

Forecast Financial Statements

Prospective Statement of Comprehensive Financial Performance

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
INCOME										
Revenue from rates and levies	212,184	224,866	234,694	240,819	245,956	254,351	261,019	267,416	277,795	286,098
Revenue from operating activities	128,090	155,913	166,925	163,072	162,197	169,220	159,526	146,429	149,918	213,137
Revenue from investment property leases	10,377	9,900	9,822	9,822	9,822	9,822	9,822	9,822	9,822	9,822
Finance income	5,448	5,461	5,475	5,491	5,509	5,529	5,552	5,577	5,606	5,639
Other revenues and gains	7,230	9,437	11,973	12,927	13,330	13,390	13,528	13,547	13,566	13,677
TOTAL INCOME	363,329	405,577	428,889	432,131	436,814	452,312	449,447	442,791	456,707	528,373
EXPENDITURE										
Finance expense	21,849	23,434	23,495	23,518	23,147	23,019	22,493	22,037	22,632	23,605
Expenditure on operating activities	243,718	255,638	263,338	269,142	276,486	282,904	291,198	300,268	307,436	318,017
Depreciation and amortisation	74,686	77,127	84,884	90,199	91,540	97,233	101,689	102,740	110,095	112,063
TOTAL EXPENDITURE	340,253	356,199	371,717	382,859	391,173	403,156	415,380	425,045	440,163	453,685
TOTAL OPERATING SURPLUS	23,076	49,378	57,172	49,272	45,641	49,156	34,067	17,746	16,544	74,688
Income tax expense	-	-	-	-	-	-	-	-	-	-
NET SURPLUS/(DEFICIT) FOR THE YEAR	23,076	49,378	57,172	49,272	45,641	49,156	34,067	17,746	16,544	74,688
OTHER COMPREHENSIVE INCOME										
Revaluations – net gain	-	160,442	56,846	-	198,662	75,861	-	239,872	84,712	-
Income tax expense relating to components of other comprehensive income	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER COMPREHENSIVE INCOME	-	160,442	56,846	-	198,662	75,861	-	239,872	84,712	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	23,076	209,820	114,018	49,272	244,303	125,017	34,067	257,618	101,256	74,688

Prospective Statement of Financial Position

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
ASSETS										
Current assets										
Cash and cash equivalents	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307
Derivative financial instruments	173	173	173	173	173	173	173	173	173	173
Trade and other receivables	33,600	33,600	33,600	33,600	33,600	33,600	33,600	33,600	33,600	33,600
Inventories	960	960	960	960	960	960	960	960	960	960
Total current assets	37,040	37,040	37,040	37,040	37,040	37,040	37,040	37,040	37,040	37,040
Non-current assets										
Derivative financial instruments	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382	2,382
Other financial assets	3,044	3,155	3,280	3,421	3,580	3,759	3,961	4,188	4,444	4,733
Intangibles	14,148	14,879	16,318	16,082	18,686	18,518	14,855	12,226	14,297	15,478
Investment properties	220,368	212,118	212,118	203,743	199,043	190,843	185,143	185,143	185,143	185,143
Property, plant & equipment	6,004,739	6,251,465	6,361,523	6,412,220	6,664,489	6,798,427	6,830,894	7,091,289	7,208,589	7,295,361
Investment in subsidiaries	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509	6,509
Investment in associates	19,558	19,558	19,558	19,558	19,558	19,558	19,558	19,558	19,558	19,558
Total non-current assets	6,270,748	6,510,066	6,621,688	6,663,914	6,914,247	7,039,996	7,063,302	7,321,295	7,440,922	7,529,164
TOTAL ASSETS	6,307,788	6,547,106	6,658,728	6,700,954	6,951,287	7,077,036	7,100,342	7,358,335	7,477,962	7,566,204
LIABILITIES										
Current liabilities										
Trade and other payables	58,185	58,185	58,185	58,185	58,185	58,185	58,185	58,185	58,185	58,185
Borrowings	108,235	108,235	108,235	108,235	108,235	108,235	108,235	108,235	108,235	108,235
Employee benefit liabilities	7,358	7,358	7,358	7,358	7,358	7,358	7,358	7,358	7,358	7,358
Provision for other liabilities	2,981	2,981	2,981	2,981	2,981	2,981	2,981	2,981	2,981	2,981
Total current liabilities	176,759	176,759	176,759	176,759	176,759	176,759	176,759	176,759	176,759	176,759

Prospective Statement of Financial Position continued...

