

# Financial Statements

## STATEMENT OF PROSPECTIVE FINANCIAL PERFORMANCE (Incorporating the Long Term Council Community Plan)

Actual 2003/04 \$000	Annual Plan 2004/05 \$000		Forecast 2005/06 \$000	Projection 2006/07 \$000	Projection 2007/08 \$000	Projection 2008/09 \$000	Projection 2009/10 \$000	Projection 2010/11 \$000	Projection 2011/12 \$000	Projection 2012/13 \$000
<b>Revenue</b>										
37,850	30,474	General rates – base	38,369	43,470	47,834	53,559	59,753	64,302	67,122	66,859
55,284	47,719	General rates – commercial, industrial & business	54,439	55,324	53,577	51,659	48,520	52,213	54,502	54,290
<b>Targeted rates:</b>										
–	6,152	Base sector targeted rate	6,837	6,762	6,861	6,743	6,552	6,589	6,612	6,688
–	2,740	Commercial sector targeted rate	2,447	2,450	2,406	2,406	2,406	2,408	2,409	2,410
28,836	29,667	Sewerage rate	27,985	28,493	28,652	28,867	29,060	29,275	29,413	29,475
22,832	24,231	Water rates (including meter income)	23,592	23,742	23,739	23,854	23,966	24,095	24,161	24,195
–	9,887	Stormwater rate	10,123	10,616	10,761	10,911	11,119	11,336	11,471	11,512
3,949	5,426	Downtown levy	6,091	6,096	6,085	6,086	6,085	6,086	6,087	6,088
23	22	Tawa driveway levy	22	22	22	22	22	22	22	22
11	11	Marsden Village levy	13	13	13	13	13	13	13	13
<b>148,785</b>	<b>156,329</b>	<b>Rates and levies</b>	<b>169,918</b>	<b>176,988</b>	<b>179,949</b>	<b>184,120</b>	<b>187,496</b>	<b>196,339</b>	<b>201,812</b>	<b>201,552</b>
70,923	75,456	User charges	77,801	78,299	78,602	78,122	78,197	78,406	77,613	81,690
7,925	10,973	Transfund subsidy	11,276	11,493	11,651	11,276	11,284	11,339	10,013	9,314
170	4,200	Dividends	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200
17,348	12,997	Revenue from investment properties	14,295	14,193	13,989	13,339	12,771	10,531	9,899	9,657
2,610	1,400	Interest on investments	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
1,118	1,000	Petrol tax	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
13,902	662	Special funds and other income	1,556	1,662	1,662	1,662	1,662	1,662	1,662	1,662
<b>Income for Capital projects:</b>										
–	–	Development contributions	305	610	1,220	2,134	3,354	4,878	6,098	6,098
11,591	–	Vested assets	–	–	–	–	–	–	–	–
<b>125,587</b>	<b>106,688</b>	<b>Total other revenue</b>	<b>111,833</b>	<b>112,857</b>	<b>113,724</b>	<b>113,133</b>	<b>113,868</b>	<b>113,416</b>	<b>111,885</b>	<b>115,021</b>
<b>274,372</b>	<b>263,017</b>	<b>Total revenue</b>	<b>281,751</b>	<b>289,845</b>	<b>293,673</b>	<b>297,253</b>	<b>301,364</b>	<b>309,755</b>	<b>313,697</b>	<b>316,573</b>
<b>Expenditure</b>										
269,955	272,250	Project expenditure	285,679	293,468	296,686	299,352	302,243	309,110	311,832	314,708
<b>269,955</b>	<b>272,250</b>	<b>Total expenditure</b>	<b>285,679</b>	<b>293,468</b>	<b>296,686</b>	<b>299,352</b>	<b>302,243</b>	<b>309,110</b>	<b>311,832</b>	<b>314,708</b>
<b>4,417</b>	<b>(9,233)</b>	<b>NET OPERATING SURPLUS/(DEFICIT)</b>	<b>(3,928)</b>	<b>(3,623)</b>	<b>(3,013)</b>	<b>(2,099)</b>	<b>(879)</b>	<b>645</b>	<b>1,865</b>	<b>1,865</b>
		Rates increase on previous year	8.69%	4.16%	1.67%	2.32%	1.83%	4.72%	2.79%	-0.13%
		Less growth in rating base	-1.70%							
		Real rates increase on previous year	6.99%							

