



2019

WHAKATĀNE DISTRICT COUNCIL

Pre-Election Report

Pūrongo Kōwhiriā



IMPORTANT ELECTION DATES

16 August 2019

Candidate nominations close (12 noon)
Electoral roll closes

21 August 2019

Public notice of elections and candidates

20-25 September 2019

Voting documents delivered

12 October 2019 - Election Day

Voting closes (12 noon)
Preliminary results announced (2pm)

17-23 October 2019

Final results declared

23 October 2019

Elected members sworn in

BASIS OF PREPARATION

Preparation of the Pre-Election Report and its timing are requirements of the Local Government Act 2002. The information contained in the report is not required to be independently audited. However, much of the information has been drawn from sources which have already been audited. Forecast financial information contained within this report has been adjusted for inflation.

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YOUR CHANCE TO STEER THE SHIP

Mōu te waka e hautū.

What is this report?

This Pre-Election Report is produced to provide information about the Whakatāne District Council prior to the 2019 Local Government elections. This report should be of value to those looking to stand for Council or Community Boards, as well as for voters. It provides key facts for those who are standing and voting.

This report outlines the key opportunities facing our District today. It highlights some of the big issues that the incoming Council will have to face and provides an overview of our finances and how we fund the projects, services and facilities in our District.

Why do we prepare this report?

This report is prepared to promote a conversation about the issues facing our District. We want everyone to understand what the key issues have been for Council in the past, and what they are likely to be into the future.

This is an exciting time for our District, and as such, we want anyone participating in local elections to be well informed and look forward to robust debate on how best to deliver for our District.

Interested in learning more?

Here is a list of some other important documents:

Annual Plan 2019/20:

Whakatane.govt.nz/AnnualPlan

Annual Report 2017/18:

Whakatane.govt.nz/AnnualReport

Long Term Plan 2018-28:

Whakatane.govt.nz/LTP

District Plan:

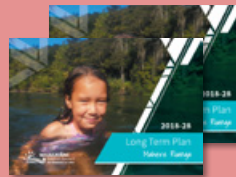
Whakatane.govt.nz/DistrictPlan



Annual Plan 2019/20



Annual Report 2017/18



Long Term Plan 2018-28



District Plan



INTRODUCTION *from our Chief Executive*

He Kupu Whakataki

Welcome to the 2019 Pre-Election Report.

The coming local government triennium (three years) stands to be a potentially transformational time for our District with some very substantial opportunities and challenges facing us. The role of democracy and governance at this time will provide vital direction in uplifting wellbeing and supporting vibrancy and sustainability of our communities. As a local government entity we strongly encourage our District community to be involved, and help shape our future in a very exciting time.

Nau mai ki te tau mō te pooti i ngā māngai hou mō 2019. Mā tēnei Kaunihera hou (e toru tau) kia whakapiki atu i tō tatau hāpori ki taumata kē atu. Kua tae mai te wā kia whakatairangatia te rohe o Whakatāne. He nui ngā kaupapa hei wānanga hei kōrero, hei wherawhera kia mōhio au kei hea tō tatau waka e haere ana. Kia kotahi te haere, Kia reo tahi te haere mā te mana o te rohe whānui kiā kotahi te hoe. Kia hikitia ai te wairua me te oranga tonutanga kia momoho ai te hāpori. Mā toū pooti e whakamana ai tēnei Kaunihera hou kai te haere ake. Tautokohia te kaupapa.

Shaping the future of our District starts here. There is no better time to get involved than now, whether as a candidate or a voter in the upcoming elections. We will have a new Council elected in October, and the Mayor, Councillors and Community Board members will provide direction to the Council on how to deliver the best outcomes for the communities and influence the fabric of our District into the future.

Our District is a mosaic of interconnected and diverse communities. The people that call it home know that it offers a fantastic quality of life and this is increasingly being recognised by visitors and new residents into our District. At the same time we recognise the need to continue to enhance wellbeing for our communities.

As a local government entity, the Whakatāne District has a broad role and is responsible for a very wide range of services and facilities. This includes managing over \$700 million in community assets and delivering a programme of work costing \$90 million in the current year for example¹. Within this role, the Council provides direction in relation to some significant opportunities and challenges.

There is massive potential to uplift our District through exciting economic development opportunities. With support from the Provincial Growth Fund, the Whakatāne Regeneration

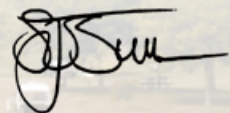
Project will be the cornerstone from which we can magnetise co-investment, uplifting outcomes for the current and future community and fundamentally transforming the economic trajectory of our District. As part of, and alongside this opportunity, Council continues to build relationships and support Iwi to progress economic development and broader wellbeing aspirations, as this is critical to the realisation of a thriving community.

Other key opportunities and challenges include providing leadership on climate change; managing the unanticipated levels of population growth we have experienced recently; continuing to build natural hazard resilience; and improving water supply and waste water services, to name a few.

