

Review of fees and charges

	Draft 2015 Annual Plan	2014 Annual Plan	Increase
SOLID WASTE - McLEANS LANDFILL & RECYCLING CENTRE			
Commercial Refuse* per tonne	\$275.00	\$229.00	20.10%
Mixed Domestic Waste* per tonne	\$275.00	\$229.00	20.10%
Hardfill/Soil* per tonne	\$275.00	\$229.00	20.10%
Refuse Bag with Council issued tie per bag	Free	Free	
Refuse Bag without Council issued tie* per bag	\$4.00	\$4.00	0.00%
* Minimum charge per weighbridge entrance (trip over weighbridge)	\$12.00	\$12.00	0.00%
Tyres			
Car, Motorbike per tyre	\$6.30	\$6.10	3.30%
4WD per tyre	\$6.30	\$6.10	3.30%
Truck per tyre	\$11.50	\$11.20	2.70%
Tractor per tyre	\$12.00	\$11.70	2.60%
Specialist Industrial per tyre	\$27.00	\$26.40	2.30%
Unprepared Car Bodies per car	\$51.90	\$50.80	2.20%
Paint/Solvents per litre	\$2.20	\$2.10	4.80%
Accepted Recyclables	FREE	FREE	
RETIREMENT HOUSING			
Rental units to increase in 2014/2015 by \$3.00 per week			
PARKING			
Car park rentals to increase in 2014/2015 by \$0.50 per week			
ANIMAL CONTROL			
Dog Registration			
Pet	\$87.00	\$85.50	1.80%
Desexed	\$64.50	\$63.50	1.60%
Working	\$37.00	\$36.50	1.40%
Late Registration	\$130.50	\$128.30	1.70%

Council reviews fees and charges each year to set what it believes to be fair fees and charges based on the benefit received by those receiving the service. The 2012-2022 Long Term Plan assumed cost increases of 3% to cover increases faced by Council. Cost efficiencies gained have meant increases to fees and charges has been trimmed to approximately 2% for 2014/2015.

Please refer to the full Draft Annual Plan 2014/2015 for a complete list of proposed fees and charges.



DRAFT ANNUAL PLAN SUMMARY

1 JULY 2014 - 30 JUNE 2015

Message from the Mayor and CEO

Welcome to our Draft Annual Plan for the year 1 July 2014 to 30 June 2015.

This Draft Annual Plan is based on Year Three of our 2012-2022 Long Term Plan and outlines our proposed budgets and rates for the coming year's activities. It is our intention to continue to deliver accessible and affordable services and facilities that fulfil the needs of our whole community.

We are well aware that this continues to be a tough time for many in our District with the effects of the economic recession still being widely felt. We have prepared this Plan bearing in mind the economic pressures in our community.

Council recognises the importance of economic development and growth for our district and the Community Economic Development Strategy 2013-2023, developed last year by Council and key stakeholders, proposes strategic themes and action plans to help guide and nurture our district through the next ten years. Two of the priority projects identified in the Strategy

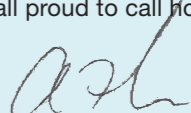
are included in this Draft Annual Plan: the CBD Revitalisation Plan and the Signage & Interpretation Project. These projects will provide a plan for enhanced streetscapes and better connections in the CBD, as well as improving way-finding and communicating our unique identity throughout the District. These two projects are proposed to be funded from reserves tagged specifically for township and economic development, and not from rates.


In developing this Draft Annual Plan, Council, like everyone, has tightened its belts. We have reviewed all of our budgets to ensure that they continue to include efficiency gains. This has resulted in a signalled general rate increase of 3.84% and a proposed overall average rates increase of 4.27% for 2014/2015. This is higher than the overall rates increase of 3.47% signalled in the Long Term Plan and is due to Council's decision to increase rate funding of the Port (\$38,000) and to phase in the rating requirement for the operation of the Miners' Recreation Centre (\$83,000).

In line with our Long Term Plan, other key areas of focus for 2014/2015 will be significant investment in infrastructure and services that ensure the Grey District is an attractive place to live, work, play and invest. A key project beginning in 2014/2015 is connecting the Dobson/Taylorville Water Supply to the Greymouth scheme. Council will be increasing its debt levels to fund infrastructure projects but have been successful in securing low interest rates, thus generating substantial interest efficiencies per annum.

The projects, services and rates set out in this plan will affect the whole community and that is why it is important that you have your say. This is your opportunity to talk to us about the upcoming year and let us know if we are on the right track.

Together we can build a District that we are all proud to call home.