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
Non-current liabilities										
Borrowings	214,719	243,098	239,696	231,687	236,801	236,645	225,015	224,556	242,118	254,875
Employee benefit liabilities	1,610	1,610	1,610	1,610	1,610	1,610	1,610	1,610	1,610	1,610
Provisions for other liabilities	21,823	22,942	23,948	24,911	25,828	26,715	27,584	28,419	29,228	30,025
Total non-current liabilities	238,152	267,650	265,254	258,208	264,239	264,970	254,209	254,585	272,956	286,510
TOTAL LIABILITIES	414,911	444,409	442,013	434,967	440,998	441,729	430,968	431,344	449,715	463,269
EQUITY										
Accumulated funds and retained earnings	4,793,019	4,842,397	4,899,569	4,948,841	4,994,482	5,043,638	5,077,705	5,095,451	5,111,995	5,186,683
Revaluation reserves	1,075,322	1,235,764	1,292,610	1,292,610	1,491,272	1,567,133	1,567,133	1,807,005	1,891,716	1,891,716
Hedging reserve	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057
Restricted funds	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479
TOTAL EQUITY	5,892,877	6,102,697	6,216,715	6,265,987	6,510,289	6,635,307	6,669,374	6,926,991	7,028,247	7,102,935
TOTAL EQUITY AND LIABILITIES	6,307,788	6,547,106	6,658,728	6,700,954	6,951,287	7,077,036	7,100,342	7,358,335	7,477,962	7,566,204

Prospective Statement of Changes in Equity

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
EQUITY – OPENING BALANCES										
Accumulated funds and retained earnings	4,769,943	4,793,019	4,842,397	4,899,569	4,948,841	4,994,482	5,043,638	5,077,705	5,095,451	5,111,995
Revaluation reserves	1,075,322	1,075,322	1,235,764	1,292,610	1,292,610	1,491,272	1,567,133	1,567,133	1,807,005	1,891,716
Hedging reserve	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057
Restricted funds	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479
TOTAL EQUITY – Opening balance	5,869,801	5,892,877	6,102,697	6,216,715	6,265,987	6,510,289	6,635,307	6,669,374	6,926,991	7,028,247
CHANGES IN EQUITY										
Retained earnings										
Net surplus for the year	23,076	49,378	57,172	49,272	45,641	49,156	34,067	17,746	16,544	74,688
Transfer to restricted funds	-	-	-	-	-	-	-	-	-	-
Transfer to revaluation reserves	-	-	-	-	-	-	-	-	-	-
Transfer from restricted funds	-	-	-	-	-	-	-	-	-	-
Revaluation reserves										
Share of other comprehensive income	-	160,442	56,846	-	198,662	75,861	-	239,872	84,712	-
Transfer from retained earnings	-	-	-	-	-	-	-	-	-	-
Hedging reserve										
Share of other comprehensive income	-	-	-	-	-	-	-	-	-	-
Restricted Funds										
Transfer to retained earnings	-	-	-	-	-	-	-	-	-	-
Transfer from retained earnings	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	23,076	209,820	114,018	49,272	244,303	125,017	34,067	257,618	101,256	74,688

Prospective Statement of Changes in Equity continued...

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
EQUITY – CLOSING BALANCES										
Accumulated funds and retained earnings	4,793,019	4,842,397	4,899,569	4,948,841	4,994,482	5,043,638	5,077,705	5,095,451	5,111,995	5,186,683
Revaluation reserves	1,075,322	1,235,764	1,292,610	1,292,610	1,491,272	1,567,133	1,567,133	1,807,005	1,891,716	1,891,716
Hedging reserve	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057	3,057
Restricted funds	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479	21,479
TOTAL EQUITY – Closing balance	5,892,877	6,102,697	6,216,715	6,265,987	6,510,289	6,635,307	6,669,374	6,926,991	7,028,247	7,102,935

Prospective Statement of Cash Flows

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
CASH FLOWS FROM OPERATING ACTIVITIES										
Receipts from rates and levies – Council	212,184	224,866	234,694	240,819	245,956	254,351	261,019	267,416	277,795	286,098
Receipts from activities and other income	104,029	110,617	117,245	122,462	125,945	128,587	133,012	137,411	141,276	145,450
Receipts from Government grants and subsidies	31,391	54,833	61,753	53,637	49,682	54,123	40,142	22,665	22,308	81,464
Receipts from investment property lease rentals	10,377	9,900	9,822	9,822	9,822	9,822	9,822	9,822	9,822	9,822
Cash paid to suppliers and employees	(219,628)	(231,716)	(237,974)	(244,960)	(251,859)	(257,667)	(265,667)	(274,232)	(280,885)	(290,915)
Grants paid	(25,876)	(25,544)	(26,870)	(25,645)	(26,045)	(26,623)	(26,901)	(27,371)	(27,859)	(28,398)
Net cash flows from operating activities	112,477	142,956	158,670	156,135	153,501	162,593	151,427	135,711	142,457	203,521
CASH FLOWS FROM INVESTING ACTIVITIES										
Dividends received	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250	5,250
Interest received	-	-	-	-	-	-	-	-	-	-
Decrease in bank investments	-	-	-	-	-	-	-	-	-	-
Loan repayments received	-	320	320	320	320	320	320	320	320	320
Proceeds from sale of investment properties	-	8,250	-	8,375	4,700	8,200	5,700	-	-	-
Proceeds from sale of property, plant and equipment	-	-	-	-	-	-	-	-	-	-
Increase in bank investments	-	-	-	-	-	-	-	-	-	-
Loan advances made	(2,900)	-	-	-	-	-	-	-	-	-
Purchase of investment properties	-	-	-	-	-	-	-	-	-	-
Purchase of Intangibles	(5,027)	(4,858)	(6,725)	(5,525)	(9,239)	(6,609)	(3,413)	(3,434)	(7,628)	(6,902)
Purchase of property, plant and equipment	(132,191)	(157,982)	(131,624)	(133,991)	(137,416)	(147,466)	(126,030)	(116,186)	(136,138)	(192,138)
Net cash flows from investing activities	(134,868)	(149,020)	(132,779)	(125,571)	(136,385)	(140,305)	(118,173)	(114,050)	(138,196)	(193,470)

Prospective Statement of Cash Flows continued...