We have a wonderfully strong and diverse district that can make the most of the opportunities and rise to the challenges, building on the work done by previous Councils. Over the next three years, our leaders will need to be both decision makers and inspirations for our community; paving the way with both new and improved partnerships, embracing and leveraging technological advancement and enhancing the wellbeing of our people.

Steph O'Sullivan

CHIEF EXECUTIVE
TOIHAUTŪ
01 August 2019



¹ Includes operating expenditure \$65M and capital expenditure \$25M



WHO WE ARE & WHAT WE DO

Ko wai mātau me ta mātau mahi

The elected Council representatives are responsible for making key policy decisions that guide our activities and provide the direction for our District's future.

Mayor and Councillors

The Whakatāne District Council consists of the Mayor, elected by the District at large, and 10 Councillors, elected from four wards. The wards and number of Councillors elected from each are: Galatea-Murupara (1), Rangitaiki (3), Tāneatua-Waimana (1) and Whakatāne-Ōhope (5). The Mayor and Councillors are elected to govern, make decisions and manage the interests of our District on behalf of everyone who lives here.

Community Boards

Supporting the Council are four Community Boards. Our Community Boards are:

- Murupara
- Tāneatua
- Rangitaiki
- Whakatāne-Ōhope.

Each Board has six members elected by its community, with the exception of the Whakatāne-Ōhope Community Board, which has eight members.

In addition, each Board has one appointed District Councillor from the same area, except for the Whakatāne-Ōhope Board, which has two appointed Councillors. Community Boards provide a link between the Council and the community.

RANGITAIKI WARD

Rangitaiki Community Board

- 3 Elected Councillors
- 6 Elected Community Board Members
- Population - 9,366
- Size – 851km²

Facilities

















 Library	 Skatepark
 Public Toilets	 Park and Reserves
 Sportsfields	 Boat Ramps
 Playgrounds	 Camping Ground
 Sports Pavilions	 Public Halls

WHAKATĀNE-ŌHOPE WARD

Whakatāne-Ōhope Community Board

- 5 Elected Councillors
- 8 Elected Community Board Members
- Population – 16,782
- Size – 57km²

Facilities

 Swimming Pool	 Airport
 Library x 2 Exhibition Centre	 Skatepark
 Museum and Research Centre	 Park and Reserves
 Visitor Centre	 Boat Ramps
 Service Centre	 Sportsfields
 Public Toilets	 Playgrounds
 Holiday Park	 Cemeteries and Crematorium
 Sports Pavilions	 Public Halls



GALATEA-MURUPARA WARD

Murupara Community Board

- 1 Elected Councillor
- 6 Elected Community Board Members
- Population - 3,009
- Size – 4,497km²

Facilities

 Library	 Swimming Pool
 Public Toilets	 Park and Reserves
 Sportsfields	 Playgrounds
 Service Centre	 Cemeteries
 Sports Pavilions	 Public Halls

TĀNEATUA-WAIMANA WARD

Tāneatua Community Board

- 1 Elected Councillor
- 6 Elected Community Board Members
- Population – 3,486
- Size – 1,498km²

Facilities

 Park and Reserves	 Public Toilets
 Sportsfields	 Playgrounds
 Cemeteries	 Public Halls

**COUNCIL EMPLOYEES
259 PEOPLE**



**FTE EMPLOYEES
AS AT 30 JUNE 2019**

OUR DISTRICT AT A GLANCE

He titiro whakakeko
o tō tātau rohe



TOTAL POPULATION



13,827

TOTAL DWELLINGS



AVERAGE
HOUSEHOLD SIZE

2.7 PEOPLE

23.2%
OF PEOPLE ARE
AGED UNDER
15 YEARS



15.3%
OF PEOPLE
ARE AGED 65+
YEARS

\$25,600
MEDIAN INCOME



MAJOR ETHNIC GROUPS

66.3% EUROPEAN
43.5% MAORI
2.5% PACIFIC
2.5% ASIAN

MAIN IWI IN THE WHAKATĀNE DISTRICT

NGĀTI AWA
NGĀTI MANAWA
NGĀTI RANGITIHI
NGĀI TŪHOE
NGĀTI TŪWHARETOA
NGĀTI WHARE
WHAKATŌHEA



ABOUT

2,700
SUNSHINE HOURS
EVERY YEAR



48% OF THE
DISTRICT IS COVERED BY
INDIGENOUS FOREST

The statistics in this section are based on the census in 2013 and population estimates as at 30 June 2015 courtesy of Statistics New Zealand.

THE WHAKATĀNE DISTRICT COUNCIL DELIVERS

36 ACTIVITIES under **11 ACTIVITY GROUPS** and manages approximately **\$707 MILLION WORTH** of community assets. The total annual cost of delivering those activities is typically around **\$65 MILLION** in operating costs and **\$25 MILLION** in capital costs.



