stoke Bowling Club address stormwater drainage issues.

Indoor Cricket Facility

In response to the request from Nelson Cricket, land at Saxton Field for an indoor cricket facility was approved.

Tennis Facility at Rutherford Park

In response to a submission, funding for service connections and provision of a site on a temporary basis for a relocateable Nelson Lawn Tennis clubhouse at Rutherford Park was approved.

Saxton Oval

Funding has been allocated for upgrades to Saxton Oval, only to be available if external funding is not secured or granted in full.

2013/14 Projects Extended into 2014/15

Some work on the following projects will be rescheduled and shift from 2013/14 to 2014/15.

- Swimming pools renewal programme
- Marina pontoons renewal programme
- Neighbourhood parks upgrade programme
- Esplanade and foreshore surfaces upgrades
- Horticultural Parks upgrade programme
- Marina renewal programme
- Esplanade and foreshore upgrade programme
- Landscape Reserves planting programme

2013/14 Projects Deferred to 2014/15

The following projects were deferred from 2013/14 to 2014/15 due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- Marina Hardstand
- Walkway lighting programme
- Stoke Skatepark
- Saxton Field general development

2013/14 Projects Deferred to the 2015-25 Long Term Plan

The following projects were deferred from 2013/14 for consideration in the 2015-25 Long Term Plan due to lack of resource and in an effort to deliver an achievable work programme for 2013/14.

- Wakapuaka Sandflats environmental enhancement
- Tahunanui Reserve Management Plan Implementation
- Saxton – Walk/cycleways
- Creation of a period garden related to Isel House
- Destination Playground at Rutherford Park
- Trafalgar Centre renewal programme
- Installation of irrigation at Marsden Recreation Reserve
- Parks walkway surfaces upgrades

- Conservation parks upgrade programme
- Landscape Reserve Mountain Bike upgrade programme
- Marina: Minor Capital Development
- Riverside balance tank renewal
- Sports Parks Minor Development Programme
- Rutherford and Trafalgar Parks Development Plan implementation
- Wakefield Quay Enhancement

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
A connected network of parks and reserves throughout the city to protect and enhance the natural environment, provide enjoyment and a range of leisure and recreation opportunities for residents and visitors	Area in hectares of parks and reserves per 1000 residents	245 hectares per 1000 residents	Maintain current levels of parks and reserves provision, at least 245 hectares per 1000 residents. Measure may be reduced where divestment offers clear net benefits to the community
	Level of resident satisfaction	82% satisfied or very satisfied in 2011	Maintain levels of resident satisfaction, at least 80%
Sustainably managed parks and reserves	Level of improvement in key species and habitats in priority reserve areas	Ad hoc monitoring and lack of robust data	Establish council-wide system for monitoring key species and habitats, with baseline data collected in 2012/13 and demonstrate improvement in key species and habitats in priority reserve areas by 2015
	Level of use of electricity, diesel/oil, water and toxic substances per hectare across parks and reserves	Baseline data to come from Council reporting and Nelmac	Current use of electricity, diesel/oil, water and toxic substances reduced by 5% per hectare by 2015

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Neighbourhood parks within walking distance of all homes, providing play opportunities, open space and amenity values	Level of neighbourhood park distribution	Currently one neighbourhood park provided within 400m radius of urban residential properties, with some limited areas with lower level of provision	One neighbourhood park within reasonable walking distance (500m radius or ten minute walk) of urban residential properties, easily accessible, ideally from more than one road frontage
Maximised use of the Trafalgar Centre across a range of users	Number of people using the Trafalgar Centre and total hours used	New measure	At least maintain annual number of users Annual use hours exceeds 2500/year
Swimming pools that meet the needs of users and provide opportunity for aquatic based recreation activities and learn to swim programmes	Level of accessibility of public swimming pools Annual user satisfaction surveys Yardstick benchmarking comparison	New measure Satisfaction 57% in 2011 Riverside admissions per m2 per annum better than peer group benchmark, but Nayland Pool is lower	Provision of a swimming pool that is within 10km driving/cycling distance of 80% of the Nelson City population 60% of customers satisfied or very satisfied with the swimming pools Admissions per m2 per annum above average of peer group as measured by Yardstick
Financially sustainable marina facility	Level of self funding of the marina	No net cost to rates, but financial model needs work to determine exact costs of marina	No cost to rates to operate the marina Fees and charges cover the maintenance and renewal of marina facilities

Economic

Council has a role in creating a successful city and aims to achieve this through work on city infrastructure and a focus on economic development. The priority for Council is to work on activities that will have a positive outcome for the city, with a focus on sustainable economic development as opposed to growth.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other economic activities are proposed to be delivered as stated in pages 160-167 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Cricket World Cup

Council has submitted a bid to be a host city for the Cricket World Cup 2015. Council's proposal is to host warm-up matches and pool matches in February 2015. The tournament is the fourth largest world sporting event and is jointly hosted by Australia and New Zealand. Council has allocated a capped budget towards tournament costs, including staff time, of \$900,000 over 2013/14 and 2014/15, with the balance being met by Cricket World Cup 2015. A contingency of staff time has also been earmarked for 2014/15 as a buffer to ensure that Council is able to meet its contractual commitments. Council is supporting this event as it contributes to the local economy through the tournament and visitor spend in the city, and because it provides an opportunity to showcase the region and its facilities. An economic impact assessment undertaken by the Nelson Regional Economic Development Agency estimated that hosting a team and two pool matches could bring expenditure into our region upwards of \$2.2 million, depending on team allocations.

FIFA Bid

Final decisions have yet to be announced by NZ Soccer and the Fédération Internationale de Football Association (FIFA), however it is very unlikely that Nelson will be part of the FIFA U20s tournament. Therefore Council has formally withdrawn its bid and removed the funding for the bid from the Annual Plan 2013/14.

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in *italics* indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Infrastructure to provide for a sustainable local and regional economy	Council investment in infrastructure networks as measured by total value of network assets (transport, water supply, wastewater and storm water) at net present value (\$)	New measure	Total value of Council's network assets is maintained or increased
	Value of capital projects completed each year	New measure	Total value of capital projects is maintained or increased compared to previous year
Facilitate economic development for the benefit of the community	Amount of government business support funding accessed for the region	<i>In the 2012-13 financial year accessed \$550,928 of government funding</i>	Government business support funding is maintained or increased and budgeted grants for research and development, and capability development are fully allocated to businesses

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Promotion of Nelson to increase the economic value of tourism	Number of tourism guest nights annually	<i>2010/2011 Total Guest Nights = 1,230,836</i> <i>2011/2012 Total Guest Nights = 1,277,601</i> <i>Increase = 4%</i>	Increase the number of tourism guest nights annually
	Number of tourism guest nights in the off-peak months	<i>April - Oct 2010/2011 = 409,665</i> <i>April - Oct 2011/2012 = 441,695</i> <i>Increase = 8%</i>	Increase the number of tourism guest nights in the off-peak months

Corporate

The corporate activity of Council provides governance services and the running of the Council organisation. This includes elections, finances and administration, strategic documents and Councillor support.

This section describes changes to this activity area since the Long Term Plan 2012-22 was adopted. All other corporate activities are proposed to be delivered as stated in pages 168-176 of the Long Term Plan 2012-22.

Year 2 (2013/14) - Project Updates

Strategic land purchases

The 2012/13 year funding allocation for strategic land and building purchases is being carried forward into the 2013/14 year, as further investigation is required.

Disaster Recovery Fund

A new disaster fund policy has come into effect, minimising the need to loan-fund disaster related costs. The policy has an excess of \$150,000 operating costs in each Council activity and the remainder will be funded by the Disaster Recovery Fund. Following this decision, an additional \$698,000 has been allocated for the Disaster Recovery Fund to cover the April 2013 rainfall event.

Other changes

There are external interest savings due to both lower interest rates than estimated and delays in the capital programme.

Vested assets have been re-estimated down by \$4.9 million, reflecting current subdivision activity levels.

2013/14 Project Extended into 2014/15

Some work on earthquake-prone buildings remediation will be rescheduled and shift from 2013/14 to 2014/15.

SERVICE LEVELS, PERFORMANCE MEASURES AND TARGETS FOR 2013/14

NOTE: Areas that are in italics indicate an update from the Long Term Plan 2012-22.

What Council Will Provide	Performance Measures	Current Performance	Year 2 Targets
Effective and impartial election administration service that meets or exceeds legislative requirements	Completion of election processes in 2013, 2016 and 2019	<i>Election project planned and underway</i>	Elections proceed on time, within budget, no upheld complaints
Effective engagement and consultation	Proportion of residents satisfied with opportunities to take part and amount of information provided by Council – measured every three years	52% satisfied with opportunities to take part (2011) 69% thought amount of information was 'about right' (2011)	Maintain or improve on 2011 results
Opportunities for participation in Council decisions – a Council organisation that listens and understands	Evaluation by participants taking part in range of processes – documented evaluation across focus groups, web-based consultation, workshops and other techniques	New measure	At least 55% satisfied or better
Participation of Maori in decision making	Level of iwi/Māori representatives satisfaction with participation opportunities	New measure	At least 80% satisfied or very satisfied
Council Controlled Organisations that deliver net benefit to the community	Refer to CCO section of the Long Term Plan for specific measures for each CCO	<i>Statements of Intent (SOIs) have been developed by six of the eight CCOs. Nelson Airport and Tasman Bays Heritage Trust (Nelson Provincial Museum) have yet to complete their SOIs.</i>	Council satisfied with attainment of six monthly SOI targets for all

Rates, Fees and Charges

How much will my rates cost?

Total rates, fees and charges on each property in Nelson (a 'rating unit') include payment for local authority (city council) and regional council services. Nelson is a unitary council combining both of these functions. The final figure is made up of a combination of whichever of the following apply to your property:

- General rate, which includes the UAGC

- Uniform annual general charge (UAGC)
- Stormwater and flood protection charge
- Clean Heat Warm Home targeted rate, if part of scheme
- Solar hot water targeted rate, if part of scheme
- Wastewater charge or commercial wastewater charge for sewage disposal
- Water charge.

Differentials

Some types of properties are subject to differentials, which adjust rates upwards or downwards, typically depending on whether more or less council services are provided, for example commercial, rural or multi-unit properties. Differentials are worked out using the standard residential property rate as a baseline.

Rates and charges

The 'funding impact statement' sets out the rates and charges that are planned for the next year. Unless otherwise stated, rates and charges are shown including GST.

Rating of separately used or inhabited parts of a rating unit

Council's policy

The Council will charge multiple uniform charges against a rating unit for each separately used or inhabited part of the unit. A 'unit of occupancy' is defined as being separately let and permanently occupied. The following are considered to be separately used parts of a rating unit:

- Flats or apartments
- Flats that share kitchen or bathroom facilities
- Separately leased commercial areas that are leased on a rating unit basis
- A vacant rating unit
- Where there is multiple use of a single rating unit, such as a shop with a dwelling.

The following are not considered to be separately used parts of a rating unit:

- A residential sleep-out or granny flat without independent kitchen facilities
- A hotel room with or without kitchen facilities
- A motel room with or without kitchen facilities
- Individual offices or premises of business partners.

The policy applies to the ratepayers who meet the relevant criteria as approved by the Chief Financial Officer.

Examples of rates for 2013/14

The three yearly revaluation of the City for rating purposes was undertaken in 2012 and those valuations are the base for the rates set in 2013/14. The examples given use the average land value revaluation for that category. If your land value movement was more or less than the average land value movement, then your rates movement may be more or less than the average.