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
CASH FLOWS FROM FINANCING ACTIVITIES										
Increase in borrowings	42,954	28,379	(3,402)	(8,009)	5,114	(156)	(11,630)	(459)	17,562	12,757
Interest paid on borrowings	(20,563)	(22,315)	(22,489)	(22,555)	(22,230)	(22,132)	(21,624)	(21,202)	(21,823)	(22,808)
Decrease in borrowings	-	-	-	-	-	-	-	-	-	-
NET CASH FLOWS FROM FINANCING ACTIVITIES	22,391	6,064	(25,891)	(30,564)	(17,116)	(22,288)	(33,254)	(21,661)	(4,261)	(10,051)
Net increase/(decrease) in cash and cash equivalents	-	-	-	-	-	-	-	-	-	-
Cash and cash equivalents at beginning of year	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307
CASH AND CASH EQUIVALENTS AT END OF YEAR	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307	2,307

Prospective Segmental Analysis by Strategy

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
NET SURPLUS/(DEFICIT) BY STRATEGY										
Governance	(14,163)	(15,175)	(15,028)	(15,582)	(16,458)	(16,286)	(16,808)	(17,799)	(17,648)	(18,430)
Environment	(111,997)	(115,107)	(118,011)	(120,747)	(123,124)	(128,436)	(130,936)	(134,143)	(141,090)	(144,924)
Economic Development	(17,891)	(18,081)	(19,625)	(18,886)	(18,721)	(19,149)	(20,014)	(19,947)	(20,261)	(21,210)
Cultural Wellbeing	(12,817)	(13,807)	(14,215)	(14,742)	(14,984)	(15,219)	(15,210)	(15,504)	(15,811)	(16,176)
Social and Recreation	(41,374)	(19,883)	(18,321)	(29,734)	(38,631)	(35,319)	(50,680)	(69,397)	(70,905)	(74,210)
Urban Development	(15,090)	(15,402)	(15,489)	(15,595)	(15,580)	(16,083)	(16,554)	(16,512)	(16,531)	(17,211)
Transport	(17,312)	(18,262)	(20,065)	(20,891)	(20,881)	(22,818)	(23,220)	(23,476)	(26,582)	(26,810)
Total by Strategy	(230,644)	(215,717)	(220,754)	(236,177)	(248,379)	(253,310)	(273,422)	(296,778)	(308,828)	(318,971)
COUNCIL										
Rates	212,184	224,866	234,694	240,819	245,956	254,351	261,019	267,416	277,795	286,098
Other net revenues	41,536	40,229	43,232	44,630	48,064	48,115	46,470	47,108	47,577	107,561
Total Council	253,720	265,095	277,926	285,449	294,020	302,466	307,489	314,524	325,372	393,659
Net Surplus/(Deficit)	23,076	49,378	57,172	49,272	45,641	49,156	34,067	17,746	16,544	74,688
CAPITAL EXPENDITURE BY STRATEGY										
Governance	-	107	-	-	114	-	-	122	-	-
Environment	29,690	28,207	27,353	31,776	35,695	42,155	33,479	32,879	46,867	52,453
Economic Development	538	582	273	684	564	1,085	665	510	990	287
Cultural Well-being	1,163	65	66	68	70	71	73	75	77	79
Social and Recreation	24,727	69,275	52,064	53,445	48,162	42,922	33,080	19,276	18,048	12,588
Urban Development	10,776	8,340	3,814	4,610	8,647	10,315	11,031	12,232	15,344	13,759
Transport	32,279	37,050	39,516	34,603	37,073	41,334	38,906	41,846	45,496	103,219
Total by Strategy	99,173	143,626	123,087	125,186	130,325	137,882	117,234	106,940	126,822	182,385

Prospective Segmental Analysis by Strategy continued...

	Forecast 2009/10 \$000	Forecast 2010/11 \$000	Forecast 2011/12 \$000	Forecast 2012/13 \$000	Forecast 2013/14 \$000	Forecast 2014/15 \$000	Forecast 2015/16 \$000	Forecast 2016/17 \$000	Forecast 2017/18 \$000	Forecast 2018/19 \$000
Council	12,645	12,354	15,263	14,330	16,330	16,193	12,209	12,680	16,944	16,655
Total Annual Capital Expenditure Programme	111,818	155,980	138,349	139,516	146,655	154,075	129,443	119,620	143,766	199,040
Capital Expenditure Carried Forward from 2007/08	400	6,860	-	-	-	-	-	-	-	-
Capital Expenditure Carried Forward from 2008/09	25,000	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	137,218	162,840	138,349	139,516	146,655	154,075	129,443	119,620	143,766	199,040