CURRENT PRIORITIES

Ngā Kaupapa Matua

2018–21


*UNDER THE 2018-28 LONG TERM PLAN
(CURRENT)*



Future investment into and renewals of our three water services – water supplies, wastewater treatment and disposal and stormwater are a major focus of our current Long Term Plan. The Council is also continuing to work through the implications of climate change and our vulnerability to natural hazards. The storm events and flooding of Edgecumbe in 2017 are reminders of how vulnerable we are, and how important it is to build resilience now across our entire district.

Other priorities under the current Long Term Plan include working with others to support employment and economic opportunities, social prosperity, cultural diversity and environmental sustainability in our District and the wider Eastern Bay of Plenty. Similarly, the efforts to engage with and develop our communities continue to evolve, building partnerships and drawing people together to take action on the things that are important to us.

In addition to projects outlined in our LTP, the projects listed on the following pages will be big opportunities for the incoming Council.

A lush green forest with a person walking on a path in the background. The scene is filled with tall trees and dense foliage, creating a serene and natural atmosphere. The lighting is soft, suggesting a dappled sunlight filtering through the canopy.

THE FOUR OVERARCHING
PRIORITIES THAT WE HAVE
BALANCED THROUGH OUR LTP ARE:

- » Vibrant Communities
Ngā Hapori whitawhita
- » Thriving Economy
Te ōhanga e puāwai ana
- » Resilient People and Places
Ngā Tāngata me ngā
Wāhi manawaroa
- » Responsible
Money Management
Te Haepapa
Whakahaere Pūtea



Economic Development

Whakawhanaketanga Pakihi me te Ōhanga

Toi EDA (Eastern Bay Economic Development Agency)

Whakatāne District Council is a key funder and sponsor of Toi EDA. We are currently working with the board to align it with a new generation of economic development opportunities in the Eastern Bay through the Provincial Growth Fund. Toi EDA plays a central role in identifying and removing the economic barriers across our region and we look forward to working with them and advancing some fantastic opportunities.

Whakatāne Regeneration Project

Our Provincial Growth Fund application for the Whakatāne Regeneration Project offers a once in a lifetime opportunity for our District. Together with key partner Ngāti Awa, the new Council will advance the project and catalyse the future regeneration of the town centre, ensuring it is fit for purpose into the future.

The project focuses on bolstering our marine, tourist and supporting infrastructure; building employment and creating a wide spectrum of job opportunities and training pathways.

Tourism and Events

Whakatāne is increasingly being recognised as a tourist destination and the development of a Destination Management Plan, in conjunction with key tourism stakeholders, helps us grow this industry in a beneficial and collaborative way. This is supported by our excellent Visitor Information Centre and the strong events focus of the Council, which attracts Natural and International visitors to our District, increasing the vibrancy of our district and benefitting our communities.



Support of Iwi aspirations
and development of
Māori land



Enhanced
visitor Experiences



Protection and enjoyment of
natural heritage



Vibrant,
connected communities



Improved
Transport
links and infrastructure



A vibrant
waterfront environment



Opportunities for
Education,
employment
and career
pathways

Promotion
of Māori
traditions,
values and
beliefs

Motivated
and healthy
people ♡

Enhanced
Household
income
and reduced
Deprivation

*From EBOP Regional Development Plan as at August 2018

Climate Change

Take Āhuarangi

Four of the past six years have been among the warmest in New Zealand's recorded history. 2016 remains the hottest year on record with 2018 and 1998 tied in second place. Climate change will have far reaching impacts on our communities, changing the face of our economies and impacting how we are able to use our land.

Local government will be an essential part of responding to and preparing our communities for the effects of climate change. It is important that we build resilience and begin planning now, as the decisions that are made now will affect our environment and District for generations to come.

The incoming Council will be building upon the work that is already ongoing, with Whakatāne District Council's Climate Change Principles currently out for consultation (Whakatane.govt.nz/Climate-Change). With central government policy in this area rapidly evolving, the next few years will be a critical juncture and an exciting opportunity to shape the future of our District.





Up to 1.1°C increase by 2040s*
0.7°C to 3.1°C warmer by 2090s depending on the level of greenhouse gas concentration in the atmosphere



More hot days above 25°C
Autumn and winter warm slightly more than spring and summer



Consumer patterns are changing, eco-friendly markets are emerging and new regulations will come into force, fundamentally changing our economy



Rainfall will vary locally within the region
Little change in mean annual rainfall, but change in season pattern:
- Drier spring
- More variable rain in summer/ autumn



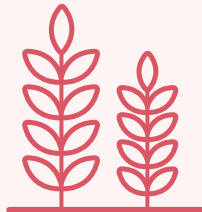
Ex-tropical cyclones will likely be stronger and bring heavy rainfall



How we think, shop, eat, live and play will be affected as society changes in response to climate change



Increased coastal erosion and flooding risk



Crop health, viability and yield will be affected as temperatures rise and weather patterns shift



The way in which we plan and use our land will change as we adapt to new challenges

Managed Retreat from Matatā-Awatarariki Debris Flow

*Kia kawea tonutia ngā rerenga parapara
I pā mai ki Matatā ki te Awatarariki*

The Council, Bay of Plenty Regional Council and Central Government continue to progress a 3-way partnership to incentivise residents to relocate from the Matatā Awatarariki Debris Flow area. It is acknowledged that many in the Matatā community were impacted by the Awatarariki debris flow event in 2005, and have been living with uncertainty since that time.