RATES INCREASES BASED ON 2012 PROPERTY VALUATIONS

Summary of Rates Increases for representative properties within the City	Land Value (2009 valuation)	Land Value (2012 valuation)	Average Land Value change	2012/13 Rates	2013/14 Rates	% Increase on 2012/13	\$ Increase from 2012/13
Residential rates (including average \$512 water charges in 2012/13 & \$517 in 2013/14)	100,000	\$105,000	4.99%	\$2,086.20	\$2,140.30	2.59	\$54.10
	177,000	\$185,800	4.99%	\$2,567.40	\$2,633.30	2.57	\$65.90
	300,000	\$315,000	4.99%	\$3,336.10	\$3,421.30	2.55	\$85.20
	400,000	\$419,900	4.99%	\$3,961.00	\$4,061.30	2.53	\$100.30
Rural rates (No stormwater, sewerage or water charges supplied to property)	350,000	\$354,500	1.29%	\$1,785.70	\$1,783.00	-0.15	\$-2.70
	680,000	\$688,800	1.29%	\$3,126.20	\$3,109.00	-0.55	\$-17.20
Small holding rates (No wastewater, or water charges supplied to property)	245,000	\$254,500	3.86%	\$1,967.30	\$2,001.20	1.72	\$33.90
	360,000	\$373,900	3.86%	\$2,614.10	\$2,656.20	1.61	\$42.10
Multi residential rates (Two flats - Two charges for UAGC & sewerage as per Council rating policy)	138,000	\$144,200	4.48%	\$2,621.70	\$2,706.40	3.23	\$84.70
	260,000	\$271,600	4.48%	\$3,460.30	\$3,561.40	2.92	\$101.10
Commercial rates - Inner city	205,000	\$205,400	0.19%	\$4,831.10	\$4,993.30	3.36	\$162.20
	550,000	\$551,000	0.19%	\$11,364.00	\$11,742.30	3.33	\$378.30
Commercial rates - Excluding inner city	106,000	\$100,300	-5.37%	\$2,366.80	\$2,451.30	3.57	\$84.50
	210,000	\$198,700	-5.37%	\$3,757.70	\$3,892.30	3.58	\$134.60

General Rate

A general rate set under section 13 of the Local Government (Rating) Act 2002 is based on the rateable value of the land. General rates are set at different rates in the dollar of rateable value for different categories of rateable land. The general rate is 0.61023 cents in the land value dollar (including GST) for the 2013/14 rating year. This compares to the previous year's rate of 0.62495 cents in the land value dollar in 2012/13. The reduction in the general rate cents in the dollar for 2013/14 from the 2012/13 rating year is the result of the 2012 revaluation of the city in which the total land value increased.

Uniform Annual General Charge (UAGC)

A uniform annual general charge (UAGC) is set under section 15 of the Local Government (Rating) Act 2002 on each separately occupiable portion of a rating unit. It is levied:

- As a charge for services which have an equal element of benefit irrespective of property value
- To ensure a minimum charge on all properties
- To reduce the extremes of rates paid by the highest and lowest valued rating units
- In recognition that land valuation-based rating does not necessarily reflect a ratepayer's ability to pay.

Council will collect 15% of rates, excluding Solar Saver and Clean Heat Warm Homes targeted rates and water and trade waste charges, through the UAGC. The UAGC is \$372.10 including GST per separately occupied portion of a property for the 2013/14 rating year. The 2013/14 charge is \$8.20 higher than the charge of \$363.90 for 2012/13.

The rates revenue sought from the uniform annual general charge and targeted rates set on a uniform basis is 18.7% of the total revenue from all rates sought by Council. This is well within the 30% limit set by Section 21 of the Local Government (Rating) Act 2002.

Targeted rate for stormwater and flood protection (*Separate general charge*)

The stormwater and flood protection rate is a separate targeted rate set under section 16 of the Local Government (Rating) Act 2002 per rating unit and is \$219.40 for 2013/14. It recovers the funding required by Council for stormwater and flood protection purposes. It is payable by all ratepayers other than the rural rating categories and residential properties east of Gentle Annie saddle. This year's charge is \$6.00 lower than the previous year's charge of \$225.40.

Targeted rates for Clean Heat Warm Homes

The Clean Heat Warm Homes (CHWH) rates are targeted rates collected for each separately occupied portion of a rating unit (home) that has been provided with insulation and a heater to replace a non-complying solid fuel burner.

Property owners who are eligible for a rate rebate under the Department of Internal Affairs scheme are eligible to apply for a remission of this rate. For more details on this option, refer to the Clean Heat Warm Homes section in the Rates Remissions Policy.

The cost to the community is from funding the interest on the borrowing for the assistance, the administration costs and any rate remissions. The CHWH scheme closed to new applicants from 30 May 2012, but interest costs continue until the last targeted rate is repaid in 2022.

The formula for calculating the targeted rates are for any participating property whose CHWH agreements were signed after 1 July 2011. The targeted rate for each year for 10 years is the total cost of the installed works excluding GST, divided by 10, plus GST at the current rate.

For CHWH agreements dated before 1 July 2011, the targeted rate for each year is based on the agreement entered into with the ratepayer, adjusted for any change in GST.

Targeted rate for solar hot water systems

The Solar Hot Water Systems rate is a targeted rate collected for each separately occupied portion of a rating unit where the owner has been provided with financial assistance to install a Solar Hot Water System (SHWS).

The targeted rate applying to any participating property is determined by the net cost of the work including GST, after deducting EECA grants, plus the funding cost. The full cost of the works and Council's costs of borrowing and administering the scheme are paid over a ten year period by the homeowner receiving the service.

The SHWS scheme closed to new applicants from 30 June 2012.

Wastewater charge

A separate targeted rate is set under Section 16 of the Local Government (Rating) Act 2002 to recover the costs required for Council's wastewater and sewage disposal system. This charge is levied to all rating units (premises) to which the Council's wastewater and sewage disposal service is provided. The wastewater charge is \$374.90 per unit including GST for the 2013/14 rating year compared to the previous year's rate of \$359.90. Commercial properties are also levied wastewater charges based on Council's Trade Waste Bylaw. These charges are set out in the following section.

Commercial wastewater charge

Wastewater charges for commercial properties are set according to Council's Trade Waste Bylaw. Each year the Council is required to revise the "method of charging" schedule associated with the Trade Waste Bylaw. The formulae for calculating the charges to commercial producers are complicated, but in summary Council examines the flow rates and effluent strength during the previous year to calculate charges for the following year.

Two methods are used for commercial properties:

- Method A is applied to the largest trade waste contributor and the charge is calculated on both discharge rates and effluent strength. Charges are highest for the most concentrated and larger volumes
- Method B applies to all other trade waste contributors, of which there are approximately 1300 in Nelson City. The charge is calculated based on the estimated volume of effluent discharged. The estimate assumes the amount of wastewater is 80% of the volume of incoming water.

The total trade waste B revenue for 2013/14 will be \$680,000 of an estimated total trade waste revenue of \$1,040,000.

Rates and charges

For 2013/14, the GST inclusive trade waste charges are:

- Trade waste A conveying charge \$481.47 per litre per minute
- Trade waste A treatment charge \$959.17 per kg BOD * per day
- Trade waste B combined charge \$1.56 per m3
- Wastewater charge \$374.90 per year.

**BOD is the biochemical oxygen demand, or effluent strength*

For the previous year, 2012/13, the equivalent GST inclusive charges were:

- Trade waste A conveying charge \$428.53 per litre per minute
- Trade Waste A treatment charge \$973.22 per kg BOD per day
- Trade waste B combined charge \$1.39 per m3
- Wastewater charge of \$359.90 per year.

Some wastewater charges are to rise and others to fall this year for the following reasons:

- The conveying and combined charges have increased due to reduced volumes. The treatment charge has reduced due to higher BOD levels.
- The wastewater charge has increased due to increased depreciation.

Method A: quality/quantity approach

The largest commercial contributor is monitored every three months and the waste stream sampled over four days to measure the discharge rate and effluent strength as BOD, the biochemical oxygen demand. The trade waste charge is then calculated using the conveyance, which is the amount discharged, and treatment rates from the method of charging schedule. These rates are determined annually. The conveyance rate is calculated by dividing the estimated conveyance costs for the coming financial year by

the previous year's average flow rate. The treatment rate is calculated by dividing the estimated treatment costs for the coming financial year by the previous year's average BOD loading.

CONVEYING (\$/ANNUM/LITRE/MINUTE), INCLUDING GST

Year	Total Cost (\$)	Average Flow Rate (litres/min)	Cost/Litre/Min (\$)
2012/13	5,045,204	11,773	428.53
2013/14	5,294,654	10,997	481.47

TREATMENT (\$/KG BOD/DAY), INCLUDING GST

Year	Total Cost (\$)	Average BOD loading (kg/day)	Cost/kg/day (\$)
2012/13	3,563,955	3,662	973.22
2013/14	3,721,401	3,880	959.17

Method B: quantity approach

For all other commercial premises, the tradewaste charge is simply based on the volume of effluent assessed as being discharged from the premises. This effluent volume is calculated by multiplying the volume of water supplied into the premises by a correlation factor. The correlation factor is usually set at 0.8 unless another figure is agreed. It is assumed that 80% of the water that is distributed to a commercial property is subsequently discharged as wastewater. The trade waste charge is then calculated using a combined conveyance and treatment rate. This rate is determined annually by dividing the estimated cost of operating the sewerage system for the coming financial year by the previous year's total effluent volume. Initially, all trade waste ratepayers pay the wastewater rate that is then deducted from the trade waste charges. Any surplus is not refunded. The deficit is the payable trade waste charge.

The 2013/14 charges compared with the previous year's charges are:

CONVEYING AND TREATMENT, INCLUDING GST

Year	Total cost (\$)	Total effluent volume (m3)	Cost/m3 (\$)
2012/13	8,609,159	6,188,003	1.39
2013/14	9,016,055	5,779,926	1.56

Water charges

Nelson's water charges are a targeted rate for water supply set under section 19 of the Local Government (Rating) Act 2002 and are based on a fixed daily charge. This charge is payable by all ratepayers with a water meter installed on the property. The charges are billed separately from the rates invoices and recover the funding required by Council to supply water. The water charges for 2013/14 including GST are a minimum annual charge of \$191.42 which is charged at a daily rate of \$0.5244 per day with no free allowance compared with \$188.12 in the previous year.

The cost per cubic metre is:

WATER CHARGES – RESIDENTIAL, COMMERCIAL AND INDUSTRIAL INCLUDING GST

Amount/type	Cost (\$ per m3) 2012/13	Cost (\$ per m3) 2013/14
All users 0-10,000m3 per year	1.914	1.968
Bulk		
Summer irrigation over 10,000m3 per year	1.703	1.736
Bulk 10,001-100,000m3 per year	1.493	1.504
Bulk over 100,000m3 per year	1.179	1.188

The water charges represent an average increase of 2.4% for the 2013/14 year for an average water user.

NOTE: An average water user uses 160m3 per annum.

Payment methods for rates

The Council provides for rates to be paid in four equal instalments. Ratepayers may choose to pay the whole year's rates in one sum on instalment one and receive a discount. Alternatively, ratepayers can choose to pay the whole year's rates in one sum on the second instalment without incurring penalty charges on instalment one.

Penalty on unpaid rates

In accordance with Sections 57 and 58 of the Local Government (Rating) Act 2002, a penalty of 10% is added to each instalment or part thereof that is unpaid after the due date for payment. Previous year's rates that remain unpaid will have a further 10% penalty added on 30 June and 31 December.

Penalty remission on full payment of yearly rates

The total annual rates may be paid in one lump sum by 27 November 2013 and any first instalment penalty already incurred will be remitted. If the annual rates are not paid in full by 27 November 2013, the penalties relating to the four instalments outlined above will apply.

Discount for early payment of rates

In accordance with Section 55 of the Local Government (Rating) Act 2002, a discount of 2% of the total year's rates, excluding water charges, will be allowed where they are paid in full on or before 27 August 2013.

