



Financials

Te Pūrongo Pūtea

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Rating system and information

Ngā Pūnaha Rēti

Rating policies, system and indicative rates

This section complies with the requirements under Schedule 10 clauses 15(3)-(5) and 15A of the Local Government Act 2002. It should be read in conjunction with New Plymouth District Council's (NPDC) Revenue and Financing Policy. Figures quoted are exclusive of GST unless otherwise stated.

Definition of Separately Used or Inhabited Part of a Rating Unit (SUIP)

A SUIP is defined as a separately used or inhabited part of a rating unit and includes any part of a rating unit that is used or occupied by any person, other than the ratepayer, having a right to use or inhabit that part by virtue of a tenancy, lease, licence, or other agreement, or any part or parts of a rating unit that are used or occupied by the ratepayer for more than one single use. Separately used or inhabited parts include:

- A residential, small holding, or farmland property that contains two or more separately occupiable units, flats or houses each of which is separately inhabited or is capable of separate habitation, i.e. has independent kitchen facilities.
- A commercial premise that contains separate shops, kiosks, other retail or wholesale outlets, or offices, each of which is operated as a separate business or is capable of operation as a separate business.

1. General rates

NPDC will set a general rate based on the land value of rateable land in the district together with a uniform annual general charge (UAGC) applied to all SUIPs of a rating unit.

Differential land value categories

NPDC differentiates the general rate based on land use (Schedule 2 Local Government (Rating) Act 2002). The differential categories and percentages of total general rate requirement that apply to each group are:

| | Differential factor | Revenue sought 2024/25 |
|--|---------------------|------------------------|
| Group 1: Commercial/Industrial All rating units that are used primarily for any commercial or industrial purpose. | 4.00 | \$26,944,831 |
| Group 2: Residential All rating units with a land area of one hectare or less, not being rating units in Group 1, used for residential and related purposes. | 1.00 | \$52,057,270 |
| Group 3: Small Holdings All rating units, not being rating units included in Groups 1 or 2, having a land area of more than one hectare but no greater than four hectares. | 0.80 | \$3,692,440 |
| Group 4: Farmland All rating units, not being rating units included in Groups 1, 2 or 3, having a land area in excess of four hectares. | 0.75 | \$12,723,547 |
| TOTAL | | \$95,418,088 |

The Revenue and Financing Policy outlines the rules for inclusion into the different groups.

Application of differential calculation

The differential percentages are applied to the total general rate required. The UAGC component is then deducted and the balance is allocated based on individual land values within each category. Refer to the table below.

| | Group 1 Commercial/ Industrial | Group 2 Residential | Group 3 Small Holdings | Group 4 Farmland |
|---|--------------------------------------|------------------------|------------------------------|---------------------|
| Group differential requirement | 26,616,788 | 47,849,704 | 3,452,180 | 12,314,373 |
| Total UAGC from Group collected | 328,043 | 4,207,566 | 240,260 | 409,174 |
| Group requirement from land value calculation | 26,944,831 | 52,057,270 | 3,692,440 | 12,723,547 |

The differentials per dollar value are set in the table below.

| | Differential category | Differential factor | | |
|-----------------------|--------------------------|---------------------|---------|---------|
| | Rate cents/\$ 2024/25 | 2024/25 | 2025/26 | 2026/27 |
| Commercial/Industrial | 1.4239 | 4.00 | 3.00 | 3.00 |
| Residential | 0.3560 | 1.00 | 1.00 | 1.00 |
| Small Holdings | 0.2848 | 0.80 | 0.80 | 0.80 |
| Farmland | 0.2670 | 0.75 | 0.75 | 0.75 |

2. Uniform annual general charge

NPDC will set a UAGC which is a fixed amount assessed on every SUIP. The amount per SUIP (excluding GST) is set in the table below.

| | 2024/25 | 2025/26 | 2026/27 |
|----------------------|---------|---------|---------|
| UAGC (excluding GST) | 130.43 | 92.57 | 98.92 |

Both the general rate and the UAGC will be used to fund, or assist with funding, all Council activities other than those funded by way of targeted rates for roading, water supply, stormwater, sewage treatment and disposal, refuse collection and kerbside recycling, swimming pool compliance and voluntary targeted rate for Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme.

3. Targeted roading rate

NPDC will set a targeted rate - the Uniform Annual Roothing Charge (UARC) to partially fund the roading activity on all rateable land in the district of a fixed amount per SUIP. The amount per SUIP (excluding GST) is set in the table below.

| | 2024/25 |
|----------------------|---------|
| UAGC (excluding GST) | 139.85 |

4. Targeted stormwater rate

NPDC will set a targeted rate - the Annual Urban Stormwater Charge (AUSC) to partially fund the stormwater activity based on all rateable capital values in the urban area of the district. Map outlining urban area can be found on page 8.

| | 2024/25 |
|----------------------|---------|
| AUSC (excluding GST) | 0.0093 |

5. Targeted service charge rates

NPDC will charge the following targeted rates:

- Water supply.
- Sewage treatment and disposal.
- Refuse collection and disposal.
- Swimming pool compliance.
- Voluntary targeted rate - Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme.

Unless otherwise noted, only those properties that actually receive the service are liable for these charges, irrespective of differential category.

