



Grey District Council Annual Report

for the year ended 30 June 2006

GREY DISTRICT COUNCIL

ANNUAL REPORT

For the year
01 July 2005 – 30 June 2006

ISSN: 1171-2252

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[a] report from the audit office

AUDIT NEW ZEALAND

Māori Kōwhiri Kōwhiri

AUDIT REPORT

TO THE READERS OF GREY DISTRICT COUNCIL AND GROUP'S ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2006

The Auditor-General is the auditor of Grey District Council (the District Council) and group. The Auditor-General has appointed me, Tony Uttley, using the staff and resources of Audit New Zealand, to carry out an audit on his behalf. The audit covers the District Council's compliance with the requirements of Schedule 10 of the Local Government Act 2002 that apply to the annual report of the District Council and group for the year ended 30 June 2006, including the financial statements.

Unqualified opinion

In our opinion:

- The financial statements of the District Council and group on pages 16 to 56:
 - comply with generally accepted accounting practice in New Zealand; and
 - fairly reflect:
 - the District Council and group's financial position as at 30 June 2006; and
 - the results of operations and cash flows for the year ended on that date.
- The service provision information of the District Council and group on pages 57 to 160 fairly reflects the levels of service provision as measured against the intended levels of service provision adopted, as well as the reasons for any significant variances, for the year ended on that date; and
- The Council has complied with the other requirements of Schedule 10 of the Local Government Act 2002 that apply to the annual report (the "other requirements").

The audit was completed on 30 October 2006, and is the date at which our opinion is expressed.

The basis of our opinion is explained below. In addition, we outline the responsibilities of the Council and the Auditor, and explain our independence.

Basis of opinion

We carried out the audit in accordance with the Auditor-General's Auditing Standards, which incorporate the New Zealand Auditing Standards.

We planned and performed the audit to obtain all the information and explanations we considered necessary in order to obtain reasonable assurance that the financial statements and the other requirements did not have material misstatements, whether caused by fraud or error.

Material misstatements are differences or omissions of amounts and disclosures that would affect a reader's overall understanding of the financial statements and the other requirements. If we had found material misstatements that were not corrected, we would have referred to them in our opinion.

The audit involved performing procedures to test the information presented in the financial statements and the other requirements. We assessed the results of those procedures in forming our opinion.

Audit procedures generally include:

- determining whether significant financial and management controls are working and can be relied on to produce complete and accurate data;
- verifying samples of transactions and account balances;
- performing analyses to identify anomalies in the reported data;
- reviewing significant estimates and judgements made by the Council;
- confirming year-end balances;
- determining whether accounting policies are appropriate and consistently applied; and
- determining whether all required disclosures are adequate.

We did not examine every transaction, nor do we guarantee complete accuracy of the financial statements and the other requirements.

We evaluated the overall adequacy of the presentation of information in the financial statements and the other requirements. We obtained all the information and explanations we required to support our opinion above.

Responsibilities of the Council and the Auditor

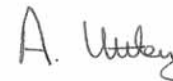
The Council is responsible for preparing financial statements in accordance with generally accepted accounting practice in New Zealand. Those financial statements must fairly reflect the financial position of the District Council and group as at 30 June 2006. They must also fairly reflect the results of operations and cash flows and the levels of service provision for the year ended on that date. The Council is also responsible for preparing the information in the other requirements. The Council's responsibilities arise from Section 98 and Schedule 10 of the Local Government Act 2002.

We are responsible for expressing an independent opinion on the financial statements and the other requirements and reporting that opinion to you. This responsibility arises from section 15 of the Public Audit Act 2001 and section 99 of the Local Government Act 2002.

Independence

When carrying out the audit we followed the independence requirements of the Auditor-General, which incorporate the independence requirements of the Institute of Chartered Accountants of New Zealand.

Other than the audit and in conducting the audit of the Long Term Council Community Plan, we have no relationship with or interests in the District Council or any of its subsidiaries.



Tony Uttley
Audit New Zealand
On behalf of the Auditor-General
Christchurch, New Zealand

Matters relating to the electronic presentation of the audited financial statements

This audit report relates to the financial statements of Grey District Council for the year ended 30 June 2006 included on Grey District Council's web site. Grey District Council is responsible for the maintenance and integrity of its web site. We have not been engaged to report on the integrity of Grey District Council's web site. We accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the web site.

The audit report refers only to the financial statements named above. It does not provide an opinion on any other information, which may have been hyperlinked to/from, these financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited financial statements and related audit report dated 30 October 2006 to confirm the information included in the audited financial statements presented on this web site.

Legislation in New Zealand governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

[b] introduction

[1] foreword from his worship the mayor and the chief executive officer

Note: We respectfully acknowledge the late Cr.Ted Gutberlet who died during this reporting term. Welcome to Cr Cliff Sandrey who was elected as the new Northern Ward representative in May 2006.

It is with both pride and gratitude that we present the Annual Report for 2005/06, fully reflecting Council's financial position and an analysis of our performance against set outputs.

A SUMMARY

The year's activity has produced a larger surplus than budgeted. Much of this can be attributed to sources of income that are not used for operational sources, such as interest on special reserves and profit on sale of assets. One of the biggest challenges was to set a budget that required a minimum general rate increase. This was achieved through cutting back on many items of discretionary expenditure and items of new capital works, some of which are important.

The year was immensely busy for both council and its administration. This year saw the preparation of Council's second Long Term Community Outcomes Plan (LTCOP), Council's adopted name for the Long Term Council Community Plan. This was the first plan to require a full audit opinion. The final plan adopted June 2006 sets out Council's strategic direction for the next 10 years, with more definitive planning covering the first 3 years. As with all authorities through-out the country the document required a massive effort to reach completion. Although this consumed much of the administrative capacity of Council, we tried to look beyond it as a purely compliance process but rather a truly strategic document for both Council and community.

Other important challenges and achievements were:

ASSETS MANAGEMENT

Maintaining assets that deliver essential services to the district has once again been a high priority. The current book value of Council's infrastructural assets now totals \$229 million, or 87% of Council's net value. The integrity of the information contained within the activity management plans for these associated activities provided the basis for much of the LTCOP.

Significant progress was made on the Greymouth Sewerage Scheme, in particular with the commissioning of the Johnson St UV treatment plant. Council has made the commitment to progress all required works to completion within a 10 year period, so as to enable full draw-down of available Government subsidies.

New roading works and improvements was an area cut back in order to achieve a nil general rate increase. In particular this affected the many footpath upgrades and roading improvements that don't qualify for Land Transport New Zealand financial assistance. The exposure of the district to the extremes of the weather was again highlighted with two significant rain events causing considerable damage to Council's roading network. The more recent is highlighted by the slips on the Taylorville Road. Stormwater and flood control systems performed well during these and other events throughout the year.

Development continued on the second cell at the McLeans landfill facility and this entire facility will serve this district for many years to come.

ENVIRONMENTAL SERVICES

This Department continues to work under extreme pressure brought about by the unavailability of trained Planners and Building Inspectors. Development pressures remain at peak levels and delays in the issuing of consents are one of a range of negative implications.

The fact that the Department of Building and Housing is not yet able to give definitive answers to the question of accreditation and the associated processes is a problem and the fact that local authorities must now develop such processes represents yet another cost on it. The additional inspection and recording provisions together with a very positive increase in numbers of building plans have already resulted in the appointment of another building inspector.

The number of applications for subdivisions and resource consents together with the need to review the District Plan resulted in a Policy Planner being appointed. Work pressures in the Division remains high. Positive progress is also being made with the SNA process with a strong emphasis on land owner involvement and approval.

Requests for Land Information Memorandums (LIM's) yet again showed an increase and Council's low risk approach results in this being a very time consuming service.

SUPPORT SERVICES

This department's involvement in the further development of the LTCOP process took on a new dimension in that it focused on the development of processes, policies and statements. The higher workload of council also manifested in more work for the department in the form of agendas, minutes, correspondence, consultation, etc...

FINANCE AND INFORMATION TECHNOLOGY

The department is intimately involved in the development of the LTCOP in all its stages, in particular the financial modelling and financial policies. The Departmental Manager also continues to contribute to on-going negotiations regarding the port development.

A new electronic document archiving system was procured in the later part of the year, with the process now starting of capturing paper based files and converting to electronic format. In the long-term this will enable more efficient retrieval of information for both internal and external users.

PORT OF GREYMOUTH

Significant work has been carried out to date in reforming Council's port operations and negotiating with future customers and partners. Port Westland Limited, a 100% Council owned subsidiary, was constituted in April 2006 which will oversee the port operations. The finalisation of all negotiations paving the way for a Cargo Port upgrade is in an advanced stage. Whilst this has required an enormous effort of all parties involved, the potential benefits are significant and it will ensure the port's survival.

LOOKING AHEAD

The following challenges lie ahead -

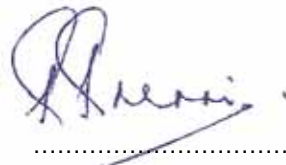
- the on-going sewerage upgrades for: Greymouth, Blackball, and Boddytown. Council has committed to completing the Greymouth scheme within a 10 year time-frame to allow for full up-take of available Government subsidies.
- continuing to deal with development pressures
- Reviewing council activities in order to secure more affordable local government will be a major challenge. Potential solutions are -
 - continuing to lobby for rates on Crown land or grant in lieu
 - finalising port negotiations
 - levies on coal and other minerals
 - the findings of the parliamentary select committee inquiry into local government rates and funding.

A word of thanks goes to Council members for their endeavours throughout the year. A special word of thanks to our staff, who continuously confirm their absolute commitment to council and our district through their dedication and efforts, well in excess of what is expected. Also a word of thanks goes to our residents. Council remains committed to a partnership with its community and our heartfelt thanks goes to those who participated in the democratic process, be it complimentary of council or otherwise. Participation is alive and well!



AF KOKSHOORN

Mayor



PG PRETORIUS

Chief Executive Officer

[2] elected representatives

[2.1] council

Position	Name	Ward	Portfolio Responsibilities
Mayor	Tony Kokshoorn		<ul style="list-style-type: none"> • Finance (1) • Economic Development • Port • Youth • Advocacy • Public Relations
Deputy Mayor	Doug Truman QSM	Central	<ul style="list-style-type: none"> • Legal • Water • Stormwater • Sewerage
Councillors	Paul Berry	Eastern	<ul style="list-style-type: none"> • Resource Management • Regulatory Functions • Staff • Dog and Stock Control
	Ian Cummings	Central	<ul style="list-style-type: none"> • Finance (2) • Property • Liquor Licensing
	Cliff Sandrey ¹	Northern	<ul style="list-style-type: none"> • Sport and Recreation • Cemeteries • Pensioner Housing • Welfare
	Karen Hamilton	Central	<ul style="list-style-type: none"> • Arts • Culture • Heritage • Maori Affairs
	Wayne Moen JP	Southern	<ul style="list-style-type: none"> • Land Transport • Waste Management
	Elinor Stratford MNZM	Central	<ul style="list-style-type: none"> • Health and Disability • Library • Tourism
	Mark Thomas	Eastern	<ul style="list-style-type: none"> • Airport • Civil Defence • Safety/Security • Parks/Reserves • Forestry

¹ elected on 6 May 2006

[2.2] northern ward community board

Position	Name
Members	Alice Noble (Chairperson)
	Owen Burnett
	Ronald Butler
	William Coram

[3] senior staff and miscellaneous details

MANAGEMENT

Chief Executive Officer	Paul Pretorius
Manager Support Services	Kevin Beams
Manager Environmental Services	Sue Harkness ²
Assets Manager	Mel Sutherland
Manager Finance and Information Technology	Ian Young

VARIOUS DETAILS

Postal Address :

Grey District Council
P O Box 382
Greymouth

Locations:

Main Office	105 Tainui Street Greymouth
	Tel 03 768 1700
	email: info@greydc.govt.nz
	Web www.greydc.govt.nz
Assets and Engineering	Fax 03 768 1710
	email: infrastructure@greydc.govt.nz
Environmental Services	Fax 03 768 1703
	email: environmental.services@greydc.govt.nz
Finance & IT	Fax 03 768 1703

² effective 1 August 2005.

Support Services	email: finance@greydc.govt.nz Fax 03 768 1703
Grey District Library	email: info@greydc.govt.nz Albert Mall Greymouth
Runanga Service Centre,	Tel 03 768 5597 Fax 03 768 5597 email library@greydc.govt.nz 25 Carroll Street Runanga
Runanga Library	Tel 03 762 7813 email runanga@greydc.govt.nz 25 Carroll Street Runanga
History House	Tel 03 762 7813 Tel Gresson St Greymouth 03 768 4028 history@greydc.govt.nz

[c] financial statements and notes

[1] statement of compliance and responsibility

[1.1] Compliance

The financial statements of Grey District Council have been prepared in accordance with the requirements of section 98 of the Local Government Act 2002 which includes the requirement to comply with generally accepted accounting practice.

[1.2] Responsibility

The Council and management of Grey District Council accept responsibility for the preparation of the annual Financial Statements and the judgements used in them.

The Council and management accept responsibility for establishing and maintaining a system of internal control designed to provide reasonable assurance as to the integrity and reliability of financial reporting.

In the opinion of the Council and management of Grey District Council, the annual Financial Statements for the year ended 30 June 2006 fairly reflect the financial position and operations of Grey District Council.



AF KOKSHOORN
MAYOR



P G Pretorius
CHIEF EXECUTIVE OFFICER

Dated this 30th day of October 2006.

[2] statement of accounting policies

[2.1] reporting entity

The Grey District Council (GDC) is a territorial local authority governed by the Local Government Act 2002.

The financial statements of the Grey District Council have been prepared in accordance with the requirements of section 98 of the Local Government Act 2002 which includes the requirement to comply with generally accepted accounting practice.

The Group consists of Council, and its subsidiaries Port Westland Limited (100% owned) and associates West Coast Climbing Wall Trust (33% controlled), and Tourism West Coast (25% controlled).

These consolidated (or “Group”) Financial Statements have been prepared in accordance with the requirements of the Local Government Act 2002, which includes the requirement to comply with generally accepted accounting practice.

[2.2] measurement base

The financial statements have been prepared on the historical cost basis, modified by the revaluation of certain assets as specified in the accounting policies below.

[2.3] accounting policies

The following accounting policies which materially affect the measurement of financial performance, financial position and cashflows have been applied:

1 basis of consolidation

[a] subsidiaries

Subsidiaries are those entities controlled by Council. These Group Financial Statements include Council and its subsidiaries. The Group Financial Statements are prepared using a line by line aggregation. Corresponding assets, liabilities, revenues, and expenses are added together on a line by line basis. All significant inter-entity transactions are eliminated on consolidation.

[b] associates

Associates are entities which Council has significant influence, but not control, over the operating and financial policies. Associate organisations are accounted for by the Equity method, which records the Council’s share of profits and losses for the period in the Statement of Financial Performance, and shows the amount of equity held in Investments in the Statement of Financial Position. The accounts of the West Coast Climbing Wall Trust, and Tourism West Coast have not been included in these accounts.

The effect of not including these is immaterial.

Note: There are no comparative group figures for 2004/05, as there was no group until Council incorporated Port Westland Limited in April 2006.

2 budget figures

The budget figures are those approved by the Council at the beginning of the year after a period of consultation with the public as part of the 2005/06 Annual Plan process. The budget figures have been prepared in accordance with generally accepted accounting practice and are consistent with the accounting policies adopted by the Council for the preparation of the financial statements.

3 goods and services tax

All items in the financial statements are exclusive of GST, with the exception of receivables and payables, which are stated as GST inclusive. Where GST is not recoverable as an input tax it is recognised as part of the related asset or expense. Any amounts owing to the Inland Revenue Department for GST collected are shown in the Statement of Financial Position as a liability.

4 taxation

Income tax is charged in the Statement of Financial Performance in respect of current year's earnings after allowing for permanent differences between reported earnings and earnings assessable for income tax purposes.

Deferred taxation is determined on a comprehensive basis using the liability method. A debit balance in the Deferred Taxation accounts, arising from timing differences or income tax benefits from income tax losses, is only recognised where there is virtual certainty of realisation.

5 revenue

Rates Revenue is recognised by Council as being income on the due date of each instalment.

Water billing revenue is recognised on an accrual basis.

Land Transport New Zealand roading subsidies are recognised as revenue upon entitlement, which is when conditions pertaining to eligible expenditure have been fulfilled.

Other grants and bequests, and assets vested in the Council — with or without conditions — are recognised as revenue when control over the assets is obtained.

6 equity

Equity is the community's interest in Council and is measured as the difference between total assets and total liabilities. Public equity is disaggregated and classified into a number of components to enable clearer identification of the specified uses that Council make of its accumulated surpluses. The components of equity are:

- Accumulated Funds
- Restricted Reserves
- Special Funds
- Trusts, Bequests and Other Reserves
- Asset Revaluation Reserves

7 reserves

Reserves are a component of equity generally representing a particular use to which various parts of equity have been assigned. Reserves may be legally restricted or created by the Council. Restricted reserves are those 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 third party. Transfers from these reserves may be made only for certain specified purposes or when certain specified conditions are met. Council-created reserves are reserves established by Council decision. 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

8 accounts receivable

Accounts Receivable (Debtors) are shown at their estimated realisable value after providing against debts where collection is doubtful.

9 investments

All investments are valued at the lower of cost and net realisable value, with the exception of shares in other companies, which are valued on net asset-backing basis as at 30 June 2006.

10 properties intended for resale

Properties intended for resale are valued at the lower of cost and net realisable value. These are recorded separately in the Statement of Financial Position and are not depreciated.

11 property, plant and equipment

The cost of purchased property plant and equipment is the value of consideration given to acquire the assets and the value of other attributed costs which have been incurred in bringing the assets to the location and condition necessary for their intended service. Costs cease to be capitalised as soon as the asset is ready for productive use.

Council's assets are divided into two categories, fixed assets and infrastructural assets.

[a] valuation

FIXED ASSETS

General Land

Other Land

Buildings

Aerodrome

Plant & Machinery

Furniture & Fittings

VALUATION BASIS

Fair Value

Historical Cost

Depreciated Replacement Value

Improvements – Depreciated Replacement Value

Fair Value

Depreciated Historical Cost

Depreciated Historical Cost

Computer Equipment	Depreciated Historical Cost
Library Stocks	Depreciated Historical Cost
Breakwaters & Wharves	Depreciated Historical Cost
Forest Holdings	Estimated Value

INFRASTRUCTURAL ASSETS

Land Under Roads
Water Supply Systems
Drainage/Sewerage Systems
Roading Network
Sportsfields and Parks
Heritage Assets
Flood Protection System

VALUATION BASIS

Fair Value
Optimised Depreciated Replacement Cost
Optimised Depreciated Replacement Cost
Optimised Depreciated Replacement Cost
Improvements – Optimised Depreciated Replacement Cost
Depreciated Historical Cost(Deemed Cost)
Cost

Other Infrastructure Assets – Deemed cost provided by Royds Consulting (Consulting Engineers) in 1991.

All asset additions subsequent to valuation are recorded at cost.

Council revalues the following classes of assets on a 3 yearly basis:

- General Land
- Buildings
- Aerodrome
- Infrastructural Land (Land Under Roads)
- Water Supply Systems
- Drainage and Sewerage
- Roading Networks
- Sportsfields and Parks

[b] depreciation

Depreciation is calculated on a straight-line basis at rates which will write off the cost or revalued amounts of the assets to their estimated residual values over their useful lives. Depreciation rates are as follows:

ASSET CLASS	DEPRECIATION METHOD	LIFE (YRS)	%
Land	Not Depreciated	-	-

ASSET CLASS	DEPRECIATION METHOD	LIFE (YRS)	%
Buildings			
- Structure	Straight Line	40	2.5
- Fit Out	Straight Line	15	6.5
- Services	Straight Line	18	5.5
Aerodrome	Straight Line	3 – 60	1.7 – 33.3
Plant and Machinery	Straight Line	3 – 30	3 – 33
Furniture and Fittings	Straight Line	10	10
Computer Equipment	Straight Line	3 – 8	12.5 – 33
Library Stocks	Straight Line	8	12.5
Breakwaters and Wharves	Straight Line	40 – 50	2 – 2.5
Forest Holdings	Not Depreciated		
Reserve Board Assets	Not Depreciated		
Landfill Sites	Straight Line	10 – 50	2 – 10
Landfill Capitalised Aftercare Costs	Straight Line	8	12.5
Water Supply Systems			
- Pipe Network	Straight Line	50 - 80	1.25 - 2
- Pumps and Electrical	Straight Line	10-60	1.67 – 10
- Reservoirs	Straight Line	60 – 80	1.25 – 1.67
Drainage and Sewerage			
- Pipe Network	Straight Line	50 - 80	1.25 – 2
- Pumps and Electrical	Straight Line	10-80	1.25 – 10
- Ponds	Straight Line	60	1.67
Heritage Assets	Straight Line	40	2.5
Roading Networks			
- Formation	Not Depreciated		
- Pavement Structure - Sealed	Straight Line	40 - 50	2 - 2.5
- Pavement Structure - Unsealed	Straight Line	3 – 22	4.5 – 33
- Pavement Surfacing	Straight Line	2 – 16	6.25 – 50
- Kerb and Channelling	Straight Line	50 – 150	0.67 – 2
- Bridges	Straight Line	15 - 100	1 - 6.67
- Footpaths	Straight Line	15 – 50	2 – 6.67
- Drainage: Surface Water Channels	Straight Line	10 - 80	1.25 - 10
- Drainage: Culverts and Catchpits	Straight Line	50 – 150	0.67 – 2
-Traffic Signs and Pavement Marking	Straight Line	5 - 15	6.67 - 20
Flood Protection Scheme	Straight Line	100	1

ASSET CLASS	DEPRECIATION METHOD	LIFE (YRS)	%
Parking Developments	Straight Line	50	2
Sportsfields and Parks (Improvements)	Straight Line	5 – 100	1 – 20
Work in Progress	Not Depreciated	-	-

[c] work in progress

Work in progress is not depreciated. The total cost of a project is transferred to the relevant asset class on its completion and then depreciated. The current carrying amount of work in progress is detailed in the Notes to the Financial Statements.