**STATEMENT OF PROSPECTIVE NET OPERATING SURPLUS/(DEFICIT)**  
(Incorporating the Long Term Council Community Plan)

<i>Actual</i>	<i>Annual Plan</i>		<i>Forecast</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
<i>2003/04</i>	<i>2004/05</i>		<i>2005/06</i>	<i>2006/07</i>	<i>2007/08</i>	<i>2008/09</i>	<i>2009/10</i>	<i>2010/11</i>	<i>2011/12</i>	<i>2012/13</i>
<i>\$000</i>	<i>\$000</i>		<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
1,482,427	1,473,109	Opening accumulated funds	1,490,039	1,485,611	1,481,488	1,477,975	1,475,376	1,473,997	1,474,142	1,475,507
	(4,733)	Unfunded depreciation	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)
	500	Insurance reserve	500	500	500	500	500	500	500	500
4,417		Surplus								
	(5,000)	Funded from previous years' surplus								
		Development contribution revenue	305	610	1,220	2,134	3,354	4,878	6,098	6,098
4,417	(9,233)	<b>Net operating surplus/(deficit)</b>	<b>(3,927)</b>	<b>(3,623)</b>	<b>(3,013)</b>	<b>(2,099)</b>	<b>(879)</b>	<b>645</b>	<b>1,865</b>	<b>1,865</b>
3,244	(500)	Transfer (to)/from restricted reserves	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)
9,684		Transfer (to)/from revaluation reserves								
		Equity adjustments								
1,499,772	1,463,376	<b>Closing accumulated funds</b>	<b>1,485,611</b>	<b>1,481,488</b>	<b>1,477,975</b>	<b>1,475,376</b>	<b>1,473,997</b>	<b>1,474,142</b>	<b>1,475,507</b>	<b>1,476,872</b>

*Assumptions:*

1. The actual surplus recorded for 2003/04 is an accounting surplus. This will differ from the surplus (calculated in accordance with the Revenue and Financing Policy) available to be carried forward into future years.