6. Water supply

Network fixed charge is a targeted rate being a fixed amount per SUIP which is connected to a water supply by an annual water charge or on demand supply of water by meter. The amount per SUIP is \$48.00 for 2024/25.

Annual water charge is a targeted rate being a fixed amount per SUIP which is connected to an urban water supply but not charged volumetrically. The amount per SUIP is \$389.56 for 2024/25.

On demand supplies of water by meter is a targeted rate charged per cubic metre of water supplied to each connection which is metered and connected to an urban or rural water supply. A scale of charges is applied as follows:

- a) Standard rate for consumption up to or equal to 50,000m³ per annum \$1.72 (per cubic metre) for 2024/25.
- b) Rate for consumption in excess of 50,000m³ per annum \$1.74 (per cubic metre) for 2024/25.
- c) Waitara industrial - untreated supply \$1.14 (per cubic metre) for 2024/25.

Restricted flow targeted rate is a targeted rate determined by the (user nominated) volume of water able to be supplied within a fixed time period to a SUIP for properties that are not metered and are connected to a rural water supply (in accordance with NPDC's Bylaw Part 14 - Water, Wastewater and Stormwater Services). The amount per cubic metre is \$270.53 for 2024/25.

Water half charge is a targeted rate being a fixed amount per SUIP applied to all properties that are within 100 metres of urban or rural serviceable pipeline and are not included in assessments above, are assessed at \$218.78 per SUIP for 2024/25.

Note. For properties that are not connected to an urban or rural water supply and are further than 100 metres from a water pipe, a targeted rate is not assessed.

7. Sewage treatment and disposal

Annual sewer charge for residential is a targeted rate being a fixed amount per SUIP (other than commercial/industrial rating units and schools) connected either directly or through a private drain to a public sewerage drain. The amount per SUIP is \$626.09 for 2024/25.

Annual sewer charge for commercial/industrial and schools is targeted rate charged per water closet or urinal to each SUIP connected either directly or through a private drain to a public sewerage drain. A scale of charges is applied for 2024/25 as follows.

| | (\$) |
|------------|--------|
| One to two | 626.09 |
| Three | 532.18 |
| Four | 469.57 |
| Five | 406.96 |
| Six to 10 | 375.65 |
| 11 to 15 | 344.35 |
| 16 to 20 | 328.70 |
| 21 or more | 313.05 |

Expansion of sewerage scheme charges (including Ōākura) is a targeted rate being a fixed amount per SUIP for rating units in the area to which the sewerage scheme was expanded and is now available (including Ōākura), where an agreement to connect was obtained but the rating unit has not yet connected. The amount per SUIP for 2024/25 is \$313.05 (which is half the annual sewer charge for residential). Once connected the full amount will apply in the next financial year.

Sewer half charge is a targeted rate being a fixed amount per SUIP applied to all properties that are within 100 metres of serviceable pipeline and are not included in assessments above, are assessed at \$313.05 per SUIP for 2024/25.

Note. All rating units in the district which are neither connected to the sewerage system, are further than 100 metres from a wastewater pipe, or are not serviceable are not liable for these rates.

8. Refuse collection and disposal including kerbside recycling

NPDC will set a targeted rate for refuse collection and disposal (including kerbside recycling) as a fixed amount per SUIP to which the Council provides the service for which the charge is assessed. The amount per SUIP is \$234.16 for 2024/25.

9. Swimming pool compliance (registration and audit inspection pursuant to the Building Act 2004)

NPDC will set a targeted rate for swimming pool compliance as a fixed amount per SUIP which have a swimming pool/spa pool on the rating unit. The amount per SUIP is \$73.91 for 2024/25.

10. Voluntary targeted rate - Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme

The Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme rate is a targeted rate set on properties that have benefited from funding by NPDC in respect of the property for a range of household sustainability initiatives. The rate is calculated at either 11.1 per cent (for those who opted for a nine year repayment period) or 20 per cent (for those who opted for a five year repayment period) of the service amount (the cost of the borrowed amount) until the service amount and the costs of servicing the service amount are recovered and is charged on a rating unit basis. For the avoidance of doubt, this rate includes ratepayers who used NPDC's Voluntary Targeted Rate for Home Energy Scheme prior to its expansion as Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme.

Lump sum contributions

The Council may accept lump sum contributions in respect of any targeted rate.

Due dates and penalties

NPDC's rates (excluding metered water rates) for the 2024/25 year (1 July 2024 to 30 June 2025) will become due and payable by four equal instalments on the following dates:

- Instalment 1: 1 August 2024
- Instalment 2: 1 November 2024
- Instalment 3: 1 February 2025
- Instalment 4: 1 May 2025

NPDC will charge a penalty of 10 per cent on any part of each respective instalment (for rates excluding metered water rates) that remains unpaid after the instalment due dates listed above.

In addition, NPDC will charge a penalty of 10 per cent on any portion of rates (for rates excluding metered water rates) that were assessed or levied in any previous financial years prior to 1 July 2024 and which remain unpaid on 1 July 2024. The penalty will be applied on 30 September 2024 and a further additional penalty of 10 per cent on any portion of rates that were assessed or levied in any previous financial years and which remain unpaid on 31 March 2025.