12 financial instruments

The Grey District Council is party to financial instrument arrangements as part of everyday operations. These financial instruments include cash, bank balances, short term investments, accounts receivable, accounts payable, term debt, and interest rate swaps. Revenues and expenses in relation to all financial instruments are recognised in the Statement of Financial Performance.

All financial instruments are recognised in the Statement of Financial Position with the exception of Guarantees and Contingent Assets and Liabilities which are disclosed by way of Note to the Financial Statements.

The following methods and assumptions were used to value each class of financial instrument:

- Accounts Receivable are recorded at estimated realisable value.
- Short Term Investments are valued at fair value.
- Investments in Government and Local Authority Stock are valued at cost.
- Share investments, gifted in trust, are valued at fair value.
- Loans Receivable are recorded at fair value.
- All other financial instruments, including Cash and Bank balances, Accounts Payable, and Term Debt are valued at fair value.

13 employee entitlements

Provision is made in respect of the Council's liability for annual leave, long service leave, and retirement gratuities.

Wages and salaries, annual leave and other entitlements that are expected to be settled within twelve months of reporting date are measured at nominal values on actual entitlement basis at average accrued rate of pay.

Entitlements that are payable beyond twelve months, such as long service leave and retiring leave, have been calculated on an actuarial basis. The calculations are based on

- likely future entitlements accruing to staff, based on years of service,
- years to entitlement
- the likelihood that staff will reach the point of entitlement
- contractual entitlements information

14 landfill post-closure costs

As operator of the Blackball and McLeans Pit Landfills, the Council has a legal obligation under the resource consent to provide ongoing maintenance and monitoring services at the landfill site after closure.

The provision is measured based on the present value of the future cash flows expected to be incurred, taking into account future events, including new legal requirements and known improvements in technology. The provision includes all costs associated with landfill post-closure.

The discount rate used is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the Council.

15 cost of service statements

The Cost of Service Statements, as provided in the Statement of Service Performance, report the net cost of services for significant activities of the Council, and are represented by the costs of providing the service less all directly related revenue that can be allocated to these activities.

16 cost allocation

Grey District Council has derived the net cost of service for each significant activity of the Council using the cost allocation system outlined below.

[a] criteria for direct and indirect costs

“Direct Costs” are those costs directly attributable to a significant activity.

“Indirect Costs” are those costs which cannot be identified in an economically feasible manner, with a specific significant activity

[b] cost allocation policy

Direct costs are charged directly to significant activities. Indirect costs are charged to significant activities based on cost drivers.

[c] cost drivers for allocation of indirect costs

The costs of internal services not directly charged to activities are allocated as overheads using appropriate cost drivers such as actual usage, staff numbers and floor area.

17 operating leases

Under these leases, the lessor effectively retains all the risks and benefits of ownership. These lease payments are charged as expenses in the periods in which they are incurred.

18 statement of cashflows

The following are the definitions of terms used in the statement of cashflows:

“Operating Activities” include cash received from all income sources of the Council and record the cash payments made for the supply of goods and services.

“Investing Activities” are those activities relating to the acquisition, holding and disposal of property ,plant and equipment and of investments. Investments can include securities not falling within the definition of cash.

“Financing Activities” are those activities change the equity and debt capital structure of Council

“Cash” is considered to be cash on hand and cash at bank, net of overdrafts.

19 changes in accounting policies

There have been no changes in accounting policies. The policies have been applied on a basis consistent with the prior year.

[3] statement of financial performance for the year ended 30 June 2006

	Note	council			group
		Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
INCOME					
General Rates and Penalties	1	9,135,991	9,036,488	8,831,435	9,135,991
Subsidies and Grants		4,339,180	3,768,061	3,680,429	4,339,180
User Charges and Other Revenues		3,034,215	3,509,529	2,596,666	3,034,215
Interest Income		1,049,067	351,137	1,128,413	1,049,067
Lump Sum Contributions		109,827	-	14,105	109,827
Capital Profit on Sale of Assets		1,602,314	-	585,128	1,602,314
Vested Assets		-	-	423,526	-
Subdivision Contributions		168,961	-	152,719	168,961
Total income	2	19,439,555	16,665,215	17,412,421	19,439,555
EXPENDITURE					
Operating expenditure		12,322,832	10,719,329	10,378,362	12,322,832
Interest expense		514,940	987,891	442,563	514,940
Depreciation		5,590,339	4,601,184	4,263,079	5,590,339
Total expenditure	3	18,428,111	16,308,404	15,084,004	18,428,111
Net surplus/(deficit) before tax		1,011,444	356,811	2,328,417	1,011,444
Tax expense	4	-	-	-	-
Net surplus/(deficit) for the year		1,011,444	356,811	2,328,417	1,011,444

Explanation of Variation to Budget

The Council made a net surplus of \$ 1,011,444 (budget 356,811)

- Actual income includes non operational sources of income from Profit on Sale of Assets, Vested Assets, Subdivision Contributions, and Lump Sum Contributions, which was not included in budget.
- For Port Activities actual income from user charges was \$ 959,415 less than budget, and expenditure was \$ 181,539 less than budget. The forecast tonnages of cargo to be exported for the 2005/06 year were never attained (see Port Activity Statement, page 93)
- A Government subsidy was received in this financial year for the Greymouth Sewerage Scheme of \$ 1,107,328. This was not included in the budget as was originally anticipated to be received in the last financial year.
- Not all subsidies from Land Transport New Zealand that were included in budget were qualified for due to the delay in certain capital projects (see Roothing Activity Statement, page 59)
- Interest received on Special Funds invested was not included in the budgeted figures. This is not used for operational sources of income, and is transferred to the Special Funds.

- Operating expenditure was \$1,603,503 more than budget, due to several factors. Main items of note are:
 - Rooding operating expenditure \$720,000 more than budget due to carry-forward expenditure of \$35,000 and approved over-expenditure of \$280,000, mainly related to flood damage remedial works. Other maintenance costs over budget due to contract inflations and increased power costs (street lighting).
 - Water Supply - \$170,000 more than budget due to higher contract and power prices
 - Refuse - \$163,000 more than budget, increased contract costs and work due to growth in some areas.
 - Council's property portfolio - \$184,000 more than budget. Costs include the costs of freeholding and lease renewals, which were not included in budget (\$54,000). These costs are funded through the proceeds of sale and ex special reserves. Other general increases were in ground leases, part of which is funded ex reserves and assets written off of \$97,000.
- Interest expense was \$472,951 less than budget, due to capital improvements not carried out at the Port, and subsequent borrowing not required (refer to Port Activity, page 93 for further detail)
- Depreciation expense was \$ 989,155 more than budget, due to a significant increase in the valuation of infrastructure assets, carried out as at 30 June 2005.

[4] statement of movements in equity for the year ended 30 June 2006

	Note	council			group
		Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
Equity at start of the period		258,015,722	187,242,403	187,242,403	258,015,722
Net Surplus (Deficit) for the Period		1,011,444	356,811	2,328,417	1,011,444
Increase (Decrease) in Revaluation Reserves	5	5,042,598	-	68,444,902	5,042,598
Total recognised revenues and expenses for the period		6,054,042	356,811	70,773,319	6,054,042
Equity at end of the period		264,069,764	187,599,214	258,015,722	264,069,764

Explanation of Variation to Budget

Revaluation Reserves - The impact of asset revaluations were not included in the budget. The net revaluation movement in assets for the year was \$ 5,042,598 .

[5] statement of financial position

as at 30 June 2006

	Note	council			group
		Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
TOTAL EQUITY	5	264,069,764	187,599,214	258,015,722	264,069,764
ASSETS					
Current assets					
Cash at Bank		78,109	50,000	61,592	78,109
Cash Held by Reserve Boards		39,017	33,500	42,140	39,017
Cash on Hand		1,000	950	1,000	1,000
Short Term Deposits		3,344,118	2,000,704	4,656,435	3,344,118
Short Term Investments		9,564,263	3,001,057	7,629,891	9,564,263
Accounts Receivable	6	2,639,783	240,150	1,844,767	2,639,783
Property Intended For Resale		425,156	188,322	154,591	425,156
		16,091,446	5,514,683	14,390,416	16,091,446
Non current assets					
Fixed Assets	7	27,657,397	30,889,256	22,162,668	27,657,397
Infrastructural Assets	7	229,286,634	169,640,898	228,586,088	229,286,634
Investments	8	3,185,731	1,200,000	1,839,133	3,185,731
		260,129,762	201,730,154	252,587,889	260,129,762
Total Assets		276,221,208	207,244,837	266,978,305	276,221,208
LIABILITIES					
Current liabilities					
Current Portion of Term Debt	9	297,354	-	2,277,901	297,354
Payables, Accruals, and Entitlements	10	2,677,738	1,488,138	2,583,772	2,677,738
Income In Advance		75,311	-	66,984	75,311
		3,050,403	1,488,138	4,928,657	3,050,403
Non current liabilities					
Term Debt	9	7,937,819	17,607,485	3,348,112	7,937,819
Bonds Payable*		300,000	-	-	300,000
Employee Entitlements		160,936	-	-	160,936
Landfill Aftercare Provision	11	702,286	550,000	685,814	702,286
		9,101,041	18,157,485	4,033,926	9,101,041
Total liabilities		12,151,444	19,645,623	8,962,583	12,151,444
NET ASSETS		264,069,764	187,599,214	258,015,722	264,069,764

* Bonds Payable – Relates to the share of the bond put up by Pike River Coal Company attributable to the Grey District Council. There is an equal amount reflected in the statements as an investment.

Explanation of Variation to Budget

Fixed Assets - The impact of asset revaluations for this year and last year were not included in budget. The net revaluation movement in assets for the year this year was \$ 5,042,598 , and last year \$ 68,444,902

Term Debt – The budget included a provision for the uplifting of new borrowing for Port redevelopment. This was contingent on other factors which did not occur in this financial year. In addition to this the port operations are now undertaken by 'Port Westland Ltd', a wholly Council owned company (refer to the Port Activity Statement, page 93 for further detail).

Equity – Combination of above factors.

[6] statement of cashflows

for the year ended 30 June 2006

	Note	council			group
		Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
OPERATING ACTIVITIES					
Cash was Provided from:					
Rates, Grants, Subsidies & Other Sources		16,164,152		15,067,578	16,164,152
Interest and Dividends Received		1,089,076		988,466	1,089,076
		17,253,228	16,665,215	16,056,044	17,253,228
Cash was Applied to:					
Cash Disbursed to Employees and Suppliers		(11,978,673)		(9,848,674)	(11,978,673)
Interest Paid on Long Term Debt		(504,665)		(457,443)	(504,665)
Income Tax Paid		-		-	-
Net GST Movement		(145,371)		(384,340)	(145,371)
		(12,628,709)	(11,707,222)	(10,690,457)	(12,628,709)
Net Cash Inflows (Outflows) From Operating Activities	12	4,624,519	4,957,993	5,365,587	4,624,519
INVESTING ACTIVITIES					
Cash was Provided from:					
Loans Recovered		-	-	-	-
Disposal of Fixed Assets		2,461,909	260,000	735,125	2,461,909
		2,461,909	260,000	735,125	2,461,909
Cash was Applied to:					
Purchase of Fixed Assets		(8,013,541)	(16,069,471)	(7,963,572)	(8,013,541)
Net movement in investments		(1,665,530)	351,110	2,953,769	(1,665,530)
		(9,679,071)	(15,718,361)	(5,009,803)	(9,679,071)
Net Cash Inflows (Outflows) From Investing Activities		(7,217,162)	(15,458,361)	(4,274,678)	(7,217,162)

...statement of cashflows continued

	Note	council			group
		Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
FINANCING ACTIVITIES					
Cash was Provided from:					
Cash Provided from Raising Loans		2,612,272	9,749,696	-	2,612,272
		2,612,272	9,749,696	-	2,612,272
Cash was Applied to:					
Repayment of Long Term Debt		(3,112)	(480,658)	(1,346,876)	(3,112)
		(3,112)	(480,658)	(1,346,876)	(3,112)
Net Cash Inflows (Outflows) From Financing Activities		2,609,160	9,269,038	(1,346,876)	2,609,160
Net Increase (Decrease) in Cash Held		16,517	(1,231,330)	(255,967)	16,517
Add Bank Balance at 01 July		62,592	1,282,280	318,559	62,592
Bank Balance at End of Period		79,109	50,950	62,592	79,109

[7] notes to the financial statements

1 total rates

	council			group
	Actual 2005/06	Budget 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$	\$
GENERAL RATES				
General Rate	3,796,842	3,787,446	3,743,243	3,796,842
Uniform Annual General Charge	2,048,975	1,977,293	2,089,233	2,048,975
TARGETED RATES				
Northern Ward Community Board	74,054	73,572	79,150	74,054
District Promotion	175,023	159,500	171,118	175,023
Refuse Collection	584,860	577,959	532,784	584,860
Water Supplies	877,064	869,776	862,643	877,064
Water Meter Rates	174,451	207,060		174,451
Sewerage Collection	1,299,166	1,295,882	1,256,008	1,299,166
PENALTIES				
Rate Penalties	105,556	88,000	97,256	105,556
	9,135,991	9,036,488	8,831,435	9,135,991
RATES REMITTED ARE AS FOLLOWS:				
Rates on GDC Land	174,269	175,000	170,488	174,269
Rate Discounts	21,348	20,000	18,895	21,348
Rates Remitted	64,177	67,500	60,488	64,177

2 income by activities

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Roading	4,961,789	4,955,949	5,602,883
Stormwater	246,689	237,899	252,357
Wastewater	2,555,643	1,868,926	1,434,434
Water Supply	1,109,088	1,077,851	1,109,432
Refuse Disposal	1,047,592	1,003,358	909,458
Economic Development	232,589	204,513	344,698
Airport	70,292	72,111	49,213
Property*	864,336	198,080	404,578
Forestry	125,561	11,255	2,736
Development Park	-	-	172,827
Parking	106,149	95,403	89,483
Port Operations*	1,627,994	1,709,060	579,007
Co-Operation with DHB & MOH	11,972	11,553	16,061
District Planning	675,142	400,137	615,232
Civic centre	109,629	87,423	76,383
Library	384,888	374,934	371,943
Reserves	239,868	237,028	292,673
Restrooms	156,392	156,126	243,236
Swimming Baths	207,342	208,632	196,279
Events and Recreation Management	143,785	136,552	148,427
Cemeteries	136,180	135,055	127,606
Amenity Management	171,175	138,109	140,466
In-House Taskforce	59,323	59,222	64,878
Heritage, Arts, and Culture	179,709	155,500	226,363
Democracy - Council	1,580,530	660,635	1,681,563
Northern Ward Community Board	74,054	73,572	79,150
Administration*	385,508	651,006	361,418
Consultation	71,939	69,424	45,470
Official Information	101,023	85,063	118,707
Rural Fire Authority	75,783	76,963	64,219
Co-Operation with NZ police, NZ Fire Service, etc	9,779	9,437	12,910
Flood Protection	252,712	251,491	235,752
Civil Defence	45,137	44,078	41,843
Health Regulation	98,927	97,422	95,985
Restorative Justice	75,067	58,871	60,295
Building Control	628,150	470,635	548,059
Dog and Stock Control	166,318	157,211	149,633
Affordable Access to Quality Education	11,374	10,976	11,913
Retirement Housing	440,127	413,755	434,851
Total Income	19,439,555	16,665,215	17,412,421

*Figures shown have been adjusted for internal charges recovered.

3 expenditure by activities

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Roading	6,388,485	4,673,109	4,859,214
Stormwater	446,970	301,206	312,573
Wastewater	1,042,541	1,104,296	697,061
Water Supply	1,378,222	1,241,582	1,232,786
Refuse Disposal	1,088,362	1,074,056	1,196,189
Economic Development	235,164	204,513	316,549
Airport	89,101	105,872	98,836
Property*	384,540	214,844	238,359
Forestry	28,952	33,555	26,866
Development Park	18,248	37,962	31,436
Parking	109,172	82,435	80,260
Port Operations*	1,763,997	1,902,073	1,076,436
Co-Operation with DHB & MOH	11,106	11,553	15,321
District Planning	636,992	411,308	377,474
Civic centre	104,607	104,982	96,720
Library	450,446	429,246	403,345
Reserves	280,386	240,948	287,662
Restrooms	122,673	119,035	118,351
Swimming Baths	192,132	211,089	200,178
Events and Recreation Management	146,838	136,552	188,003
Cemeteries	127,299	130,463	132,375
Amenity Management	130,959	138,109	108,462
In-House Taskforce	62,185	55,669	62,369
Heritage, Arts, and Culture	182,508	194,673	157,470
Democracy - Council	615,489	613,601	657,941
Northern Ward Community Board	73,644	73,572	73,567
Administration*	505,933	646,864	347,030
Consultation	58,807	69,424	43,354
Official Information	95,186	85,063	82,553
Rural Fire Authority	64,640	75,440	59,382
Co-Operation with NZ police, NZ Fire Service, etc	9,273	9,437	12,115
Flood Protection	188,128	241,147	241,417
Civil Defence	38,333	44,078	34,462
Health Regulation	82,360	96,152	89,736
Restorative Justice	84,090	57,348	97,805
Building Control	478,890	465,597	389,240
Dog and Stock Control	174,964	154,703	150,260
Affordable Access to Quality Education	10,502	10,976	11,056
Retirement Housing	525,987	505,872	479,791
Total Expenditure	18,428,111	16,308,404	15,084,004

*Figures shown have been adjusted for internal charges recovered.

4 income tax

	council		group
	Actual 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
Net Surplus/(Loss) before Tax	1,011,444	2,328,417	1,011,444
less surplus from Council activities exempt from tax	923,445	2,756,736	923,445
Net Surplus/(Loss) before Tax - taxable activities	87,999	(428,319)	87,999
PERMANENT DIFFERENCES			
profit on sale of non-commercial land	(853,638)	(61,797)	(853,638)
non commercial lease income	(56,443)	(92,027)	(56,443)
non commercial corporate support charges	9,194	9,194	9,194
asset impairment write off	-	-	-
residential lease costs	129,565	25,024	129,565
	(771,322)	(119,606)	(771,322)
TIMING DIFFERENCES NOT RECOGNISED			
deficit/(excess) of tax depreciation over accounting depreciation	48,262	36,059	48,262
increase/(decrease) in holiday pay provision	3,524	9,987	3,524
	51,786	46,046	51,786
Tax loss to be carried forward	(631,538)	(501,879)	(631,538)
ACCUMULATED TAX LOSSES			
Opening balance as at 1 July	(7,257,500)	(6,755,621)	(7,257,500)
Tax losses incurred in the period	(631,538)	(501,879)	(631,538)
Tax losses utilised in the period	-	-	-
Closing balance as at 30 June	(7,889,038)	(7,257,500)	(7,889,038)
Tax Effect of Losses @ 33%	(2,603,382)	(2,394,975)	(2,603,382)

Utilisation of these tax losses is dependant upon earning future assessable income. Future taxation benefits attributable to timing differences or losses carried forward are not recognised in the financial statements because there is no virtual certainty that the benefit of the losses will be utilised.