All three partners have now confirmed support for the managed retreat package. The Council considers that the proposed managed retreat represents the best option to provide a way forward for residents.

2019 and 2020 will be a time for the new Council to work closely with the Matatā community.



Water, Wastewater and Stormwater

Wai, Waiparapara me Te Wai Kōrevere

The Council is responding to changes that are signalled by Central Government to ensure drinking water is provided safely, and that wastewater and stormwater is treated and discharged in a way that meets higher environmental standards.

The way in which drinking water is treated and delivered will be closely monitored by an independent regulator in the future to ensure we meet these higher standards. Our ten existing water schemes are variable in scale and size, and that provides challenges in providing consistent water quality across them all. We have aged infrastructure, vulnerable sources of water that are affected during floods and droughts, small schemes that are feeling the pressure of growth, and different levels of service across schemes. These vulnerabilities will be a continued focus going forward. We have developed Water Safety Plans that include improvements that will need greater investment to deliver on. We are investigating alternative water schemes for Whakatāne and Ōhope, and Ruatoki to build greater resilience.

Several wastewater schemes have difficulty meeting environmental standards. This happens when stormwater in heavy rainfall events enters the network. We are seeking a comprehensive stormwater resource consent for the discharge of stormwater in Whakatāne, to better manage the array of discharge points to the river and to manage it as a complete system.

During the discussion on water reforms, several key stakeholders including Iwi in the District have indicated a growing interest in being involved in how we take, use and manage water, and wish to be part of that decision-making. This provides opportunities for collaborative initiatives and investment in long term infrastructure that benefit all. While change is afoot, it will provide challenges and opportunities along the way.



FUTURE MAJOR PROJECTS

Ngā mahi matua ki mua nei

The next two pages provide an overview of the major projects which are planned for the next 3 years, running from 1 July 2019 through to 30 June 2022.

During this three-year period, the Council has budgeted for a total capital expenditure programme of \$86 million. About 56% of this programme involves renewals and replacement of existing infrastructure and assets (either in whole or part) to maintain the quality of the services delivered. The remaining portion provides largely for projects that will improve our services. Only a very small portion of the budget caters for growth in demand.

An overview of the major renewal and improvement programmes is outlined in Figure 1 below. This indicates the total budget over three years for the groups of activities where substantial capital expenditure is planned.

Figure 1: Major renewals and improvements programmes 2019/20 – 2021/22

MAJOR RENEWALS PROGRAMMES	BUDGET¹
Roads and Footpaths group	\$17.14 million
Recreation and Community Facilities group	\$11.58 million
Corporate Activities group	\$3.55 million
Water Supply group	\$6.01 million
Sewage Treatment and Disposal group	\$1.52 million
Corporate Property group	\$3.55 million
MAJOR IMPROVEMENTS PROGRAMMES	
Roads and Footpaths group	\$16.81 million
Sewage Treatment and Disposal group	\$1.40 million
Stormwater group	\$6.32 million
Water Supply group	\$3.28 million
Recreation and Community Services	\$2.30 million

¹ Total budget over three financial years 2019/20 - 2021/22

Major capital projects planned to be undertaken or started during the next three years are outlined in Figure 2 below. A more detailed list of capital projects can be found in the LTP 2018-28. whakatane.govt.nz/LTP

PROJECT	TIMEFRAME	BUDGET ²
Flood mitigation improvements Whakatāne		
- Hinemoa Street pump station & pipes	2021-23	\$3.70 million
- Henderson Street stormwater improvements	2019-21	\$800,000
- St Joseph pump station and drainage upgrades	2019-21	\$1.05 million
Improvements to Landing Road	2019-21	\$2.70 million
Upgrade Whakatāne, Murupara, Tāneatua, Ōhope & Edgecumbe Sewerage Treatment Plants	2018-28	\$8.10 million
Whakatāne Riverbank Filtration Gallery and Bore/s	2019-20	\$2.30 million
Wainui Road Improvements	2019-21	\$6.40 million
Multi Sports Event Centre	2019-26	\$10.00 million
Bunyan Road Improvements	2019-20	\$1.50 million
Civic Centre Seismic Strengthening and Betterment Project	2019-21	\$3.06 million
Enclosing outdoor swimming pool at Whakatane Aquatic Centre	2020-21	\$1.06 million
Integrated Wastewater System	TBC*	\$32.00 million*

² This is the total project budget over the timeframe specified.