**STATEMENT OF PROSPECTIVE FINANCIAL POSITION**  
(Incorporating the Long Term Council Community Plan)

<i>Actual</i>	<i>Annual Plan</i>		<i>Forecast</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
<i>2003/04</i>	<i>2004/05</i>		<i>2005/06</i>	<i>2006/07</i>	<i>2007/08</i>	<i>2008/09</i>	<i>2009/10</i>	<i>2010/11</i>	<i>2011/12</i>	<i>2012/13</i>
<i>\$000</i>	<i>\$000</i>		<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
<b>Equity</b>										
1,499,772	1,463,376	Accumulated funds	1,485,611	1,481,488	1,477,975	1,475,376	1,473,997	1,474,142	1,475,507	1,476,872
3,129,445	3,134,823	Revaluation reserves	3,129,445	3,129,445	3,129,445	3,129,445	3,129,445	3,129,445	3,129,445	3,129,445
20,257	24,501	Restricted reserves	20,757	21,257	21,757	22,257	22,757	23,257	23,757	24,257
4,649,474	4,622,700	<b>TOTAL EQUITY</b>	4,635,813	4,632,190	4,629,177	4,627,078	4,626,199	4,626,844	4,628,709	4,630,574
<b>Represented by:</b>										
<b>Current assets</b>										
4,727	-	Cash and call deposits	-	-	-	-	-	-	-	-
37,759	29,765	Other current assets	37,759	37,759	37,759	37,759	37,759	37,759	37,759	37,759
20,577	-	Current Investments	-	-	-	-	-	-	-	-
63,063	29,765	<b>Total current assets</b>	37,759	37,759	37,759	37,759	37,759	37,759	37,759	37,759
<b>Non-current assets</b>										
59,628	59,973	Non-current investments	65,762	75,762	75,662	75,562	75,462	75,362	75,262	75,162
132,369	135,661	Investment properties	117,004	117,004	117,004	117,004	117,004	117,004	117,004	117,004
4,607,052	4,637,470	Property, plant and equipment	4,720,864	4,768,692	4,801,623	4,828,621	4,857,090	4,876,774	4,886,891	4,886,930
4,799,049	4,833,104	<b>Total non-current assets</b>	4,903,630	4,961,458	4,994,289	5,021,187	5,049,556	5,069,140	5,079,157	5,079,096
4,862,112	4,862,869	<b>Total assets</b>	4,941,389	4,999,217	5,032,048	5,058,946	5,087,315	5,106,899	5,116,916	5,116,855
<b>Current liabilities</b>										
54,896	46,988	Other current liabilities	54,896	54,896	54,896	54,896	54,896	54,896	54,896	54,896
98,020	89,471	Current borrowings	123,000	123,000	123,000	123,000	123,000	123,000	123,000	123,000
152,916	136,459	<b>Total current liabilities</b>	177,896	177,896	177,896	177,896	177,896	177,896	177,896	177,896
<b>Term liabilities</b>										
17,880	18,051	Other term liabilities	17,880	17,880	17,880	17,880	17,880	17,880	17,880	17,880
41,842	85,659	Borrowings	109,800	171,251	207,095	236,092	265,340	284,279	292,431	290,505
59,722	103,710	<b>Total term liabilities</b>	127,680	189,131	224,975	253,972	283,220	302,159	310,311	308,385
212,638	240,169	<b>Total liabilities</b>	305,576	367,027	402,871	431,868	461,116	480,055	488,207	486,281
4,649,474	4,622,700	<b>NET ASSETS</b>	4,635,813	4,632,190	4,629,177	4,627,078	4,626,199	4,626,844	4,628,709	4,630,574

## Assumptions:

- 2005/06 opening balances have been restated in line with 2004/05 closing forecasts.
- All maturing investments are reinvested, all maturing borrowings are refinanced.

**STATEMENT OF PROSPECTIVE CASH FLOWS**  
(Incorporating the Long Term Council Community Plan)

<i>Actual</i>	<i>Annual Plan</i>		<i>Forecast</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
<i>2003/04</i>	<i>2004/05</i>		<i>2005/06</i>	<i>2006/07</i>	<i>2007/08</i>	<i>2008/09</i>	<i>2009/10</i>	<i>2010/11</i>	<i>2011/12</i>	<i>2012/13</i>
<i>\$000</i>	<i>\$000</i>		<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
<b>Cash flows from operating activities</b>										
<b>Cash was provided from:</b>										
150,252	156,329	Rates	169,918	176,988	179,949	184,120	187,496	196,339	201,812	201,552
53,262	75,456	User charges	77,801	78,299	78,602	78,122	78,197	78,406	77,613	81,690
7,925	10,973	Transfund subsidy	11,276	11,493	11,651	11,276	11,284	11,339	10,013	9,314
170	4,200	Dividends	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200
17,348	12,997	Revenue from investment properties	14,295	14,193	13,989	13,339	12,771	10,531	9,899	9,657
2,427	1,400	Investment income	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
1,118	1,000	Petrol tax	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
13,902	662	Special fund and other income	1,556	1,662	1,662	1,662	1,662	1,662	1,662	1,662
<b>246,404</b>	<b>263,017</b>		<b>281,446</b>	<b>289,235</b>	<b>292,453</b>	<b>295,119</b>	<b>298,010</b>	<b>304,877</b>	<b>307,599</b>	<b>310,475</b>
<b>Cash was applied to:</b>										
206,337	211,020	Payments to suppliers and employees	218,791	216,110	216,045	215,507	214,852	216,299	215,655	215,704
9,474	9,674	Interest paid	13,637	18,765	20,210	22,400	24,778	27,054	28,087	28,616
<b>215,811</b>	<b>220,694</b>		<b>232,428</b>	<b>234,875</b>	<b>236,255</b>	<b>237,907</b>	<b>239,630</b>	<b>243,353</b>	<b>243,742</b>	<b>244,320</b>
<b>Net cash flow from:</b>										
<b>30,593</b>	<b>42,323</b>	<b>operating activities</b>	<b>49,018</b>	<b>54,360</b>	<b>56,198</b>	<b>57,212</b>	<b>58,380</b>	<b>61,524</b>	<b>63,857</b>	<b>66,155</b>
<b>Cash flows from investing activities</b>										
<b>Cash was provided from:</b>										
-	-	Development contributions to fund Capex	305	610	1,220	2,134	3,354	4,878	6,098	6,098
27,515	-	Sale of property, plant and equipment	-	-	-	-	-	-	-	-
9,078	15,365	Sale of investment properties	-	-	-	-	-	-	-	-
-	-	Maturing investments and repayment of loans	-	-	600	600	600	600	600	600
<b>36,593</b>	<b>15,365</b>		<b>305</b>	<b>610</b>	<b>1,820</b>	<b>2,734</b>	<b>3,954</b>	<b>5,478</b>	<b>6,698</b>	<b>6,698</b>
<b>Cash was applied to:</b>										
81,420	97,247	Purchase of property, plant and equipment	106,022	106,421	93,362	88,443	91,082	85,441	78,207	70,427
1,131	500	Net increase in investments and loans to other organisations	6,000	10,000	500	500	500	500	500	500
<b>82,551</b>	<b>97,747</b>		<b>112,022</b>	<b>116,421</b>	<b>93,862</b>	<b>88,943</b>	<b>91,582</b>	<b>85,941</b>	<b>78,707</b>	<b>70,927</b>