Metered water rates for the 2024/25 year (1 July 2024 to 30 June 2025) will generally be invoiced on a quarterly basis. However, rating units may be invoiced monthly if the unit has previously been invoiced monthly or NPDC has been notified before 30 June 2024 to be invoiced monthly.

Invoices for metered water invoiced quarterly will become due and payable on the following dates:

- Instalment 1: 27 November 2024
- Instalment 2: 26 February 2025
- Instalment 3: 28 May 2025
- Instalment 4: 27 August 2025

Invoices for metered water invoiced on a monthly basis will become due and payable on the following dates:

- Instalment 1: 20 August 2024
- Instalment 2: 20 September 2024
- Instalment 3: 20 October 2024
- Instalment 4: 22 November 2024
- Instalment 5: 20 December 2024
- Instalment 6: 20 January 2025
- Instalment 7: 21 February 2025
- Instalment 8: 21 March 2025
- Instalment 9: 20 April 2025
- Instalment 10: 20 May 2025
- Instalment 11: 20 June 2025
- Instalment 12: 20 July 2025

NPDC will charge a penalty of 10 per cent on any part of each respective instalment (for metered water rates) that remains unpaid after the instalment due dates listed above.

Rating base information

| | A/Plan 2023/24 | Budget 2024/25 | Budget 2025/26 | Budget 2026/27 | Budget 2027/28 | Budget 2028/29 | Budget 2029/30 | Budget 2030/31 | Budget 2031/32 | Budget 2032/33 | Budget 2033/34 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Projected number of rating units | 37,118 | 37,463 | 37,808 | 38,153 | 38,498 | 38,843 | 39,188 | 39,533 | 39,878 | 40,223 | 40,568 |
| Projected total capital value of rating units (\$m) | 24,325 | 34,280 | 34,522 | 34,763 | 35,005 | 35,246 | 35,488 | 35,729 | 35,971 | 36,212 | 36,454 |
| Projected total land value of rating units (\$m) | 20,906 | 21,135 | 21,296 | 21,456 | 21,616 | 21,777 | 21,937 | 22,098 | 22,258 | 22,419 | 22,579 |

Total rates

| | A/Plan 2023/24 (\$) | LTP 2024/25 (\$) |
|---|---------------------------|------------------------|
| Uniform annual general charge (UAGC) | 16,566,544 | 5,185,043 |
| General rate | 71,462,669 | 90,233,045 |
| Sub total (general rates) | 88,209,213 | 95,418,088 |
| Uniform annual roading charge (UARC) | 4,989,910 | 5,550,200 |
| Uniform annual sewage charge (UADC) | 19,417,304 | 20,888,858 |
| Annual urban stormwater charge (AUSC) | - | 2,443,000 |
| Uniform annual water charge (UAWC) | 10,809,079 | 12,515,250 |
| Water by meter charges | 5,418,779 | 6,157,000 |
| Uniform annual refuse charge (UARC) | 6,308,033 | 7,239,610 |
| Swimming pool compliance charge (UAPC) | 42,163 | 48,349 |
| Sub total (targeted rates/charges) | 46,985,268 | 54,842,268 |
| TOTAL | 135,014,481 | 150,260,356 |

The figures above do not include GST. GST will be added at applicable rates.