Differentials

Differentials are adjustments to the rates of particular property types to better reflect the services provided by Council. Commercial properties pay higher rates to reflect additional services such as street cleaning and car parks. Properties classified as rural have a negative differential to reflect the fewer Council services provided to those properties.

Differential categories

Council's general rate is assessed on a differential basis – these rates are subject to the provisions of Schedule Two of the Local Government (Rating) Act 2002. Each year, Council is required to state the category or categories of any differential.

Rating categories

The categories of general rates that are to be used for applying the general rate differential and amount of total revenue to be collected from each category, for 2013/14, is as in the table below.

CATEGORIES OF DIFFERENTIALS BASED ON LAND USE

Category	Description	Total amount (\$)
Residential	single unit, residential rating units	\$38,177,357
Multi-residential	rating units containing more than one residential unit	\$2,494,556
Commercial	rating units used for commercial purposes	\$13,924,767
Rural	rating units defined in the Rating Information Database as rural with a land area greater than 15Ha	\$398,155
Small holding	rating units defined in the Rating Information Database as a small holding with a land area greater than 0.5 ha	\$1,313,278

Properties that have more than one use identified above will be placed into a rating category subject to the rating unit's majority use as determined by the Council. The neutral base from which differentials are calculated is a residential property with a single dwelling.

NOTE: Objections to the Rating Information Database under Section 28 of the Local Government (Rating) Act 2002 will be reviewed by Council and the Council is the sole determiner of rating categories.

DIFFERENTIAL RATES

Class 2013/14	Differential %
Residential – single unit	0
Residential section	0
Single residential unit forming part of a parent valuation, the remainder of which is non-rateable	10
Two or more residential units on one assessment	10
Rural	-35
Small holding	-10
Commercial – excluding inner city and Stoke commercial	
100% commercial and industrial (occupied and empty)	140
25% residential/75% commercial	105
50% residential/50% commercial	70
75% residential/25% commercial	35

Class 2013/14	Differential %
Commercial – inner city and Stoke commercial	
100% commercial and industrial (occupied and empty)	220
25% residential/75% commercial	165
50% residential/50% commercial	110
75% residential/25% commercial	55

Council has adopted a policy that commercial rates are set to collect 25% of the total rates. This would result in commercial properties paying a total of \$13,924,767 in rates for the 2013/14 rating year compared to \$13,473,098 the previous year.

Accounting Policies

The only change to the Nelson City Council's Accounting Policies as they were stated in the Long Term Plan 2012-22, is the adoption of Financial Reporting Standard 44 (FRS-44).

FRS-44 New Zealand Additional Disclosures and Amendments to NZ IFRS to harmonise with IFRS and Australian Accounting Standards (Harmonisation Amendments) – The purpose of the new standard and amendments is to eliminate many of the differences between the accounting standards in each jurisdiction. The main effect of the amendments on the Council and group is that certain information about property valuations is no longer required to be disclosed.

The rest of the Accounting Policies are included below for compliance requirements.

Reporting entity

Since 1 July 1992, the Council has been constituted as a unitary authority assuming the responsibilities of the former Nelson Marlborough Regional Council and City Council. This forecast information includes the operation of Nelson City Council only, as Council considers this to be the most relevant information for residents.

Statement of compliance and basis of preparation

This forecast information has been prepared in accordance with the requirements of the Local Government Act 2002, Standards issued by the Institute of Chartered Accountants of New Zealand.

With the exception of the Funding Impact Statements this forecast information has been prepared in accordance with New Zealand Generally Accepted Accounting Practice (GAAP). They comply with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS), and other applicable financial reporting standards, as appropriate for public benefit entities.

The Funding Impact Statements (FIS) do not comply with GAAP as they do not recognise depreciation and movements in the valuation of assets and also they do not show capital income (Subsidies and Development Contributions) as operating income. A reconciliation is provided between the FIS surplus/(deficit) of operating funding and the Statement of Comprehensive Income or activity Cost of Service Statement net surplus/(deficit) before tax for the whole of council summary and each activity.

The prospective statements of Nelson City Council are for the year ending 30 June 2014. The forecast information was authorised for issue by Council on 27 June 2013.

This prospective financial information is based upon the financial statements as published in the June 2012 Annual Report, updated by the Long Term Plan 2012–22, and adjusted to incorporate updated assumptions and council decisions made for the purpose of this Annual Plan. Actual financial results are likely to be different from these Prospective Financial Statements, and that difference may be material.

The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$000). The functional currency of Nelson City Council is New Zealand dollars.

The measurement base adopted is that of historical cost, modified by the revaluation of certain assets. The following particular accounting policies, which materially affect the reported results, have been applied consistently to all periods.

Revenue

Revenue is measured at the fair value of consideration received or receivable.

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.

Revenue from water rates by meter is recognised on an accrual basis. Unbilled usage, as a result of unread meters at year-end, is accrued on an average usage basis.

Government grants

The City Council receives government grants from the NZ Transport Agency, which subsidises part of the City Council's costs in maintaining the local roading infrastructure. The subsidies are recognised as revenue upon entitlement as conditions pertaining to eligible expenditure have been fulfilled.

Provision of services

Revenue from the rendering of services is recognised by reference to the stage of completion of the transaction at balance date, based on the actual service provided as a percentage of the total services to be provided.

Vested assets

Where a physical asset is acquired for nil or nominal consideration the fair value of the asset received is recognised as income. Assets vested in the City Council are recognised as income when control over the asset is obtained.

Sales of goods

Revenue from sales of goods is recognised when a product is sold to a customer.

Traffic and parking infringements

Traffic and parking infringements are recognised when tickets are issued.

Interest and dividends

Interest income is recognised using the effective interest method. Dividends are recognised when the right to receive payment has been established.

Development contributions

Development and Financial Contributions are recognised as revenue when the Council provides, or is able to provide, the service for which the contribution was charged. Otherwise Development and Financial

Contributions are not recognised as liabilities until such time the Council provides, or is able to provide, the service.

Cash and cash equivalents

Cash and cash equivalents included cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Bank overdrafts are shown within borrowings in current liabilities in the statement of financial position.

Fixed assets and other assets

Fixed assets are grouped in the following categories:

- **Operational Assets** – these include land, buildings, improvements, motor vehicles, plant and equipment, library books, forestry and the marina
- **Restricted Assets** – restricted assets are land, buildings and improvements, which are owned by the Council but which benefit or service the community
- **Heritage Assets** – include museum artefacts, collections and historical buildings and monuments
- **Infrastructure Assets** – infrastructure assets are the fixed utility systems owned by the Council. These include the roading, water, sewer and stormwater networks.

All assets are valued at historical cost, except for the following:

- Land – operational and restricted land (with the exception of Ridgeway subdivisions) has been valued at net current value by Quotable Value NZ as at 30 June 2010. Quotable Value NZ has confirmed this as being appropriate for financial reporting purposes
- Land under roads – land under roads has been valued at net current value by Telfer Young registered valuers as at 30 June 2006. This is considered to be deemed cost
- Infrastructure assets – excluding specialised Infrastructural assets have been valued internally at depreciated replacement cost by Council engineers as at 30 June 2011. The valuation methodology has been peer reviewed by Opus International Consultants Ltd and revaluations are updated annually
- Specialist infrastructure assets – include dams, water reservoirs and wastewater treatment plants. These assets have been valued at depreciated replacement cost as at 30 June 2011 by an independent registered valuer and will be revalued annually
- Nelson Regional Sewerage Business Unit – land is valued at market valuation as at 30 June 2009 by Quotable Value and is reviewed every five years or if there is a material movement. Infrastructure assets are valued at depreciated replacement cost with assets optimised using least cost alternative by an independent valuer. The latest valuation was conducted as at 30 June 2012 by C.P.G. New Zealand Ltd, consultant engineers and will be revalued annually
- Heritage assets – museum collection assets have been valued on the basis of what a willing buyer would be prepared to pay a willing seller. The valuation was undertaken by Dunbar Sloane registered valuer as at 30 June 1999. The Cawthron Steps and Broadgreen House have been valued on the basis of depreciated replacement cost by Quotable Value at 30 June 2002. Founders Heritage Park has been valued on the basis of depreciated replacement cost by Telfer Young at 30 June 2002. The Cawthron Steps, Broadgreen House and Founders Heritage Park were included in 2002 for the first time and are deemed to be at cost
- New Council assets that are added between valuations are recorded at cost except for vested assets
- Vested assets are infrastructural assets such as roads, sewers and water mains, paid for by subdividers and vested in the City on completion of the subdivision. These have been valued based on the actual quantities of infrastructure components and the current "in the ground" cost of providing identical services.

Valuations are performed with sufficient regularity to ensure the carrying amount of property, plant and equipment does not materially differ from fair value.

Depreciation

Depreciation has been provided on a straight line basis on all fixed assets, other than forestry, heritage, operational land, restricted land, land under roads and the marina basin at rates that will write off the cost or valuation of the assets to their estimated residual values over their useful lives.

Assets depreciated are as follows:

ASSET	DEPRECIABLE LIFE (YEARS)
Operational	
Buildings	50 - 100
Improvements	Nil-20
Motor vehicles	7
Plant and equipment	2 - 30
Library books	3 - 10
Marina	30 - 50
Restricted	
Buildings	50 - 100
Improvements	Nil - 20
Solid waste	
Pipes	60 - 90
Ponds and dam	100
Gas Flare	20
Resource consents	24
Water Supply	
Pipeline	55 - 120
Manholes	55 - 120
Reservoirs and tanks	45 - 100
Dams	16 - 200
Wastewater	
Pipeline	40 - 120
Manholes	80
Pump stations	10 - 50
Oxidation pond	22 - 139
Stormwater	
Pipeline	50 - 80
Bank protection	25 - 100
Manholes	90

ASSET	DEPRECIABLE LIFE (YEARS)
Roading	
Roads formation	n/a
Sub-base	n/a
Basecourse	5 - 80
Surfacing (sealed)	2 - 50
Surfacing (unsealed)	n/a
Bridges	20 - 100
Retaining/sea walls	75 - 150
Box culverts	60 - 90
Footpaths	5 - 100
Carparks	10 - 100
Streetlights	30 - 60
Signs	15

Biological assets

Forestry assets are valued annually. The valuation methodology adopted is net present value based on the age and condition of the trees. Changes in the valuation of the forestry assets are recognised in the Statement of Comprehensive Income.

Intangible assets

Software acquisition and development

Acquired computer software licences are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. Costs that are directly associated with the development of software for internal use by Nelson City Council are recognised as an intangible asset. Direct costs include the software development employee costs and an appropriate portion of relevant overheads.

Staff training costs are recognised as an expense when incurred. Costs associated with maintaining computer software are recognised as an expense when incurred.

Amortisation

The carrying value of an intangible asset with a finite life is amortised on a straight-line basis over its useful life. Amortisation begins when the asset is available for use and ceases at the date that the asset is de-recognised. The amortisation charge for each period is recognised in the Statement of Comprehensive Income. The useful lives and associated amortisation rates of major classes of intangible assets have been estimated as follows:

Intangible Asset	Useful Life (yr)	Amortisation Rate
Computer software	3-10	10-33%

Inventory

Inventories are valued at cost or net realisable value, whichever is lower. For the purposes of arriving at the cost, the weighted average cost method is used.

Work in progress

Profits on contracts are recognised progressively over the period of each contract. The contract amount included in the Statement of Comprehensive Income, and the value of work in progress, are established by assessment of individual contracts taking into account the proportion of work completed, cost analysis and estimated final results. Foreseeable losses on contracts are recognised immediately.

Investment property

Nelson City Council's investment property is valued annually at fair value as at 30 June. Investment properties were valued based on open market evidence. The valuation was performed by Ian McKeage of Telfer Young (Nelson) Limited and changes in valuation are recognised in the Statement of Comprehensive Income.