5 equity

	council		group
	Actual 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
RATEPAYERS EQUITY			
Opening Balance	145,207,164	142,962,422	145,207,164
Plus Net Surplus/(Deficit) for the Year	1,011,444	2,328,417	1,011,444
Net Transfer from/(to) Special Funds	(263,984)	(121,764)	(263,984)
Net Transfer from/(to) Trusts & Bequests	(3,565)	38,089	(3,565)
Net Transfer from Revaluation Reserves	-	-	-
Closing Balance	145,951,059	145,207,164	145,951,059
SPECIAL FUNDS			
Opening Balance	18,961,025	18,839,261	18,961,025
Plus Interest	909,125	905,193	909,125
Plus Appropriation	4,686,609	2,004,603	4,686,609
Less Appropriation	(5,331,750)	(2,788,032)	(5,331,750)
Closing Balance	19,225,009	18,961,025	19,225,009
TRUSTS, BEQUESTS & OTHER RESERVES			
Opening Balance	642,005	680,094	642,005
Opening Balance Adjustment	-	-	-
Transfer from Ratepayers Equity	17,093	10,859	17,093
Transfer to Ratepayers Equity	(13,528)	(48,948)	(13,528)
Closing Balance	645,570	642,005	645,570
REVALUATION RESERVES*			
Opening Balance	93,205,528	24,760,626	93,205,528
less Transfer to Ratepayers Equity	-	-	-
plus increase in Revaluation	5,042,598	68,444,902	5,042,598
Closing Balance	98,248,126	93,205,528	98,248,126
TOTAL EQUITY	264,069,764	258,015,722	264,069,764
*REVALUATION RESERVES ARE MADE UP OF THE FOLLOWING			
Land & Building Revaluation Reserve	54,165,430	49,146,542	54,165,430
Forestry Revaluation Reserve	-	-	-
Roading Revaluation Reserve	26,544,741	26,544,741	26,544,741
Water Revaluation Reserve	1,580,250	1,580,250	1,580,250
Investment Revaluation Reserve	36,978	13,268	36,978
Heritage Assets Revaluation Reserve	-	-	-
Drainage & Sewerage Revaluation Reserve	15,920,727	15,920,727	15,920,727
	98,248,126	93,205,528	98,248,126

6 accounts receivable

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
Sundry Debtors	489,501	301,679	489,501
Rates Debtors	389,900	436,126	389,900
Water Debtors	53,270	79,725	53,270
Land Transport New Zealand	482,387	344,087	482,387
Port Debtors	669,790	211,839	669,790
Interest Receivable	311,741	351,750	311,741
Provision for Doubtful Debts	(33,710)	(33,710)	(33,710)
GST Receivable	276,904	153,271	276,904
	2,639,783	1,844,767	2,639,783

7 fixed and infrastructural assets and depreciation

[a] fixed assets

for the year ended June 2006

	council				group
	At Valuation	At Cost Price	Accumulated Depreciation	Book Value 30-JUN-06	Book Value 30-JUN-06
	\$	\$	\$	\$	\$
FIXED ASSETS					
General Land	6,071,999	-	-	6,071,999	6,071,999
Other Land*	-	4,294,076	-	4,294,076	4,294,076
Buildings	8,608,000	-	-	8,608,000	8,608,000
Aerodrome	1,560,000	1,050	(80,952)	1,480,098	1,480,098
Plant and Machinery	-	1,947,208	(1,587,030)	360,178	360,178
Furniture and Fittings	-	347,331	(305,109)	42,222	42,222
Computer Equipment	-	2,275,233	(1,818,946)	456,287	456,287
Library Stocks	-	1,433,071	(1,242,063)	191,008	191,008
Breakwaters and Wharves	-	4,613,188	(1,472,588)	3,140,600	3,140,600
Forest Holdings	173,500	-	-	173,500	173,500
Reserve Board Assets	-	289,934	-	289,934	289,934
Landfill Sites	-	2,821,175	(271,680)	2,549,495	2,549,495
Landfill Capitalised Aftercare Costs	-	224,709	(224,709)	-	-
	16,413,499	18,246,975	(7,003,077)	27,657,397	27,657,397
INFRASTRUCTURAL ASSETS					
Land	68,807,023	-	-	68,807,023	68,807,023
Water Supply Systems	10,583,144	328,293	(342,818)	10,568,619	10,568,619
Sewerage	15,047,730	3,070,084	(395,373)	17,722,441	17,722,441
Stormwater	13,520,243	223,788	(329,739)	13,414,292	13,414,292
Heritage Assets	261,000	714,118	(59,714)	915,404	915,404
Roading Networks	114,049,161	2,122,307	(3,494,929)	112,676,539	112,676,539
Flood Protection Scheme	-	5,300,000	(847,995)	4,452,005	4,452,005
Parking Developments	-	288,860	(61,010)	227,850	227,850
Sportsfields and Parks	282,680	128,721	(38,727)	372,674	372,674
Work in Progress	-	129,787	-	129,787	129,787
	222,550,981	12,305,958	(5,570,305)	229,286,634	229,286,634
	238,964,480	30,552,933	(12,573,382)	256,944,031	256,944,031

*Comprises Land where Council is lessor and various vacant sections owned by Council.

for the year ended June 2005

	At Valuation	At Cost Price	Accumulated Depreciation	Book Value 30-JUN-05
	\$	\$	\$	\$
FIXED ASSETS				
General Land	4,023,100	150,272	-	4,173,372
Other Land*	-	3,454,480	-	3,454,480
Buildings	7,900,726	-	(507,323)	7,393,403
Aerodrome	1,560,000	-	(40,559)	1,519,441
Plant and Machinery	-	1,889,881	(1,474,411)	415,470
Furniture and Fittings	-	333,902	(297,025)	36,877
Computer Equipment	-	2,077,615	(1,663,441)	414,174
Library Stocks	-	1,397,002	(1,192,977)	204,025
Breakwaters and Wharves	-	4,086,896	(1,276,041)	2,810,855
Forest Holdings	173,500	-	-	173,500
Reserve Board Assets	-	289,934	-	289,934
Landfill Sites	-	1,466,495	(234,299)	1,232,196
Landfill Capitalised Aftercare Costs	-	224,709	(179,768)	44,941
	13,657,326	15,371,186	(6,865,844)	22,162,668
INFRASTRUCTURAL ASSETS				
Land	68,823,023	-	-	68,823,023
Water Supply Systems	10,583,144	-	-	10,583,144
Sewerage	15,047,730	-	-	15,047,730
Stormwater	13,520,243	-	-	13,520,243
Heritage Assets	261,000	674,589	(40,832)	894,757
Roading Networks	114,049,161	-	-	114,049,161
Flood Protection Scheme	-	5,300,000	(794,995)	4,505,005
Parking Developments	-	288,860	(54,757)	234,103
Sportsfields and Parks	282,680	79,825	(22,332)	340,173
Work in Progress	-	588,749	-	588,749
	222,566,981	6,932,023	(912,916)	228,586,088
	236,224,307	22,303,209	(7,778,760)	250,748,756

*Comprises Land where Council is lessor and various vacant sections owned by Council.

Council's valuations were provided by:

Land and Buildings

General Land	Coast Valuations Ltd
Buildings	Coast Valuations Ltd

Council's general land and buildings were revalued at 30 June 2006 by Peter J Hines B.Com (VPM) ANZIV, Registered Valuer.

Aerodrome - Improvements were re-valued during 2004 by Council's Assets Manager, MD Sutherland BSc, BE(Civil), Dip BS and independently reviewed by Peter J Hines B.Com (VPM) ANZIV, Registered Valuer. The land was revalued during 2004 by Peter J Hines B.Com (VPM) ANZIV, Registered Valuer.

Forestry Assets – These assets were appraised at 30 June 2000 on an Immediate Liquidation approach. The Asset has not been subsequently revalued as Council has signalled the sale of this asset.

Infrastructural Land (Land Under Roads) – is included at the most recent rating valuation of land surrounding the road factored by the area of roading. Land under roads were valued in-house as at 30 June 2005 by Council's Assets Manager, MD Sutherland BSc(Geography) BE(Civil) PGDipBusAdmin ADEM MIPENZ AFNZIM.

Roading – During 2005 GHD Limited, consulting engineers and independent qualified valuers, carried out a re-valuation of these assets as at 30 June 2005 on behalf of Council. The valuation was undertaken by Amar Singh, BE (Hons) Civil, MEngSt, CPEng, IntPE, MIPENZ, Principal Asset Management Consultant of GHD Limited.

Water, Sewer and Stormwater - These assets were re-valued during 2005 by Council's Assets Manager, MD Sutherland BSc(Geography) BE(Civil) PGDipBusAdmin ADEM MIPENZ AFNZIM for the assets at 30 June 2005. The contract rates, used as the underlying assumption in calculating the replacement cost of the assets, were independently reviewed by Shane Bishop, BE (hons) Civil, of Montgomery Watson Harza (NZ) Limited

Sportsfields and Parks - Improvements were re-valued during 2004 by Council's Assets Manager, MD Sutherland BSc(Geography) BE(Civil) PGDipBusAdmin ADEM MIPENZ AFNZIM and independently reviewed by Peter J Hines B.Com (VPM) ANZIV, Registered Valuer.

[b] current year depreciation

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
FIXED ASSETS			
Other Land	-	-	-
General Land	-	-	-
Buildings	266,062	263,933	266,062
Aerodrome	40,393	40,559	40,393
Plant and Machinery	112,619	124,124	112,619
Furniture and Fittings	8,084	14,788	8,084
Computer Equipment	155,505	106,709	155,505
Library Stocks	49,086	45,029	49,086
Breakwaters and Wharves	196,547	180,254	196,547
Forest Holdings	-	-	-
Reserve Board Assets	-	-	-
Landfill Sites	37,381	37,267	37,381
Landfill Capitalised Aftercare Costs	44,941	89,884	44,941
	910,618	902,547	910,618
INFRASTRUCTURAL ASSETS			
Land Under Roads	-	-	-
Water Supply Systems	342,818	347,136	342,818
Sewerage	395,373	420,231	395,373
Stormwater	329,739	190,970	329,739
Heritage Assets	18,882	18,474	18,882
Roading Networks	3,494,929	2,302,138	3,494,929
Flood Protection Scheme	53,000	53,000	53,000
Parking Developments	6,253	6,251	6,253
Sportsfields and Parks	38,727	22,332	38,727
Work in Progress	-	-	-
	4,679,721	3,360,532	4,679,721
TOTAL	5,590,339	4,263,079	5,590,339

[c] capital expenditure by activity

	council		
	Actual	Budget	Last Year
	2005/06	2005/06	2004/05
	\$	\$	\$
Roading	2,245,676	2,888,532	2,942,349
Stormwater	211,109	232,584	325,108
Wastewater	3,070,086	2,334,537	2,556,299
Water Supply	328,292	303,889	416,356
Refuse Disposal	872,520	49,736	426,649
Economic Development	-	-	-
Airport	7,748	54,750	-
Property	100,562	23,345	78,508
Forestry	-	-	-
Development Park	-	-	-
Parking	-	75,000	-
Port Operations	526,290	9,671,250	566,911
Co-Operation with DHB & MOH	-	-	-
District Planning	-	45,000	-
Civic centre	-	9,000	-
Library	41,709	42,123	45,365
Reserves	26,370	38,800	67,325
Restrooms	22,491	41,450	93,074
Swimming Baths	2,992	-	8,761
Events and Recreation Management	-	-	-
Cemeteries	12,436	25,300	-
Amenity Management	-	-	-
In-House Taskforce	-	-	-
Heritage, Arts, and Culture	39,529	10,000	20,443
Democracy - Council	-	-	-
Northern Ward Community Board	-	-	-
Administration	258,027	160,133	395,892
Consultation	-	-	-
Official Information	-	-	-
Rural Fire Authority	-	1,523	3,466
Co-Operation with NZ police, NZ Fire Service, etc	-	-	-
Flood Protection	12,678	52,180	-
Civil Defence	-	-	-
Health Regulation	-	1,270	-
Restorative Justice	-	1,523	-
Building Control	2,404	5,038	-
Dog and Stock Control	635	2,508	53,827
Affordable Access to Quality Education	-	-	-
Retirement Housing	93,000	-	-
Total Capital Expenditure	7,874,554	16,069,471	8,000,333

[d] significant capital expenditure

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Roading - Reseals Maintenance Chip	780,209	682,080
Roading - Bridge Renewals	22,654	125,353
Roading - Traffic Services	41,808	77,140
Roading - Area Wide Pavement Treatment	225,853	223,300
Roading - Major Bridge Repairs	38,982	75,110
Roading - Logburn Creek Culvert Replacement	84,583	84,583
Roading - Te Kinga Hill Reconstruction	38,786	243,412
Roading - Taylorville - Blackball Road Road	139,463	140,972
Roading - Seal Widening	138,708	117,740
Roading - Minor Safety Projects	251,080	256,795
Roading - Port of Greymouth Access Desig	-	71,050
Roading - Port of Greymouth Access Land	-	253,750
Roading - Contribution to Otututu Bridge	-	142,100
Roading - New Culverts	77,852	-
Roading - Council Share of New Development Expenditure	118,131	-
Stormwater - Greymouth/Cobden/Blaketown	65,277	81,200
Stormwater - Urban Greymouth - Minor	52,697	71,050
Sewerage - General Renewals	61,400	130,000
Sewerage - Blackball Scheme Construction	35,291	877,500
Sewerage - Greymouth Scheme	2,956,486	1,312,357
Water - General Mains - Renewals	118,458	103,530
Refuse - McLeans Pitt Cell 2 Construction	858,784	-
Property - Purchase of Property	100,562	-
Parking - New Carparks	-	75,000
Port - Martin's Quay Reconstruction	49,709	300,000
Port - Richmond Quay Renew Wharf	79,702	100,000
Port - Upgrade Cargo Wharf Truck Wash	195,593	-
Port - CoalStkple Area/WaterDust Cntl	138,427	406,000
Port - Increase Turning Circle	-	320,000
Port - New Berth	-	2,600,000
Port - Additional Ship Loader	-	700,000
Port - Stkple Receival&Mgmt Wks Stg1	-	5,235,250
IT - Electronic Document Archiving System	78,923	90,000
Retirement Housing - Purchase of Flat	93,000	-

For individual explanations to why projects were carried out, and if applicable why they vary from budget, please refer to the individual activity statements.

8 investments

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
NZ Municipalities Insurance Co Shares	85,731	62,021	85,731
Loan Receivable	-	3,112	-
Stock and Bonds	3,100,000	1,774,000	3,100,000
Term Bank Investments	-	-	-
	3,185,731	1,839,133	3,185,731

9 public debt

for the year ended June 2006

Loan Name	Maturity Date	council				Balance at 30 June 2006	group
		Interest Rate	Balance at 01-JUL-05	New Loans Raised	Principal Repaid		Balance at 30 June 2006
Rural Housing Loans 09-8191-207	VARIOUS	VARIOUS	3,112	-	(3,112)	-	-
Afforestation Loan	AT HARVEST	7.00%	277,901	19,453	-	297,354	297,354
Harbour Government Interest Free Loan	UNKNOWN	0.00%	345,000	-	-	345,000	345,000
BNZ Cash Advance Loan 1	17-Aug-2008	7.76%	2,000,000	-	-	2,000,000	2,000,000
BNZ Cash Advance Loan 2	17-Aug-2008	7.69%	3,000,000	-	-	3,000,000	3,000,000
Westpac Multi Option Cash Loan*	22-Sep-2010	VARIOUS	-	2,592,819	-	2,592,819	2,592,819
			5,626,013	2,612,272	(3,112)	8,235,173	8,235,173

council				group	
Portion of Term Debt Repayable Within One Year		297,354	3.61%	297,354	3.61%
Portion of Term Debt Repayable in One to Two Years		-	0.00%	-	0.00%
Portion of Term Debt Repayable in Two to Five Years		7,592,819	92.20%	7,592,819	92.20%
Portion of Term Debt Repayable in Five Years or more		345,000	4.19%	345,000	4.19%
Total Term Debt Repayable		8,235,173	100.00%	8,235,173	100.00%

* The Westpac Multi Option Cash Loan is as follows:

Project	Interest Rate	
Runanga Reservoir Re-lining	6.90%	34,762
Runanga Reservoir	6.90%	157,787
McLeans Cell 2	7.85%	1,322,148
Pensioner Housing	6.90%	1,078,122
		2,592,819

for the year ended June 2005

Loan Name	Maturity Date	Interest Rate	Balance at 01-JUL-05	New Loans Raised	Principal Repaid	Balance at 30 June 2005
Rural Housing Loans 09-8191-207	VARIOUS	VARIOUS	9,216	-	6,104	3,112
Rural Housing Loans 09-8299-802	02-Aug-2008	9.93%	5,952	-	5,952	-
Afforestation Loan	AT HARVEST	7.00%	259,721	18,180	-	277,901
Harbour Government Interest Free Loan	UNKNOWN	0.00%	345,000	-	-	345,000
Housing for the Elderly Loan 2000	01-May-2005	7.50%	1,353,000	-	1,353,000	-
BNZ Cash Advance Loan 1	17-Aug-2005	7.19%	2,000,000	-	-	2,000,000
BNZ Cash Advance Loan 2	17-Aug-2006	7.22%	3,000,000	-	-	3,000,000
			6,972,889	18,180	1,365,056	5,626,013

Portion of Term Debt Repayable Within One Year	2,277,901	40.49%
Portion of Term Debt Repayable in One to Two Years	3,000,000	53.32%
Portion of Term Debt Repayable in Two to Five Years	-	0.00%
Portion of Term Debt Repayable in Five Years or more	348,112	6.19%
Total Term Debt Repayable	5,626,013	100.00%

All loans are secured by way of a separate rate in the dollar on the land value of the district, except for the Afforestation Loan which is a suspensory loan agreement registered over the title of the property.

The interest rate swap arrangement in place has nil fair value.

10 payables, accruals, and entitlements

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
Trade Creditors	1,844,919	1,796,698	1,844,919
GST Payable	-	-	-
Holiday Pay Accrual	311,392	244,322	311,392
Gratuity Accrual	-	134,839	-
Long Service Accrual	3,141	29,187	3,141
Wages Payable	92,079	81,993	92,079
Sundry Creditors (Retentions Held)	375,452	256,253	375,452
Interest Payable	50,755	40,480	50,755
	2,677,738	2,583,772	2,677,738

employee entitlements are made up as follows:

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
Annual Leave	311,392	244,322	311,392
Long service leave	22,647	29,187	22,647
Retirement gratuities	141,430	134,839	141,430
	475,469	408,348	475,469
DISCLOSED AS FOLLOWS:			-
Current	314,533	408,348	314,533
Non-current	160,936	-	160,936
	475,469	408,348	475,469

11 provision for closed landfills

The Grey District Council has responsibility to provide ongoing maintenance and monitoring of closed landfills. The major sites are Blackball and McLeans Pit.

There are post-closure responsibilities such as:

- treatment and monitoring of leachate
- groundwater and surface monitoring
- gas monitoring and recovery
- implementation of remedial measures such as needed for cover and control systems
- ongoing site maintenance for drainage systems, final cover and vegetation.

The total estimated liability for post-closure costs is \$ 702,286 (2005 \$685,814)

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
Opening Balance	685,814	428,351	685,814
Additional Provisions (set up)	16,472	257,463	16,472
Amounts used	-	-	-
Unused amounts reversed	-	-	-
Discounting charges	-	-	-
	702,286	685,814	702,286

12 reconciliation of operating surplus to net cash inflows from operating activities

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
Surplus from Operations	1,011,444	2,328,417	1,011,444
ADD (LESS) NON CASH ITEMS			
Depreciation	5,590,339	4,263,079	5,590,339
Vested Assets	-	(423,526)	-
Unrealised landfill aftercare costs	16,472	257,463	16,472
Assets written off	140,365	57,536	140,365
	5,747,176	4,154,552	5,747,176
MOVEMENTS IN WORKING CAPITAL			
(Increase) Decrease in Accounts Receivable	(795,016)	(478,538)	(795,016)
Increase (Decrease) in Accounts Payable	93,966	(11,934)	93,966
Increase (Decrease) in Income in Advance	8,327	(41,782)	8,327
Increase (Decrease) in non current employee entitlements	160,936	-	160,936
Capital Accounts Payable	-	-	-
	(531,787)	(532,254)	(531,787)
LESS ITEM CLASSIFIED AS INVESTING ACTIVITY			
Net Gain on Sale of Fixed Assets	(1,602,314)	(585,128)	(1,602,314)
Net Cash Flow from Operations	4,624,519	5,365,587	4,624,519

13 contingencies

[a] greymouth wharf

A possible claim against Council in respect of subsidence of the Greymouth Wharf. (This item is the subject of ongoing investigation for identification of remedial work options).

Due to the nature of the above claim, the amount of the contingent liability cannot accurately be quantified. However, it should be noted that Council's insurance will cover any claim which is found to be valid. This is unchanged from 2004/05.

[b] ministry of education houses

The Ministry is seeking reimbursement of rates paid on teacher houses as it is their understanding that land owned by the Crown which is held or occupied for any Education Authority is non-rateable in terms of the Rating Powers Act 1988. We have a contrary legal opinion. If they are correct Council will have to refund \$86,174 for previous years. We are awaiting further legal information. This is unchanged from 2004/05

[c] greymouth pool upgrade

The Council has provided \$500,000 of funding to the West Coast Aquatic Centre Trust Incorporated towards the upgrading of Greymouth Swimming Pool. If the Trust does not meet its funding goals within 5 years, (from July 2003) the funds are repayable to the Council. On this basis it has been recognised as a contingent asset.

The Council has approved additional funding of \$500,000 to the West Coast Aquatic Centre Trust Incorporated which is contingent upon the Trust reaching a funding goal of \$3,000,000 within 5 years (from July 2003). On this basis, it has been recognised as a contingent liability.

[d] rates penalties

Council's rating resolution for the 2003/2004 year omitted to include penalties for unpaid rates, per section 57 of the Local Government (Rating) Act 2002. Council has provided for a liability of \$89,375 which is contingent upon a ratepayer challenging in the High Court the validity of penalties imposed. Penalties imposed are payable unless such proceedings are initiated. This has not happened during 2005/06.

14 financial instruments

The Council is subject to a number of financial risks which arise as a result of the debt portfolio and investment activities. To manage and limit the effects of those risks, the Council has approved policy guidelines and authorised the use of various financial instruments. These policies are set out in the "Treasury Management Policy" on page 164.

[a] credit risk

Financial instruments which potentially subject the Grey District Council to credit risk principally consist of bank accounts and accounts receivable. The maximum exposure to credit risk at balance date is the fair value of the instruments as stated in the Statement of Financial Position.

[b] concentration of credit risk

Council is exposed to a concentration of credit risk in respect of accounts receivable balances owing by Land Transport New Zealand. This accounts for 18% of accounts receivable (2005 – 19%). This risk is considered minimal.

[c] fair values

The carrying value of financial instruments is equivalent to the fair value.

[d] currency risk

The Council has minimal currency risk given that financial instruments are transacted in New Zealand dollars

[e] interest rate risk

Council has an interest rate swap with the BNZ for \$3,000,000 of debt borrowed on 'cash advance' terms from the BNZ. This is at a rate of 6.39% p.a. and matures on 17 November 2006.