Tony Kokshoorn
Mayor


Paul Pretorius
CEO

Submissions

We want to hear what you have to say - we'd like to know if you agree with our Draft Plan for 2014/2015 or if you have another point of view. Council will consider all submissions received before the Plan and budgets are set for the new financial year starting 1 July 2014. Submissions must be made in writing. Please clearly identify who is making the submission.

Submitters also have the option of addressing Council at a public meeting when submissions are considered - if you wish to do this please clearly indicate so on your submission. The public meeting will be held on Wednesday 28 May 2014.

Submissions can be made on-line at our website, www.greycdc.govt.nz/consultation, mailed to Grey District Council - Draft Annual Plan, PO Box 382, Greymouth 7840 or emailed to submissions@greycdc.govt.nz. All submissions will be copied and made available to the public.

Submissions must be received by 5pm on Monday 5 May 2014

The annual planning process - from draft to adoption



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Key issues summary

- The Financial Assistance Rate from NZTA has been allowed for at the current rate of 60%, however NZTA are currently proposing changes to this funding.
- A 3% (approx.) increase per annum will apply for the Greymouth sewerage scheme (over the life of the scheme). Dobson/Taylorville water supply will be connected to the Greymouth supply in 2014/2015.
- Runanga water supply will be upgraded as a stand-alone scheme as per the wishes of the community.
- Rate funding of the Port will increase from 1 July 2014 - \$38,000 (.4% of the general rate).
- During 2014/2015, Council will work on the options to extend the kerb side recycling service beyond the current area.
- Refuse disposal fees at the landfill will increase to \$275 per tonne (a 20% increase) due to a lower than expected reduction in waste going to the landfill. This includes levies passed onto central government.
- Rates funding for operation costs of the Miners' Recreation Centre (due to be commissioned in May 2015) will apply from 1 July 2014 - \$83,000 (1% of the general rate).
- Two priority projects identified in the Community Economic Development Strategy are included in this Plan: the CBD Revitalisation Plan and the Signage and Interpretation Project. These two projects are proposed to be funded from reserves, not rates.

Please read this summary carefully and refer to the complete Draft Annual Plan 2014/2015 for full details. Have your say by Monday 5 May 2014.

Financial summary

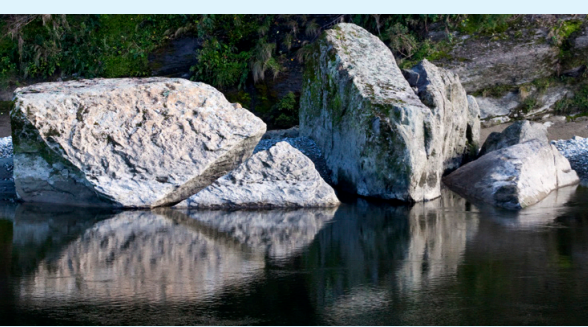
The financial summary outlines the forecast financial information for 2014/2015 (2015 Draft Annual Plan column) compared against the current budget (ie the current year, 2014 Annual Plan column) and what was originally forecast in Year Three of the Long Term Plan (2015 LTP column).

Financial statements - summary

The information presented here is only intended as a summary to give a brief overview of Council's intentions for the 2014/2015 year. It cannot be expected to give information as detailed in the full Draft Annual Plan 2014/2015.

The full version gives information grouped by significant activities on what Council proposes to do for the 2014/2015 year, how it will be funded and non-financial performance measures that will be used to measure progress.

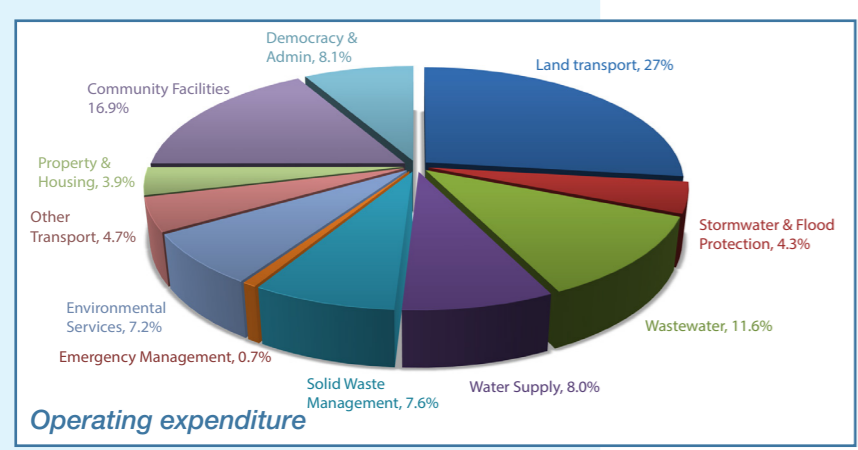
The full version of the plan is available on our website, www.greydc.govt.nz, or from Council's main office at 105 Tainui St, Greymouth, ph (03) 769 8600.