Financial instruments

The Council and group is party to financial instrument arrangements as part of its everyday operations. These financial instruments include cash and cash equivalents, accounts receivable and payable, investments, and loans which have all been recognised in the financial statements. Revenues and expenses in relation to all financial instruments are recognised in the Statement of Comprehensive Income.

Derivative financial instruments

The Council uses derivative financial instruments (interest rate swaps) to minimise its risk associated with interest rate fluctuations. Such derivative financial instruments are initially recognised at fair value on the date on which the derivative contract is entered into and subsequently re-measured to fair value. Derivatives are carried as assets when their fair value is positive and as liabilities when their fair value is negative.

Swaps are entered into with the objective of reducing the risk of rising interest rates. Any gains or losses arising from the changes in fair value of derivatives are taken directly to the Statement of Comprehensive Income for the year. The fair value of interest rate swaps is determined by reference to market values for similar instruments. The net differential paid or received on interest rate swaps is recognised as a component of interest expense or interest revenue over the period of the agreement.

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. They are stated at expected realisable value after providing for doubtful and uncollectable debts. Any accounts considered to be unrecoverable are written off at year end.

Investments

The activities of associated entities have been included in the parent financial statements at cost on acquisition. Other investments are stated at cost, except the shares in the Local Government Insurance Corporation, which are recorded at their net asset value.

Other financial instruments

All other financial instruments, including cash, and bank and accounts payable, are recognised at their fair value. Loans are recorded at cost.

Impairment of financial assets

At each balance sheet date Nelson City Council assesses whether there is any objective evidence that financial assets or a group of financial assets is impaired. Any impairment losses are recognised in the Statement of Comprehensive Income.

Loans and other receivables

Impairment of a loan or a receivable amount is established when there is objective evidence that Nelson City Council will not be able to collect amounts due according to the original terms. Significant financial difficulties of the debtor/issuer, probability that the debtor/issuer will enter into bankruptcy, and default in payments are considered indicators that the asset is impaired. The amount of the impairment is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted using the original effective interest rate. For debtors and other receivables, the carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the Statement of Comprehensive Income. When the receivable is uncollectable, it is written off against the allowance account. Overdue receivables that have been renegotiated are reclassified as current (i.e. not past due). For term deposits, local authority stock, government stock and community loans, impairment losses are recognised directly against the instruments carrying amount.

Impairment of term deposits, local authority, government stock and related party and community loans is established when there is objective evidence that the Nelson City Council will not be able to collect amounts due according to the original terms of the instruments. Significant financial difficulties of the issuer, probability the issuer will enter into bankruptcy, and default in payments are considered indicators that the instrument is impaired.

Properties intended for sale

Properties intended for sale are valued at the lower of cost and net realisable value.

Borrowing costs

The Council and group has elected to defer the adoption of NZ IAS 23 *Borrowing Costs (Revised 2007)* in accordance with its transitional provisions that are applicable to public benefit entities. Consequently, all borrowing costs are recognised as an expense in the period in which they are incurred.

Employee entitlements

Provision is made in respect of the Council's liability for annual leave, long service leave and retirement gratuities. Annual leave due has been calculated on an actual entitlement basis at current rates of pay. Provision is also made for retirement gratuities and long service leave based on an actuarial calculation.

Landfill after care costs

As operator of the York Valley landfill, the Council has a legal obligation to provide ongoing maintenance and monitoring services at the landfill site after closure. The landfill post closure provision is recognised in accordance with New Zealand International Reporting Standard 37 Provisions, Contingent Liabilities and Contingent Assets. This provision is calculated on the basis of discounting closure and post closure costs into present day value.

The calculations assume no change in the legislative requirements for closure and post closure treatment.

Income tax

Income tax expense comprises both current tax and deferred tax, and is calculated using tax rates that have been enacted or substantively enacted by balance date. Current tax 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.

Deferred tax is the amount of income tax payable or recoverable in future periods in respect of temporary differences and unused tax losses. Temporary differences are differences between the carrying amount of

assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the entity expects to recover or settle the carrying amount of its assets and liabilities.

Deferred tax liabilities are generally recognised for all taxable 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 or tax losses can be utilised.

Deferred tax is not recognised if the temporary difference arises from the initial recognition of goodwill or from the initial recognition of an asset and liability in a transaction that is not a business combination, and at the time of transaction, affects neither accounting profit nor taxable profit.

Deferred tax is recognised on taxable temporary differences arising on investments in subsidiaries and associates, and interests in joint ventures, except where the company can control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

Current tax and deferred tax is charged or credited to the Statement of Comprehensive Income, except when it relates to items charged or credited directly to equity, in which case the tax is dealt with in equity.

Goods and Services Tax (GST)

All amounts in the accounts are exclusive of GST except for debtors and creditors which are shown inclusive of GST.

Allocation of overheads – significant activities

All overheads by way of the job costing system have been allocated to the Council's significant activities. This allocation has been mainly on the basis of time spent, but where items of expenditure clearly relate to particular activities, then they are allocated on that basis.

Financial reserves

Reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned. Reserves may be:

Restricted 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 a third party. Transfer from these reserves may be made only for certain specified purposes or if certain specified conditions are met.

Council created reserves – part of the accumulated balance established at the will of the Council. 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.

Revaluation reserves – The results of revaluing land, infrastructural assets are credited or debited to an asset revaluation reserve for that class of asset. Where this results in a debit balance in the asset revaluation reserve for any class of asset, this is expensed in the Statement of Comprehensive Income. To the extent that increases in value offset previous decreases debited to the Statement of Comprehensive Income, the increase is credited to the Statement of Comprehensive Income.

Statement of cashflows

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

Operating activities include cash received from all income sources of the group and record the cash payments made of the supply of goods and services.

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

Financing activities comprise activities that change the equity and debt capital structure of the Council and group.

Leases

Finance leases are leases of fixed assets where substantially all the risks and benefits incidental to ownership of the asset are transferred to the Council. The leased assets are recognised as non-current assets in the Statement of Financial Position and are depreciated over the period the company is expected to benefit from their use. The corresponding liability is also recognised in the Statement of Financial Position.

Operating lease payments, where the lessors effectively retain substantially all the risks and benefits of ownership of the leased items, are charged as expenses in the period in which they are incurred.

Changes in accounting policies

There have been no changes in accounting policies during the financial year.

Standards, amendments, and interpretations issued that are not yet effective and have not been early adopted

Standards, amendments, and interpretations that are not yet effective and have not been early adopted that are relevant to the Council and group are:

- NZ IFRS 9 Financial Instruments will eventually replace NZ IAS 39 Financial Instruments: Recognition and Measurement. NZ IAS 39 is being replaced through the following three main phases: Phase 1 Classification and Measurement, Phase 2 Impairment Methodology, and Phase 3 Hedge Accounting. Phase 1 on the classification and measurement of financial assets has been completed and has been published in the new financial instrument standard NZ IFRS 9. NZ IFRS 9 uses a single approach to determine whether a financial asset is measured at amortised cost or fair value, replacing the many different rules in NZ IAS 39. The approach in NZ IFRS 9 is based on how an entity manages its financial instruments (its business model) and the contractual cash flow characteristics of the financial assets. The new standard also requires a single impairment method to be used, replacing the many different impairment methods in NZ IAS 39. The new standard is required to be adopted for the year ended 30 June 2014. The City Council has not yet assessed the effect of the new standard and expects it will not be early adopted.

Critical accounting estimates and assumptions

In preparing this forecast information Nelson City Council has made estimates and assumptions concerning the future. These estimates and assumptions may differ from the subsequent actual results. Estimates and assumptions 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.

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

Infrastructural assets

There are a number of assumptions and estimates used when performing depreciated replacement cost (DRC) valuations over infrastructural assets. These include:

- The physical deterioration and condition of an asset, for example the Council could be carrying an asset at an amount that does not reflect its actual condition. This is particularly so for those assets that are not visible, for example stormwater, wastewater and water supply pipes that are underground. This risk is minimised by Council performing a combination of physical inspections and condition modelling assessments of underground assets
- Estimating any obsolescence or surplus capacity of an asset
- Estimates are made when determining the remaining useful lives over which the asset will be depreciated. These estimates can be impacted by the local conditions, for example weather patterns and traffic growth. If useful lives do not reflect the actual consumption of the benefits of the asset, then Council could be over or under estimating the annual depreciation charge recognised as an expense in the Statement of Comprehensive Income. To minimise this risk Council's infrastructural asset useful

lives have been determined with reference to the NZ Infrastructural Asset Valuation and Depreciation Guidelines published by the National Asset Management Steering Group, and have been adjusted for local conditions based on past experience. Asset inspections, deterioration and condition modelling are also carried out regularly as part of the Council's asset management planning activities, which gives Council further assurance over its useful life estimates

- Experienced independent valuers perform the Council's infrastructural asset revaluations.

Financials

The Council's Annual Plan covers the period 1 July 2013 to 30 June 2014. It incorporates operating and capital expenditure for the period for the core Council entity - consolidated statements have not been prepared to include subsidiaries. In this section financial information is provided at a summary level but more detailed information for each Activity and Group of Activities is included throughout the document.

Consistent with the Financial Strategy prepared during the Long Term Plan 2012-22 and its associated funding and financial policies, this Annual Plan achieves the following:

- In general terms maintains the current level of service for each of the Council activities
- An ability to maintain the condition of the City's assets though there is only limited provision for unforeseen events
- A capital expenditure programme for new works which is \$56m including the gift of the Theatre Royal and Nelson School of Music assets of \$9m – transactions which did not take place in 2012/13 as originally planned and are now scheduled for 2013/14. This is \$14m higher than planned in the Long Term Plan - \$27m related to work scheduled for 2012/13 but not completed in that year (including School of Music and Theatre Royal), \$14m was removed from the 2012/13 capital programme and \$0.7m was added through the deliberations on the submissions to the Draft Annual Plan.
- Forecast net debt at 30 June 2014 of \$102m
- An increase in the total rates requirement for 2013/14 of 2.0%.

To provide a degree of certainty to ratepayers the Financial Strategy sets limits on rate increases and levels of debt throughout the term of the Long Term Plan. The table below shows the key financial parameters for this Annual Plan.

Parameter	Annual Plan 2013/14	Limit
Increase in total rate requirement	2.0%	5.1%*
Net debt as a % of equity	8.3%	<20%
Net debt as a % of total revenue	101.5%	<150%
Net interest as a % of total revenue	4.0%	<15%
Net interest as a % of rates revenue	6.7%	<20%

*Based on September 2012 BERL Local Government cost indicator of 3.1% plus 2%.

Council Controlled Organisations

The Council is involved with several organisations that deliver strategic outcomes or public benefit for the city. The eight organisations that Council owns or part owns to achieve agreed community outcomes are:

- The Port Company – Port Nelson Ltd (50% with TDC)
- Council Controlled Trading Organisations – Nelmac Ltd, Nelson Airport Ltd (50% with TDC), Tourism Nelson Tasman Ltd (50% with TDC), and the Stoke Heights (Ridgeways) Joint Venture
- Council Controlled Organisations – Nelson Regional Economic Development Agency, the Tasman Bays Heritage Trust (Nelson Provincial Museum – 50% with TDC), and the Bishop Suter Trust.

Further details on Council Controlled Organisations can be found on pages 222-231 of the Long Term Plan 2012-22.

Contact Us

Council Customer Service Centre

Civic House, corner Halifax and Trafalgar Streets
Open from 8.30am to 5.00pm weekdays

Address: 110 Trafalgar Street, PO Box 645 Nelson, 7040

Phone: (03) 546 0200 - 24 hour, 7 day service

Fax: (03)546 0239

Email: enquiry@ncc.govt.nz

Website: www.nelsoncitycouncil.co.nz

Correspondence

Written correspondence to the Council should be addressed to the Chief Executive, PO Box 645, Nelson 7040 or faxed to (03) 546 0239.