## STATEMENT OF PROSPECTIVE CASH FLOWS (CONTINUED)

<i>Actual</i>	<i>Annual Plan</i>		<i>Forecast</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
<i>2003/04</i>	<i>2004/05</i>		<i>2005/06</i>	<i>2006/07</i>	<i>2007/08</i>	<i>2008/09</i>	<i>2009/10</i>	<i>2010/11</i>	<i>2011/12</i>	<i>2012/13</i>
<i>\$000</i>	<i>\$000</i>		<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
<b>Net cash flow from:</b>										
(45,958)	(82,382)	investing activities	(111,717)	(115,811)	(92,042)	(86,209)	(87,628)	(80,463)	(72,009)	(64,229)
<b>Cash flows from financing activities</b>										
<b>Cash was provided from:</b>										
14,177	55,424	Borrowings	62,699	61,451	36,444	29,901	29,848	20,135	11,052	10,429
14,177	55,424		62,699	61,451	36,444	29,901	29,848	20,135	11,052	10,429
<b>Cash was applied to:</b>										
-	15,365	Repayment of borrowings	-	-	600	904	600	1,196	2,900	12,355
-	15,365		-	-	600	904	600	1,196	2,900	12,355
<b>Net cash flow from:</b>										
14,177	40,059	financing activities	62,699	61,451	35,844	28,997	29,248	18,939	8,152	(1,926)
(1,188)	-	Net increase in cash held	-	-	-	-	-	-	-	-
5,915	-	Opening cash balance	-	-	-	-	-	-	-	-
4,727	-	Closing cash balance	-	-	-	-	-	-	-	-
<b>Cash balances consist of:</b>										
4,727	-	Cash and call deposits	-	-	-	-	-	-	-	-

**STATEMENT OF PROSPECTIVE CAPITAL EXPENDITURE AND CAPITAL EXPENDITURE FUNDING**  
(Incorporating the Long Term Council Community Plan)