Where money will be spent in 2014/2015

Operating expenditure includes all the operating, maintenance, interest payments and depreciation charges against each activity.

Administration costs are allocated against each activity based on the level of resources that each activity requires.



PROSPECTIVE INCOME STATEMENT - SUMMARY

	2015 Draft Annual Plan \$000	2015 LTP \$000	2014 Annual Plan \$000
INCOME			
Rates, excluding targeted water supply rates	12,511	12,613	12,003
Fees, charges, and targeted rates for water supply	5,760	6,155	5,686
Subsidies and grants	11,851	7,857	17,581
Other revenue & Other gains/(losses)	1,162	1,584	1,439
Total income	31,284	28,209	36,709
EXPENDITURE			
Employee expenses	4,425	4,765	4,497
Depreciation and amortisation expense	8,683	9,387	8,476
Other expenses	10,887	11,489	11,084
Finance costs	2,000	2,312	2,004
Total operating expenditure	25,995	27,953	26,061
Net surplus/(deficit) before tax	5,289	256	10,648
Income tax expense	-	-	-
OTHER COMPREHENSIVE INCOME			
Increase in asset revaluation reserve	-	-	23,760
Total comprehensive income	5,289	256	34,408

PROSPECTIVE MOVEMENTS IN EQUITY - SUMMARY

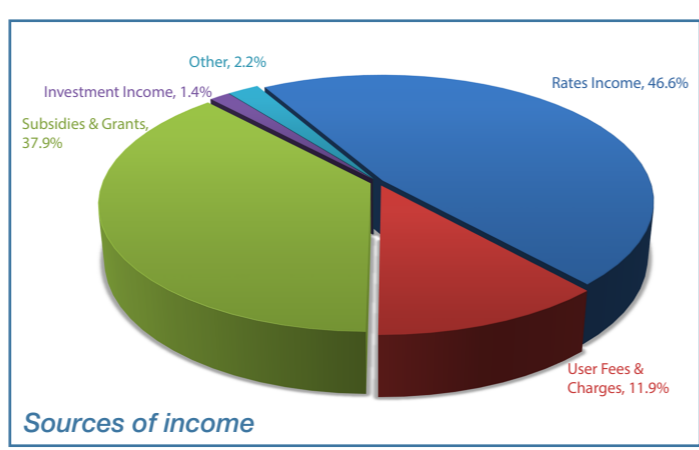
	2015 Draft Annual Plan \$000	2015 LTP \$000	2014 Annual Plan \$000
Equity at the beginning of the year	348,734	348,073	314,326
Total comprehensive income	5,289	256	34,408
Balance at 30 June	354,023	348,329	348,734

PROSPECTIVE BALANCE SHEET - SUMMARY

	2015 Draft Annual Plan \$000	2015 LTP \$000	2014 Annual Plan \$000
ASSETS			
Current Assets	16,107	14,178	15,328
Non Current Assets	377,665	371,814	371,923
Total assets	393,772	385,992	387,251
LIABILITIES			
Current Liabilities	6,372	6,675	11,374
Non Current Liabilities	33,377	30,988	27,143
Total liabilities	39,749	37,663	38,517
EQUITY			
Total equity attributable to the Council	354,023	348,329	348,734
TOTAL EQUITY AND LIABILITIES	393,772	385,992	387,251

PROSPECTIVE STATEMENT OF CASHFLOWS - SUMMARY

	2015 Draft Annual Plan \$000	2015 LTP \$000	2014 Annual Plan \$000
CASH FLOWS FROM OPERATING ACTIVITIES			
Total cash inflows from operating activities	30,729	28,973	36,556
Total cash outflows from operating activities	(16,884)	(18,639)	(17,133)
Net cash from operating activities	13,845	10,334	19,423
CASH FLOWS FROM INVESTING ACTIVITIES			
Total cash inflows from investing activities	29,842	18,481	12,938
Total cash outflows from investing activities	(47,161)	(28,441)	(33,404)
Net cash from investing activities	(17,319)	(9,960)	(20,466)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings	3,035	923	3,959
Repayment of borrowings	-	(1,437)	(3,000)
Net cash from financing activities	3,035	(514)	959
Net (decrease)/increase in cash, cash equivalents and bank overdrafts	(439)	(140)	(84)
Cash, cash equivalents and bank overdrafts at the beginning of the year	5,543	2,517	5,627
Cash, cash equivalents and bank overdrafts at the end of the year	5,104	2,377	5,543



Rating information

What will happen with rates in 2014/2015?

Council sets its rates to recover the amount of money required as outlined in the Annual Plan.