Attending a Council meeting

Council meetings are advertised in Live Nelson. Members of the public are welcome to attend meetings of the Council and its standing and special Committees.

You could be asked to leave a meeting if Council needs to discuss a confidential topic. To do that, Council would pass a resolution to that effect, under the local Government Official Information and Meetings Act 1987.

Public forums

There is a public forum at the beginning of most ordinary Council meetings where up to five minutes will be available for members of the public to speak to Councillors. You need to book a time before the meeting by contacting a Council Administration Adviser on 546 0200.

Deputations

Groups or organisations may form a deputation to make a representation to a Council or Committee meeting. There is a formal procedure for such a presentation. A request for a deputation to appear, including the subject to be raised, needs to be made in writing at least ten days before the meeting. Contact a Council Administration Adviser on 546 0200.

Petitions

The presentation of a petition to Council or its standing Committees must also conform to certain rules. Contact a Council Administration Adviser on 546 0200.

Draft Final

TRANSPORT FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	8,076	8,417	8,104	(313)
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	3,740	1,825	2,138	313
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	503	503	225	(278)
Local authorities fuel tax, fines, infringement fees, and other receipts	4,081	3,826	3,042	(784)
Total Operating Funding	16,400	14,571	13,509	(1,062)
Applications of operating funding				
Payments to staff and suppliers	13,450	9,099	9,121	22
Finance costs	158	157	141	(16)
Internal charges and overheads applied *	1,486	1,604	1,075	(529)
Other operating funding applications	0	0	0	0
Total applications of operating funding	15,094	10,860	10,337	(523)
Surplus (Deficit) of operating funding	1,306	3,711	3,172	(539)
Sources of capital funding				
Subsidies and grants for capital	3,277	2,617	4,104	1,487
Development and financial contributions	180	184	184	0
Increase (decrease) in debt	2,935	1,994	5,853	3,859
Gross proceeds from sale of assets	20	20	20	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	6,412	4,815	10,161	5,346
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	1,389	1,344	1,450	106
- to improve level of service	5,464	4,993	8,558	3,565
- to replace existing assets	3,340	2,195	5,001	2,806
Increase (decrease) in reserves	(2,475)	(6)	(1,677)	(1,671)
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	7,718	8,526	13,333	4,807
Surplus (Deficit) of capital funding	(1,306)	(3,711)	(3,172)	539
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs

TRANSPORT COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	8,076	8,417	8,104	(313)
Operating Income	7,821	5,651	5,405	(246)
Capital Income	3,457	2,801	4,288	1,487
Total Income	19,354	16,869	17,797	928
Expenses				
Payments to staff and suppliers	13,450	9,099	9,346	247
Finance costs	1,141	1,258	991	(267)
Depreciation	4,793	5,110	5,005	(105)
Total Expenses	19,384	15,467	15,342	(125)
Net Surplus (Deficit)	(30)	1,402	2,455	1,053
Sources of funds				
Net Surplus (Deficit)	(30)	1,402	2,455	1,053
Non cash expenditure	4,793	5,110	5,005	(105)
Increase (decrease) in debt	2,935	1,994	5,852	3,858
Gross proceeds from sale of assets	20	20	20	0
Total Sources of funds	7,718	8,526	13,332	4,806
Applications of funds				
Capital Expenditure				
- to meet additional demand	1,389	1,344	1,450	106
- to improve level of service	5,464	4,993	8,558	3,565
- to replace existing assets	3,340	2,195	5,001	2,806
Increase (decrease) in reserves	(2,475)	(6)	(1,677)	(1,671)
Increase (decrease) in investments	0	0	0	0
Total applications of funds	7,718	8,526	13,332	4,806
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from				
Funding Impact Statement	1,306	3,711	3,172	(539)
Subsidies and grants for capital expenditure	3,277	2,617	4,104	1,487
Development and financial contributions	180	184	184	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(4,793)	(5,110)	(5,005)	105
Net Surplus (Deficit) before taxation in Cost of Service Statement	(30)	1,402	2,455	1053

WATER FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	9	10	10	0
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	11,015	11,365	11,263	(102)
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	23	74	100	26
Total Operating Funding	11,047	11,449	11,373	(76)
Applications of operating funding				
Payments to staff and suppliers	6,093	5,793	5,939	146
Finance costs	0	0	0	0
Internal charges and overheads applied *	1,375	1,527	1,283	(244)
Other operating funding applications	0	0	0	0
Total applications of operating funding	7,468	7,320	7,222	(98)
Surplus (Deficit) of operating funding	3,579	4,129	4,151	22
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	610	625	626	1
Increase (decrease) in debt	3,147	3,148	2,307	(841)
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	3,757	3,773	2,933	(840)
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	98	510	1,007	497
- to improve level of service	6,258	5,393	5,048	(345)
- to replace existing assets	1,373	1,999	1,029	(970)
Increase (decrease) in reserves	(393)	0	0	0
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	7,336	7,902	7,084	(818)
Surplus (Deficit) of capital funding	(3,579)	(4,129)	(4,151)	(22)
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs

WATER COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	0	0	0	0
Operating Income	11,047	11,449	11,373	(76)
Capital Income	610	625	626	1
Total Income	11,657	12,074	11,999	(75)
Expenses				
Payments to staff and suppliers	6,093	5,793	5,939	146
Finance costs	1,375	1,527	1,283	(244)
Depreciation	3,941	4,126	4,146	20
Total Expenses	11,409	11,446	11,368	(78)
Net Surplus (Deficit)	248	628	631	3
Sources of funds				
Net Surplus (Deficit)	248	628	631	3
Non cash expenditure	3,941	4,126	4,146	20
Increase (decrease) in debt	3,147	3,148	2,307	(841)
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	7,336	7,902	7,084	(818)
Applications of funds				
Capital Expenditure				
- to meet additional demand	98	510	1,007	497
- to improve level of service	6,258	5,393	5,048	(345)
- to replace existing assets	1,373	1,999	1,029	(970)
Increase (decrease) in reserves	(393)	0	0	0
Increase (decrease) in investments	0	0	0	0
Total applications of funds	7,336	7,902	7,084	(818)
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	3,579	4,129	4,151	22
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	610	625	626	1
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(3,941)	(4,126)	(4,146)	(20)
Net Surplus (Deficit) before taxation in Cost of Service Statement	248	628	631	3

WASTEWATER FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	0	0	0	0
Targeted rates (other than a targeted rate for water supply)	6,436	6,514	6,800	286
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	3,658	4,036	3,583	(453)
Total Operating Funding	10,094	10,550	10,383	(167)
Applications of operating funding				
Payments to staff and suppliers	5,983	8,984	9,166	182
Finance costs	605	584	454	(130)
Internal charges and overheads applied *	0	85	23	(62)
Other operating funding applications	0	0	0	0
Total applications of operating funding	6,588	9,653	9,643	(10)
Surplus (Deficit) of operating funding	3,506	897	740	(157)
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	540	553	553	0
Increase (decrease) in debt	78	2,373	1,293	(1,080)
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	618	2,926	1,846	(1,080)
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	1,616	258	1,655	1,397
- to improve level of service	2,927	2,932	2,683	(249)
- to replace existing assets	1,341	983	821	(162)
Increase (decrease) in reserves	(1,760)	(350)	(2,573)	(2,223)
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	4,124	3,823	2,586	(1,237)
Surplus (Deficit) of capital funding	(3,506)	(897)	(740)	157
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

WASTEWATER COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	6,436	6,514	6,800	286
Operating Income	3,658	4,036	3,583	(453)
Capital Income	540	553	553	0
Total Income	10,634	11,103	10,936	(167)
Expenses				
Payments to staff and suppliers	5,983	8,984	9,166	182
Finance costs	605	669	477	(192)
Depreciation	3,730	3,992	4,034	42
Total Expenses	10,318	13,645	13,677	32
Net Surplus (Deficit)	316	(2,542)	(2,741)	(199)
Sources of funds				
Net Surplus (Deficit)	316	(2,542)	(2,741)	(199)
Non cash expenditure	3,730	3,992	4,034	42
Increase (decrease) in debt	78	2,373	1,293	(1,080)
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	4,124	3,823	2,586	(1,237)
Applications of funds				
Capital Expenditure				
- to meet additional demand	1,616	258	1,655	1,397
- to improve level of service	2,927	2,932	2,683	(249)
- to replace existing assets	1,341	983	821	(162)
Increase (decrease) in reserves	(1,760)	(350)	(2,573)	(2,223)
Increase (decrease) in investments	0	0	0	0
Total applications of funds	4,124	3,823	2,586	(1,237)
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	3,506	897	740	(157)
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	540	553	553	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(3,730)	(3,992)	(4,034)	(42)
Net Surplus (Deficit) before taxation in Cost of Service Statement	316	(2,542)	(2,741)	(199)

STORMWATER FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	0	0	0	0
Targeted rates (other than a targeted rate for water supply)	3,814	3,914	3,499	(415)
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	0	0	0	0
Total Operating Funding	3,814	3,914	3,499	(415)
Applications of operating funding				
Payments to staff and suppliers	1,079	949	1,226	277
Finance costs	0	0	0	0
Internal charges and overheads applied *	918	936	777	(159)
Other operating funding applications	0	0	0	0
Total applications of operating funding	1,997	1,885	2,003	118
Surplus (Deficit) of operating funding	1,817	2,029	1,496	(533)
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	598	612	612	0
Increase (decrease) in debt	311	641	649	8
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	909	1,253	1,261	8
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	2,369	3,045	2,911	(134)
- to replace existing assets	457	237	100	(137)
Increase (decrease) in reserves	(100)	0	(254)	(254)
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	2,726	3,282	2,757	(525)
Surplus (Deficit) of capital funding	(1,817)	(2,029)	(1,496)	533
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

STORMWATER COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	3,814	3,914	3,499	(415)
Operating Income	0	0	0	0
Capital Income	598	612	612	0
Total Income	4,412	4,526	4,111	(415)
Expenses				
Payments to staff and suppliers	1,079	949	1,226	277
Finance costs	918	936	777	(159)
Depreciation	1,917	2,030	1,750	(280)
Total Expenses	3,914	3,915	3,753	(162)
Net Surplus (Deficit)	498	611	358	(253)
Sources of funds				
Net Surplus (Deficit)	498	611	358	(253)
Non cash expenditure	1,917	2,030	1,750	(280)
Increase (decrease) in debt	311	641	649	8
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	2,348	3,282	2,757	(525)
Applications of funds				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	2,369	3,045	2,911	(134)
- to replace existing assets	457	237	100	(137)
Increase (decrease) in reserves	(100)	0	(254)	(254)
Increase (decrease) in investments	0	0	0	0
Total applications of funds	2,348	3,282	2,757	(525)
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from				
Funding Impact Statement	1,817	2,029	1,496	(533)
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	598	612	612	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(1,917)	(2,030)	(1,750)	280
Net Surplus (Deficit) before taxation in				
Cost of Service Statement	498	611	358	(253)

FLOOD PROTECTION FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	0	0	0	0
Targeted rates (other than a targeted rate for water supply)	122	158	390	232
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	0	0	0	0
Total Operating Funding	122	158	390	232
Applications of operating funding				
Payments to staff and suppliers	112	130	758	628
Finance costs	0	0	0	0
Internal charges and overheads applied *	10	28	15	(13)
Other operating funding applications	0	0	0	0
Total applications of operating funding	122	158	773	615
Surplus (Deficit) of operating funding	0	0	(383)	(383)
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	399	321	829	508
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	399	321	829	508
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	399	321	962	641
- to replace existing assets	0	0	0	0
Increase (decrease) in reserves	0	0	(516)	(516)
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	399	321	446	125
Surplus (Deficit) of capital funding	0	0	383	383
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