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. This could particularly impact on the cost of borrowing or the return from an investment

	Interest Rates 2006	Interest Rates 2005
Cash, Short Term Deposits, and Investments:	1.75% - 7.54%	1.75% – 7.2%
Public Debt	0.00% - 7.85%	0.00% – 9.93%
Interest Rate Swaps	6.39%	6.39%

15 chief executive officer's remuneration

	council	
	Actual 2005/06	Last Year 2004/05
	\$	\$
Salary	148,459	153,321
Employer Superannuation Contributions	8,879	8,513
Telephone rental	638	650
Car - Full Use	9,059	9,059
Professional Allowances/Fees	200	200
Total Remuneration Package	167,235	171,743

16 commitments

[a] non cancellable operating lease commitments

	council		group
	Actual 2005/06	Last Year 2004/05	Actual 2005/06
	\$	\$	\$
OFFICE EQUIPMENT			
Not later than one year	27,735	20,461	27,735
Later than one year but not later than two years	23,242	20,461	23,242
Later than two years but not later than five years	10,462	16,355	10,462
later than five years	-	-	-
	61,440	57,278	61,440
LAND LEASES			
Not later than one year	101,435	101,435	101,435
Later than one year but not later than two years	96,140	96,140	96,140
Later than two years but not later than five years	269,767	274,733	269,767
later than five years	580,902	692,433	580,902
	1,048,243	1,164,741	1,048,243

[b] other contracts

Council has entered into future contracts in respect of on-going maintenance and operations of facilities and infrastructure. The Companies that have been contracted and the period for which those contracts remain in effect are as follows:

Westroads Ltd

- Parks and Reserves Maintenance Works To 30 June 2007
- Operation and Maintenance of Cemeteries To 30 June 2007
- Maintenance and Operation of Water Supplies To 30 June 2010
- Maintenance and Operation of Sewerage Systems To 30 June 2010
- Maintenance of Stormwater Systems To 30 June 2010
- Maintenance and Operation of the Greymouth Flood Scheme To 30 June 2010
- McLeans Landfill Operating and Maintenance To 30 June 2010

Provision of Services for Civil Defence

Tied in to Contracts

Transwest Ltd

- Refuse Collection To 30 June 2007

Fulton Hogan Ltd

- Roothing Maintenance Works To 30 June 2007
- Rural Fire Prevention and Suppression To 30 June 2007

Operating and Maintenance contracts include fixed price and unit rate provisions, which makes estimating the value of the future commitment difficult. For this reason no value has been included for these contracts.

[c] capital commitments approved and contracted

During its annual planning process for the 2006/07 financial year, Council approved \$10,726,879 to be spent on Capital Works (2005/06 - \$16,069,470) associated with the Council's various assets and functions. A detail of the works to be carried out is included in the 2006-16 Long Term Community Outcomes Plan which was adopted by Council on 26 June 2006 and released to the public. Works from the 2005/06 budget that are still to be completed in the 2006/07 financial year total \$1,618,005. Of this \$897,920 is for Roothing Works on Logburn Rd and \$204,626 is for Te Kinga Hill Road Reconstruction.

17 related party disclosures

[a] council members

During the year, Council made purchases from businesses in which Councillors had an interest. Details of these interests are as follows:

Councillor	Business in which an interest is held		Amount paid to the business	Amount Payable 30/06/06	Amount paid to the business last year	Amount payable 30/06/05
CUMMINGS	I.M	Tasman Tyres	10,641	22	3,293	2,210
HAMILTON	K	Future Knowledge Ltd	280	-	1,901	217
KOKSHOORN	A.F	Greymouth Evening Star	39,639	2,313	61,954	4,007
TRUMAN	D.J	Central Paper Plus	10,264	1,491	10,604	1,734

These services were supplied on normal commercial terms.

[b] west coast climbing wall trust

The Climbing Wall Trust is a related party. During the 2005/06 Financial Year the Council provided administrative and management services at no charge.

[c] port westland

amount received from the organisation	Amount Receivable 30/06/06
-	61,723

[d] tourism west coast

amount paid to the organisation	Amount Payable 30/06/06
80,000	-

[e] west coast rural fire trust

amount paid to the organisation	Amount Payable 30/06/06
18,400	-

[f] miscellaneous

During the year councillors and key management, as part of a normal customer relationship, were involved in minor transactions with the council (such as payment of rates and purchase of rubbish bags).

No debts involving a related party have been written off or forgiven during the year. (2005 – Nil) There are no transactions that have taken place at nil or nominal value that have not already been mentioned above.

18 greymouth floodwall

The Greymouth floodwall is owned by Grey District Council but is managed by a joint committee of Grey District Council and West Coast Regional Council. The joint committee agreement places the responsibility for the management, rating and maintenance of the structural integrity of the floodwall on the West Coast Regional Council. However, Grey District Council is responsible for the rating and maintenance of amenities of the floodwall.

19 elected members remuneration

Gross Pay to individual Councillors and Board Members was as follows:

		Honarium	Meeting Fees	Travel Allowance	TOTAL	TOTAL 2005
MAYOR						
KOKSHOORN	A.F	53,993	-	-	53,993	40,840
BROWN	K.R	-	-	-	-	18,040
COUNCILLOR						
BERRY	P.F	12,460	1,625	692	14,777	14,421
CUMMINGS	I	12,460	1,500	-	13,960	9,513
GRIFFIN	D.C	-	-	-	-	3,763
GUTBERLET	E.W	7,268	1,250	-	8,518	9,999
HAMILTON	K.F	12,460	3,125	67	15,652	10,649
MOEN	W	12,460	3,125	238	15,823	15,205
O'REGAN	T.J	-	-	-	-	3,786
SANDREY	C.R	1,746	125	-	1,871	-
STRATFORD	E	12,460	2,250	-	14,710	14,183
THOMAS	M.A	12,460	1,500	-	13,960	9,633
TRUMAN	D.J	17,859	1,625	-	19,484	16,720
WALSH	N	-	-	-	-	5,061
		155,626	16,125	996	172,747	171,813
NWCB						
BURNETT	O	6,003	-	-	6,003	4,113
BUTLER	R	6,003	-	-	6,003	5,699
CORAM	W	6,003	-	-	6,003	5,699
NOBLE	A.F.C	8,731	-	-	8,731	7,871
		26,740	-	-	26,740	23,382
		182,366	16,125	996	199,487	195,195

20 reserve boards

As part of the re-organisation of Local Government on 01 November 1989, eight reserve boards were vested to the Grey District Council. As part of the accountability process, Council is required to incorporate these reserve boards into the Annual Report.

The Statement of Financial Position includes all assets and liabilities relating to these reserve boards. The Statement of Financial Performance for Community Services includes revenue and expenditure relating to these reserve boards. The amounts included are:

	Actual 2005/06 \$	Actual 2005/06 \$
Income	8,094	16,664
Expenditure	11,217	55,612
Net Surplus (Loss)	(3,123)	(38,948)

21 other expenses (FRS 9)

In accordance with Financial Reporting Standard 9 (FRS9) the following disclosure is made:

	council		group
	Actual 2005/06 \$	Last Year 2004/05 \$	Actual 2005/06 \$
Fees paid to Auditors	60,725	59,920	60,725
Other Services provided by Auditor (Audit of Long Term Plan)	28,764	-	28,764
Total elected members remuneration	199,487	195,195	199,487
Interest Expense	514,940	442,563	514,940
Operating Leases	27,109	-	27,109
Donations made	4,527	5,000	4,527
Bad Debts Written Off	17,986	10,654	17,986
Provision for Bad & Doubtful Debts Movement	-	1,423	-
Net (Profit)/Loss on Sale of Assets	(1,602,314)	(585,128)	(1,602,314)
Assets written off	140,365	57,536	140,365

Note: No severance payments were made during the 2005/06 Financial year (2004/05 – Nil).

22 ratepayers and residents association disclosure requests

The Grey District Residents and Ratepayers Association have asked that Council disclose the following financial information in each Annual Report.

[a] salaries and wages paid

Total Salaries and Wages paid during 2005/06 amounted to \$2,825,623 (2004/05 \$2,484,385).

[b] consultancy fees paid

Council, during 2005/06, paid consultancy fees of \$1,656,267 (2004/05 \$763,715). Consultants provided specialist services for projects such as the:

• Greymouth Sewerage Scheme	\$175,140
• Blackball Sewerage Scheme	\$ 21,723
• Port of Greymouth, Engineering Design and Options Report	\$733,928
• Building Consenting	\$ 28,889
• Significant Natural Area (SNA) Project	\$ 41,673
• Resource Consenting	\$190,007

[c] motor vehicles

Council's motor vehicle fleet consists of 10 cars, 13 utility vehicles, and 1 van. Six utilities are taken home by staff who are on emergency call while five managers are provided with cars as part of their contract of employment with Council, which includes after hours commitments on behalf of Council. All vehicles are used operationally by staff as part of their normal day-to-day duties, where those duties require field work to be carried out.

The total vehicle book value at 30 June 2006 was \$218,737 (2005 - \$293,974) which gives an average book value for vehicles of \$9,114 (\$12,249 last year)

23 international financial reporting standards

In December 2002 The New Zealand Accounting Standards Review Board announced that International Financial Reporting Standards (IFRS) will apply to all New Zealand entities for periods commencing on or after 01 January 2007. Entities will also have the option for early adoption of the new standards for periods beginning on or after 01 January 2005. It is Council's intention to adopt the standards from 01 July 2006, to align with the reporting timeframe of the Long Term Council Outcomes Plan (LTCOP).

Since this date New Zealand equivalents to International Financial Reporting Standards (NZIFRS) have been issued. In complying with these, New Zealand entities will be in compliance with IFRS.

At the date of this report, the key differences in accounting policies that are expected to arise from adopting NZIFRS are not known and cannot be reliably estimated.

24 events subsequent to balance day

There are no significant post balance date events that Council is aware of.

[d] significant activity statements

[1] community outcome one: a district enjoying quality affordable essential services

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[1.1] roading

aim

To provide a safe, convenient and reliable system of roads for the transport of goods and people within the district as a council initiative and in partnership with Land Transport New Zealand.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • Emergency Work <ul style="list-style-type: none"> ○ Arterial and Major Collector Roads ○ All Other Roads 	<ul style="list-style-type: none"> ○ No longer than 1 hour plus normal travelling time from Depot to site ○ No longer than 2 hours plus normal travelling time from Depot to site 	<ul style="list-style-type: none"> • All emergency work in the year ended 30 June 2006 was completed within the stated time periods. Emergency works essentially in the form of flood damage was a significant cost with Council incurring to the end of year over \$400,000 with more costs to be incurred in the 2006/07 year once permanent solutions are developed.
<ul style="list-style-type: none"> • Pothole Repairs <ul style="list-style-type: none"> ○ Arterial and Major Collector Roads ○ All Other Roads 	<ul style="list-style-type: none"> ○ within 3 days ○ within 8 days 	<ul style="list-style-type: none"> • 74% of all pothole repairs were done within the 3 and 8 day targets for the year ended 30 June 2006
<ul style="list-style-type: none"> • Street Light Repairs <ul style="list-style-type: none"> ○ Arterial and Major Collector Roads ○ All Other Roads 	<ul style="list-style-type: none"> ○ Within 15 days ○ Within 20 days 	<ul style="list-style-type: none"> • 75% of all street light repairs for the year ended 30 June 2006 were completed within the stated time frames.
<ul style="list-style-type: none"> • Vehicle Crossings and Pedestrian Ramps 	<ul style="list-style-type: none"> • Within 14 days of Engineer's instruction (or within 24 hours if a safety issue) 	<ul style="list-style-type: none"> • All vehicle crossings and pedestrian ramps were installed within 14 days of Engineer's instructions.
<ul style="list-style-type: none"> • Drainage Channels Maintenance 	<ul style="list-style-type: none"> • Within 14 days of being identified 	<ul style="list-style-type: none"> • 60% of drainage channel maintenance was completed within 14 Days of being identified.
<ul style="list-style-type: none"> • Cleaning and Repair of Stormwater Structures <ul style="list-style-type: none"> ○ Maintenance ○ Blockages 	<ul style="list-style-type: none"> ○ Within 10 days of being identified ○ Within 2 days of being identified 	<ul style="list-style-type: none"> • 60% of all maintenance on stormwater structures was completed within 10 days of being identified. 100% of blockages were cleared and repaired within 2 days of being identified.
<ul style="list-style-type: none"> • Traffic Services Maintenance <ul style="list-style-type: none"> ○ Maintenance and Programmed Work ○ Regulatory Signs 	<ul style="list-style-type: none"> ○ Within 14 days of being identified ○ Within 48 hours of being identified or sooner if a safety issue 	<ul style="list-style-type: none"> • 95% of maintenance and programmed work to 617 km of roads and associated facilities was completed within 14 day of being identified. • All signs that required replacing were done but not within the 48 hour period due to new signs needing to be ordered in both cases.
<ul style="list-style-type: none"> • Traffic Accidents on Local Roads 	<ul style="list-style-type: none"> • Allowing for growth, a continuing reducing trend in the number of injury crashes and in accident contributing 	<ul style="list-style-type: none"> • At the time the 2005/2006 Annual report was being prepared this information was unavailable. The GDC

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
	behaviour.	<p>Road Safety Report (published by LTNZ) to July 2005 includes the following statements: "The last 10 years have seen only a slight reduction in the number of reported injury crashes in urban areas of the district. In 2004, the number of reported casualties in urban areas was the second highest in six years. The number of reported non-injury crashes has increased over the last 10 years, with 2004 recording the second highest level in that period. Since 1998, the number of injury crashes reported in rural areas of the district has been decreasing but last year the number was the highest in the last five years. In the same period, the number of non-injury crashes reported has increased. Close to 60 percent of injury crashes and over 80 percent of non-injury crashes were on the highways."</p> <ul style="list-style-type: none"> These statements indicate a possible negative trend in traffic accidents. Council has implemented a comprehensive traffic counting programme to assess actual changes in traffic volumes. This will assist in identifying whether the possible negative trend is a result of increased traffic volumes (higher risk exposure) or is related to other causes.
<ul style="list-style-type: none"> Number of roading complaints 	<ul style="list-style-type: none"> Maximum 10/month 	<ul style="list-style-type: none"> There was a total of 141 service requests about roading in the year ended 30 June 2006. 84% were actioned within the performance target time frames for service levels. On average 2 complaints per month were created through service requests not being actioned within the performance target time.
<ul style="list-style-type: none"> Controlling total costs within available budgets 	<ul style="list-style-type: none"> ±5% 	<ul style="list-style-type: none"> Total cost for the year ended 30 June 2006 was 5% over budget (including maintaining 358 km of sealed roads, 261 km of unsealed roads, 68 km of footpaths, 223 bridges, 1149 street lights and 39 bus shelters).
<ul style="list-style-type: none"> Overall customer satisfaction rating 	<ul style="list-style-type: none"> 75% 	<ul style="list-style-type: none"> No satisfaction survey was completed regarding roading throughout the 2005/2006 year.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Notice of planned closures for work 	<ul style="list-style-type: none"> 24 hours 	<ul style="list-style-type: none"> All planned road closures for the year ended 30 June 2006 were notified more than 24 hours prior to commencement.
<ul style="list-style-type: none"> % of budgeted capital works completed during the year 	<ul style="list-style-type: none"> >90% 	<ul style="list-style-type: none"> 80% of budgeted capital works were completed during the year ended 30 June 2006 which included 35 km of reseals, 4.5 km of seal widening, renewal of 1.2 km of the Taylorville Blackball Road, commencement of 1.3 km of renewal of the Lake Brunner Road, commencement of 6 km of seal extension on the Logburn Road (Atarau area), replacement of the Logburn Creek Culvert and one new

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
		bus shelter at Kaiata. Capital works also include 700 metres of new kerb and channel and footpaths.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	151,290	170,607	127,018
Operating & Maintenance Costs	2,742,266	1,990,264	2,430,058
Interest Expense	-	12,238	-
Depreciation	3,494,929	2,500,000	2,302,138
	6,388,485	4,673,109	4,859,214
Revenue:			
User Charges	14,680	91,362	15,352
Other Revenue	191,630	171,630	568,378
Subsidies/Donations	3,029,359	2,972,467	3,314,308
Internal Recoveries	-	-	-
Rates Income	1,726,120	1,720,490	1,704,845
	4,961,789	4,955,949	5,602,883
Net Surplus/(Deficit)	(1,426,696)	282,840	743,669

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	1,599,088	2,086,282	1,306,313
New Capital	646,588	802,250	1,636,036
Debt Principal Repayment	-	3,279	-
Funding of Reserves	87,663	67,207	28,148
	2,333,339	2,959,018	2,970,497
Funded By:			
add new loans raised	-	154,178	-
add funding from reserves	177,721	22,000	215,126
add depreciation	3,494,929	2,500,000	2,302,138
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(1,426,696)	282,840	743,669
	2,245,954	2,959,018	3,260,933
	(87,385)	-	290,436

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – Includes approved carry-forward expenditure of \$35,000 and approved over-expenditure of \$280,000, mainly related to flood damage remedial works. Other maintenance costs over budget due to contract inflations and increased power costs (street lighting).
- Depreciation - The revaluation carried out as at 30 June 2005 saw an increase of 22% in the book value of Council's roading network. This resulted in associated increase in the annual depreciation charge.

Capital Items

- Two capital projects not completed (Te Kinga Hill reconstruction and Logburn Road seal extension (carry-forward from 2004/05). Both projects have commenced and will be completed early in the new year. Work related to alternative access to the port of Greymouth (\$325,000) was not carried out as was only included on the budget subject to specific port development commencing. (refer Port activity statement, page 93 for further detail).

significant capital projects

	council	
	Actual	Budget
	2005/06	2005/06
	\$	\$
Roading - Reseals Maintenance Chip	780,209	682,080
Roading - Bridge Renewals	22,654	125,353
Roading - Traffic Services	41,808	77,140
Roading - Area Wide Pavement Treatment	225,853	223,300
Roading - Major Bridge Repairs	38,982	75,110
Roading - Logburn Creek Culvert Replacement	84,583	84,583
Roading - Te Kinga Hill Reconstruction	38,786	243,412
Roading - Taylorville - Blackball Road Road	139,463	140,972
Roading - Seal Widening	138,708	117,740
Roading - Minor Safety Projects	251,080	256,795
Roading - Port of Greymouth Access Desig	-	71,050
Roading - Port of Greymouth Access Land	-	253,750
Roading - Contribution to Otututu Bridge	-	142,100
Roading - New Culverts	77,852	-
Roading - Council Share of New Development Expenditure	118,131	-

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The projects are largely focused on renewal works which maintain the existing level of service. Council's share of new development expenditure is share of costs associated with new services provided through subdivision. These particular costs are funded ex reserves.

[1.2] Stormwater

aim

To provide and maintain a safe, reliable, effective and sustainable stormwater system for the collection and environmentally sensitive disposal of stormwater in built-up areas.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Emergency 	<ul style="list-style-type: none"> 3 hours from occurrence 	<ul style="list-style-type: none"> There was 1 stormwater emergency to the 30 June 2006. This was unable to be fixed within 3 hours due to flooding throughout the district.
<ul style="list-style-type: none"> Major Blockages/failures 	<ul style="list-style-type: none"> 1 day from reporting 	<ul style="list-style-type: none"> There were no major blockages/failures in the 2005/2006 year.
<ul style="list-style-type: none"> New connections 	<ul style="list-style-type: none"> 5 days from application 	<ul style="list-style-type: none"> All connections were available within 5 days of application.
<ul style="list-style-type: none"> Written complaint responses 	<ul style="list-style-type: none"> 10 days from receipt 	<ul style="list-style-type: none"> There were no written complaints received regarding stormwater.
<ul style="list-style-type: none"> Level of Deferred Maintenance 	<ul style="list-style-type: none"> Average Annual Renewal levels within 30% of Average Annual Depreciation. 	<ul style="list-style-type: none"> There was no deferred maintenance for the 2005/2006 year.
<ul style="list-style-type: none"> Ponding incidents 	<ul style="list-style-type: none"> 10 p.a and reducing 	<ul style="list-style-type: none"> There were 5 recorded ponding incidents to 30 June 2006.
<ul style="list-style-type: none"> Number of complaints 	<ul style="list-style-type: none"> 10 p.a and reducing 	<ul style="list-style-type: none"> There were 29 complaints recorded about stormwater to the 30 June 2006.
<ul style="list-style-type: none"> Controlling total cost 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> The total cost of stormwater services was controlled.
<ul style="list-style-type: none"> Overall satisfaction rating 	<ul style="list-style-type: none"> 75% 	<ul style="list-style-type: none"> A satisfaction survey was not completed in the 2005/2006 year.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Notice of planned closures for work 	<ul style="list-style-type: none"> 24 hours 	<ul style="list-style-type: none"> There were no planned closures of the stormwater system for the 2005/2006 year.
<ul style="list-style-type: none"> % of budgeted capital works completed during the year 	<ul style="list-style-type: none"> >90% 	<ul style="list-style-type: none"> 100% of all budgeted capital works were completed.
<ul style="list-style-type: none"> Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> All works programmes were completed on time, within budget and to the required standard.
<ul style="list-style-type: none"> Surface reinstatement after works 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> In 100% of cases the surface was reinstated after works on the stormwater system.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	81,152	43,260	64,668
Operating & Maintenance Costs	36,079	43,105	56,935
Interest Expense	-	-	-
Depreciation	329,739	214,841	190,970
	446,970	301,206	312,573
Revenue:			
User Charges	7,856	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	238,833	237,899	252,357
	246,689	237,899	252,357
Net Surplus/(Deficit)	(200,281)	(63,307)	(60,216)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	121,301	133,742	179,786
New Capital	89,808	98,842	145,322
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	211,109	232,584	325,108
Funded By:			
add new loans raised	-	-	-
add funding from reserves	64,234	81,050	134,933
add depreciation	329,739	214,841	190,970
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(200,281)	(63,307)	(60,216)
	193,692	232,584	265,687
	(17,417)	-	(59,421)

Variance Explanations

Operating Expenditure

- Support costs – actual work involved increased due to increased activity, including flood events.
- Depreciation - The revaluation carried out as at 30 June 2005 saw an increase of 75% in the book value of Council's stormwater assets. This resulted in associated increase in the annual depreciation charge.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Stormwater - Greymouth/Cobden/Blaketown	65,277	81,200
Stormwater - Urban Greymouth - Minor	52,697	71,050

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The projects are largely focused on renewal works which maintain the existing level of service.