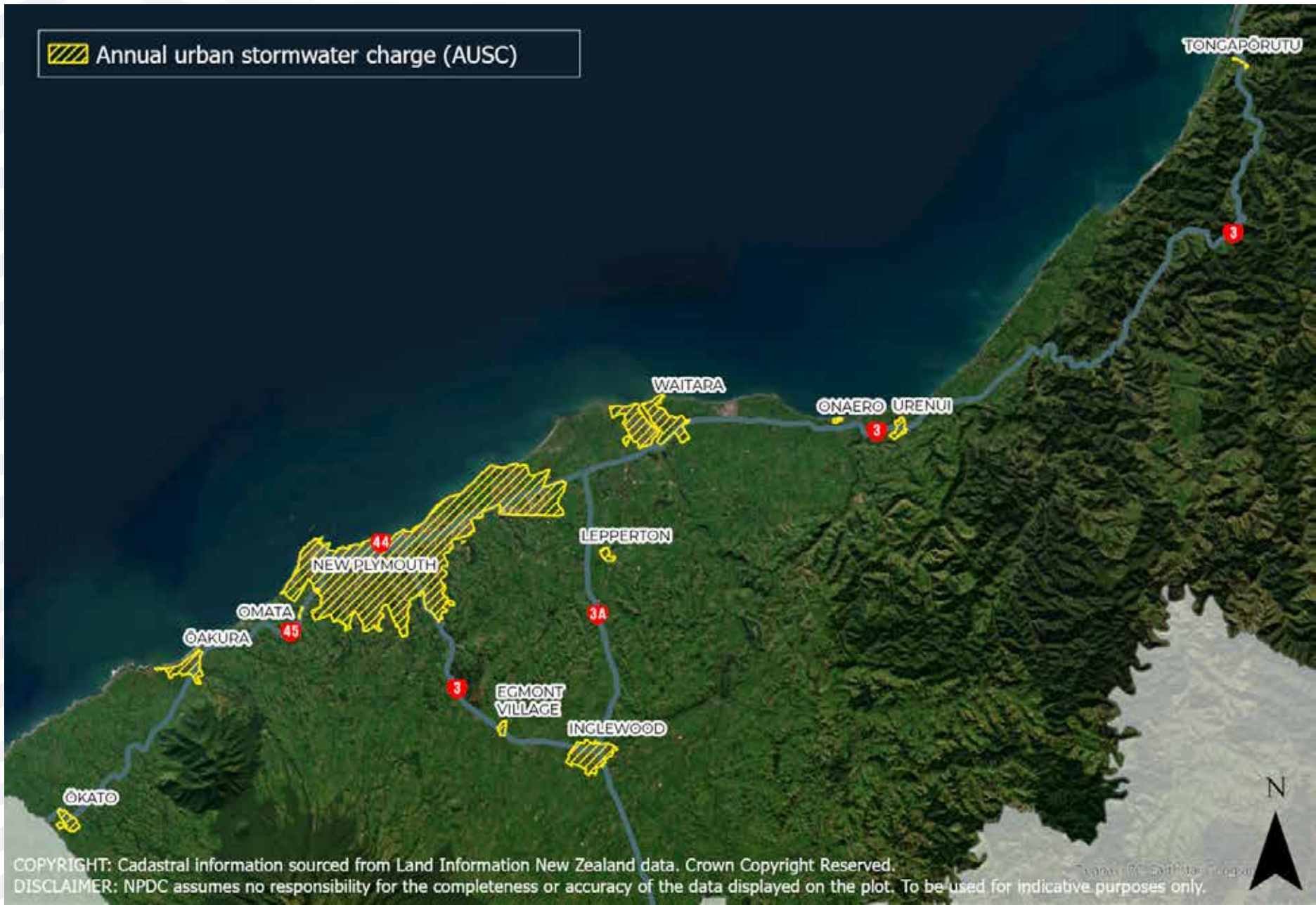
| Rates and Charges | A/Plan 2023/24 (\$) | LTP 2024/25 (\$) |
|---|---------------------------|------------------------|
| General rates | | |
| Uniform annual general charge | 423.08 | 130.43 |
| Differential rates (cents per dollar of rateable land value): | | |
| - Group 1 (Commercial/Industrial) | 1.2168c | 1.4239c |
| - Group 2 (Residential) | 0.2578c | 0.3560c |
| - Group 3 (Small Holdings) | 0.1985c | 0.2848c |
| - Group 4 (Farmland) | 0.2674c | 0.2670c |
| Targeted rates/charges | | |
| Uniform annual roading charge | 128.05 | 139.85 |
| Uniform annual refuse charge per serviced household | 206.10 | 233.91 |
| Uniform annual sewage charge - all rating units other than commercial/industrial | 596.41 | 626.09 |
| Uniform annual sewage charge - commercial/industrial (including schools) (scale of charges per water closet or urinal): | | |
| - One to two | 596.41 | 626.09 |
| - Three | 506.95 | 532.18 |
| - Four | 447.31 | 469.57 |
| - Five | 387.67 | 406.96 |
| - Six to 10 | 357.85 | 375.65 |
| - 11 to 15 | 328.03 | 344.35 |
| - 16 to 20 | 313.12 | 328.70 |
| - 21 or more | 298.21 | 313.05 |
| Ōākura part charge | 298.21 | 313.05 |
| Wastewater half charge | - | 313.05 |
| Annual urban stormwater charge (cents per dollar of rateable capital value): | - | 0.0093c |

| Rates and Charges | A/Plan 2023/24 (\$) | LTP 2024/25 (\$) |
|--|---------------------------|------------------------|
| Uniform annual water charge: | | |
| - Network fixed charge | 37.60 | 48.00 |
| - Consumption variable charge | 351.23 | 389.56 |
| Water half charge | - | 218.78 |
| Swimming pool compliance charge | 44.06 | 73.91 |
| Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme - funding assistance depending on each funding arrangement | | |
| Water charges | | |
| On demand supplies by water by meter (WBM): | | |
| - Supply charge (for all metered customers) | 37.60 | 48.00 |
| - Standard rate for consumption up to 50,000m ³ (per cubic metre) | 1.42 | 1.72 |
| - Industrial rate for consumption in excess of 50,000m ³ per annum (per cubic metre) | 1.44 | 1.74 |
| Waitara industrial - untreated supply (per cubic metre) | 0.96 | 1.14 |
| Restricted flow connections (per water unit as defined by Water Supply Bylaw (Part 15)) | 227.63 | 270.53 |

Note: large users are charged the standard WBM rate to 50,000m³ and the industrial rate for amounts in excess of 50,000m³

The figures above do not include GST. GST will be added at applicable rates.

Annual urban stormwater charge (AUSC)



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Examples of the impact of the rating proposals (GST inclusive)

The following examples show the impact of the rating proposals on a range of properties for each differential for 2024/25 and approximate increase for each group based on average land value and pans for commercial/industrial. The examples exclude the swimming pool compliance targeted rate and the voluntary Ngā Whare Ora Taiao o Ngāmotu (New Plymouth Sustainable Homes) Scheme targeted rate. More information about these rates can be found on page 5.