FLOOD PROTECTION COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	122	158	390	232
Operating Income	0	0	0	0
Capital Income	0	0	0	0
Total Income	122	158	390	232
Expenses				
Payments to staff and suppliers	112	130	758	628
Finance costs	10	28	15	(13)
Depreciation	0	0	134	134
Total Expenses	122	158	907	749
Net Surplus (Deficit)	0	0	(517)	(517)
Sources of funds				
Net Surplus (Deficit)	0	0	(517)	(517)
Non cash expenditure	0	0	134	134
Increase (decrease) in debt	399	321	829	508
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	399	321	446	125
Applications of funds				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	399	321	962	641
- to replace existing assets	0	0	0	0
Increase (decrease) in reserves	0	0	(516)	(516)
Increase (decrease) in investments	0	0	0	0
Total applications of funds	399	321	446	125
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	0	0	(383)	(383)
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	0	0	0	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	0	0	(134)	(134)
Net Surplus (Deficit) before taxation in Cost of Service Statement	0	0	(517)	(517)

ENVIRONMENTAL MANAGEMENT FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	6,136	5,848	5,340	(508)
Targeted rates (other than a targeted rate for water supply)	613	609	582	(27)
Subsidies and grants for operating purposes	300	213	185	(28)
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	2,053	2,081	2,467	386
Local authorities fuel tax, fines, infringement fees, and other receipts	7,237	7,605	6,654	(951)
Total Operating Funding	16,339	16,356	15,228	(1,128)
Applications of operating funding				
Payments to staff and suppliers	13,125	13,081	11,645	(1,436)
Finance costs	0	0	0	0
Internal charges and overheads applied *	2,296	2,298	2,680	382
Other operating funding applications	0	0	0	0
Total applications of operating funding	15,421	15,379	14,325	(1,054)
Surplus (Deficit) of operating funding	918	977	903	(74)
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	12	12	12	0
Increase (decrease) in debt	(378)	(620)	(251)	369
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	(366)	(608)	(239)	369
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	89	0	0	0
- to improve level of service	98	0	23	23
- to replace existing assets	195	102	78	(24)
Increase (decrease) in reserves	(117)	281	277	(4)
Increase (decrease) in investments	287	(14)	286	300
Total applications of capital funding	552	369	664	295
Surplus (Deficit) of capital funding	(918)	(977)	(903)	74
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

ENVIRONMENTAL MANAGEMENT COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	6,749	6,457	5,922	(535)
Operating Income	9,590	9,899	9,306	(593)
Capital Income	12	12	12	0
Total Income	16,351	16,368	15,240	(1,128)
Expenses				
Payments to staff and suppliers	15,178	15,162	14,112	(1,050)
Finance costs	243	217	213	(4)
Depreciation	346	364	422	58
Total Expenses	15,767	15,743	14,747	(996)
Net Surplus (Deficit)	584	625	493	(132)
Sources of funds				
Net Surplus (Deficit)	584	625	493	(132)
Non cash expenditure	346	364	422	58
Increase (decrease) in debt	(378)	(620)	(251)	369
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	552	369	664	295
Applications of funds				
Capital Expenditure				
- to meet additional demand	89	0	0	0
- to improve level of service	98	0	23	23
- to replace existing assets	195	102	78	(24)
Increase (decrease) in reserves	(117)	281	277	(4)
Increase (decrease) in investments	287	(14)	286	300
Total applications of funds	552	369	664	295
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	918	977	903	(74)
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	12	12	12	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(346)	(364)	(422)	(58)
Net Surplus (Deficit) before taxation in Cost of Service Statement	584	625	493	(132)

SOCIAL FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	9,994	10,474	10,680	206
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	485	398	378	(20)
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	165	165
Local authorities fuel tax, fines, infringement fees, and other receipts	2,318	2,403	2,508	105
Total Operating Funding	12,797	13,275	13,731	456
Applications of operating funding				
Payments to staff and suppliers	11,755	11,560	12,246	686
Finance costs	0	0	0	0
Internal charges and overheads applied *	381	441	353	(88)
Other operating funding applications	0	0	0	0
Total applications of operating funding	12,136	12,001	12,599	598
Surplus (Deficit) of operating funding	661	1,274	1,132	(142)
Sources of capital funding				
Subsidies and grants for capital	6,876	0	6,766	6,766
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	1,877	684	1,034	350
Gross proceeds from sale of assets	1	1	1	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	8,754	685	7,801	7,116
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	539	625	504	(121)
- to improve level of service	9,795	729	9,553	8,824
- to replace existing assets	777	362	297	(65)
Increase (decrease) in reserves	(183)	256	92	(164)
Increase (decrease) in investments	(1,513)	(13)	(1,513)	(1,500)
Total applications of capital funding	9,415	1,959	8,933	6,974
Surplus (Deficit) of capital funding	(661)	(1,274)	(1,132)	142
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

SOCIAL COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	9,994	10,474	10,680	206
Operating Income	2,803	2,801	3,051	250
Capital Income	6,876	0	6,766	6,766
Total Income	19,673	13,275	20,497	7,222
Expenses				
Payments to staff and suppliers	11,755	11,560	12,246	686
Finance costs	381	441	353	(88)
Depreciation	1,156	1,293	1,291	(2)
Total Expenses	13,292	13,294	13,890	596
Net Surplus (Deficit)	6,381	(19)	6,607	6,626
Sources of funds				
Net Surplus (Deficit)	6,381	(19)	6,607	6,626
Non cash expenditure	1,156	1,293	1,291	(2)
Increase (decrease) in debt	1,878	685	1,035	350
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	9,415	1,959	8,933	6,974
Applications of funds				
Capital Expenditure				
- to meet additional demand	539	625	504	(121)
- to improve level of service	9,795	729	9,553	8,824
- to replace existing assets	777	362	297	(65)
Increase (decrease) in reserves	(183)	256	92	(164)
Increase (decrease) in investments	(1,513)	(13)	(1,513)	(1,500)
Total applications of funds	9,415	1,959	8,933	6,974
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from				
Funding Impact Statement	661	1,274	1,132	(142)
Subsidies and grants for capital expenditure	6,876	0	6,766	6,766
Development and financial contributions	0	0	0	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(1,156)	(1,293)	(1,291)	2
Revaluation Gains (Losses)	0	0	0	0
Net Surplus (Deficit) before taxation in Cost of Service Statement	6,381	(19)	6,607	6,626

PARKS FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	12,207	12,870	11,306	(1,564)
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	2,777	2,868	4,448	1,580
Total Operating Funding	14,984	15,738	15,754	16
Applications of operating funding				
Payments to staff and suppliers	10,202	9,781	11,850	2,069
Finance costs	0	0	0	0
Internal charges and overheads applied *	2,646	3,032	2,205	(827)
Other operating funding applications	0	0	0	0
Total applications of operating funding	12,848	12,813	14,055	1,242
Surplus (Deficit) of operating funding	2,136	2,925	1,699	(1,226)
Sources of capital funding				
Subsidies and grants for capital	700	2,243	27	(2,216)
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	9,723	6,186	6,939	753
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	10,423	8,429	6,966	(1,463)
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	9,312	3,325	3,370	45
- to improve level of service	2,859	7,322	4,372	(2,950)
- to replace existing assets	2,772	2,319	1,641	(678)
Increase (decrease) in reserves	(2,384)	(1,612)	(718)	894
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	12,559	11,354	8,665	(2,689)
Surplus (Deficit) of capital funding	(2,136)	(2,925)	(1,699)	1,226
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

PARKS COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	12,207	12,870	11,306	(1,564)
Operating Income	2,777	2,868	4,448	1,580
Capital Income	700	2,243	27	(2,216)
Total Income	15,684	17,981	15,781	(2,200)
Expenses				
Payments to staff and suppliers	10,202	9,781	11,850	2,069
Finance costs	2,646	3,032	2,205	(827)
Depreciation	3,270	3,457	2,728	(729)
Total Expenses	16,118	16,270	16,783	513
Net Surplus (Deficit)	(434)	1,711	(1,002)	(2,713)
Sources of funds				
Net Surplus (Deficit)	(434)	1,711	(1,002)	(2,713)
Non cash expenditure	3,270	3,457	2,728	(729)
Increase (decrease) in debt	9,723	6,186	6,939	753
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	12,559	11,354	8,665	(2,689)
Applications of funds				
Capital Expenditure				
- to meet additional demand	9,312	3,325	3,370	45
- to improve level of service	2,859	7,322	4,372	(2,950)
- to replace existing assets	2,772	2,319	1,641	(678)
Increase (decrease) in reserves	(2,384)	(1,612)	(718)	894
Increase (decrease) in investments	0	0	0	0
Total applications of funds	12,559	11,354	8,665	(2,689)
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from				
Funding Impact Statement	2,136	2,925	1,699	(1,226)
Subsidies and grants for capital expenditure	700	2,243	27	(2,216)
Development and financial contributions	0	0	0	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	(3,270)	(3,457)	(2,728)	729
Net Surplus (Deficit) before taxation in Cost of Service Statement	(434)	1,711	(1,002)	(2,713)

ECONOMIC FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	1,453	1,513	1,468	(45)
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	0	0	0	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	0	0	0	0
Local authorities fuel tax, fines, infringement fees, and other receipts	0	0	0	0
Total Operating Funding	1,453	1,513	1,468	(45)
Applications of operating funding				
Payments to staff and suppliers	1,441	1,501	1,292	(209)
Finance costs	0	0	0	0
Internal charges and overheads applied *	12	12	176	164
Other operating funding applications	0	0	0	0
Total applications of operating funding	1,453	1,513	1,468	(45)
Surplus (Deficit) of operating funding	0	0	0	0
Sources of capital funding				
Subsidies and grants for capital	0	0	0	0
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	0	0	0	0
Gross proceeds from sale of assets	0	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	0	0	0	0
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	0	0	0	0
- to replace existing assets	0	0	0	0
Increase (decrease) in reserves	0	0	0	0
Increase (decrease) in investments	0	0	0	0
Total applications of capital funding	0	0	0	0
Surplus (Deficit) of capital funding	0	0	0	0
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

ECONOMIC COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	1,453	1,513	1,468	(45)
Operating Income	0	0	0	0
Capital Income	0	0	0	0
Total Income	1,453	1,513	1,468	(45)
Expenses				
Payments to staff and suppliers	1,441	1,501	1,457	(44)
Finance costs	12	12	11	(1)
Depreciation	0	0	0	0
Total Expenses	1,453	1,513	1,468	(45)
Net Surplus (Deficit)	0	0	0	0
Sources of funds				
Net Surplus (Deficit)	0	0	0	0
Non cash expenditure	0	0	0	0
Increase (decrease) in debt	0	0	0	0
Gross proceeds from sale of assets	0	0	0	0
Total Sources of funds	0	0	0	0
Applications of funds				
Capital Expenditure				
- to meet additional demand	0	0	0	0
- to improve level of service	0	0	0	0
- to replace existing assets	0	0	0	0
Increase (decrease) in reserves	0	0	0	0
Increase (decrease) in investments	0	0	0	0
Total applications of funds	0	0	0	0
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	0	0	0	0
Subsidies and grants for capital expenditure	0	0	0	0
Development and financial contributions	0	0	0	0
Vested Assets	0	0	0	0
Gains on sale	0	0	0	0
Depreciation	0	0	0	0
Net Surplus (Deficit) before taxation in Cost of Service Statement	0	0	0	0

CORPORATE FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	(1,329)	1,185	883	(302)
Targeted rates (other than a targeted rate for water supply)	0	0	0	0
Subsidies and grants for operating purposes	2	2	2	0
Fees, charges, and targeted rates for water supply	0	0	0	0
Internal charges and overheads recovered	8,088	9,151	7,095	(2,056)
Local authorities fuel tax, fines, infringement fees, and other receipts	4,419	3,982	4,354	372
Total Operating Funding	11,180	14,320	12,334	(1,986)
Applications of operating funding				
Payments to staff and suppliers	6,850	6,899	7,638	739
Finance costs	3,337	4,407	3,469	(938)
Internal charges and overheads applied *	923	1,128	1,362	234
Other operating funding applications	0	0	0	0
Total applications of operating funding	11,110	12,434	12,469	35
Surplus (Deficit) of operating funding	70	1,886	(135)	(2,021)
Sources of capital funding				
Subsidies and grants for capital	1,500	1,536	1,500	(36)
Development and financial contributions	0	0	0	0
Increase (decrease) in debt	31,462	19,687	28,441	8,754
Gross proceeds from sale of assets	20	0	0	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	32,982	21,223	29,941	8,718
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	895	123	582	459
- to improve level of service	2,806	1,370	3,387	2,017
- to replace existing assets	1,354	1,604	1,150	(454)
Increase (decrease) in reserves	3,550	2,024	767	(1,257)
Increase (decrease) in investments	24,447	17,988	23,920	5,932
Total applications of capital funding	33,052	23,109	29,806	6,697
Surplus (Deficit) of capital funding	(70)	(1,886)	135	2,021
Funding balance	0	0	0	0

* Internal charges and overheads include finance costs for internal loans.