[1.3] sewerage

aim

To provide, manage and maintain reliable, fully compliant and environmentally sustainable, sewage collection, treatment and disposal systems for as many of our communities as possible.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
• Emergency (broken pipe, pump station outage)	• 1 hour	• There were no emergencies with the sewerage system in the 2005/2006 year.
• Sewer blockages	• 3 hours from occurrence	• There were 2 sewer blockages in the year ended 30 June 2006. The time taken to rectify was not recorded.
• New connections	• 10 days	• All new connections were available within 10 days of application.
• Written complaints	• 7 days	• For the year ended 30 June 2006 all written complaints were replied to within the 7 days.
• Number of Complaints	• 20 per annum	• 1 complaint was recorded for the year ended 30 June 2006.
• Resource Consent Compliance effluent Quality	• 90%	• Council fully complied with the effluent quality conditions of the resource consent.
• Overflows	• 10 p.a. and reducing	• There were 2 overflows of the sewerage system to the 30 June 2006.
• Value of Deferred Maintenance	• 10 p.a. and reducing	• There was no deferred maintenance for the year ended 30 June 2006.
• Public Satisfaction Rating	• 80%	• A satisfaction survey was not completed in the 2005/2006 year.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
• Availability of Service	• 99.5%	• The sewer system was available at all times throughout the 2005/2006 year.
• Maximum duration of breakages	• 3 hours	• There were no breakages of the sewer system in the year ended 30 June 2006.
• % budgeted capital works completed during year on time, within budget and to required standard.	• 80%	• All budgeted capital works were completed on time, within budget and to the required standard.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	364,084	274,548	75,714
Operating & Maintenance Costs	240,267	319,089	160,733
Interest Expense	42,817	37,899	40,383
Depreciation	395,373	472,760	420,231
	1,042,541	1,104,296	697,061
Revenue:			
User Charges	80,354	225,344	26,028
Other Revenue	66,715	-	136,230
Subsidies/Donations	1,109,408	347,700	-
Internal Recoveries	-	-	-
Rates Income	1,299,166	1,295,882	1,272,176
	2,555,643	1,868,926	1,434,434
Net Surplus/(Deficit)	1,513,102	764,630	737,373

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	78,309	144,680	165,847
New Capital	2,991,777	2,189,857	2,390,452
Debt Principal Repayment	-	12,269	-
Funding of Reserves	1,931,731	57,786	515,835
	5,001,817	2,404,592	3,072,134
Funded By:			
add new loans raised	-	-	-
add funding from reserves	2,991,777	1,167,202	1,199,009
add depreciation	395,373	472,760	420,231
add/(deduct) Internal Transfer	(34,213)	-	-
add/(deduct) Surplus/(Deficit) carried forward	1,513,102	764,630	737,373
	4,866,039	2,404,592	2,356,613
	(135,778)	-	(715,521)

Variance Explanations

Operating Expenditure

- Support Costs – Over budget due to works being carried forward from prior year.
- Operating and maintenance costs – Under budget due to delays in commissioning the Greymouth and Cobden sewerage treatment plants.
- Depreciation – Under budget due to new capital works being completed later.

Revenue

- Subsidies/Donations – The first subsidy was received for the Greymouth scheme under the Governments Sanitary Works Subsidy Scheme. This was budgeted to be received last year, whilst a subsidy was budgeted to be received this year for the Blackball scheme. The Blackball subsidy has not yet been received.

Capital Items

- The capital works relates almost wholly to the Greymouth scheme, which includes budgets carried-forward from prior years. The Blackball scheme has been delayed due to consent issues.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Sewerage - General Renewals	61,400	130,000
Sewerage - Blackball Scheme Construction	35,291	877,500
Sewerage - Greymouth Scheme	2,956,486	1,312,357

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The two main projects are the Greymouth Scheme upgrade and Blackball scheme construction (new scheme). The Blackball scheme has been delayed due to consent issues. Both projects offer an increased level of service.

[1.4] water supply

aim

To provide a good quality, fully compliant and potable water supply to as many of our communities as possible.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Emergency (broken pipes, pump station outage) 	<ul style="list-style-type: none"> Respond with 2 hours 	<ul style="list-style-type: none"> As at 30 June 2006 there was one major emergency within the water system this was responded to within 3 hours. 16 other complaints were made about broken water pipe. Due to a new service request system it is unable to be ascertained whether these were responded to within 2 hours.
<ul style="list-style-type: none"> Major leaks 	<ul style="list-style-type: none"> Respond with 2 hours 	<ul style="list-style-type: none"> There were 15 recorded water leaks in the year ended 30 June 2006. Due to a new service request system it is unable to be ascertained whether these were responded to within 2 hours
<ul style="list-style-type: none"> New connections 	<ul style="list-style-type: none"> 5 days 	<ul style="list-style-type: none"> All new connections were available within 5 days of being requested.
<ul style="list-style-type: none"> Written complaint responses 	<ul style="list-style-type: none"> 10 days 	<ul style="list-style-type: none"> 1 written complaint was received in the year ended 30 June 2006 it was responded to in 5 days.
<ul style="list-style-type: none"> Reporting of DWS transgressions to MOH 	<ul style="list-style-type: none"> Within prescribed timeframes 	<ul style="list-style-type: none"> One incident was reported to MOH in the year ended 30 June 2006.
<ul style="list-style-type: none"> Unaccounted for water <ul style="list-style-type: none"> Greymouth area Runanga-Rapahoe Stillwater Dobson-Taylorville Blackball 	<ul style="list-style-type: none"> 10% 15% 5% 15% 5% 	<ul style="list-style-type: none"> 10% 15% 5% 5% 5%
<ul style="list-style-type: none"> Compliance with water permits 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> All water permits were complied with in the year ending 30 June 2006.
<ul style="list-style-type: none"> Hydrants safety compliance 	<ul style="list-style-type: none"> 95% 	<ul style="list-style-type: none"> All hydrants complied with current safety standards.
<ul style="list-style-type: none"> Number of complaints 	<ul style="list-style-type: none"> 30 p.a. 	<ul style="list-style-type: none"> There were 205 service requests/complaints received regarding water to the 30 June 2006.
<ul style="list-style-type: none"> Controlling total cost 	<ul style="list-style-type: none"> Per connection 	<ul style="list-style-type: none"> For the year ending 30 June 2006 the total cost per water connection was \$284.98. As at the 30 June 2005 the total cost per connection was \$276.68.
<ul style="list-style-type: none"> Water quality grading <ul style="list-style-type: none"> Greymouth area Runanga-Rapahoe Stillwater 	<ul style="list-style-type: none"> Ab (after filtration capacity) Bc Bc 	<ul style="list-style-type: none"> Eb Ec Ee

<ul style="list-style-type: none"> o Dobson-Taylorville o Blackball 	<ul style="list-style-type: none"> o Bb o Bb 	<ul style="list-style-type: none"> o Eb o Db <p>Note: as council has no current protozoa treatment facilities on its water supplies an automatic grade of E is given.</p>
<ul style="list-style-type: none"> • Reservoir capacity <ul style="list-style-type: none"> o Greymouth area o Runanga-Rapahoe o Stillwater o Dobson-Taylorville o Blackball 	<ul style="list-style-type: none"> o 12 hour o 10 hour o 24 hour o 24 hour o 24 hour 	<ul style="list-style-type: none"> o 12 hour o 24 hour o 24 hour o 24 hour o 24 hour
<ul style="list-style-type: none"> • Overall satisfaction rating 	<ul style="list-style-type: none"> • 75% 	<ul style="list-style-type: none"> • A satisfaction survey was not completed in the 2005/2006 year.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • Availability of Service 	<ul style="list-style-type: none"> • 99.5% 	<ul style="list-style-type: none"> • The water supply was available 99.5% of the time during the 2005/2006 year.
<ul style="list-style-type: none"> • Notice of planned shutdowns 	<ul style="list-style-type: none"> • 24 hours 	<ul style="list-style-type: none"> • There were no planned shutdowns for the year ended 30 June 2006.
<ul style="list-style-type: none"> • Maximum duration of disruption 	<ul style="list-style-type: none"> • 8 hours (4 hours for 95%) 	<ul style="list-style-type: none"> • There were 174 water disruptions for the year ended 30 June 2006. 2 disruption exceeded 4 hours and with the longest of these lasting 9 hours.
<ul style="list-style-type: none"> • Available pressure at connection 	<ul style="list-style-type: none"> • 300 kPai 	<ul style="list-style-type: none"> • The available water pressure was above 300KPai for the year ended 30 June 2006.
<ul style="list-style-type: none"> • % of budgeted capital works completed during year 	<ul style="list-style-type: none"> • 80% 	<ul style="list-style-type: none"> • All Budgeted capital works were completed for the 2005/2006 year.
<ul style="list-style-type: none"> • Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> • 100% 	<ul style="list-style-type: none"> • All works programmes were completed on time, within budget and to the required standards.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	135,543	85,942	124,242
Operating & Maintenance Costs	655,245	535,188	538,769
Interest Expense	235,350	219,501	213,374
Depreciation	352,084	400,951	356,401
	1,378,222	1,241,582	1,232,786
Revenue:			
User Charges	52,791	1,015	238,490
Other Revenue	-	-	-
Subsidies/Donations	4,782	-	2,247
Internal Recoveries	-	-	-
Rates Income	1,051,515	1,076,836	868,695
	1,109,088	1,077,851	1,109,432
Net Surplus/(Deficit)	(269,134)	(163,731)	(123,354)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	206,663	172,043	158,720
New Capital	121,629	131,846	257,636
Debt Principal Repayment	4,968	5,839	-
Funding of Reserves	45,550	51,234	28,885
	378,810	360,962	445,241
Funded By:			
add new loans raised	197,517	35,517	-
add funding from reserves	69,787	88,225	60,000
add depreciation	352,084	400,951	356,401
add/(deduct) Internal Transfer	(104,189)	-	-
add/(deduct) Surplus/(Deficit) carried forward	(269,134)	(163,731)	(123,354)
	246,065	360,962	293,047
	(132,745)	-	(152,194)

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – The main reason for actual costs being greater than budget are higher power prices

Capital Items

- Renewal Costs – additional work was carried out to combine with work being carried out with the Greymouth sewerage upgrade project.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Water - General Mains - Renewals	118,458	103,530

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The projects are largely focused on renewal works which maintain the existing level of service.

[1.5] refuse

aim

To provide for a safe, reliable, sustainable collection and disposal of solid waste within the district.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of Complaints received 	<ul style="list-style-type: none"> 50 p.a. and reducing 	<ul style="list-style-type: none"> There were 49 complaints received regarding refuse to 30 June 2006.
<ul style="list-style-type: none"> Bags not collected 	<ul style="list-style-type: none"> 30 cases per annum and reducing 	<ul style="list-style-type: none"> There were 21 reported cases of bags not collected for the 2005/2006 financial year.
<ul style="list-style-type: none"> Compliance with discharge permit conditions (McLeans) 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> Discharging permit conditions for Mcleans Pit were complied with 90 % of the time during the year ended 30 June 2006.
<ul style="list-style-type: none"> Compliance with discharge permit conditions at closed landfills 	<ul style="list-style-type: none"> 80% 	<ul style="list-style-type: none"> Discharging permit for closed landfills was complied with during the year ending 30 June 2006.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> % of budgeted capital works completed during year 	<ul style="list-style-type: none"> 90%+ 	<ul style="list-style-type: none"> All budgeted capital works for the 2005/2006 year were completed.
<ul style="list-style-type: none"> Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> All works programmes were completed on time, within budget and to the required standards.
<ul style="list-style-type: none"> McLeans landfill open consented hours 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> Mcleans landfill operated during its consented hours during the 2005/2006 year.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	55,596	75,158	45,096
Operating & Maintenance Costs	839,583	656,983	980,430
Interest Expense	110,860	145,665	43,488
Depreciation	82,323	196,250	127,175
	1,088,362	1,074,056	1,196,189
Revenue:			
User Charges	148,214	110,605	144,989
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	899,378	892,753	764,469
	1,047,592	1,003,358	909,458
Net Surplus/(Deficit)	(40,770)	(70,698)	(286,731)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	6,183	20,808	2,530
New Capital	866,337	28,928	424,119
Debt Principal Repayment	45,230	69,184	1,333
Funding of Reserves	-	6,632	151,723
	917,750	125,552	579,705
Funded By:			
add new loans raised	1,367,378	-	-
add funding from reserves	-	-	45,268
add depreciation	82,323	196,250	127,175
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(40,770)	(70,698)	(286,731)
	1,408,931	125,552	(114,288)
	491,181	-	(693,993)

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – increased contract costs and work due to growth in some areas.
- Depreciation - less than budget due to delay in commissioning of new land-fill cell.

Capital Items

- New Capital – work on the new cell 2 was carried-forward from previous year.
- New loans raised – uplift of loans delayed due to hold up in loan documentation.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Refuse - McLeans Pitt Cell 2 Construction	858,784	-

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The construction of a new cell at the existing district land-fill facility is to maintain the existing level of service provided.

[2] community outcome two: a thriving local economy creating opportunity

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[2.1] economic development

aim

To, through a combination of constructive legislation, bylaws and strong leadership, facilitate economic development on a local and Regional basis.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Direct Council involvement in meetings of Development bodies. 	<ul style="list-style-type: none"> Portfolio Councillors will attend at least two meetings per year, one of which has to be the AGM. 	<ul style="list-style-type: none"> The Mayor attended the 10 development trust meetings thorough the year ended 30 June 2006.
<ul style="list-style-type: none"> Feedback by Portfolio Councillors to Council 	<ul style="list-style-type: none"> At least once a year. 	<ul style="list-style-type: none"> The Mayor has reported back to council 3 times in the year ended 30 June 2006.
<ul style="list-style-type: none"> Official report on activities of locally funded bodies. 	<ul style="list-style-type: none"> At least once a year. 	<ul style="list-style-type: none"> All locally funded bodies that were required to do so reported back to council throughout the 2005/2006 financial year.
Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Growing our economic performance. 	<ul style="list-style-type: none"> 2% p.a. minimum 	<ul style="list-style-type: none"> There is no current accurate measure. Council contributed in the 2004/2005 financial year to an economic indicators report to identify measures that can be reliably used for performance measures in the future.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	9,701	-	-
Support Costs	34,506	34,013	34,439
Operating & Maintenance Costs	190,957	170,500	282,110
Interest Expense	-	-	-
Depreciation	-	-	-
	235,164	204,513	316,549
Revenue:			
User Charges	2,525	-	250
Other Revenue	-	-	-
Subsidies/Donations	9,951	-	112,202
Internal Recoveries	-	-	-
Rates Income	220,113	204,513	232,246
	232,589	204,513	344,698
Net Surplus/(Deficit)	(2,575)	-	28,149

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	-	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	24,188	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(2,575)	-	28,149
	21,613	-	28,149
	21,613	-	28,149

Variance Explanations**Operating Expenditure**

- Operating and maintenance costs – Increased costs due to Council engaging a 'Community Development Officer. these costs have been funded ex special reserves

[2.2] airport

aim

To provide a safe facility in full compliance with aviation and other safety requirements within the physical limitations of the airport.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of Complaints received 	<ul style="list-style-type: none"> 5 p.a. and reducing 	<ul style="list-style-type: none"> There were no recorded complaints about the airport facilities. One complaint was received about landing fee increases.
Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> % of budgeted capital works completed during year 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> There was no capital works planned for the 2005/2006 year.
<ul style="list-style-type: none"> Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> 90% and growing. 	<ul style="list-style-type: none"> All works programmes were completed on time, within budget and to the required standard for the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	24,102	29,813	20,620
Operating & Maintenance Costs	24,606	28,872	37,657
Interest Expense	-	-	-
Depreciation	40,393	47,187	40,559
	89,101	105,872	98,836
Revenue:			
User Charges	18,257	20,165	17,616
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	52,035	51,946	31,597
	70,292	72,111	49,213
Net Surplus/(Deficit)	(18,809)	(33,761)	(49,623)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	1,050	4,000	-
New Capital	6,698	50,750	-
Debt Principal Repayment	-	-	-
Funding of Reserves	9,634	13,426	5,731
	17,382	68,176	5,731
Funded By:			
add new loans raised	-	-	-
add funding from reserves	1,050	54,750	-
add depreciation	40,393	47,187	40,559
add/(deduct) Internal Transfer	(4,217)	-	-
add/(deduct) Surplus/(Deficit) carried forward	(18,809)	(33,761)	(49,623)
	18,417	68,176	(9,064)
	1,035	-	(14,795)

Variance Explanations**Capital Items**

New Capital – Capital works delayed due to consultation with users of facility. Works to be carried forward include enhanced monitoring system to ease collection of user fees.

[2.3] council's property portfolio

aim

To manage council's property portfolio to deliver a fair income.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of Complaints about the condition of individual properties 	<ul style="list-style-type: none"> 10 p.a. and reducing 	<ul style="list-style-type: none"> No formal complaints were received regarding council properties.
<ul style="list-style-type: none"> Number of complaints from users in terms of non endowment land lease agreements 	<ul style="list-style-type: none"> 10 per year and reducing. 	<ul style="list-style-type: none"> There were no complaints regarding non endowment land lease agreements.
Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> % of budgeted capital works completed during year 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> Apart for purchase of property, there were no capital works required on council's properties for the year ending 30 June 2006.
<ul style="list-style-type: none"> Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> 90% and growing. 	<ul style="list-style-type: none"> 1 Works programme was planned for the year ended 30 June 2006. It was completed on time, within budget and to the required standard.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	64,083	63,048	51,936
Operating & Maintenance Costs	358,147	175,445	259,181
Interest Expense	715	1,000	2,009
Depreciation	39,514	53,270	49,076
	462,459	292,763	362,202
Revenue:			
User Charges	139,265	166,080	164,014
Other Revenue	698,328	32,000	240,011
Subsidies/Donations	26,743	-	553
Internal Recoveries	77,919	77,919	123,843
Rates Income	-	-	-
	942,255	275,999	528,421
Net Surplus/(Deficit)	479,796	(16,764)	166,219

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	23,345	-
New Capital	100,562	-	78,508
Debt Principal Repayment	3,112	1,000	12,276
Funding of Reserves	744,328	33,476	249,132
	848,002	57,821	339,916
Funded By:			
add new loans raised	-	-	-
add funding from reserves	225,649	21,315	148,865
add depreciation	39,514	53,270	49,076
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	479,796	(16,764)	166,219
	744,959	57,821	364,160
	(103,043)	-	24,244

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – Costs include the costs of freeholding and lease renewals, which were not included in budget (\$54,000). These costs are funded through the proceeds of sale and ex special reserves. Other general increases were in ground leases, part of which is funded ex reserves and assets written off of \$97,000.

Revenue

- Other Revenue – Relates to gain on sale of assets, through Council freeholding. Proceeds are transferred to special reserves.

Capital Items

- New Capital – Land purchased as resolved by Council (refer note below).

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Property - Purchase of Property	100,562	-

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. Property was purchased through Council resolution as it was deemed to have future strategic benefit to Council operations.

[2.4] forestry

A portion of Council's forest holdings have been harvested during the 2005/06 financial year. Council is currently considering future options for the associated land holdings.

aim

To sell the exotic forests at the highest available price as soon as viable in order to pay off the outstanding Forest Encouragement loan. This may include the alienation of the associated land holdings as soon as possible thereafter.

While it would appear that the Kaiata land is not optimum land for forestry, Sewell Peak Block is considered by industry advisors to be good land for forestry planting. Sufficient land is available in the Sewell Peak Block area for Council to realise a return if replanted.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> To repay the Afforestation loan to its full or negotiated value 	<ul style="list-style-type: none"> by 1 July 2006 	<ul style="list-style-type: none"> The Afforestation loan had not been repaid as at the 30 June 2006. The loan is due to be repaid in full at which time all the forests have been harvested.
<ul style="list-style-type: none"> Develop a Forestry Management Plan for Council's indigenous forests by: 	<ul style="list-style-type: none"> by 31 October 2006 	<ul style="list-style-type: none"> A forestry management plan had not been developed as the 30 June 2006. Council is currently considering options for the land on which forests stands are currently located. Options include divesting Council's interest in the land, re-planting forests, or forming a joint venture initiative. Depending on this outcome a forestry management plan may or may not be required.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	8,261	9,255	8,060
Operating & Maintenance Costs	1,238	2,000	626
Interest Expense	19,453	22,300	18,180
Depreciation	-	-	-
	28,952	33,555	26,866
Revenue:			
User Charges	113,898	-	1,200
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	11,663	11,255	1,536
	125,561	11,255	2,736
Net Surplus/(Deficit)	96,609	(22,300)	(24,130)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	-	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	96,609	(22,300)	(24,130)
	96,609	(22,300)	(24,130)
	96,609	(22,300)	(24,130)

Variance Explanations

Revenue

- User charges – Relates to net proceeds from harvesting of Council forests. Money will be carried-forward and used to retire associated debt.