Residential land value (LV)

| | \$235,000 LV | \$320,000 LV | \$390,000 LV | \$490,000 LV | \$790,000 LV |
|--|-----------------|-----------------|-----------------|-----------------|-----------------|
| General rate | 962.09 | 1,310.08 | 1,596.66 | 2,006.06 | 3,234.26 |
| Uniform annual general charge | 150.00 | 150.00 | 150.00 | 150.00 | 150.00 |
| Targeted rates | | | | | |
| Uniform annual roading charge | 160.83 | 160.83 | 160.83 | 160.83 | 160.83 |
| Uniform annual sewage charge | 720.00 | 720.00 | 720.00 | 720.00 | 720.00 |
| Uniform annual urban stormwater charge | 45.93 | 56.62 | 71.57 | 84.39 | 113.23 |
| Uniform annual water charge: | | | | | |
| - Network fixed charge | 55.20 | 55.20 | 55.20 | 55.20 | 55.20 |
| - Standardised consumption charge | 447.99 | 447.99 | 447.99 | 447.99 | 447.99 |
| Uniform annual refuse charge | 269.28 | 269.28 | 269.28 | 269.28 | 269.28 |
| TOTAL | 2,811.32 | 3,170.00 | 3,471.53 | 3,893.75 | 5,150.79 |
| Increase \$ over 2023/24 | 110.65 | 217.32 | 311.33 | 437.08 | 804.71 |



Commercial/Industrial land value (LV)

| | \$138,000 LV | \$340,000 LV | \$580,000 LV | \$1,020,000 LV | \$2,700,000 LV |
|--|-----------------|-----------------|------------------|------------------|------------------|
| General rate | 2,259.73 | 5,567.45 | 9,497.41 | 16,702.35 | 44,212.10 |
| Uniform annual general charge | 150.00 | 150.00 | 150.00 | 150.00 | 150.00 |
| Targeted rates | | | | | |
| Uniform annual roading charge | 160.83 | 160.83 | 160.83 | 160.83 | 160.83 |
| Uniform annual sewage charge | 720.00 | 720.00 | 2,340.00 | 2,340.00 | 4,320.00 |
| Uniform annual urban stormwater charge | 14.74 | 66.23 | 144.21 | 165.57 | 672.98 |
| Uniform annual water charge: | | | | | |
| - Network fixed charge | 55.20 | 55.20 | 55.20 | 55.20 | 55.20 |
| - Standardised consumption charge | 447.99 | 447.99 | 447.99 | 447.99 | 447.99 |
| TOTAL | 3,808.49 | 7,167.70 | 12,795.64 | 20,021.94 | 50,019.09 |
| Increase \$ over 2023/24 | 110.47 | 643.05 | 1,368.63 | 2,437.92 | 7,036.50 |



Small Holdings land value (LV)

| | \$340,000 LV | \$550,000 LV | \$610,000 LV | \$700,000 LV | \$1,100,000 LV |
|---------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| General rate | 1,113.57 | 1,801.36 | 1,997.87 | 2,292.64 | 3,602.72 |
| Uniform annual general charge | 150.00 | 150.00 | 150.00 | 150.00 | 150.00 |
| Targeted rates | | | | | |
| Uniform annual roading charge | 160.83 | 160.83 | 160.83 | 160.83 | 160.83 |
| TOTAL | 1,424.40 | 2,112.19 | 2,308.70 | 2,603.47 | 3,913.55 |
| Increase \$ over 2023/24 | 14.46 | 222.88 | 282.42 | 371.74 | 768.72 |



Farmland land value (LV)

| | \$320,000 LV | \$670,000 LV | \$850,000 LV | \$1,580,000 LV | \$4,950,000 LV |
|---------------------------------|-----------------|-----------------|-----------------|-----------------|------------------|
| General rate | 982.56 | 2,057.24 | 2,609.93 | 4,851.39 | 15,198.98 |
| Uniform annual general charge | 150.00 | 150.00 | 150.00 | 150.00 | 150.00 |
| Targeted rates | | | | | |
| Uniform annual roading charge | 160.83 | 160.83 | 160.83 | 160.83 | 160.83 |
| TOTAL | 1,293.39 | 2,368.06 | 2,920.75 | 5,162.22 | 15,509.80 |
| Increase \$ over 2023/24 | (324.44) | (326.05) | (326.88) | (330.24) | (345.74) |