CORPORATE COST OF SERVICE STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income				
Rating Income	(1,509)	1,010	704	(306)
Operating Income	12,689	13,312	11,630	(1,682)
Capital Income	9,078	9,401	4,500	(4,901)
Total Income	20,258	23,723	16,834	(6,889)
Expenses				
Payments to staff and suppliers	6,850	6,899	8,217	1,318
Finance costs	4,260	5,537	4,252	(1,285)
Depreciation	1,032	1,231	1,519	288
Total Expenses	12,142	13,667	13,988	321
Net Surplus (Deficit)	8,116	10,056	2,846	(7,210)
Sources of funds				
Net Surplus (Deficit)	8,116	10,056	2,846	(7,210)
Non cash expenditure	1,032	1,231	1,519	288
Increase (decrease) in debt	31,462	19,687	28,441	8,754
Gross proceeds from sale of assets	20	0	0	0
Total Sources of funds	40,630	30,974	32,806	1,832
Applications of funds				
Capital Expenditure				
- to meet additional demand	8,473	7,988	3,582	(4,406)
- to improve level of service	2,806	1,370	3,387	2,017
- to replace existing assets	1,354	1,604	1,150	(454)
Increase (decrease) in reserves	3,550	2,024	767	(1,257)
Increase (decrease) in investments	24,447	17,988	23,920	5,932
Total applications of funds	40,630	30,974	32,806	1,832
Funding balance	0	0	0	0

Reconciliation between the Net Surplus (Deficit) in the Cost of Service Statement and Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Draft Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from				
Funding Impact Statement	70	1,886	(135)	(2,021)
Subsidies and grants for capital expenditure	1,500	1,536	1,500	(36)
Development and financial contributions	0	0	0	0
Vested Assets	7,578	7,865	3,000	(4,865)
Gains on sale	0	0	0	0
Depreciation	(1,032)	(1,231)	(1,519)	(288)
Net Surplus (Deficit) before taxation in				
Cost of Service Statement	8,116	10,056	2,846	(7,210)

STATEMENT OF COMPREHENSIVE INCOME

	Long-term Plan (LTP) 2012/13 (\$000)	Projection 2012/13	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Income					
Rates other than targeted rates for water supply	47,346	47,346	51,323	48,874	(2,449)
Operating grants, donations and subsidies	4,527	4,034	2,437	2,703	266
Capital grants, donations and subsidies	10,853	4,614	4,859	12,396	7,537
Vested Assets	7,578	1,750	7,865	3,000	(4,865)
Development Contributions	1,940	1,567	1,987	1,987	0
Other fees, charges and rentals	35,166	27,262	35,792	33,440	(2,352)
Interest Received	36	57	66	28	(38)
Dividend Received	2,610	2,827	2,673	2,673	0
Total Income	110,056	89,457	107,002	105,101	(1,901)
Operating Expenditure					
Staff expenditure	17,442	17,596	17,988	18,151	163
Finance Costs	4,099	3,865	5,148	4,061	(1,087)
Depreciation and amortisation	20,185	19,613	21,603	21,028	(575)
Other Expenses	52,651	46,339	49,787	52,729	2,942
Total Expenditure	94,377	87,413	94,526	95,969	1,443
Net Surplus/(Deficit) before taxation	15,679	2,044	12,476	9,132	(3,344)
Taxation	84	84	86	86	0
Net Surplus/(Deficit)	15,595	1,960	12,390	9,046	(3,344)
Increase in Asset Revaluation Reserves	43,473	16,931	27,854	20,553	(7,301)
Total Other Comprehensive Income	43,473	16,931	27,854	20,553	(7,301)
Total Comprehensive Income	59,068	18,891	40,244	29,599	(10,645)

STATEMENT OF CHANGES IN EQUITY

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Equity at beginning of year	1,185,251	1,244,319	1,195,319	(49,000)
Total Comprehensive Income	59,068	40,244	29,599	(10,645)
Equity at end of year	1,244,319	1,284,563	1,224,918	(59,645)

The 2013/14 Annual Plan equity at the beginning of the year is based on 2011/12 Annual Report closing balance plus a forecast for 2012/13, and therefore is not equal to 2012/13 Annual Plan equity at end of year.

STATEMENT OF FINANCIAL POSITION

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Current Assets				
Cash and cash equivalents	98	98	0	(98)
Inventories	91	0	78	78
Trade and other receivables	12,138	12,224	8,965	(3,259)
Other Financial Assets	271	654	306	(348)
Taxation	0	0	76	76
Total Current Assets	12,598	12,976	9,425	(3,551)
Non Current Assets				
Trade and other receivables	6,831	6,831	7,127	296
Investments in Council- Controlled Organisations	22,310	22,310	22,383	73
Investment Properties	883	904	883	(21)
Other Financial Assets	140	140	140	0
Intangible Assets	1,249	1,249	1,350	101
Biological Assets	4,114	4,484	4,692	208
Property, Plant and equipment*	1,311,429	1,367,517	1,300,731	(66,786)
Total Non Current Assets	1,346,956	1,403,435	1,337,306	(66,129)
Total Assets	1,359,554	1,416,411	1,346,731	(69,680)
Current Liabilities				
Bank Overdraft	3,087	2,178	2,499	321
Trade and other payables	15,010	15,528	13,078	(2,450)
Employee benefit liabilities	1,364	1,407	1,544	137
Taxation payable	0	0	0	0
Current portion of borrowings	12,136	14,591	39,717	25,126
Derivative Financial Instruments			16	16
Total Current Liabilities	31,597	33,704	56,854	23,150
Non Current Liabilities				
Provisions	608	618	992	374
Employee Benefit Liabilities	321	331	352	21
Derivative Financial Instruments	1,147	1,147	3,885	2,738
Non-current portion of borrowings	81,562	96,048	59,730	(36,318)
Total Non-Current Liabilities	83,638	98,144	64,959	(33,185)
Total Liabilities	115,235	131,848	121,813	(10,035)
Net Assets	1,244,319	1,284,563	1,224,918	(59,645)
Ratepayer's Equity				
Accumulated Balances	375,899	387,644	346,621	(41,023)
Other Reserves	868,420	896,919	878,297	(18,622)
Total Ratepayer's Equity	1,244,319	1,284,563	1,224,918	(59,645)

Opening balances for 2013/14 Annual Plan have been derived from 2011/12 Annual Report closing balances plus a forecast for 2012/13, as this represents a more recent and accurate assessment than the 2012/13 Annual Plan closing balances.

* The \$67 million difference against the Long Term plan has a number of different drivers, some of which are interdependent. Firstly, the opening balance at 01 July 2012 is \$13 million lower than projected in the LTP. Vested assets over the first two years of the LTP are now projected to be \$11m lower. The lower asset base combined with a reduced projection for asset revaluation indices has produced a reduction in asset revaluation over the two years to June 2014 of \$33 million. The remainder of the difference is a result of changes to the capital programme along with the depreciation effect from the lower asset base.

CASH FLOW STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash was provided from:				
Receipts from Ratepayers	47,531	51,512	49,063	(2,449)
Receipts from grants, donations, and subsidies	10,025	8,832	8,243	(589)
Receipts of other fees, charges, and rentals	33,615	33,368	33,132	(236)
Development Contributions	1,940	1,987	1,987	0
Interest Received	36	66	28	(38)
Dividends Received	2,610	2,673	2,673	0
	95,757	98,438	95,126	(3,312)
Cash was disbursed to:				
Payments to suppliers	52,563	49,184	52,719	3,535
Payments to employees	17,442	17,933	18,097	164
Interest Paid	4,099	5,148	4,061	(1,087)
Tax Paid/(refund)	84	86	86	0
	74,188	72,351	74,963	2,612
Net Cash Flows from Operating Activities	21,569	26,087	20,163	(5,924)
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash was provided from:				
Sale of Investments and properties for resale	0	0	0	0
Repayment of LGFA borrower notes	0	0	0	0
Sale of fixed assets	41	22	22	0
Repayment of community loans and advances	326	334	334	0
	367	356	356	0
Cash was disbursed to:				
Investments in council controlled organisations	0	0	0	0
Investments in LGFA* borrower notes	271	383	306	(77)
Community loans advanced	300	0	300	300
Purchase of fixed assets:				0
Renewals	11,609	9,801	10,073	272
New works - growth	13,938	6,185	8,562	2,377
New works - Increased level of service	24,619	26,106	29,189	3,083
	50,737	42,475	48,430	5,955
Net Cash Flows from Investing Activities	(50,370)	(42,119)	(48,074)	(5,955)
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash was provided from:				
Proceeds from borrowings	25,793	17,956	24,022	6,066
Cash was applied to:				
Repayment of borrowings	775	1,015	715	(300)
Net Cash Flows from Financing Activities	25,018	16,941	23,307	6,366
Net Increase/(Decrease) in Cash Held	(3,783)	909	(4,604)	(5,513)
Add Opening Cash Balance	794	(2,989)	2,105	5,094
Closing Balance	(2,989)	(2,080)	(2,499)	(419)
Represented by:				
Cash and Cash Equivalents	(2,989)	(2,080)	(2,499)	(419)

The opening cash balance for Annual Plan 2013/14 is based on the 2011/12 Annual Report closing balance plus a forecast for 2012/13 and therefore is not equal to the 2012/13 Annual Plan closing balance.