*The figure listed is an estimated project cost and the project can only be progressed if we are able to confirm external funding support



PAST PRIORITIES

Ngā mea tuatahi kua pahure

The following commentary provides an overview of the Council’s priorities, as set out in the past three Long Term Plans.

2015-18

*UNDER THE 2015-25
LONG TERM PLAN (SUPERSEDED)*

The affordability of rates continued to be a major focus in the 2015-25 Long Term Plan. However, this was balanced with a need to build towards a sustainable future. As a result, the Council retained conservative limits for rates increases and debt. Priorities included delivering affordable core infrastructure and reliable services, whilst also progressing projects to promote economic development and investing in activities to enhance the vibrancy and vitality of the District.

2012-15

*UNDER THE 2012-22
LONG TERM PLAN (SUPERSEDED)*

Priorities included a stronger stance to support business growth and development, and undertaking projects to improve the level of protection from flood events. In addition, the affordability of rates was a major focus of the 2012-22 Long Term Plan. As a result, the Council adopted conservative limits for rates increases and debt. These limited Council’s ability to invest in new projects or improved levels of service, except in instances where substantial funding was available from sources other than rates.




2009-12

UNDER THE 2009-19 LONG TERM PLAN (SUPERSEDED)

A substantial update of asset management plans identified the need for significant investment in the District's infrastructure. A large catch-up programme was initiated, in particular for water, wastewater and stormwater assets.

Other major projects included repairs to the District Aquatic Centre; the development of the Library and Exhibition Centre; changes in solid waste activities following the closure of the Whakatāne Landfill; investigating a solution for the management of sewerage disposal in Matatā; and continuing disaster mitigation projects from the previous term.





Our Costs in Detail
Ngā whakapaunga
pūtea me ōna whānuitanga

EXPENDITURE & REVENUE

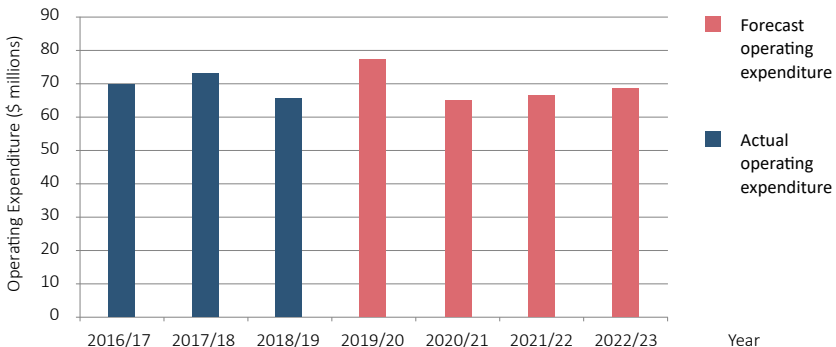
Ngā utu me Ngā pūtea toiora

Operating Expenditure

Operating expenditure pays for the day-to-day cost of delivering Council services, maintaining existing assets, or other spending which does not buy or build a new asset. It also covers interest repayments on loans (see next page for capital costs and borrowing), depreciation and losses on revaluation.

The graph below shows Council’s operating expenditure over the three years prior to the 2019 local body elections and what is currently planned for the three years following the elections, based on LTP forecasts. The largest activities in terms of operating expenditure include the four core network infrastructure activities of; Roads and Footpaths, Water Supply, Stormwater Drainage and Sewerage Treatment and Disposal. Together, these account for 43.8% of our operating expenditure for the ten years of the LTP 2018-28.

Figure 3: Operating Expenditure 2016/17 – 2022/23



Sources of income

Rates income has been, and will continue to be, the main source of funding for the Council for the years between 2016/17 and 2021/22. Rates typically account for between 65% and 70% of our income in any given year. Other major sources are fees and charges and external subsidies and grants.

Wherever possible, the Council seeks funding from external sources like the Ministry of Health, New Zealand Transport Agency, and the Lotteries Commission, as well as key partners Bay Trust, the Lion Foundation, Eastern Bay Energy Trust and other funding agencies to help make our services and facilities more affordable.

Detailed information about budgets can be found in the LTP 2018-28.

YEAR	RATES AS A PROPORTION OF OPERATING REVENUE
2015/16	57.40%
2016/17	54.17%
2017/18	58.68%

Limit on Rates Increases

Through our Financial Strategy, the Council has set a limit for rates increases, which states that the increase in any year will be no more than the Local Government Cost Index (LGCI), plus two percent.

Local government has the challenge of providing communities with the services they need to flourish while having very few funding streams. The Productivity Commission is currently conducting a local government funding and financing review, which has the potential to open up new streams of funding for Council in the future.

It is important to remember that the limit applies to the average rates increase across the District and that some individual properties are likely to see higher or lower changes in any given year.