Prospective Financial Statements

Ngā Tauākī Pūtea

Prospective Statement of Comprehensive Revenue and Expense

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Operating revenue | | | | | | | | | | | |
| <i>Revenue from exchange transactions</i> | | | | | | | | | | | |
| Interest revenue | 1.60 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 |
| Investment revenue | 23.77 | 24.43 | 24.99 | 25.51 | 26.03 | 26.55 | 27.09 | 27.67 | 27.93 | 27.98 | 28.04 |
| Water - targeted metered rates | 5.97 | 6.16 | 7.07 | 8.66 | 9.52 | 9.27 | 9.66 | 10.21 | 10.59 | 11.38 | 12.04 |
| Other revenue | 40.57 | 40.82 | 41.50 | 38.97 | 40.44 | 42.63 | 41.25 | 42.51 | 42.94 | 43.58 | 44.46 |
| <i>Revenue from non-exchange transactions</i> | | | | | | | | | | | |
| Rates (excluding water targeted metered rates) | 126.36 | 141.33 | 156.48 | 171.08 | 186.06 | 198.11 | 213.20 | 223.71 | 232.63 | 241.05 | 251.26 |
| Subsidies and grants | 61.92 | 30.66 | 29.46 | 34.23 | 31.87 | 41.21 | 39.45 | 46.40 | 45.29 | 39.60 | 43.59 |
| Development and financial contributions | 3.19 | 11.24 | 12.22 | 12.96 | 13.78 | 16.23 | 16.93 | 17.55 | 17.71 | 17.58 | 17.00 |
| Fines and levies | 1.45 | 1.46 | 1.47 | 1.47 | 1.47 | 1.47 | 1.50 | 1.50 | 1.50 | 1.50 | 1.50 |
| Vested assets | 5.25 | 5.09 | 5.19 | 5.29 | 5.39 | 5.49 | 5.59 | 5.68 | 5.78 | 5.88 | 5.98 |
| Total operating revenue | 270.08 | 263.54 | 280.73 | 300.52 | 316.91 | 343.31 | 357.02 | 377.58 | 386.72 | 390.90 | 406.22 |
| Operating expenditure | | | | | | | | | | | |
| Personnel costs | 58.75 | 59.48 | 60.03 | 60.79 | 61.96 | 63.15 | 64.28 | 65.44 | 66.61 | 67.73 | 68.87 |
| Other expenses | 95.91 | 108.53 | 113.46 | 111.88 | 118.97 | 122.15 | 125.52 | 127.30 | 129.85 | 133.34 | 135.29 |
| Depreciation and amortisation expenses | 49.53 | 51.22 | 56.24 | 57.23 | 58.07 | 63.20 | 63.57 | 63.92 | 63.92 | 63.92 | 63.92 |
| Interest expense | 11.32 | 15.09 | 16.63 | 18.32 | 19.86 | 22.23 | 25.01 | 27.28 | 29.94 | 32.42 | 34.11 |
| Total operating expenditure | 215.51 | 234.32 | 246.36 | 248.22 | 258.86 | 270.73 | 278.38 | 283.94 | 290.32 | 297.41 | 302.19 |
| Surplus/(deficit) before taxation | 54.57 | 29.22 | 34.37 | 52.30 | 58.05 | 72.58 | 78.64 | 93.64 | 96.40 | 93.49 | 104.03 |
| Taxation refund/(expense) | - | - | - | - | - | - | - | - | - | - | - |
| Surplus/(deficit) after taxation | 54.57 | 29.22 | 34.37 | 52.30 | 58.05 | 72.58 | 78.64 | 93.64 | 96.40 | 93.49 | 104.03 |
| Other comprehensive revenue and expense | | | | | | | | | | | |
| Gain/(loss) on property, plant and equipment and equipment revaluations | - | 252.12 | - | - | 265.91 | - | - | 309.86 | (0.03) | (0.03) | 309.86 |
| Total other comprehensive revenue and expense | - | 252.12 | - | - | 265.91 | - | - | 309.86 | (0.03) | (0.03) | 309.86 |
| TOTAL COMPREHENSIVE REVENUE AND EXPENSE | 54.57 | 281.34 | 34.37 | 52.30 | 323.96 | 72.58 | 78.64 | 403.50 | 96.37 | 93.46 | 413.89 |

Prospective Statement of Changes in Equity

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Equity at the beginning of the year | 3,640.26 | 3,685.84 | 3,967.18 | 4,001.55 | 4,053.85 | 4,377.81 | 4,450.39 | 4,529.03 | 4,932.53 | 5,028.90 | 5,122.36 |
| Total comprehensive revenue and expense | 54.57 | 29.22 | 34.37 | 52.30 | 58.05 | 72.58 | 78.64 | 93.64 | 96.40 | 93.49 | 104.03 |
| Transfer of Three Waters operations | - | - | - | - | - | - | - | - | - | - | - |
| Other comprehensive revenue and expense | - | 252.12 | - | - | 265.91 | - | - | 309.86 | (0.03) | (0.03) | 309.86 |
| EQUITY AT THE END OF THE YEAR | 3,694.83 | 3,967.18 | 4,001.55 | 4,053.85 | 4,377.81 | 4,450.39 | 4,529.03 | 4,932.53 | 5,028.90 | 5,122.36 | 5,536.25 |