* Local Government Funding Agency

FUNDING IMPACT STATEMENT

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Sources of Operating Funding				
General Rates, uniform annual general charges, rates penalties	36,545	40,317	37,791	(2,526)
Targeted rates (other than a targeted rate for water supply)	10,986	11,195	11,272	77
Subsidies and grants for operating purposes	4,527	2,437	2,703	266
Fees, charges, and targeted rates for water supply	11,015	11,365	11,263	(102)
Interest and dividends from investments	2,646	2,739	2,701	(38)
Local authorities fuel tax, fines, infringement fees, and other receipts	22,465	22,702	21,988	(714)
Total Operating Funding	88,184	90,755	87,718	(3,037)
Applications of operating funding				
Payments to staff and suppliers	70,093	67,775	70,880	3,105
Finance costs	4,099	5,148	4,061	(1,087)
Other operating funding applications	0	0	(0)	(0)
Total applications of operating funding	74,192	72,923	74,941	2,018
Surplus (Deficit) of operating funding	13,992	17,832	12,777	(5,055)
Sources of capital funding				
Subsidies and grants for capital	12,354	6,395	12,396	6,001
Development and financial contributions	1,940	1,987	1,987	0
Increase (decrease) in debt	24,943	16,866	23,287	6,421
Gross proceeds from sale of assets	41	22	22	0
Lump sum contributions	0	0	0	0
Total sources of capital funding	39,278	25,270	37,692	12,422
Applications of capital funding				
Capital Expenditure				
- to meet additional demand	13,938	6,185	8,562	2,377
- to improve level of service	32,975	26,106	37,545	11,439
- to replace existing assets	11,609	9,801	10,073	272
Increase (decrease) in reserves	(3,861)	592	(4,601)	(5,193)
Increase (decrease) in investments	(1,391)	418	(1,110)	(1,528)
Total applications of capital funding	53,270	43,102	50,469	7,367
Surplus (Deficit) of capital funding	(13,992)	(17,832)	(12,777)	5,055
Funding balance	0	0	0	0

Reconciliation between the surplus in the Statement of Comprehensive Income and
Surplus (Deficit) of operating funding in the Funding Impact Statement

	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference to LTP 2013/14 (\$000)
Surplus/(Deficit) of operating funding from Funding Impact Statement	13,992	17,832	12,777	(5,055)
Subsidies and grants for capital expenditure	12,354	6,395	12,396	6,001
Development and financial contributions	1,940	1,987	1,987	0
Vested Assets	7,578	7,865	3,000	(4,865)
Gains on sale	0	0	0	0
Depreciation	(20,185)	(21,603)	(21,028)	575
Net Surplus (Deficit) before taxation in Statement of Comprehensive Income	15,679	12,476	9,132	(3,344)

SUMMARY OF CAPITAL EXPENDITURE OVER \$100,000

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
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Transport

Roads: Subsidised				
Bishoptdale to The Ridgeway shared path	350			
Emergency 2011 Cable Bay Road			2,250	2,250
Emergency 2011 response	725		419	419
Footpath: walkway connection	55	100	100	
Integration activities	300	300	375	75
Maitai shared path (Akerston St to Trafalgar St)		1,000	1,000	
Other walk/cycle projects	50	300	300	
R Fund: Waimea/Motueka junction	1,224		1,237	1,237
Road renewals: friction course replacement	989	567	567	
Road renewals: resurfacing	602	602	602	
Road renewals: traffic services	130	130	130	
Road: minor improvements programme	413	469	469	
Rocks Rd 4 metre wide shared path	110	250	105	(145)
School approach and frontage treatments	50	200	240	40
Streetlights	250	250	450	200
The Brook shared path	50	450	25	(425)
Variable speed signs	360		340	340
Waimea/Princes intersection			450	450
Projects under \$100,000	487	283	356	73
Roads: Unsubsidised				
Land purchase			220	220
Renewals: footpaths	550	571	571	
Renewals: streetlights	125	130	130	
Road: Princes Dr	1,074		1,031	1,031
Road: Queens Rd	321			
Road: Tasman St (Cambria to Grove)		300	318	17
Road: Tasman St (Halifax to Grove)	176			
Road: Tasman St (Nile to Bronte)	70	467	15	(452)
Stock effluent facility			300	300
Sundry land purchases	220			
Variable speed signs	120			
Projects under \$100,000	256	346	506	160
Inner City Enhancement -Car Parks				
23 New St (the Hub)			300	300
Bridge St enhancement	262		218	218
Maitai shared path (Akerston St to Trafalgar St)	450	1,299	1,822	524
Montgomery Sq upgrade	100			
Upper Trafalgar St improvements	25	261		(261)
Projects under \$100,000	262	221	90	(131)

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
Public Transport				
Projects under \$100,000	36	36	72	36
Total Transport	10,194	8,532	15,009	6,477

Water Supply

Water Supply				
Backflow prevention	100	364	100	(264)
Maitai duplicate pipeline	5,098	4,509	4,509	
Observatory Hill reservoir and pump	94	357	981	624
Pipe renewals	778	811	600	(211)
Pressure reduction	395	253	50	(203)
Renewals: commercial meters	287	292	151	(141)
Renewals: misc pipes & fittings	116	63	63	
Renewals: residential meters	50	696	46	(650)
Ridermains	179	150	100	(50)
System improvements	123	128	52	(76)
Projects under \$100,000	509	280	431	151
Total Water Supply	7,728	7,902	7,083	(819)

Wastewater

Wastewater				
Arapiki/Quarantine trunk main	91	1,548	1,581	33
Awatea Pl		291		(291)
Beatson Rd	120		30	30
Corder Park pump station	78	1,035		(1,035)
Franklyn St	170		30	30
Kawai St	190			
Marsden Valley trunk main	584	255	1,500	1,245
Neale Park pump station	226			
Nelson North wastewater treatment plant	2,251		901	901
Regional Sewerage Business Unit/Bell Island (NRSBU)	824			
Renewals: NRSBU	286	119	292	174
Renewals: pump stations	215	223	223	
Rising/swallows renewals	134	51	66	16
Wastewater pipe renewals	26	537	100	(437)
Projects under \$100,000	690	114	434	320
Total Wastewater	5,883	4,172	5,158	986

Stormwater

Stormwater				
Brougham St	29	308		(308)
Chamberlain St			100	100
Fountain Place			100	100
Marlowe St	147			
Neale/Kea/Kaka/Railway Reserve	245			
North Esk/Beccles	47	253	265	12
Piping ditches	175	105	262	156
Public/private drains	126	116	116	
Queens Rd	236			
Railway Reserve/ Newall/ Bledisloe/Louisson/Main Rd (West)		513	513	
Salt Water Creek/Haven Rd culvert	140	79	79	

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
Seaview Tce	47	204	209	4
St Vincent/Hastings St culvert	140	79	43	(36)
Stanley/Beachville	52	331	374	43
Stormwater post flood improvements			100	100
Stormwater renewals	417	169	29	(140)
Tasman St (Cambria to Grove)	5	206	206	
Tasman St (Nile to Bronte)	57	282	10	(273)
Vanguard St	131	331	52	(279)
Projects under \$100,000	832	305	553	248
Total Stormwater	2,826	3,282	3,010	(272)

Flood Protection

Flood Protection				
Flood mitigation			150	150
Maitai River	100	104		(104)
Stormwater post flood improvements			200	200
Todds Valley Stream	141	79	60	(19)
York Stream channel	79	49	470	421
Projects under \$100,000	80	89	83	(7)
Total Flood Protection	399	321	962	642

Environmental Management

Rural Fire Control				
Projects under \$100,000	85		12	12
Waste Minimisation				
Projects under \$100,000	12	6		(6)
Transfer Station				
Projects under \$100,000	81	54	69	15
York Valley Landfill				
Projects under \$100,000	206	42	20	(22)
Total Environmental Management	383	102	101	(1)

Social

Heritage & Arts Planning				
Art works programme	58	130		(130)
Heart of Nelson artwork & sculptures	145	57		(57)
QEII gateway art	157			
Projects under \$100,000		16	41	25
Isel House				
Projects under \$100,000	20			
Melrose House				
Projects under \$100,000		10		(10)
Founders Park				
Projects under \$100,000	15	16	16	
Historic Cemeteries				
Projects under \$100,000	46	42	7	(35)
Nelson School of Music				
Buildings - NSOM	2,406		2,406	2,406
Earthquake strengthening	20	603	323	(280)

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
Theatre Royal				
Theatre Royal Building	6,590		6,590	6,590
Nelson Library				
Book Purchases	371	375	375	
Radio frequency ID circulation	360			
Projects under \$100,000	175	194	153	(41)
Stoke Library				
Projects under \$100,000	7	33	31	(1)
Nightingale Library				
Building	153		119	119
Projects under \$100,000	5	5	4	(1)
Marsden Cemetery				
Projects under \$100,000	80	98	39	(60)
Crematorium				
Projects under \$100,000	16	4		(4)
Public Toilets, Free				
Buxton Toilet	314			
Cathedral Toilets			150	150
Projects under \$100,000	49	51	47	(5)
Stoke Hall				
Projects under \$100,000	42	17		(17)
Maitai Club				
Projects under \$100,000	15			
Wakapuaka Community Centre				
Projects under \$100,000		10		(10)
Trafalgar St Hall				
Projects under \$100,000	15			
Maitai Camp				
Projects under \$100,000	7			
Brook Camp				
Projects under \$100,000	4	12	12	
Community Housing				
Projects under \$100,000	41	43	43	
Total Social	11,112	1,715	10,354	8,639

Parks & Active Recreation

Horticulture Parks				
Church steps toilet	137			
Isel House landscaping	100			
Projects under \$100,000	224	227	211	(16)
Neighbourhood Parks				
Branford Park	106			
Land purchase: general reserve	1,189	519	1,189	669
Reserve development	501	104	504	400
Projects under \$100,000	379	351	222	(129)
Conservation Reserves				
Renewals: tracks	127	38	68	30
Projects under \$100,000	103	75	11	(64)
Landscape Reserves				
Fringed Hill revegetation	150	125	125	
Projects under \$100,000	298	274	243	(31)
Esplanade & Foreshore Reserves				
Acessway/carpark	168	104	50	(54)
General artworks	133			
Planting	138	143	143	

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
Tahunanui modellers pond	50	467	492	25
Tahunanui resource management plan implementation	294	208		(208)
Wakapuaka Sandflats	200	10		(10)
Wakefield Quay	694			
Projects under \$100,000	196	188	140	(48)
Walkways				
Projects under \$100,000	343	224	70	(154)
Sports Parks				
Greenmeadows toilet/changing facilities	200	1,870		(1,870)
Maitai shared path (Akerston St to Trafalgar St)			118	118
Rutherford/Trafalgar Park development plan	109			
Projects under \$100,000	405	416	316	(100)
Natureland				
Projects under \$100,000	31	1		(1)
Trafalgar Centre				
Mother grid design and installation		312		(312)
North extension	1,000	4,675	3,253	(1,422)
Projects under \$100,000	107	75	68	(7)
Saxton Field Stadium				
Projects under \$100,000	30			
Golf Course				
Projects under \$100,000	52	31	24	(7)
Pools				
Nayland Pool remodelling	60	541	52	(489)
Renewal: landscaping	141	104	51	(53)
Riverside seismic strengthening	180	416	416	
Projects under \$100,000	7	39		(39)
Play Facilities				
Playgrounds	405		198	198
Skatepark	567			
Youth Park	369		15	15
Projects under \$100,000	67	152	81	(71)
Marina				
Akersten St Development	456			
Hardstand	2,400			
Renewal: torsion bar	259	249	140	(109)
Projects under \$100,000	204	121	113	(8)
Saxton Field				
General development	245	156		(156)
Land purchase (Daelyn)	500	519	689	170
Relocate overhead power	300		275	275
Replace hockey turf	950			
Road entrance Main Rd	168			
Walkways/cycleways	200			
Projects under \$100,000	3	3	104	101
Regional Community Facilities				
Projects under \$100,000	1	1		(1)
Total Parks & Active Recreation	14,943	12,740	9,383	(3,357)

Project	Long-term Plan (LTP) 2012/13 (\$000)	Long-term Plan (LTP) 2013/14 (\$000)	Annual Plan 2013/14 (\$000)	Difference from LTP 2013/14 (\$000)
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Corporate

Council Publicity				
Major Signage	112			
Civic House				
Earthquake prone buildings	140	1,039	500	(539)
Plant & Equipment	491	255	606	351
State Advances building remediation	30	156		(156)
Rental Properties				
Reliance building demolition	180			
Strategic building purchases	2,400		2,400	2,400
Projects under \$100,000	21		21	21
Administration				
Hardware/desktops	1,580	1,497	1,441	(57)
Motor Vehicles	100	151	151	
Total Corporate	5,054	3,097	5,118	2,021
TOTAL CAPITAL EXPENDITURE	58,523	41,864	56,180	14,316