[2.5] development park

aim

To facilitate job and opportunity creation through making available industrial/service industry land at attractive conditions.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Sale/lease of properties to new investors 	<ul style="list-style-type: none"> 3 per year 	<ul style="list-style-type: none"> 1 Lot was sold in the year ended 30 June 2006. This makes a total of 3 Lots sold. The four remaining lots are subject to sale to Port Westland Ltd.
<ul style="list-style-type: none"> New jobs created 	<ul style="list-style-type: none"> 10 p.a. 	<ul style="list-style-type: none"> 24 new jobs have/ been created as a result of the development park.
<ul style="list-style-type: none"> Net jobs gain (difference between new jobs created and jobs lost) 	<ul style="list-style-type: none"> 4 per annum. 	<ul style="list-style-type: none"> Net Jobs gained due to the development park is 24.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	18,248	17,962	18,134
Operating & Maintenance Costs	-	20,000	13,302
Interest Expense	-	-	-
Depreciation	-	-	-
	18,248	37,962	31,436
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	154,910
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	-	-	17,917
	-	-	172,827
Net Surplus/(Deficit)	(18,248)	(37,962)	141,391

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	239,365
	-	-	239,365
Funded By:			
add new loans raised	-	-	-
add funding from reserves	14,078	37,962	15,002
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(18,248)	(37,962)	141,391
	(4,170)	-	156,393
	(4,170)	-	(82,972)

[2.6] parking

aim

To provide parking in the Greymouth central business district, Moana and elsewhere on a pro-active basis so as not to be a deterrent for development and, at the same time, to provide for safety and convenience for users.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Addressing parking shortfalls per the Parking Management Plan. Complaints re parking facilities 	<ul style="list-style-type: none"> 10% per annum 10 p.a. and reducing 	<ul style="list-style-type: none"> \$150,000 has been set aside in the 2006-2016 LTCOP to Extend Tarapuhi/Albert Street Parking facilities. There were no recorded complaints regarding parking facilities in the year ended 30 June 2006.
<ul style="list-style-type: none"> Coverage of all areas in CBD by Parking Warden per week 	<ul style="list-style-type: none"> 85% subject that areas not covered will be priority for the next week. 	<ul style="list-style-type: none"> Figures for the year ended show that 92% of tickets for the year ended 30 June 2006 were issued within the CBD indicating that this area is being covered sufficiently.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	23,936	18,628	18,927
Support Costs	46,513	46,275	37,963
Operating & Maintenance Costs	32,470	10,500	17,119
Interest Expense	-	-	-
Depreciation	6,253	7,032	6,251
	109,172	82,435	80,260
Revenue:			
User Charges	47,849	35,172	38,654
Other Revenue	-	-	-
Subsidies/Donations	-	2,030	-
Internal Recoveries	-	-	-
Rates Income	58,300	58,201	50,829
	106,149	95,403	89,483
Net Surplus/(Deficit)	(3,023)	12,968	9,223

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	75,000	-
Debt Principal Repayment	-	-	-
Funding of Reserves	20,000	20,000	18,639
	20,000	95,000	18,639
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	75,000	-
add depreciation	6,253	7,032	6,251
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(3,023)	12,968	9,223
	3,230	95,000	15,474
	(16,770)	-	(3,165)

Variance Explanations

Operating Expenditure

- Increased costs due to Council resolving to increase warden's duties from 20 hours per week to 30 hours per week. Costs have been partly offset by increased revenue.

Capital Costs

- No new car-parks developed due to no suitable sites.

[2.7] port of greymouth

In April 2006 a new company was formed, Port Westland Limited, a 100% Council owned subsidiary (A Council Controlled Organisation). The company is represented by three directors, including one Council representative. Port Westland Limited will be responsible for operational management of port activities. The company is currently negotiating with third parties for future business opportunities for the port., with Council ultimately transferring the operational assets of the port to the new company. The timing of this depends on the out-come of current negotiations.

aim

Navigation Safety

- ✧ To provide for the safety of navigation within the Greymouth Harbour District.

Port Facilities

- ✧ To operate, maintain, and where viable, enhance port and harbour facilities within the Greymouth Harbour District and services for, the safe, secure, effective, and efficient movement of cargo by sea transport and the servicing of the fishing industry and recreational vessels, in a manner that enhances the environment or avoids, remedies, or mitigates adverse effects on the environment.
- ✧ To promote development of the district and regional economies through provision of viable transport options for West Coast industry.
- ✧ In the longer term provide a financial return on the port assets owned by the Grey District community.

Community Services

- ✧ To plan, maintain and operate the port as a designated “lifeline utility” in Schedule 1 of the Civil Defence Emergency Management Act 2002, provide harbour works which also contribute to control of sea and river erosion and floods and provide for community use of marine recreational and heritage aspects of the port.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • Navigation safety advisory and control services available 24 hours per day / 365 days per year 	<ul style="list-style-type: none"> • Harbourmaster appointed by 30 November 2004. • Failure of beacons and warning lights notified to users via Greymouth Maritime Radio within 1 hour of notification of failure to Port Management and fixed within 24 hours subject to parts availability. • Entrance soundings before each deep draft vessel, after each storm event which could change depths, and at least once per month. 	<ul style="list-style-type: none"> • Appointment deferred until completion of customer contracts confirming sufficient shipping volumes to justify position. • All beacon failures in the year ended 30 June 2006 were notified within 1 hour and fixed within 24 hours. • Entrance soundings were done before each deep draft vessel, after each storm which could change depths and at least once per month except between 29 July and 9 September 2005 due to unsuitable conditions.
<ul style="list-style-type: none"> • Hydrographical surveys undertaken as per performance measure subject to weather, sea, and river conditions and vessel availability 	<ul style="list-style-type: none"> • River channel and berth soundings at least once per 6 months. • Lagoon soundings at least once per year. • Soundings distributed to users within 3 hours of survey vessel return. 	<ul style="list-style-type: none"> • All sounding were completed in the year ended 30 June 2006.

<ul style="list-style-type: none"> • Cargo shipping services available 	<ul style="list-style-type: none"> • 24 hours / day, 365 days per year, subject to weather, sea, and river conditions. 	<ul style="list-style-type: none"> • Cargo shipping services were available 24 hours per day in the 365 days to 30 June 2006.
<ul style="list-style-type: none"> • Slipway availability 	<ul style="list-style-type: none"> • In normal working hours to suitable vessels, as booked, subject to delays caused by other vessels, and user not in debt for slipway services. 	<ul style="list-style-type: none"> • The slipway was available during normal working hours throughout the year ended 30 June 2006.
<ul style="list-style-type: none"> • Number of associated client complaints 	<ul style="list-style-type: none"> • 5 p.a. and reducing 	<ul style="list-style-type: none"> • No client complaints associated with the above performance measures/targets received.

Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • % of budgeted capital works completed during year 	<ul style="list-style-type: none"> • 95% 	<ul style="list-style-type: none"> • 9.2% of the budgeted value of capital works was completed during the year. The shortfall was due to delays in completing the contract to confirm customer funding of capital works for major development of the cargo port.
<ul style="list-style-type: none"> • Works programmes completed on time, within budget and to required standard 	<ul style="list-style-type: none"> • 100% 	<ul style="list-style-type: none"> • 69% of the budgeted value of maintenance and renewal works were completed during the year. The shortfall was due to less revenue than budgeted and delays in finalising with customers plans for renewing the Martins Quay Fish unloading wharf.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	260,367	395,074	302,255
Support Costs	65,843	65,488	61,291
Operating & Maintenance Costs	1,130,796	741,177	432,709
Interest Expense	42,574	439,631	40,331
Depreciation	264,417	304,166	239,850
	1,763,997	1,945,536	1,076,436
Revenue:			
User Charges	749,645	1,709,060	392,622
Other Revenue	878,349	-	177,903
Subsidies/Donations	-	-	8,482
Internal Recoveries	-	43,463	-
Rates Income	-	-	-
	1,627,994	1,752,523	579,007
Net Surplus/(Deficit)	(136,003)	(193,013)	(497,429)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	134,466	110,000	144,416
New Capital	391,824	9,561,250	422,495
Debt Principal Repayment	-	364,209	-
Funding of Reserves	916,649	126	284,130
	1,442,939	10,035,585	851,041
Funded By:			
add new loans raised	-	9,560,000	-
add funding from reserves	1,261,148	364,433	256,677
add depreciation	-	111,152	38,148
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(136,003)		(497,429)
	1,125,145	10,035,585	(202,604)
	(317,794)	-	(1,053,645)

Variance Explanations

Operating Expenditure

- Operating & Maintenance Costs – A large proportion of the costs relate to port development planning and contract negotiations (\$728,000)
- Interest expense – No associated capital expenditure and therefore no requirement to uplift loans (see note below on capital items).

Capital Items

- Capital works signalled in the Annual Plan were contingent on Council securing contracts for guaranteed cargo. This was signalled as there was a potential works may need to be carried out within the last financial year. Negotiations are still on-going, and therefore minimal works have been carried out to date.

significant capital projects

	council	
	Actual	Budget
	2005/06	2005/06
	\$	\$
Port - Martin's Quay Reconstruction	49,709	300,000
Port - Richmond Quay Renew Wharf	79,702	100,000
Port - Upgrade Cargo Wharf Truck Wash	195,593	-
Port - CoalStkple Area/WaterDust Cntl	138,427	406,000
Port - Increase Turning Circle	-	320,000
Port - New Berth	-	2,600,000
Port - Additional Ship Loader	-	700,000
Port - Stkple Receival&Mgnt Wks Stg1	-	5,235,250

Capital works signalled in the Annual Plan were contingent on Council securing contracts for guaranteed cargo. This was signalled as there was a potential works may need to be carried out within the last financial year. Negotiations are still on-going, and therefore minimal works have been carried out.

[3] community outcome three: access to quality medical services

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[3.1] cooperation with dhb and moh

aim

To establish functional co-operative arrangements with appropriate service providers to achieve this outcome.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Putting draft agreements to the relevant parties for negotiation. 	<ul style="list-style-type: none"> 31 May 2004 	<ul style="list-style-type: none"> While the draft agreements have not yet been completed the ground work to developing these has begun.
<ul style="list-style-type: none"> Securing agreement with service providers or alternatively reporting failure to do so to public 	<ul style="list-style-type: none"> 2004/5 Annual Report (August 2005) 	<ul style="list-style-type: none"> As above.
<ul style="list-style-type: none"> Incorporating agreed performance measures in LTCCP and reporting against them 	<ul style="list-style-type: none"> 2006/7 LTCCP and subsequent Annual Reports 	<ul style="list-style-type: none"> As above.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	11,106	11,053	15,321
Operating & Maintenance Costs	-	500	-
Interest Expense	-	-	-
Depreciation	-	-	-
	11,106	11,553	15,321
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	11,972	11,553	16,061
	11,972	11,553	16,061
Net Surplus/(Deficit)	866	-	740

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	866	-	740
	866	-	740
	866	-	740

[4] community outcome four: an attractive district where residents want to be

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[4.1] district planning

aim

To, through the positive application of an enabling District Plan and associated processes, facilitate harmonious development within the district with special emphasis on the management of natural and physical resources sustainability, access to resources for the social, cultural, economic and environmental wellbeing of the community and protection of individual and property rights.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of Resource Consents processed within the allowable time. 	<ul style="list-style-type: none"> 90% per annum and growing 	<ul style="list-style-type: none"> 89% of all Resource Consents to 30 June 2006 were issued within the statutory time limit.
<ul style="list-style-type: none"> Complaints re process 	<ul style="list-style-type: none"> 30 p.a. and reducing 	<ul style="list-style-type: none"> No written complaints were received regarding the process and all verbal complaints were dealt with a the time but not recorded.
<ul style="list-style-type: none"> Number of consents dealt with through draft conditions rather than the formal process, where this is acceptable to the applicant. 	<ul style="list-style-type: none"> 50% 	<ul style="list-style-type: none"> 151 consents were issued in the year ended 30 June 2006 and 80 (53%) of these were dealt with through draft conditions.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	4,403	7,045	-
Support Costs	291,228	236,723	241,898
Operating & Maintenance Costs	341,361	167,540	135,576
Interest Expense	-	-	-
Depreciation	-	-	-
	636,992	411,308	377,474
Revenue:			
User Charges	159,471	54,553	93,035
Other Revenue	168,961	-	152,719
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	346,710	345,584	369,478
	675,142	400,137	615,232
Net Surplus/(Deficit)	38,150	(11,171)	237,758

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	45,000	-
Debt Principal Repayment	-	-	-
Funding of Reserves	168,961	14,204	175,523
	168,961	59,204	175,523
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	70,375	9,962
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	38,150	(11,171)	237,758
	38,150	59,204	247,720
	(130,811)	-	72,197

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – Increased costs due to increased demand for resource consenting. This is offset partly by increased revenue

Revenue

- Increased User Charges from the demand for resource consents still increasing.
- Other Revenue – Relates to financial contributions received. These are transferred to special reserves for future expenditure.

[4.2] civic centre

aim

To develop and maintain the Greymouth Indoor Sport Centre to optimally provide for the needs of users whilst, at the same time, striving to close the present gap between expenditure and income.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number hours per year occupied. 	<ul style="list-style-type: none"> 25% p.a. and increasing by 5% p.a. 	<ul style="list-style-type: none"> The civic centre has been used for a total of 1707.17 hours or a total of 27.5% of the time to 30 June 2006.
<ul style="list-style-type: none"> Number of Regional events staged 	<ul style="list-style-type: none"> 3 pa 	<ul style="list-style-type: none"> 2 Regional events were staged in the period ended 30 June 2006.
<ul style="list-style-type: none"> Number of National events staged 	<ul style="list-style-type: none"> 1 pa 	<ul style="list-style-type: none"> 5 national events were staged in the period ended 30 June 2006.
<ul style="list-style-type: none"> Number of International events staged 	<ul style="list-style-type: none"> 1 every three years 	<ul style="list-style-type: none"> There were no international events staged in the civic centre in the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of Complaints re the building facility and equipment 	<ul style="list-style-type: none"> 10 per year 	<ul style="list-style-type: none"> There was one recorded complaint regarding the civic centre in the year ending 30 June 2006.
<ul style="list-style-type: none"> Satisfaction Survey 	<ul style="list-style-type: none"> 80%pa 	<ul style="list-style-type: none"> As at 30 June 2006 a satisfaction survey has not been completed.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	18,174	15,477	15,397
Support Costs	26,082	26,294	22,446
Operating & Maintenance Costs	38,076	38,152	36,602
Interest Expense	-	-	-
Depreciation	22,275	25,059	22,275
	104,607	104,982	96,720
Revenue:			
User Charges	19,780	24,470	20,702
Other Revenue	-	-	-
Subsidies/Donations	24,615	-	-
Internal Recoveries	-	-	-
Rates Income	65,234	62,953	55,681
	109,629	87,423	76,383
Net Surplus/(Deficit)	5,022	(17,559)	(20,337)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	9,000	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	9,000	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	1,800	1,500	1,800
add depreciation	22,275	25,059	22,275
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	5,022	(17,559)	(20,337)
	29,097	9,000	3,738
	29,097	-	3,738

[4.3] library

aim

To provide for both the leisure reading requirements as well as specialist study requirements of readers.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number books issued per year 	<ul style="list-style-type: none"> 120,000... and increasing by 2% p.a. 	<ul style="list-style-type: none"> For the year ended 30 June 2006 127,831 books were issued.
<ul style="list-style-type: none"> Number of registered members 	<ul style="list-style-type: none"> 8,314 and increasing by 2% p.a 	<ul style="list-style-type: none"> As at 30 June 2006 the library had 6,165 registered members (there was a major purge of inactive members carried out during the year, being those that had not used their card for 3 or more years).
<ul style="list-style-type: none"> Number of Complaints re the facility 	<ul style="list-style-type: none"> 5 p.a. and decreasing 	<ul style="list-style-type: none"> There were no complaints recorded about Library facilities in the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	238,377	200,605	197,939
Support Costs	52,499	55,341	58,989
Operating & Maintenance Costs	78,415	59,125	66,650
Interest Expense	-	26,390	-
Depreciation	81,155	87,785	79,767
	450,446	429,246	403,345
Revenue:			
User Charges	49,754	51,518	53,823
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	335,134	323,416	318,120
	384,888	374,934	371,943
Net Surplus/(Deficit)	(65,558)	(54,312)	(31,402)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	34,891	40,600	39,905
New Capital	6,818	1,523	5,460
Debt Principal Repayment	-	-	-
Funding of Reserves	-	1,500	26,190
	41,709	43,623	71,555
Funded By:			
add new loans raised	-	-	-
add funding from reserves	16,367	10,150	17,600
add depreciation	81,155	87,785	79,767
add/(deduct) Internal Transfer	(1,500)	-	-
add/(deduct) Surplus/(Deficit) carried forward	(65,558)	(54,312)	(31,402)
	30,464	43,623	65,965
	(11,245)	-	(5,590)

[4.4] reserves

aim

To provide for the management of reserves and associated facilities for the maximum enjoyment of the communities involved.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Parks mowed to required standards and agreed frequencies 	<ul style="list-style-type: none"> 90% p.a. and increasing 	<ul style="list-style-type: none"> All Parks and reserves were mowed to the required standards and at the agreed frequencies.
<ul style="list-style-type: none"> Number of Complaints about 	<ul style="list-style-type: none"> 10 p.a 	<ul style="list-style-type: none"> There were 35 complaints/service requests recorded for the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	5,475	-	-
Support Costs	39,638	27,958	43,032
Operating & Maintenance Costs	219,627	197,570	222,298
Interest Expense	-	-	-
Depreciation	15,646	15,420	22,332
	280,386	240,948	287,662
Revenue:			
User Charges	2,377	2,030	1,549
Other Revenue	-	-	-
Subsidies/Donations	2,092	-	750
Internal Recoveries	-	-	-
Rates Income	235,399	234,998	290,374
	239,868	237,028	292,673
Net Surplus/(Deficit)	(40,518)	(3,920)	5,011

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	3,273	11,500	51,086
New Capital	23,097	27,300	16,239
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	26,370	38,800	67,325
Funded By:			
add new loans raised	-	-	-
add funding from reserves	36,583	27,300	66,442
add depreciation	15,646	15,420	22,332
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(40,518)	(3,920)	5,011
	11,711	38,800	93,785
	(14,659)	-	26,460

[4.5] rest rooms

aim

To provide clean, convenient public toilets for the benefit of local and visiting public.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of complaints re services 	<ul style="list-style-type: none"> 10 p.a. and reducing 	<ul style="list-style-type: none"> There were 2 complaints recorded regarding public toilets in the 2005/2006 year.
<ul style="list-style-type: none"> Restrooms and Conveniences maintained to required standards and agreed frequencies 	<ul style="list-style-type: none"> 95% and increasing 	<ul style="list-style-type: none"> All rest rooms and conveniences were maintained to the required standards and at the agreed frequencies in the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	10,534	20,863	13,788
Operating & Maintenance Costs	103,921	93,813	100,688
Interest Expense	-	-	-
Depreciation	8,218	4,359	3,875
	122,673	119,035	118,351
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	156,392	156,126	243,236
	156,392	156,126	243,236
Net Surplus/(Deficit)	33,719	37,091	124,885

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	1,417	30,450	-
New Capital	21,074	11,000	93,074
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	22,491	41,450	93,074
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	8,218	4,359	3,875
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	33,719	37,091	124,885
	41,937	41,450	128,760
	19,446	-	35,686

[4.6] swimming baths

aim

To provide good, safe and accessible facilities for the swimming public and recreational users.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Complaints regarding facility 	<ul style="list-style-type: none"> 10 p.a. and reducing 	<ul style="list-style-type: none"> There were no complaints recorded regarding the Swimming pool facilities to 30 June 2006.
<ul style="list-style-type: none"> Number of users each year (separately for the two pools) 	<ul style="list-style-type: none"> Greymouth: 30,000 p.a. Runanga: 1,000 p.a. 	<ul style="list-style-type: none"> Greymouth Attendance to 30 June 2006:35,636 Runanga Attendance to 30 June 2006 2,061
<ul style="list-style-type: none"> Duration of in-season pool closures for maintenance 	<ul style="list-style-type: none"> 2 days maximum 	<ul style="list-style-type: none"> There were no in season Pool closures for the period ending 30 June 2006.
Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Facilitating a Trust for Fundraising for a new "aqua centre" 	<ul style="list-style-type: none"> 1 July 2005 	<ul style="list-style-type: none"> The West Coast Aquatic Centre Trust has been formed and incorporated in December 2003.
<ul style="list-style-type: none"> Funds accrued for new aqua centre. 	<ul style="list-style-type: none"> Jul 2006 - 25% Jul 2007 - 50% Jul 2008 - 75% Jul 2009 - 100% 	<ul style="list-style-type: none"> The trust is currently working on a target of \$6 to \$8 million. Funds raised to the 30 June 2006 total \$1 million with 'in-principle' funding approved by the West Coast Development Trust for 50% of the project costs.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	96,608	99,069	86,230
Support Costs	26,971	27,227	26,037
Operating & Maintenance Costs	60,790	77,261	81,216
Interest Expense	-	-	-
Depreciation	7,763	7,532	6,695
	192,132	211,089	200,178
Revenue:			
User Charges	38,356	40,480	34,957
Other Revenue	-	-	2,976
Subsidies/Donations	-	5,075	989
Internal Recoveries	-	-	-
Rates Income	168,986	163,077	157,357
	207,342	208,632	196,279
Net Surplus/(Deficit)	15,210	(2,457)	(3,899)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	5,335
New Capital	2,992	-	3,426
Debt Principal Repayment	-	-	-
Funding of Reserves	-	7,816	-
	2,992	7,816	8,761
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	2,741	20,000
add depreciation	7,763	7,532	6,695
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	15,210	(2,457)	(3,899)
	22,973	7,816	22,796
	19,981	-	14,035