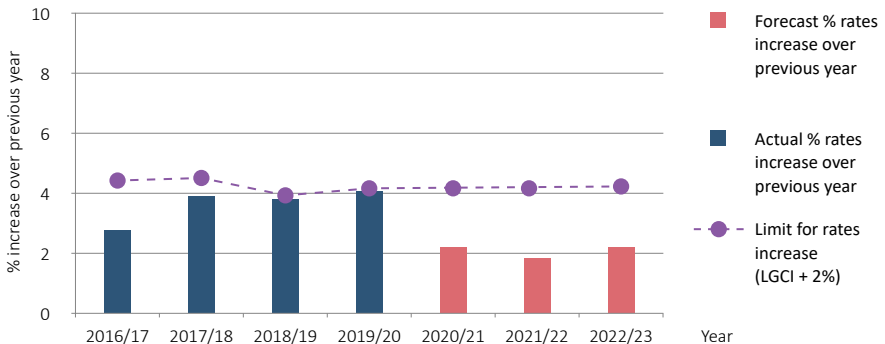
The graph below shows the limits that apply for the five years until 30 June 2020. It also shows the actual average rates increases over the three years prior to the 2019 local body elections and the estimated increases for the three years following the elections, based on LTP forecasts.

About the LGCI

Just as the costs of running your household increase every year with inflation, the cost of providing Council services also increases over time. This is because the costs of energy, labour and construction generally increase, which affects how much it costs to deliver services to you. How changes in the price of goods and services affect local government is measured by the Local Government Cost Index (LGCI).

An increase in the LGCI means that even if Council continues to provide exactly the same services every year, the cost of those services is likely to increase.

Figure 4: Rates Increases
2016/17 – 2022/23



CAPITAL COSTS & BORROWING

Ngā utunga rawa nui me ngā tonoātanga

Capital Expenditure

Capital Expenditure pays for buying or building new assets, renewing an existing asset or improving an existing asset to deliver a better service.

The graph below shows Council’s capital expenditure over the three years prior to the 2019 local body elections and what is currently planned for the three years following the elections, based on LTP forecasts.

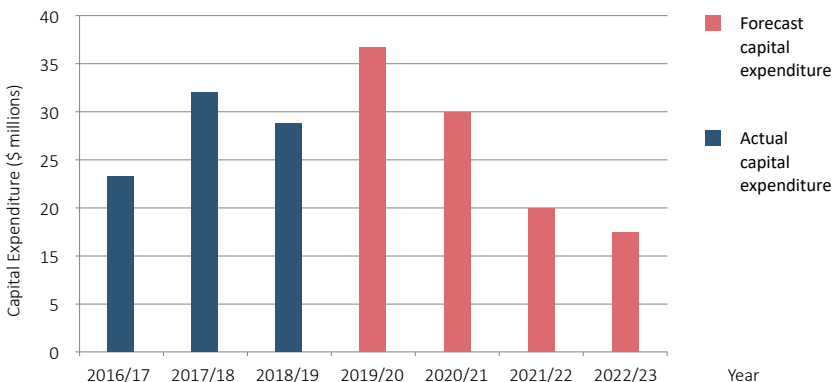
The largest activities in terms of capital expenditure include the four key network infrastructure activities of; Roads and Footpaths, Sewage Treatment and Disposal, Stormwater Drainage, and Water Supply.

Information about specific projects is available on pages 20-21 of this report.

Funding of capital expenditure

Most of Council’s capital expenditure is funded by loans and depreciation reserves. Generally speaking, new assets are funded by loans, which spreads the cost over time so that future ratepayers are also contributing to the assets they are benefitting from. Depreciation reserves are funds that are built up during the life of existing assets, so they can be renewed when necessary.

Figure 5: Capital Expenditure 2016/17 – 2022/23



Current debt level

The Council's current total debt, at 30 June 2019, is approximately \$75.7 million. This includes external debt from lending institutions, such as banks, and internal debt borrowed from our own reserves.

An analysis undertaken in the Annual Plan 2019/20 shows that our debt levels are relatively low compared to other similar local government or commercial organisations.

The Council has set limits for the total amount of debt, and for the amount of rates income that can be used for interest repayments.

Limits on debt

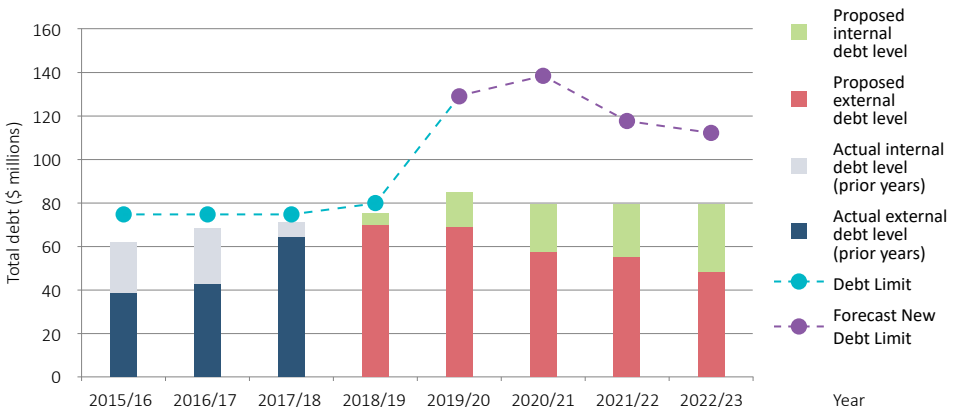
Through the Annual Plan in 2019, the Council has agreed to lift its debt level from \$75m. Our new debt limit is set annual at 150% of total revenue, which is projected to be around \$129m in 2019/20 and \$139m in the following year.