<i>Actual</i> 2003/04 \$000	<i>Annual Plan</i> 2004/05 \$000		<i>Forecast</i> 2005/06 \$000	<i>Projection</i> 2006/07 \$000	<i>Projection</i> 2007/08 \$000	<i>Projection</i> 2008/09 \$000	<i>Projection</i> 2009/10 \$000	<i>Projection</i> 2010/11 \$000	<i>Projection</i> 2011/12 \$000	<i>Projection</i> 2012/13 \$000
<b>Capital expenditure:</b>										
61,547	55,980	Renewals	57,779	55,767	59,156	56,408	59,047	60,428	61,057	53,900
47,695	41,947	New assets	48,243	50,654	34,206	32,035	32,035	25,013	17,150	16,527
<b>109,242</b>	<b>97,927</b>	<b>Total capital expenditure</b>	<b>106,022</b>	<b>106,421</b>	<b>93,362</b>	<b>88,443</b>	<b>91,082</b>	<b>85,441</b>	<b>78,207</b>	<b>70,427</b>
<b>Renewals funded by:</b>										
48,542	46,823	Depreciation	48,518	53,860	55,698	56,408	57,880	60,428	61,057	53,900
13,005	9,157	Borrowings	9,261	1,907	3,458	-	1,167	-	-	-
<b>New assets funded by:</b>										
10,205	41,267	Borrowings	47,938	50,044	32,986	29,901	28,681	20,135	11,052	10,429
-	-	Development contributions	305	610	1,220	2,134	3,354	4,878	6,098	6,098
35,419	-	Sale of assets and investments	-	-	-	-	-	-	-	-
<b>107,171</b>	<b>97,247</b>	<b>Funded by Wellington City Council</b>	<b>106,022</b>	<b>106,421</b>	<b>93,362</b>	<b>88,443</b>	<b>91,082</b>	<b>85,441</b>	<b>78,207</b>	<b>70,427</b>
1,095	370	Reserve funds	-	-	-	-	-	-	-	-
976	310	Bequests	-	-	-	-	-	-	-	-
<b>109,242</b>	<b>97,927</b>	<b>Total capital expenditure</b>	<b>106,022</b>	<b>106,421</b>	<b>93,362</b>	<b>88,443</b>	<b>91,082</b>	<b>85,441</b>	<b>78,207</b>	<b>70,427</b>

*Assumptions:*

1. For LTCCP purposes it is assumed that Development Contributions, Reserve fund and Bequests income is utilised in the year it is received.

## STATEMENT OF PROSPECTIVE DECLINE IN SERVICE POTENTIAL FUNDING

(Incorporating the Long Term Council Community Plan)

<i>Actual</i>	<i>Annual Plan</i>		<i>Forecast</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
<i>2003/04</i>	<i>2004/05</i>		<i>2005/06</i>	<i>2006/07</i>	<i>2007/08</i>	<i>2008/09</i>	<i>2009/10</i>	<i>2010/11</i>	<i>2011/12</i>	<i>2012/13</i>
<i>\$000</i>	<i>\$000</i>		<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>	<i>\$000</i>
53,275	51,556	Depreciation	53,251	58,593	60,431	61,445	62,613	65,757	68,090	70,388
(4,733)	(4,733)	Non cash funded depreciation	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)	(4,733)
<b>48,542</b>	<b>46,823</b>	<b>Cash funded depreciation</b>	<b>48,518</b>	<b>53,860</b>	<b>55,698</b>	<b>56,712</b>	<b>57,880</b>	<b>61,024</b>	<b>63,357</b>	<b>65,655</b>
<b>Applied to:</b>										
48,542	46,823	Asset renewals	48,518	53,860	55,698	56,408	57,880	60,428	61,057	53,900
-	-	Repayment of loans	-	-	-	304	-	596	2,300	11,755
<b>48,542</b>	<b>46,823</b>	<b>Cash funded depreciation</b>	<b>48,518</b>	<b>53,860</b>	<b>55,698</b>	<b>56,712</b>	<b>57,880</b>	<b>61,024</b>	<b>63,357</b>	<b>65,655</b>