[4.7] events management

aim

To add to the physical health, well-being and enjoyment of residents, young and old, through recreation and events.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of Events organised 	<ul style="list-style-type: none"> 15 p.a. 	<ul style="list-style-type: none"> For the year ended 30 June 2006 11 events had been organised.
<ul style="list-style-type: none"> Growth in number of participants in events 	<ul style="list-style-type: none"> 1000 p.a. and rising 	<ul style="list-style-type: none"> As at the 30 June 2006 the total number of participants in events had increased by over 1500 people.
<ul style="list-style-type: none"> Number of events enjoying support of more than 1500 people 	<ul style="list-style-type: none"> 3 	<ul style="list-style-type: none"> Only one event had the support of more than 1500 people in the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of bigger events showing growth in excess of 15% p.a 	<ul style="list-style-type: none"> 2 	<ul style="list-style-type: none"> Two of the bigger events enjoyed growth of greater than 15% in the year ended 30 June 2006.
Secondary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Establishment of major events that win our District national acclaim 	<ul style="list-style-type: none"> 1 July 2007 	<ul style="list-style-type: none"> None as yet.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	20,573	20,502	18,138
Operating & Maintenance Costs	126,265	116,050	169,865
Interest Expense	-	-	-
Depreciation	-	-	-
	146,838	136,552	188,003
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	3,556
Subsidies/Donations	7,000	-	5,000
Internal Recoveries	-	-	-
Rates Income	136,785	136,552	139,871
	143,785	136,552	148,427
Net Surplus/(Deficit)	(3,053)	-	(39,576)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	3,556
	-	-	3,556
Funded By:			
add new loans raised	-	-	-
add funding from reserves	6,252	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(3,053)	-	(39,576)
	3,199	-	(39,576)
	3,199	-	(43,132)

[4.8] cemeteries

aim

To provide, maintain and manage cemeteries in our district that, at all times, reflect our respect for those resting there and also to comply with statutory requirements.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Graves available within 48 hours notice except for Sundays 	<ul style="list-style-type: none"> 100% of the time 	<ul style="list-style-type: none"> At all times during the period 1 July 2005 to 30 June 2006 graves were available within 48 hours.
<ul style="list-style-type: none"> Maintenance carried out to required standards 	<ul style="list-style-type: none"> 95% of the time. 	<ul style="list-style-type: none"> All maintenance carried out to 30 June 2006 was to the required standard.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	25,809	25,173	29,130
Operating & Maintenance Costs	101,490	104,882	103,245
Interest Expense	-	-	-
Depreciation	-	408	-
	127,299	130,463	132,375
Revenue:			
User Charges	29,653	30,736	29,380
Other Revenue	-	-	-
Subsidies/Donations	-	1,517	1,061
Internal Recoveries	-	-	-
Rates Income	106,527	102,802	97,165
	136,180	135,055	127,606
Net Surplus/(Deficit)	8,881	4,592	(4,769)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	12,436	20,300	-
New Capital	-	5,000	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	12,436	25,300	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	12,436	20,300	-
add depreciation	-	408	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	8,881	4,592	(4,769)
	21,317	25,300	(4,769)
	8,881	-	(4,769)

[4.9] amenity management

aim

To maintain good amenity values throughout the district through dedicated encouragement supported by sensitive application of legislation.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of properties tidied up through motivation. 	<ul style="list-style-type: none"> 5 p.a. and rising 	<ul style="list-style-type: none"> 8 Properties were tidied up through motivation during the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of properties tidied up through legislative coercion. 	<ul style="list-style-type: none"> 10 p.a. and reducing 	<ul style="list-style-type: none"> 6 of the 14 properties listed as untidy were tidied up through legislative coercion for the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of prosecutions taken for non property related offences 	<ul style="list-style-type: none"> 3 p.a. and reducing 	<ul style="list-style-type: none"> During the year ended 30 June 2006 there were no prosecutions of untidy property owners.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	369	1,500	-
Support Costs	93,147	86,468	71,435
Operating & Maintenance Costs	37,443	50,141	37,027
Interest Expense	-	-	-
Depreciation	-	-	-
	130,959	138,109	108,462
Revenue:			
User Charges	68,615	35,882	55,700
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	102,560	102,227	84,766
	171,175	138,109	140,466
Net Surplus/(Deficit)	40,216	-	32,004

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	40,216	-	32,004
	40,216	-	32,004
	40,216	-	32,004

[4.10] council's in-house task force

aim

To achieve outcomes of a physical works nature which cannot viably be contracted to Council's works contractor.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of properties tidied up on an ongoing basis 	<ul style="list-style-type: none"> 25..p.a. and rising 	<ul style="list-style-type: none"> 27 properties were tidied up on an ongoing basis throughout the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of other tasks fulfilled. 	<ul style="list-style-type: none"> 300 p.a. and reducing 	<ul style="list-style-type: none"> To the 30 June 2006 the In-House task force had completed 200 tasks other than the tidying of properties.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	38,160	39,087	42,183
Support Costs	12,068	11,582	11,033
Operating & Maintenance Costs	9,285	5,000	6,514
Interest Expense	-	-	-
Depreciation	2,672	-	2,639
	62,185	55,669	62,369
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	6,528
Internal Recoveries	-	-	-
Rates Income	59,323	59,222	58,350
	59,323	59,222	64,878
Net Surplus/(Deficit)	(2,862)	3,553	2,509

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	5,863	3,553	2,277
	5,863	3,553	2,277
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	2,672	-	2,639
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(2,862)	3,553	2,509
	(190)	3,553	5,148
	(6,053)	-	2,871

[4.11] heritage

aim

To provide for the identity of our district and its people, now and in the future, through support of arts, culture and heritage.

Scope

Our district's past is maintained through History House, a facility boasting an arrangement of items, photographs and artefacts depicting the past.

The Regent Theatre is the centre of our district's cultural enjoyment and development. It also acts as an entertainment movie theatre!

The Left Bank Art Gallery as a non-profit-making institution not only provides opportunity for local artists to display their work and to further develop their talent but also represents a leading Tourism destination.

In addition:

- ◇ the floodwall statues project provides further visual links to important people/events .
- ◇ the mural concepts, through local artists, provide a unique character to the district.

Council is also in co-operation with the Greymouth Heritage Trust for the development of the Coal River Park.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • Number of visitors to History House • Number of visitors to Left Bank Art Gallery 	<ul style="list-style-type: none"> • 2500 p.a. and rising • 45,000 p.a. and rising 	<ul style="list-style-type: none"> • To the 30 June 2006 History House had 1,827 visitors. • To the 30 June 2006 The Left Bank Art gallery recorded 8294 visitors. The target of 45,000 p.a. has proven to be un-realistic.
<ul style="list-style-type: none"> • Number of persons attending events in Regent Theatre 	<ul style="list-style-type: none"> • 10 000 p.a. 	<ul style="list-style-type: none"> • To the 30 June 2006 the regent theatre had approx 37,858 people attend events in the theatre.
<ul style="list-style-type: none"> • Grey River Heritage Parks Joint Committee meetings 	<ul style="list-style-type: none"> • Min. 2 p.a. with full Councillor attendance 	<ul style="list-style-type: none"> • During the year ended 30 June 2006 the Joint Committee only held one meeting. This was due to unavailability of members of the committee.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	44,866	25,515	25,276
Support Costs	28,873	29,100	19,559
Operating & Maintenance Costs	75,579	103,422	80,070
Interest Expense	-	-	-
Depreciation	33,190	36,636	32,565
	182,508	194,673	157,470
Revenue:			
User Charges	6,045	8,120	6,764
Other Revenue	-	-	-
Subsidies/Donations	34,415	13,000	110,325
Internal Recoveries	-	-	-
Rates Income	139,249	134,380	109,274
	179,709	155,500	226,363
Net Surplus/(Deficit)	(2,799)	(39,173)	68,893

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	39,529	10,000	20,443
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	39,529	10,000	20,443
Funded By:			
add new loans raised	-	-	-
add funding from reserves	7,041	12,537	31,908
add depreciation	33,190	36,636	32,565
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(2,799)	(39,173)	68,893
	37,432	10,000	133,366
	(2,097)	-	112,923

[5] community outcome five: an active partnership between council and community

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[5.1] council

aim

To, as elected representatives forming a corporate body, provide for effective district governance incorporating public participation, accountability, openness and transparency and service orientation.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Achievement of Budgeted project objectives 	<ul style="list-style-type: none"> 80% 	<ul style="list-style-type: none"> 95% of all budgeted project objectives were achieved for the 2005/2006 financial year.
<ul style="list-style-type: none"> Keeping expenditure within Budget. 	<ul style="list-style-type: none"> 95% 	<ul style="list-style-type: none"> refer cost of service statements for each activity.
<ul style="list-style-type: none"> Implementing decisions within one month 	<ul style="list-style-type: none"> 95% 	<ul style="list-style-type: none"> All Council decisions were implemented within 1 month.
<ul style="list-style-type: none"> Having 5 people in the Public gallery during Council meetings 	<ul style="list-style-type: none"> 50% and rising 	<ul style="list-style-type: none"> At 50% of Council meetings held in the year ended 30 June 2006 the public Gallery contained at least 5 members of the public.
<ul style="list-style-type: none"> Responding to written inputs within 15 days 	<ul style="list-style-type: none"> 90% 	<ul style="list-style-type: none"> 90% of all written requests were either responded to within 10 days or referred to the next Council agenda

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	339,479	340,616	333,791
Operating & Maintenance Costs	273,165	269,526	321,075
Interest Expense	-	-	-
Depreciation	2,845	3,459	3,075
	615,489	613,601	657,941
Revenue:			
User Charges	23,067	-	65,743
Other Revenue	909,942	35,793	909,771
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	647,521	624,842	706,049
	1,580,530	660,635	1,681,563
Net Surplus/(Deficit)	965,041	47,034	1,023,622

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	935,990	70,793	910,546
	935,990	70,793	910,546
Funded By:			
add new loans raised	-	-	-
add funding from reserves	20,800	20,300	25,000
add depreciation	2,845	3,459	3,075
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	965,041	47,034	1,023,622
	988,686	70,793	1,051,697
	52,696	-	141,151

Variance Explanations

Revenue

- Full Proceeds from interest returned on special reserves not included in the budget figures. All of this interest is transferred to special reserves and appropriated equally amongst each reserve.

[5.2] northern ward community board

aim

To make recommendations to Council on all aspects affecting the Northern Ward and to attend to those matters delegated to it by Council.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Meetings per annum. 	<ul style="list-style-type: none"> 5 	<ul style="list-style-type: none"> 6 NWCB meetings had been conducted in the year ended 30 June 2006.
<ul style="list-style-type: none"> Northern Ward Garden Competition 	<ul style="list-style-type: none"> Yearly 	<ul style="list-style-type: none"> Results of the Northern Ward Garden Competition 2006 were published in the Greymouth Evening Star on the 22 February 2006.
<ul style="list-style-type: none"> Recommendation on issues falling within the Board area 	<ul style="list-style-type: none"> 100% of cases. 	<ul style="list-style-type: none"> The NWCB made recommendations on all issues brought to council regarding their area in the year ending 30 June 2006.
<ul style="list-style-type: none"> Submissions to the Annual Plan on behalf of the Northern Ward 	<ul style="list-style-type: none"> Annually 	<ul style="list-style-type: none"> The NWCB made 1 submission to the 2006 LTCCP covering 19 issues which they felt were relevant to their district.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	46,514	46,732	49,760
Operating & Maintenance Costs	27,130	26,840	23,807
Interest Expense	-	-	-
Depreciation	-	-	-
	73,644	73,572	73,567
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	74,054	73,572	79,150
	74,054	73,572	79,150
Net Surplus/(Deficit)	410	-	5,583

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	-	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	410	-	5,583
	410	-	5,583
	410	-	5,583

[5.3] council's administration

aim

To provide an environment conducive for positive interaction between Council and its ratepayers, to provide for simplicity, efficiency and excellence in its association with the public and the execution of Council decisions.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of complaints against staff conduct. 	<ul style="list-style-type: none"> 20 p.a. 	<ul style="list-style-type: none"> 3 complaints were made against staff for the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of such complaints upheld on reasonable grounds. 	<ul style="list-style-type: none"> 3 p.a. and reducing 	<ul style="list-style-type: none"> One complaint was upheld on reasonable grounds.
<ul style="list-style-type: none"> % of matters for Council decision submitted to Council more than 30 days later. 	<ul style="list-style-type: none"> Nil 	<ul style="list-style-type: none"> Not measured. All incoming correspondence is tracked through a document register. All items requiring council and/or board resolution were referred to the next applicable agenda.
<ul style="list-style-type: none"> % of reports not having a full summary of options and suggested recommendation 	<ul style="list-style-type: none"> 2% 	<ul style="list-style-type: none"> less than 1% of reports did not have a full summary of options or recommendation for the year ended 30 June 2006.
<ul style="list-style-type: none"> Cost overruns in excess of 3% of budget other than on ad hoc Council decision 	<ul style="list-style-type: none"> 3% 	<ul style="list-style-type: none"> In general this has been achieved. Variance explanations have been provided for each activity where there have been significant deviations from budget.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	2,252,715	2,095,797	1,869,192
Support Costs	160,697	166,221	176,964
Operating & Maintenance Costs	989,802	1,245,370	954,055
Interest Expense	-	-	-
Depreciation	192,383	65,990	137,383
	3,595,597	3,573,378	3,137,594
Revenue:			
User Charges	237,042	290,681	195,300
Other Revenue	78,864	-	87,015
Subsidies/Donations	69,602	360,326	76,694
Internal Recoveries	3,089,664	2,926,514	2,790,564
Rates Income	-	-	2,409
	3,475,172	3,577,521	3,151,982
Net Surplus/(Deficit)	(120,425)	4,143	14,388

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	37,483	65,633	72,109
New Capital	220,544	94,500	323,783
Debt Principal Repayment	-	-	-
Funding of Reserves	62,450	-	61,111
	320,477	160,133	457,003
Funded By:			
add new loans raised	-	-	-
add funding from reserves	255,520	90,000	294,968
add depreciation	192,383	65,990	137,383
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(120,425)	4,143	14,388
	327,478	160,133	446,739
	7,001	-	(10,264)

Variance Explanations

Operating Expenditure

- Employee Costs: - Salary reviews undertaken in 2005 saw average increases well above budgeted expectations. The reviews are undertaken five-yearly and size the jobs against national data.
- Operating & Maintenance Costs: - includes the costs of in-house technical services which are costed direct against the Roothing activity (refer note below under Revenue).
- Depreciation: - Includes the full cost of vehicle depreciation which was not included in the budget and depreciation on new aerial photography of \$43,800.

Revenue

- Subsidies and donations: - the budget figure includes recoveries from Land Transport New Zealand for in-house technical services. The actual income received for this has been recorded against the Roothing activity.

Capital Items

- Actual includes a carry-forward amount for Digital Aerial Photography of \$53,000. Vehicle replacements total \$62,000 which were funded ex special reserves.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
IT - Electronic Document Archiving System	78,923	90,000

Capital works have been carried out in-line with those as signalled in Council's 2004 – 2014 Long Term Plan and 2005/06 Annual Plan. The electronic document archiving system has been purchased to eventually alleviate the burgeoning space currently required by paper files.

Council's administration is made up of the following 5 activities:

1 office of the ceo

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	167,870	155,303	154,935
Support Costs	16,676	17,048	18,775
Operating & Maintenance Costs	14,093	25,146	19,187
Interest Expense	-	-	-
Depreciation	8,058	-	7,918
	206,697	197,497	200,815
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	206,988	197,497	194,603
Rates Income	-	-	1,032
	206,988	197,497	195,635
Net Surplus/(Deficit)	291	-	(5,180)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	315	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	8,034	-	7,918
	8,349	-	7,918
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	5,180
add depreciation	8,058	-	7,918
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	291	-	(5,180)
	8,349	-	7,918
	-	-	-

2 support services

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	359,174	330,491	311,929
Support Costs	22,655	24,512	30,746
Operating & Maintenance Costs	200,542	185,168	221,421
Interest Expense	-	-	-
Depreciation	8,194	3,167	5,390
	590,565	543,338	569,486
Revenue:			
User Charges	21,917	21,297	27,219
Other Revenue	-	-	-
Subsidies/Donations	2,075	-	2,585
Internal Recoveries	542,568	527,874	541,513
Rates Income	-	-	-
	566,560	549,171	571,317
Net Surplus/(Deficit)	(24,005)	5,833	1,831

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	565	9,000	4,669
New Capital	-	-	30,268
Debt Principal Repayment	-	-	-
Funding of Reserves	6,054	-	12,816
	6,619	9,000	47,753
Funded By:			
add new loans raised	-	-	-
add funding from reserves	22,430	-	30,268
add depreciation	8,194	3,167	5,390
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(24,005)	5,833	1,831
	6,619	9,000	37,489
	-	-	(10,264)

3 finance and information technology

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	342,182	314,323	304,626
Support Costs	27,716	29,534	33,070
Operating & Maintenance Costs	558,750	568,439	463,636
Interest Expense	-	-	-
Depreciation	117,013	52,577	74,590
	1,045,661	964,873	875,922
Revenue:			
User Charges	201,621	257,000	164,063
Other Revenue	73,227	-	86,990
Subsidies/Donations	-	-	-
Internal Recoveries	697,232	715,929	645,494
Rates Income	-	-	1,377
	972,080	972,929	897,924
Net Surplus/(Deficit)	(73,581)	8,056	22,002

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	35,916	56,633	67,440
New Capital	80,920	94,000	56,745
Debt Principal Repayment	-	-	-
Funding of Reserves	5,519	-	-
	122,355	150,633	124,185
Funded By:			
add new loans raised	-	-	-
add funding from reserves	78,923	90,000	27,593
add depreciation	117,013	52,577	74,590
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(73,581)	8,056	22,002
	122,355	150,633	124,185
	-	-	-

4 asset management and technical services

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	619,286	648,815	519,985
Support Costs	51,781	49,931	46,980
Operating & Maintenance Costs	115,682	382,637	131,686
Interest Expense	-	-	-
Depreciation	50,671	6,479	36,088
	837,420	1,087,862	734,739
Revenue:			
User Charges	13,504	12,384	4,018
Other Revenue	5,637	-	-
Subsidies/Donations	67,527	360,326	74,109
Internal Recoveries	760,996	709,173	686,622
Rates Income	-	-	-
	847,664	1,081,883	764,749
Net Surplus/(Deficit)	10,244	(5,979)	30,010

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	1,002	-	-
New Capital	134,909	500	236,770
Debt Principal Repayment	-	-	-
Funding of Reserves	36,725	-	30,328
	172,636	500	267,098
Funded By:			
add new loans raised	-	-	-
add funding from reserves	118,722	-	201,000
add depreciation	50,671	6,479	36,088
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	10,244	(5,979)	30,010
	179,637	500	267,098
	7,001	-	-

5 environmental services

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	764,203	646,865	577,717
Support Costs	41,869	45,196	47,393
Operating & Maintenance Costs	100,735	83,980	118,125
Interest Expense	-	-	-
Depreciation	8,447	3,767	13,397
	915,254	779,808	756,632
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	25
Subsidies/Donations	-	-	-
Internal Recoveries	881,880	776,041	722,332
Rates Income	-	-	-
	881,880	776,041	722,357
Net Surplus/(Deficit)	(33,374)	(3,767)	(34,275)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	4,400	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	6,118	-	10,049
	10,518	-	10,049
Funded By:			
add new loans raised	-	-	-
add funding from reserves	35,445	-	30,927
add depreciation	8,447	3,767	13,397
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(33,374)	(3,767)	(34,275)
	10,518	-	10,049
	-	-	-
	-	-	-