Prospective Statement of Financial Position

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Non-current assets | | | | | | | | | | | |
| Property, plant and equipment | 3,517.21 | 3,840.92 | 3,930.80 | 4,025.02 | 4,371.20 | 4,481.18 | 4,575.03 | 4,993.24 | 5,117.42 | 5,215.97 | 5,611.06 |
| Intangible assets | 10.01 | 8.48 | 6.96 | 5.44 | 3.92 | 2.40 | 0.88 | - | - | - | - |
| Forestry assets | 5.98 | 3.80 | 3.61 | 3.72 | 3.84 | 3.96 | 3.30 | 3.40 | 3.50 | 3.60 | 3.71 |
| Investments in CCOs and similar entities | 56.69 | 55.94 | 55.19 | 54.44 | 52.19 | 49.94 | 47.69 | 45.44 | 43.19 | 40.94 | 38.69 |
| Other financial assets | 83.01 | 80.91 | 78.81 | 78.81 | 78.81 | 78.81 | 78.81 | 78.81 | 78.81 | 78.81 | 78.81 |
| Derivative financial assets | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 | 0.76 |
| Total non-current assets | 3,673.66 | 3,990.81 | 4,076.13 | 4,168.19 | 4,510.72 | 4,617.05 | 4,706.47 | 5,121.65 | 5,243.68 | 5,340.08 | 5,733.03 |
| Current assets | | | | | | | | | | | |
| Cash and cash equivalents | 6.26 | 3.03 | 2.81 | 0.64 | 1.40 | 1.02 | 1.56 | 0.24 | 1.79 | 0.67 | 0.77 |
| Debtors and other receivables | 19.00 | 19.47 | 19.53 | 19.32 | 19.44 | 19.62 | 19.51 | 19.61 | 19.65 | 19.70 | 19.77 |
| Investments in CCOs and similar entities | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 | 4.15 |
| Other financial assets | 370.27 | 380.70 | 391.27 | 401.97 | 412.80 | 423.74 | 434.80 | 445.74 | 456.71 | 467.71 | 478.76 |
| Intangible assets | - | - | - | - | - | - | - | - | - | - | - |
| Inventory | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 | 0.15 |
| Non-current assets held for sale | 0.45 | 0.50 | 0.60 | 0.09 | 0.09 | 0.09 | 0.09 | 0.09 | 0.09 | 0.09 | 0.09 |
| Total current assets | 400.28 | 408.00 | 418.51 | 426.32 | 438.03 | 448.77 | 460.26 | 469.98 | 482.54 | 492.47 | 503.69 |
| TOTAL ASSETS | 4,073.94 | 4,398.81 | 4,494.64 | 4,594.51 | 4,948.75 | 5,065.82 | 5,166.73 | 5,591.63 | 5,726.22 | 5,832.55 | 6,236.72 |
| Non-current liabilities | | | | | | | | | | | |
| Borrowings | 249.14 | 278.14 | 333.14 | 373.15 | 405.15 | 435.15 | 484.15 | 516.15 | 542.15 | 555.15 | 557.15 |
| Derivative financial liabilities | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 | 21.63 |
| Provisions | 2.69 | 2.46 | 2.22 | 2.02 | 1.79 | 1.59 | 1.37 | 1.20 | 1.02 | 0.85 | 0.67 |
| Employee entitlements | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 | 0.52 |
| Total non-current liabilities | 273.98 | 302.75 | 357.51 | 397.32 | 429.09 | 458.89 | 507.67 | 539.50 | 565.32 | 578.15 | 579.97 |
| Current liabilities | | | | | | | | | | | |
| Creditors and other payables | 54.97 | 59.71 | 72.36 | 75.09 | 75.50 | 78.08 | 80.52 | 81.01 | 84.30 | 84.32 | 81.68 |
| Borrowings | 53.05 | 63.05 | 57.05 | 62.05 | 60.05 | 72.05 | 43.05 | 32.05 | 41.05 | 41.05 | 32.05 |
| Provisions | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 | 1.02 |
| Employee entitlements | 4.77 | 4.82 | 4.87 | 4.93 | 5.01 | 5.11 | 5.19 | 5.28 | 5.37 | 5.46 | 5.55 |
| Derivative financial liabilities | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 | 0.30 |
| Total current liabilities | 114.11 | 128.90 | 135.60 | 143.39 | 141.88 | 156.56 | 130.08 | 119.66 | 132.04 | 132.15 | 120.60 |
| TOTAL LIABILITIES | 388.09 | 431.65 | 493.11 | 540.71 | 570.97 | 615.45 | 637.75 | 659.16 | 697.36 | 710.30 | 700.57 |
| NET ASSETS | 3,685.85 | 3,967.16 | 4,001.53 | 4,053.80 | 4,377.78 | 4,450.37 | 4,528.98 | 4,932.47 | 5,028.86 | 5,122.25 | 5,536.15 |

Prospective Statement of Financial Position

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|----------------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Public equity | | | | | | | | | | | |
| Accumulated funds | 1,751.02 | 1,777.08 | 1,827.68 | 1,890.88 | 1,953.51 | 2,033.35 | 2,099.85 | 2,174.71 | 2,262.40 | 2,337.41 | 2,407.89 |
| Ordinary and restricted reserves | 34.53 | 37.65 | 21.43 | 10.50 | 5.93 | (1.31) | 10.81 | 29.57 | 38.28 | 56.74 | 90.28 |
| Asset revaluation reserves | 1,900.30 | 2,152.43 | 2,152.42 | 2,152.42 | 2,418.34 | 2,418.34 | 2,418.34 | 2,728.19 | 2,728.16 | 2,728.13 | 3,037.99 |
| TOTAL EQUITY | 3,685.85 | 3,967.16 | 4,001.53 | 4,053.80 | 4,377.78 | 4,450.38 | 4,529.00 | 4,932.47 | 5,028.84 | 5,122.28 | 5,536.16 |