This Draft Annual Plan signals rates increases as follows:

- General rates increase of 3.84% (this includes the Uniform Annual General Charge and general rates based on the land value of your property).
- Overall average rates increase of 4.27% (includes general and targeted rates).

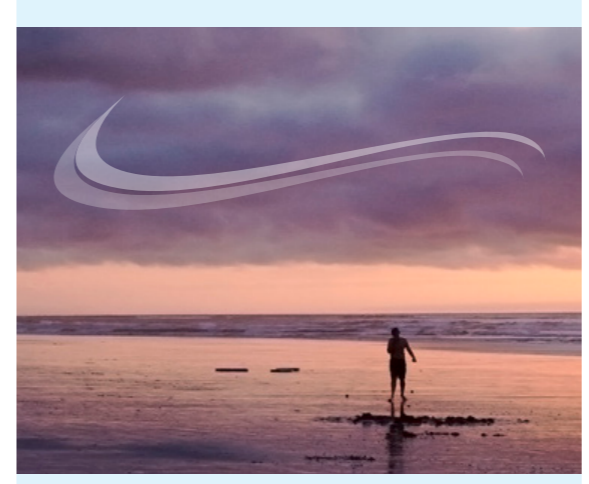
The actual rates charges for each property will depend on the land value and which targeted rates apply.

Please refer to the 'summary of rates to be levied' table.

Targeted rates

There have been increases to targeted rates to allow for ongoing operating costs and capital projects such as the Runanga water supply upgrade. Refuse collection fees have increased to account for the lower than expected reduction in volume of waste going to the landfill.

Please refer to the full Draft Annual Plan 2014/2015 for further information about rates for the year beginning 1 July 2014, including examples.



Sources of income for 2014/2015

Council receives income from a number of different sources but, as the pie chart shows, Council relies on rates for the majority of income.

Fees are set to fund all or part of activities where the person receiving the service receives all or part of the benefit (refer to our fees and charges).

Please refer to the full Draft Annual Plan 2014/2015 for further details on subsidies and grants.

Summary of rates to be levied

GENERAL RATES - PAYABLE BY ALL PROPERTIES

UNIFORM ANNUAL GENERAL CHARGE (UAGC)	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Rate	443.10	418.80	5.80%	0.2%
Council is signalling a 3.84% average increase to general rates (this includes rates based on the land value of your property and the UAGC)				

TARGETED RATES - PAYABLE BY THOSE PROPERTIES WHO HAVE ACCESS TO SERVICES

WASTEWATER (SEWERAGE)	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Blackball	538.50	525.40	2.49%	0.5%
Greymouth	580.00	547.20	5.99%	-0.7%
Karoro	293.70	287.90	2.01%	0.5%
Runanga	229.50	225.00	2.00%	0.0%
South Beach/Paroa	261.30	254.90	2.51%	1.4%
Moana	236.60	227.50	4.00%	-0.5%
Dobson/Taylorville/Kaiata - operating & maintenance rate	232.10	225.30	3.02%	n/a
Dobson/Taylorville/Kaiata - capital rate	703.80	690.00	2.00%	n/a
Te-Kinga	680.30	660.50	3.00%	-2.4%
South Beach Loan	432.40	432.40	0%	0%

WATER	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Greymouth	393.30	381.80	3.01%	1.6%
Runanga	307.20	278.00	10.50%	-0.1%
Dobson/Taylorville	451.70	434.30	4.01%	-0.4%
Stillwater	451.70	445.40	1.41%	-38.1%
Blackball	460.10	451.10	2.00%	0.0%
South Beach Water Loan	151.30	151.30	0%	0%

REFUSE COLLECTION	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Residential	189.90	186.20	1.99%	1.0%
Residential (within kerbside recycling area)	250.10	238.20	5.00%	4.0%
Commercial - Twice Weekly Collection (where available)	500.10	476.30	5.00%	4.0%

ECONOMIC DEVELOPMENT Bed and Breakfast/Homestay/Farmstay	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Rate	176.60	173.10	2.02%	9.0%

THE FOLLOWING TARGETED RATES ARE PAYABLE BY COMMERCIAL PROPERTIES ONLY

ECONOMIC DEVELOPMENT	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Rate	0.001071	0.00105	2.00%	n/a

METERED WATER	2015 Draft Annual Plan	2014 Annual Plan	Change from 2014 Annual Plan	Change from 2015 LTP
Rate	1.22	1.18	3.39%	2.5%

KEY

CHANGE FROM 2014 ANNUAL PLAN: how the proposed rate compares with the rates which were set for 2013/2014
CHANGE FROM LTP: how the proposed rate compares with what was signalled in the Long Term Plan 2012-2022