The graph below shows Council's debt profile over the three years prior to the 2019 local body elections and what is currently planned for the three years following the elections, based on LTP forecasts.

The Council has also limited the amount of rates that can be used for interest repayments to no more than 12% of total rates income. Given that interest rates vary from year to year, this provides ratepayers with certainty about the impact that debt will have on their rates.

YEAR	INTEREST REPAYMENTS AS A % OF RATES INCOME
2015/16	10.73%
2016/17	9.91%
2017/18	9.02%

Figure 6: Actual and Proposed Debt 2015/16 – 2022/23



INDICATIVE FUNDING IMPACT STATEMENT

Pūrongo

Tūtuhutanga

Āria-a-Pūtea

Indicative Funding Impact Statement

Whole of Council

	ACT
	2016/17
OPERATIONAL	
Sources of operating funding	
General rates, uniform annual general charges, rates penalties	19,265
Targeted rates (other than a targeted rate for water supply)	22,074
Subsidies and grants for operating purposes	8,686
Fees, charges, and targeted rates for water supply**	6,805
Interest and dividends from investments	37
Local authorities fuel tax, fines, infringement fees, and other receipts	6,516
Total operating funding (A)	63,383
Applications of operating funding	
Payments to staff and suppliers	49,372
Finance costs	2,161
Other operating funding applications	1,137
Total applications of operating funding (B)	52,670
Surplus (deficit) of operating funding (A-B)	10,713
CAPITAL	
Sources of capital funding	
Subsidies and grants for capital expenditure	4,892
Development and financial contributions	(2)
Increase (decrease) in debt	4,464
Gross proceeds from sale of assets	557
Lump sum contributions	-
Total sources of capital funding (C)	9,911
Applications of capital funding	
Capital expenditure	
- to meet additional demand	1,625
- to improve level of service	11,336
- to replace existing assets	10,056
Increase (decrease) in reserves	-
Increase (decrease) of investments	(2,393)
Total applications of capital funding (D)	20,624
Surplus (deficit) of capital funding (C-D)	(10,713)
Funding Balance ((A-B) + (C-D))	-

** targeted rates for water supply include volumetric charges only

UAL	ESTIMATED	LTP			LTP		
		2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
\$000							
21,200	22,630	18,407	18,897	19,629	23,145	23,148	23,322
22,088	22,840	22,031	22,517	23,229	24,610	25,551	26,439
11,434	4,472	3,558	3,474	3,530	4,277	4,206	4,207
8,019	8,641	10,683	11,026	11,383	7,878	8,070	8,280
35	35	40	40	40	47	48	49
453	2,848	2,404	2,488	2,255	1,868	1,908	2,001
63,229	61,467	57,123	58,442	60,066	61,825	62,930	64,297
53,532	45,778	41,670	42,513	44,001	43,278	44,105	45,225
2,538	2,790	3,413	3,492	3,510	2,656	2,714	2,530
1,260	489				926	944	964
57,330	49,057	45,083	46,005	47,511	46,860	47,763	48,719
5,900	12,410	12,040	12,437	12,555	14,966	15,167	15,578
11,324	10,422	7,282	8,770	7,033		8,770	7,033
50	566	100	583	106		583	106
2,589	722	4,715	1,768	2,515		1,768	2,515
671	-	625	625	1,000		625	1,000
-	-	-	-	-		-	-
14,634	11,710	12,722	11,746	10,654		11,746	10,654
3,181	2,421	252	235	231	3,448	1,202	863
10,429	11,784	7,811	9,882	10,158	9,145	6,325	7,016
18,280	13,552	17,135	13,412	12,698	17,404	12,432	10,051
(11,356)	(3,637)	(436)	654	122	4,140	3,031	5,599
-	-	-	-	-	-	-	-
20,534	24,120	24,762	24,183	23,209	25,856	22,990	23,529
(5,900)	(12,410)	(12,040)	(12,437)	(12,555)	(14,966)	(15,167)	(15,578)
-	-	-	-	-	-	-	-



