

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2009

	COUNCIL			GROUP		
	NOTE	ACTUAL 2009 \$000	BUDGET 2009 \$000	ACTUAL 2008 \$000	ACTUAL 2009 \$000	ACTUAL 2008 \$000
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from rates – Council		204,635	204,841	188,668	204,635	188,668
Receipts from rates – Greater Wellington Regional Council		39,050	-	36,257	39,050	36,257
Receipts from activities and other income		111,596	100,614	100,049	132,755	112,510
Receipts from Government grants and subsidies		21,834	25,949	15,185	26,099	22,177
Receipts from investment property lease rentals		13,020	10,907	12,720	13,020	12,720
Cash paid to suppliers and employees		(225,401)	(211,054)	(215,179)	(256,602)	(244,482)
Rates paid to Greater Wellington Regional Council		(38,455)	-	(33,884)	(38,455)	(33,884)
Grants paid		(24,804)	(25,277)	(24,164)	(9,905)	(14,843)
Net GST (paid) / received		(250)	-	435	(353)	536
NET CASH FLOWS FROM OPERATING ACTIVITIES		101,225	105,980	80,087	110,244	79,659
CASH FLOWS FROM INVESTING ACTIVITIES						
Dividends received		7,570	4,750	5,714	73	5,714
Interest received		99	100	491	392	941
Loan repayments received		-	-	211	-	211
Proceeds from sale of property, plant and equipment		1,356	-	1,100	2,157	1,100
Increase in bank investments		(11)	-	-	(463)	(357)
Loan advances made		(5,375)	(5,000)	(1,692)	(5,375)	(1,692)
Purchase of investment properties		(24)	-	(75)	(24)	(75)
Purchase of intangibles		(1,151)	-	(1,093)	(793)	(1,400)
Purchase of property, plant and equipment		(95,064)	(139,453)	(95,650)	(96,376)	(96,353)
NET CASH FLOWS FROM INVESTING ACTIVITIES		(92,600)	(139,603)	(90,994)	(100,409)	(91,911)
CASH FLOWS FROM FINANCING ACTIVITIES						
Decrease in borrowings		(36,000)	-	(1,261)	(36,313)	(1,390)
Increase in borrowings		46,021	56,279	23,438	46,125	23,438
Interest paid on borrowings		(17,008)	(22,656)	(20,075)	(16,985)	(20,166)
NET CASH FLOWS FROM FINANCING ACTIVITIES		(6,987)	33,623	2,102	(7,173)	1,882
Net increase/(decrease) in cash and cash equivalents		1,638	-	(8,805)	2,662	(10,370)
Cash and cash equivalents at beginning of year		2,307	1,883	11,112	5,304	15,674
CASH AND CASH EQUIVALENTS AT END OF YEAR	9	3,945	1,883	2,307	7,966	5,304

Wellington City Council acts as a collection agency for Greater Wellington Regional Council (GWRC) by including additional rates and levies in its own billing process. Once collected the monies are passed to GWRC.

The GST (net) component of operating activities reflects the net GST paid and received with the IRD. The GST (net) component has been presented on a net basis, as the gross amounts do not provide meaningful information for financial statement purposes.

The notes on pages 92 to 166 form part of and should be read in conjunction with these financial statements.

The net surplus from the Statement of Comprehensive Financial Performance is reconciled to the net cash flows from operating activities in the Statement of Cash Flows as follows:

	NOTE	COUNCIL		GROUP	
		ACTUAL 2009 \$'000	ACTUAL 2008 \$'000	ACTUAL 2009 \$'000	ACTUAL 2008 \$'000
RECONCILIATION OF NET SURPLUS TO NET OPERATING CASH FLOWS					
Net surplus for the period		16,057	25,515	15,968	34,866
Add/(deduct) non-cash items:					
Vested assets	3	(10,851)	(10,859)	(10,851)	(10,859)
Fair value changes in investment properties		2,775	(22,620)	2,775	(22,620)
Bad debts written-off not previously provided for	5	379	514	386	522
Depreciation and amortisation	6	74,330	63,615	75,561	65,270
Other fair value changes		6,274	6,308	15,005	6,308
Movement in provision for impairment of doubtful debts		173	521	192	521
Non-cash movement in provisions		3,566	3,676	3,513	3,758
Total non-cash items		76,646	41,155	86,581	42,900
Add/(deduct) movement in working capital:¹					
Trade and other receivables		(8,417)	(1,857)	(7,716)	(2,869)
Trade and other payables		8,372	3,352	8,479	2,802
Employee benefit liabilities		186	(294)	(280)	(312)
Provisions for other liabilities		(1,156)	(1,075)	(1,414)	(1,212)
Total working capital movement		(1,015)	126	(931)	(1,591)
Add/(deduct) investing and financing activities:					
Net gain on disposal of property, plant and equipment		(751)	(579)	(751)	(579)
Dividends received		(7,570)	(5,714)	(73)	(70)
Interest received		(99)	(491)	(481)	(941)
Interest paid on borrowings		17,957	20,075	18,023	20,167
Share of equity accounted surplus from associates		-	-	(8,092)	(15,093)
Total investing and financing activities		9,537	13,291	8,626	3,484
Net cash flow from operating activities		101,225	80,087	110,244	79,659

¹ Excluding non-cash items