*Assumptions:*

1. Surplus depreciation which is not utilised to fund renewals will be utilised to repay loans.

**STATEMENT OF PROSPECTIVE MOVEMENTS IN NET BORROWINGS**  
(Incorporating the Long Term Council Community Plan)

<i>Actual</i> 2003/04 \$000	<i>Annual Plan</i> 2004/05 \$000		<i>Forecast</i> 2005/06 \$000	<i>Projection</i> 2006/07 \$000	<i>Projection</i> 2007/08 \$000	<i>Projection</i> 2008/09 \$000	<i>Projection</i> 2009/10 \$000	<i>Projection</i> 2010/11 \$000	<i>Projection</i> 2011/12 \$000	<i>Projection</i> 2012/13 \$000
<b>Borrowing</b>										
125,685	135,071	Opening borrowings	170,101	232,800	294,251	330,095	359,092	388,340	407,279	415,431
14,177	55,424	New borrowings to fund capital expenditure	57,199	51,951	36,444	29,901	29,848	20,135	11,052	10,429
-	-	New borrowings to fund loans to other organisations	5,500	9,500	-	-	-	-	-	-
-	(15,365)	Loans repaid	-	-	(600)	(904)	(600)	(1,196)	(2,900)	(12,355)
<b>139,862</b>	<b>175,130</b>	<b>Closing borrowings</b>	<b>232,800</b>	<b>294,251</b>	<b>330,095</b>	<b>359,092</b>	<b>388,340</b>	<b>407,279</b>	<b>415,431</b>	<b>413,505</b>
<b>Investments</b>										
62,441	59,473	Opening investments	59,762	65,762	75,762	75,662	75,562	75,462	75,362	75,262
500	500	Transfers to reserves	500	500	500	500	500	500	500	500
971	-	Movement in interest bearing investments	-	-	-	-	-	-	-	-
(66)	-	Movement in non-interest bearing equity investments	-	-	-	-	-	-	-	-
-	-	New non-interest bearing loans to other organisations	5,500	9,500	-	-	-	-	-	-
(56)	-	Loans to other organisations repaid	-	-	(600)	(600)	(600)	(600)	(600)	(600)
<b>63,790</b>	<b>59,973</b>	<b>Closing investments</b>	<b>65,762</b>	<b>75,762</b>	<b>75,662</b>	<b>75,562</b>	<b>75,462</b>	<b>75,362</b>	<b>75,262</b>	<b>75,162</b>
<b>76,072</b>	<b>115,157</b>	<b>Closing net borrowings</b>	<b>167,038</b>	<b>218,489</b>	<b>254,433</b>	<b>283,530</b>	<b>312,878</b>	<b>331,917</b>	<b>340,169</b>	<b>338,343</b>

**DEVELOPMENT CONTRIBUTIONS STATEMENT**

(Incorporating the Long Term Council Community Plan)

	Prior years	Forecast	Projection	Projection	Projection	Projection	Projection	Projection	Projection
	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	
Note	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Capital expenditure		106,022	106,421	93,362	88,443	91,082	85,441	78,207	70,427
Renewal Capex compent		57,779	55,767	59,156	56,408	59,047	60,428	61,057	53,900
New Capex Component		48,243	50,654	34,206	32,035	32,035	25,013	17,150	16,527
Net Capex related to growth	1	20,796	3,674	6,639	2,480	2,014	1,947	1,938	1,688
Development contributions expected to accrue based on Capex in LTCCP		20,796	3,674	6,639	2,480	2,014	1,947	1,938	1,688
Development contributions cash expected to be received		-	(305)	(610)	(1,220)	(2,134)	(3,354)	(4,878)	(6,098)
Movement in contingent asset		20,796	3,369	6,029	1,260	(120)	(1,407)	(2,940)	(4,410)
Development Contribution contingent asset carried forward	2	20,796	24,165	30,194	31,454	31,334	29,927	26,987	18,306

*Assumptions:*

1. "Prior year Development Contributions" incorporates only the growth related component of projects in years 2003/04 and 2004/05 of the LTCCP, and prior expenditure on sewerage treatment facilities.
2. For budgeting purposes it is assumed that all Development Contribution revenue is received in arrears of the related capital expenditure.
3. The contingent asset reflects the reduction in borrowings expected once all Development Contributions are paid.