SUMMARY STATEMENT OF FINANCIAL POSITION

*Pūrongo Arotake
Tātainga Pūtea*

AS AT 30 JUNE

Equity
Retained Earnings
Restricted Equity
Asset Revaluation Reserves
TOTAL EQUITY
Assets
Current Assets
Cash and Cash Equivalents
Other Current Assets
Trade and other Receivables
Total Current Assets
Non-Current Assets
Property, Plant and Equipment
Investment Property
Derivative Financial Instruments
Investments in CCOs and other similar entities
Total Non-Current Assets
Total Assets
Liabilities
Current Liabilities
Trade and Other Payables
Derivative Financial Instruments
Provisions
Employee Entitlements
Borrowings
Total Current Liabilities
Non-Current Liabilities
Provisions
Borrowings
Other Non-current Liabilities
Derivative Financial Instruments
Total Non-Current Liabilities
Total Liabilities
Net Assets

ACTUAL		ESTIMATED	ANNUAL PLAN	LTP		
2017/18	2018/19	2019/20	2020/21	2021/22	2022/23	2023/24
\$000						
411,791	420,808	407,992	430,479	439,260	440,488	441,119
20,277	18,336	16,716	22,901	19,785	19,995	20,660
169,403	205,535	206,584	197,182	209,127	231,588	235,176
601,471	644,679	631,292	650,562	668,171	692,072	696,956
2,557	5,645	4,730	4,682	2,447	3,429	1,701
10,507	3,523	9,553	6,939	6,951	4,763	2,277
13,485	10,884	12,082	9,439	10,003	9,560	9,683
26,549	20,052	26,365	21,059	19,401	17,752	13,660
610,795	672,961	656,988	665,792	686,764	710,482	712,682
34,655	35,788	36,588	34,987	35,144	35,229	35,323
-	-	-	-	-	-	-
703	927	1,121	-	703	703	703
646,153	709,676	694,697	700,779	722,612	746,415	748,708
672,702	729,728	721,062	721,838	742,013	764,168	762,368
17,635	13,428	11,152	9,615	9,121	9,303	9,545
-	49	50	-	-	-	-
64	32	21	-	-	-	-
2,040	2,258	2,251	2,551	2,585	2,630	2,676
6,000	21,000	5,000	5,000	13,000	5,000	17,000
19,876	19,672	18,474	17,166	24,706	16,934	29,221
431	479	490	510	536	563	591
41,500	44,000	65,500	50,000	45,000	51,000	32,000
567	559	559	3,600	3,600	3,600	3,600
2,994	3,244	4,747	-	-	-	-
45,492	48,282	71,296	54,110	49,136	55,163	36,191
71,231	85,049	89,770	71,276	73,842	72,097	65,412
601,471	644,679	631,292	650,562	668,171	692,072	696,956



STATEMENT OF CASH FLOWS

Pūrongo Toiora Pūtea

FOR THE YEAR ENDED 30 JUNE

ACTUAL		ESTIMATED
2017/18	2018/19	2019/20
\$000		

CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Rates	49,103	50,200	53,296
Government Grants	11,262	24,047	19,247
GST (net)	(981)	(100)	430
Receipts from Customers	10,146	8,978	5,662
Interest	83	33	35
Payments to Suppliers & Employees	(45,769)	(55,701)	(46,647)
Movement in Agency Accounts	(6,107)	(8,263)	(8,773)
Interest paid	(1,903)	(2,537)	(2,556)
Net Cash Flows from Operating Activities	15,834	16,657	20,694
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of Property, Plant and Equipment	858	2,235	735
Purchase of Property, Plant and Equipment	(23,890)	(33,080)	(27,700)
Purchase of Investments	(96)	(224)	(144)
Net Cash Flows from Investing Activities	(23,128)	(31,069)	(27,109)
CASH FLOWS FROM FINANCING ACTIVITIES			
Term Loans Raised	19,200	57,000	25,600
Term Loan Repayments	(11,000)	(39,500)	(20,100)
Net Cash Flows from Financing Activities	8,200	17,500	5,500
Net Increase (Decrease) in Cash Held	906	3,088	(915)
Cash, Cash Equivalents and Bank Overdrafts at the Beginning of the Year	1,651	2,557	5,645
Cash, Cash Equivalents and Bank Overdrafts at the End of the Year	2,557	5,645	4,730
Represented by:			
Cash at Bank	2,557	5,645	4,730

FURTHER USEFUL RESOURCES

The following resources are available from the Whakatāne District Council.

Making a stand made easy, A candidates guide to local government: This booklet (produced by Local Government New Zealand) provides a general overview of local government in New Zealand and the roles and responsibilities of elected members.

Candidate Information Booklet: This booklet (produced by Independent Election Services on behalf of Whakatāne District Council) provides information to election candidates specifically about the 2019 local election process, such as key dates, ward maps and electioneering terms and conditions.

Local Governance Statement: This booklet (produced by the Whakatāne District Council) provides a collection of information about the structures and processes through which the Whakatāne District Council engages with the community, how it makes decisions, and how the public can influence those processes.

Whakatāne District Council

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WHAKATĀNE
District Council
Kia Whakatāne au i ahau