[5.4] consultation

aim

To ensure that the needs and aspirations of as many residents, interest groups and organisations as possible are provided for in council processes.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Number of issues not consulted on. 	<ul style="list-style-type: none"> Nil 	<ul style="list-style-type: none"> 100% Consultation undertaken per Consultation Policy.
<ul style="list-style-type: none"> Number of LGNZ regional meetings attended 	<ul style="list-style-type: none"> At least 1 p.a. 	<ul style="list-style-type: none"> All regional LGNZ meetings were attended by the Mayor.
<ul style="list-style-type: none"> Attendance of Local Government Conference. 	<ul style="list-style-type: none"> Yes (subject to appropriate agenda) 	<ul style="list-style-type: none"> The Local Government Conference was not attended as the agenda was considered inappropriate.
<ul style="list-style-type: none"> Attendance of SOLGM, IPENZ regional meetings. 	<ul style="list-style-type: none"> At least 1 p.a. 	<ul style="list-style-type: none"> 1 SOLGM, IPENZ regional meeting was attended.
<ul style="list-style-type: none"> Attendance of SOLGM, IPENZ Conference 	<ul style="list-style-type: none"> Yes (subject to appropriate agenda) 	<ul style="list-style-type: none"> The SOLGM and IPENZ conference was not attended as the agenda was considered of no value.
<ul style="list-style-type: none"> Meetings with local Maori. 	<ul style="list-style-type: none"> At least 1 p.a. 	<ul style="list-style-type: none"> Council did not have any meeting with the local Maori in the year ended 30 June 2006.
<ul style="list-style-type: none"> Meetings with Te Runaka O Ngati Waewae. 	<ul style="list-style-type: none"> At least 1 p.a. 	<ul style="list-style-type: none"> 2 meetings with Te Runaka O Ngati Waewae were held in the year ended 30 June 2006.
<ul style="list-style-type: none"> Meetings with other special interest groups 	<ul style="list-style-type: none"> At least 1 p.a. 	<ul style="list-style-type: none"> 2 Meetings were held with special interest groups in the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	46,415	46,424	36,218
Operating & Maintenance Costs	12,392	23,000	7,136
Interest Expense	-	-	-
Depreciation	-	-	-
	58,807	69,424	43,354
Revenue:			
User Charges	-	-	15
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	71,939	69,424	45,455
	71,939	69,424	45,470
Net Surplus/(Deficit)	13,132	-	2,116

[5.5] access to official information

aim

To provide for reasonable access to official information.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> The actioning of official information requests within statutory timeframes 	<ul style="list-style-type: none"> 90% of LIM's issued within 10 working days of receipt of full information. 	<ul style="list-style-type: none"> 51% of LIM's requested during the year ending 30 June 2006 were issued within 10 working days of receipt of full information.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	94,923	84,663	82,210
Operating & Maintenance Costs	263	400	343
Interest Expense	-	-	-
Depreciation	-	-	-
	95,186	85,063	82,553
Revenue:			
User Charges	75,052	60,000	91,625
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	25,971	25,063	27,082
	101,023	85,063	118,707
Net Surplus/(Deficit)	5,837	-	36,154

[6] community outcome six: law, order, and personal property safety

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[6.1] rural fire authority

aim

To provide for and maintain a rural fire management capability in co-operation with other bodies on the West Coast.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Standard reaction time calculated from receipt of call-out to time of mobilization 	<ul style="list-style-type: none"> 20 minutes 	<ul style="list-style-type: none"> This information was not recorded in the 2005/2006 year.
<ul style="list-style-type: none"> Number of buildings saved. 	<ul style="list-style-type: none"> 5 p.a. 	<ul style="list-style-type: none"> There were no buildings saved in the year ended 30 June 2006.
<ul style="list-style-type: none"> Number of buildings lost 	<ul style="list-style-type: none"> 5 p.a. 	<ul style="list-style-type: none"> There were no buildings lost in the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	21,061	17,887	20,089
Operating & Maintenance Costs	43,185	57,553	39,293
Interest Expense	-	-	-
Depreciation	394	-	-
	64,640	75,440	59,382
Revenue:			
User Charges	3,718	-	4,108
Other Revenue	-	-	-
Subsidies/Donations	-	4,060	622
Internal Recoveries	-	-	-
Rates Income	72,065	72,903	59,489
	75,783	76,963	64,219
Net Surplus/(Deficit)	11,143	1,523	4,837

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	1,523	3,466
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	1,523	3,466
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	394	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	11,143	1,523	4,837
	11,537	1,523	4,837
	11,537	-	1,371

[6.2] law, order and safety

aim

To, through agreements with the appropriate service providers, provide for the achievement of the aspects of the outcome falling outside of the normal municipal functions and to, in the process, agree on goals, action plans, review procedures and performance assessment criteria.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Agreements secured with NZ Police 	<ul style="list-style-type: none"> 1/8/2004. 	<ul style="list-style-type: none"> An agreement with NZ Police is currently being compiled but was not completed at the time of the 2005/2006 annual report.
<ul style="list-style-type: none"> Agreement secured with NZ Fire Service 	<ul style="list-style-type: none"> 1/8/2004. 	<ul style="list-style-type: none"> An agreement with NZ Fire Service is currently being compiled but was not completed at the time of the 2005/2006 annual report.
<ul style="list-style-type: none"> First two actions negotiated with the Police implemented. 	<ul style="list-style-type: none"> 1/12/2004 	<ul style="list-style-type: none"> An agreement with NZ Police is currently being compiled but was not completed at the time of the 2005/2006 annual report.
<ul style="list-style-type: none"> First two actions negotiated with NZ Fire Service implemented. 	<ul style="list-style-type: none"> 1/12/2004 	<ul style="list-style-type: none"> An agreement with NZ Fire Service is currently being compiled but was not completed at the time of the 2005/2006 annual report.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	9,273	9,237	12,115
Operating & Maintenance Costs	-	200	-
Interest Expense	-	-	-
Depreciation	-	-	-
	9,273	9,437	12,115
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	9,779	9,437	12,910
	9,779	9,437	12,910
Net Surplus/(Deficit)	506	-	795

[6.3] flood protection

aim

To provide for and maintain protocols, in consultation with the West Coast Regional Council, for the avoidance and management of floods.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Value of maintenance approved versus value of maintenance undertaken 	<ul style="list-style-type: none"> 100%. 	<ul style="list-style-type: none"> \$144,841 worth of maintenance was approved. \$141,094 of maintenance was carried out to 30 June 2006 being 97% of the total approved.
<ul style="list-style-type: none"> Amenity maintenance undertaken 	<ul style="list-style-type: none"> Per approved annual plan 	<ul style="list-style-type: none"> Amenity maintenance as per Parks & Reserves contract did not exceed its budget in the year ended 30 June 2006.
<ul style="list-style-type: none"> Review of protection undertaken 	<ul style="list-style-type: none"> Three yearly 	<ul style="list-style-type: none"> Reviews of flood protection are completed by the WCRC.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	16,804	34,170	22,593
Operating & Maintenance Costs	118,324	206,977	165,824
Interest Expense	-	-	-
Depreciation	53,000	-	53,000
	188,128	241,147	241,417
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	252,712	251,491	235,752
	252,712	251,491	235,752
Net Surplus/(Deficit)	64,584	10,344	(5,665)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	2,030	-
New Capital	12,678	50,150	-
Debt Principal Repayment	-	-	-
Funding of Reserves	3,911	8,314	65,496
	16,589	60,494	65,496
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	50,150	-
add depreciation	-	-	53,000
add/(deduct) Internal Transfer	9,256	-	-
add/(deduct) Surplus/(Deficit) carried forward	64,584	10,344	(5,665)
	73,840	60,494	47,335
	57,251	-	(18,161)

Variance Explanations

Operating Expenditure

- Operating and maintenance costs – Less expense actually incurred on many line items, as much depends on the nature of events that occur throughout the year.
- Depreciation - Depreciation expense on the Greymouth Floodwall not included in the budget, as this Council is not funding for its replacement.

[6.4] emergency management and civil defence

aim

To ensure a rapid response capability to deal with the effects of natural and other disasters.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Emergency response capability is maintained in readiness for disasters 	<ul style="list-style-type: none"> Actively participate as a member of the CDEM Group. Organise at least 2 training exercises annually for civil defence personnel and volunteers. Prepare in conjunction with the CDEM Group regional and district response plans. Carry out CDEM responsibilities within approved budget 	<ul style="list-style-type: none"> Grey District Civil defence is an active participant in the CDEM group. Only one training exercise was organised in the year ended 30 June 2006. A new Civil Defence and Standard operating procedure manual was completed in the year ended 30 June 2006. Civil Defence operated within its approved budget for the year ended 30 June 2006.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	9,405	9,207	8,755
Support Costs	27,001	26,871	25,399
Operating & Maintenance Costs	1,927	8,000	308
Interest Expense	-	-	-
Depreciation	-	-	-
	38,333	44,078	34,462
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	514	1,015	535
Internal Recoveries	-	-	-
Rates Income	44,623	43,063	41,308
	45,137	44,078	41,843
Net Surplus/(Deficit)	6,804	-	7,381

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	-	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	19,600
	-	-	19,600
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	6,804	-	7,381
	6,804	-	7,381
	6,804	-	(12,219)

[6.5] health regulation

aim

Through the positive application of legislation, bylaws and regulations, to ensure a high standard of -

- ✧ food and food premises safety.
- ✧ monitoring and carrying out functions in terms of the Health Act 1956.
- ✧ management of certain aspects of prostitution and places for prostitution as required by legislation.
- ✧ management of hazardous substances.
- ✧ management of certain aspects of gambling and places of gambling as required by legislation.
- ✧ in co-operation with the Ministry of Health, effective management of those infectious diseases for which Council has a role.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> • All food premises requiring registration by the council are inspected and registered 	<ul style="list-style-type: none"> • 100% p.a.. 	<ul style="list-style-type: none"> • All food premises requiring registration were inspected and registered as at the 30 June 2006

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	783	3,516	-
Support Costs	44,104	45,282	45,271
Operating & Maintenance Costs	37,473	47,354	44,465
Interest Expense	-	-	-
Depreciation	-	-	-
	82,360	96,152	89,736
Revenue:			
User Charges	21,956	23,142	20,610
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	76,971	74,280	75,375
	98,927	97,422	95,985
Net Surplus/(Deficit)	16,567	1,270	6,249

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	1,270	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	1,270	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	16,567	1,270	6,249
	16,567	1,270	6,249
	16,567	-	6,249

[6.6] restorative justice

aim

To through dedicated projects and the effective use of Restorative Justice, work towards the reduction and eventual eradication of crime-related offences affecting our district and its people.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Implementation of Government funded projects. 	<ul style="list-style-type: none"> 100% 	<ul style="list-style-type: none"> All government funded projects for the year were implemented including Big Brother, Big Sister, The Blue Light patrol, and Restorative Justice Programme.
<ul style="list-style-type: none"> Reduction of crime rates 	<ul style="list-style-type: none"> Per performance measure to be agreed with the NZ Police 	<ul style="list-style-type: none"> Performance criteria have not yet been set but are in a state of continual development.
<ul style="list-style-type: none"> Review of outcomes 	<ul style="list-style-type: none"> Three yearly 	<ul style="list-style-type: none"> A Review of outcomes is undertaken every six months as part of the local government funding requirement.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	3,553	23,206
Support Costs	13,737	13,500	18,549
Operating & Maintenance Costs	70,353	40,295	56,050
Interest Expense	-	-	-
Depreciation	-	-	-
	84,090	57,348	97,805
Revenue:			
User Charges	57,511	-	17,866
Other Revenue	-	-	-
Subsidies/Donations	17,556	58,871	40,133
Internal Recoveries	-	-	-
Rates Income	-	-	2,296
	75,067	58,871	60,295
Net Surplus/(Deficit)	(9,023)	1,523	(37,510)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	-	1,523	-
Debt Principal Repayment	-	-	-
Funding of Reserves	-	-	-
	-	1,523	-
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	-	-	-
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(9,023)	1,523	(37,510)
	(9,023)	1,523	(37,510)
	(9,023)	-	(37,510)

Variance Explanations

Revenue

- Council acts as the funding agency for various groups and projects and passes on the revenues direct to these groups

[6.7] building control

aim

To ensure safe, good quality building and associated structures in compliance with building and drainage legislation, through the application of the Building Act Code and regulations in a clear, fair and positive manner.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Building Consents issued within statutory timeframes 	<ul style="list-style-type: none"> 90%p.a. 	<ul style="list-style-type: none"> For the period ended 30 June 2006 69% of building consents had been issued within the statutory timeframe.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	16,276	9,136	-
Support Costs	382,386	355,585	298,356
Operating & Maintenance Costs	65,607	100,876	67,457
Interest Expense	-	-	-
Depreciation	14,621	-	23,427
	478,890	465,597	389,240
Revenue:			
User Charges	347,873	200,158	287,304
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	280,277	270,477	260,755
	628,150	470,635	548,059
Net Surplus/(Deficit)	149,260	5,038	158,819

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	1,951	2,538	-
New Capital	453	2,500	-
Debt Principal Repayment	-	-	-
Funding of Reserves	14,406	-	23,427
	16,810	5,038	23,427
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	-
add depreciation	14,621	-	23,427
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	149,260	5,038	158,819
	163,881	5,038	182,246
	147,071	-	158,819

Variance Explanations

Revenue

- Increased revenue to the demand for building consents continuing to grow

[6.8] dog and stock control

aim

To provide for the safety of the public by taking appropriate measures re dogs and stock through enforcement of legislation and working with the community.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> All dogs registered. 	<ul style="list-style-type: none"> 90%p.a. 	<ul style="list-style-type: none"> As at the 31 July 2005 89% of all dogs were registered. As at the 30 June 2006 a further 9.5% of dogs were registered bringing the total to 98.5% for the year.
<ul style="list-style-type: none"> Initially unregistered dogs are processed under the Act to ensure registration. 	<ul style="list-style-type: none"> 10% 	<ul style="list-style-type: none"> As at the 31 July 2005 264 dogs were unregistered. As at the 30 June 2006 36 dogs remained unregistered. Total number of dogs required to be registered for the 2005/06 year according to Council records was 2502.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	2,676	3,508	-
Support Costs	138,006	99,710	109,605
Operating & Maintenance Costs	25,198	51,485	37,775
Interest Expense	-	-	-
Depreciation	9,084	-	2,880
	174,964	154,703	150,260
Revenue:			
User Charges	124,563	116,916	111,797
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	41,755	40,295	37,836
	166,318	157,211	149,633
Net Surplus/(Deficit)	(8,646)	2,508	(627)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	635	2,508	53,827
Debt Principal Repayment	-	-	-
Funding of Reserves	8,265	-	12,444
	8,900	2,508	66,271
Funded By:			
add new loans raised	-	-	-
add funding from reserves	-	-	44,420
add depreciation	9,084	-	2,880
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(8,646)	2,508	(627)
	438	2,508	46,673
	(8,462)	-	(19,598)

[7] community outcome seven: affordable access to quality education

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[7.1] co-operation with relevant service providers

aim

To agree on goals and a plan of action and review procedures and performance evaluation measures to achieve this outcome by means of an appropriate agreement with local service providers.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Agreement with Service providers on Co-operation 	<ul style="list-style-type: none"> 31 May 2004. 	<ul style="list-style-type: none"> An Agreement with the relevant service providers is currently being actioned but had not been completed as at the 30 June 2006.
<ul style="list-style-type: none"> Agreement on Outcomes, action plans and performance measures 	<ul style="list-style-type: none"> Per approved annual plan 30 June 2005 	<ul style="list-style-type: none"> Refer above.
<ul style="list-style-type: none"> Review of agreements 	<ul style="list-style-type: none"> Three yearly 	<ul style="list-style-type: none"> Refer above.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	10,502	10,476	11,056
Operating & Maintenance Costs	-	500	-
Interest Expense	-	-	-
Depreciation	-	-	-
	10,502	10,976	11,056
Revenue:			
User Charges	-	-	-
Other Revenue	-	-	-
Subsidies/Donations	-	-	-
Internal Recoveries	-	-	-
Rates Income	11,374	10,976	11,913
	11,374	10,976	11,913
Net Surplus/(Deficit)	872	-	857

[8] community outcome eight quality social development

The activities contained in this section have been identified as the main contributor towards the above outcome and by achieving the financial and other performance measures of these activities Council will achieve the overall Outcome. However Council has not yet measured (this year or last year) progress towards achieving the community outcomes or identifying the effects that the activities have had on the social, economic, environmental, and cultural well-beings of the community. The Local Government Act 2002 required that this measurement occurs not less than once every three years.

[8.1] Retirement Housing

aim

To provide, maintain and manage a sufficient stock of convenient, good quality housing units for the older residents of the community.

performance indicators

Primary Performance:	Performance Measure/Target:	Performance Measure Achieved:
<ul style="list-style-type: none"> Occupation levels. 	<ul style="list-style-type: none"> 95% on average p.a. 	<ul style="list-style-type: none"> All flats were occupied throughout the year ended 30 June 2006.
<ul style="list-style-type: none"> Waiting list duration 	<ul style="list-style-type: none"> Not longer than 6 months 	<ul style="list-style-type: none"> The current waiting list duration is between 1 and 2 years this is due to the high demand for flats.

financial information

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Operating Expenditure:			
Employee Costs	-	-	-
Support Costs	60,583	83,963	76,046
Operating & Maintenance Costs	260,165	180,563	178,431
Interest Expense	63,171	83,267	84,799
Depreciation	142,068	158,079	140,515
	525,987	505,872	479,791
Revenue:			
User Charges	436,984	413,755	434,851
Other Revenue	-	-	-
Subsidies/Donations	3,143	-	-
Internal Recoveries	-	-	-
Rates Income	-	-	-
	440,127	413,755	434,851
Net Surplus/(Deficit)	(85,860)	(92,117)	(44,940)

	Actual 2005/06 \$	Budget 2005/06 \$	Last Year 2004/05 \$
Capital Items:			
Renewal Works	-	-	-
New Capital	93,000	-	-
Debt Principal Repayment	24,878	24,878	1,353,000
Funding of Reserves	20,300	41,084	98,897
	138,178	65,962	1,451,897
Funded By:			
add new loans raised	1,103,000	-	-
add funding from reserves	93,529	-	250,000
add depreciation	142,068	158,079	140,515
add/(deduct) Internal Transfer	-	-	-
add/(deduct) Surplus/(Deficit) carried forward	(85,860)	(92,117)	(44,940)
	1,252,737	65,962	345,575
	1,114,559	-	(1,106,322)

Variance Explanations

Operating Expenditure

- Operating & Maintenance expenditure greater than budget due to many items of catch-up maintenance being required. This is expected to be significantly less for the 2006/07 financial year.

New Capital

- The purchase of the above one retirement flat proceeded because it was an ownership flat that became available in a complex where Council owns the surrounding units.

New Loans Raised

- Delay in up-lift of the loan from previous financial year due to a hold up with the legal documentation.

significant capital projects

	council	
	Actual 2005/06 \$	Budget 2005/06 \$
Retirement Housing - Purchase of Flat	93,000	-

The purchase of the above one retirement flat proceeded because it was an ownership flat that became available in a complex where Council owns the surrounding units

[e] consultation with maori

Through a specific activity, "Efficient and Open Consultation", Council has set specific performance targets relating to the establishment and maintenance of processes in providing opportunities for Maori to contribute to the decision making processes of the Grey District Council. (refer page 136) Council's earlier suggestion of negotiating a Memorandum of Understanding was not accepted and a process involving monthly meetings between Council's Portfolio holder for Maori affairs and a representative of Te Runanga O Ngati Waewae has been put in place to pave the way for an agreement on how to achieve the relevant provisions of the Act.

Pending the outcome of this process, Council maintains a cordial and constructive association with both Ngati Waewae as well as the group representing non-local Maori, the latter requiring invigoration as the most recent meeting saw no Maori representation turning up.

[f] council controlled organisations

[1] port westland limited

In April 2006 a new company was formed, Port Westland Limited, a 100% Council owned subsidiary (A Council Controlled Organisation). The company is represented by three directors, including one Council representative. Port Westland Limited will be responsible for operational management of port activities. The company is currently negotiating with third parties for future business opportunities for the port., with Council ultimately transferring the operational assets of the port to the new company. The timing of this depends on the out-come of current negotiations.

At the time of preparing and adopting the 2005/06 Annual Plan Port Westland Limited was not in existence as an entity. Therefore Council did not have in effect significant policies and objectives with regards to control of the organisation. Policies and key performance with regards to Port Westland Limited were adopted as part of the 2006 – 16 Long Term Community Outcomes Plan.

[g] treasury management policy

borrowing

Council's Borrowing Policy sets guidelines for debt levels, including limits for associated debt servicing costs. Performance against the guidelines for the 2005/06 year is as follows:

policy guidelines

THE GROSS DEBT FOR RATEABLE ACTIVITIES WILL NOT EXCEED \$2,100 PER RATEABLE PROPERTY

Total debt	8,535,173	
Total rateable properties	7,977	
Debt per rateable property	1,070	☑

GROSS DEBT WILL NOT EXCEED 20% OF TOTAL ASSETS

Total debt	8,535,173	
Total assets	276,221,208	
Debt as % of total assets	3.1%	☑

NET DEBT WILL NOT EXCEED 135% OF TOTAL REVENUE

Total debt	8,535,173	
total revenue	19,439,555	
Debt as % of total revenue	43.9%	☑

NO MORE THAN THE GREATER OF \$5,000,000 OR 40% OF TOTAL BORROWING IS SUBJECT TO REFINANCING IN ANY FINANCIAL YEAR

Portion of Term Debt Repayable on or before 30 June 2007	297,354	3.6%	☑
Portion of Term Debt Repayable after above date and before 30 June 2008	-	0.0%	☑
Portion of Term Debt Repayable after above dates and before 30 June 2009	5,000,000	60.7%	☑
Portion of Term Debt Repayable after above dates and before 30 June 2010	-	0.0%	☑
Portion of Term Debt Repayable after above dates and before 30 June 2011	2,592,819	31.5%	☑
Portion of Term Debt Repayable after above dates	345,000	4.2%	☑

investment

Investment exposure limits and actual exposures are as follows:

Institution	Exposure Limit - each party	Portfolio Limit	Actual Exposure as at 30 June 2005	Actual Portfolio Proportion
Government	unlimited	100%	-	0%
Local Authorities	unlimited	100%	3,914,000	24%
Registered Bank (Each)	unlimited	100%	11,872,490	74%
SOE's and strongly rated corporates	2,000,000	40%	300,000	2%

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