Prospective Cash Flow Statement

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Cash flows from operating activities | | | | | | | | | | | |
| Receipts from rates revenue | 132.34 | 147.49 | 163.55 | 179.75 | 195.59 | 207.39 | 222.85 | 233.92 | 243.23 | 252.44 | 263.30 |
| Interest received | 1.60 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 | 2.35 |
| Other revenue received | 103.52 | 85.80 | 86.69 | 87.83 | 87.43 | 101.35 | 99.24 | 107.84 | 107.40 | 102.19 | 106.47 |
| Payments to suppliers and employees | (143.84) | (160.76) | (160.27) | (169.57) | (180.22) | (182.37) | (186.31) | (191.84) | (192.78) | (200.70) | (206.39) |
| Waitara Lands Act disbursements | (2.54) | (0.51) | (0.57) | (0.65) | (0.55) | (0.56) | (0.56) | (0.57) | (0.57) | (0.58) | (0.58) |
| Interest paid | (11.32) | (15.09) | (16.63) | (18.32) | (19.86) | (22.23) | (25.01) | (27.28) | (29.94) | (32.42) | (34.11) |
| Net cash flows from operating activities | 79.76 | 59.28 | 75.12 | 81.39 | 84.74 | 105.93 | 112.56 | 124.42 | 129.69 | 123.28 | 131.04 |
| Cash flows from investing activities | | | | | | | | | | | |
| Receipts from sale of property, plant and equipment | 8.24 | 1.21 | 1.29 | 1.44 | 0.98 | 1.03 | 1.08 | 0.85 | 0.89 | 0.94 | 0.98 |
| Investment release to Council | 14.51 | 15.04 | 15.43 | 15.82 | 16.23 | 16.66 | 17.10 | 17.55 | 17.81 | 17.86 | 17.92 |
| Receipts from sale of other financial assets | 0.75 | 0.75 | 0.75 | 0.75 | 2.25 | 2.25 | 2.25 | 2.25 | 2.25 | 2.25 | 2.25 |
| Purchase of property, plant and equipment | (135.02) | (117.45) | (140.79) | (145.56) | (132.40) | (167.20) | (151.38) | (166.55) | (183.24) | (157.56) | (144.16) |
| Purchase of other financial assets | (5.87) | (1.04) | (1.01) | (1.02) | (1.03) | (1.05) | (1.07) | (0.81) | (0.85) | (0.89) | (0.93) |
| Net cash flows from investing activities | (117.39) | (101.49) | (124.33) | (128.57) | (113.97) | (148.31) | (132.02) | (146.71) | (163.14) | (137.40) | (123.94) |
| Cash flows from financing activities | | | | | | | | | | | |
| Proceeds from borrowings | 61.56 | 60.00 | 80.00 | 70.00 | 60.00 | 70.00 | 60.00 | 32.00 | 35.00 | 22.00 | 2.00 |
| Repayment of borrowings | (35.00) | (21.00) | (31.00) | (25.00) | (30.00) | (28.00) | (40.00) | (11.00) | - | (9.00) | (9.00) |
| Net cash flows from financing activities | 26.56 | 39.00 | 49.00 | 45.00 | 30.00 | 42.00 | 20.00 | 21.00 | 35.00 | 13.00 | (7.00) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | (11.07) | (3.21) | (0.21) | (2.18) | 0.77 | (0.38) | 0.54 | (1.29) | 1.55 | (1.12) | 0.10 |
| Cash and cash equivalents at the beginning of the year | 17.34 | 6.26 | 3.03 | 2.81 | 0.64 | 1.40 | 1.02 | 1.56 | 0.24 | 1.79 | 0.67 |
| CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR | 6.27 | 3.05 | 2.82 | 0.63 | 1.41 | 1.02 | 1.56 | 0.27 | 1.79 | 0.67 | 0.77 |

Notes to the Financial Statements

Ngā tuhituhi ki ngā Tauāki Pūtea

Group of activities combined depreciation and amortisation expense

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Community Partnerships | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 | 0.3 |
| Customer and Regulatory Solutions | 0.3 | 0.3 | 0.4 | 0.4 | 0.4 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 | 0.5 |
| Economic Development | - | - | - | - | - | - | - | - | - | - | - |
| Emergency Management and Business Continuance | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 | 0.1 |
| Flood Protection and Control Works | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 | 0.2 |
| Governance | - | - | - | - | - | - | - | - | - | - | - |
| Govett-Brewster Art Gallery/Len Lye Centre | 0.7 | 0.6 | 0.7 | 0.7 | 0.7 | 0.7 | 0.7 | 0.7 | 0.7 | 0.7 | 0.7 |
| Management of Investments and Funding | 0.1 | - | - | - | - | - | - | - | - | - | - |
| Parks and Open Spaces | 3.8 | 4.1 | 4.5 | 4.6 | 4.7 | 5.0 | 5.1 | 5.1 | 5.1 | 5.1 | 5.1 |
| Puke Ariki and Community Libraries | 2.3 | 2.4 | 2.6 | 2.6 | 2.6 | 2.8 | 2.8 | 2.8 | 2.8 | 2.8 | 2.8 |
| Stormwater Management | 5.2 | 5.5 | 5.9 | 6.0 | 6.0 | 6.5 | 6.5 | 6.6 | 6.6 | 6.6 | 6.6 |
| Transportation | 12.6 | 13.2 | 14.5 | 14.7 | 14.9 | 16.2 | 16.2 | 16.3 | 16.3 | 16.3 | 16.3 |
| Venues and Events | 2.0 | 2.0 | 2.2 | 2.4 | 2.6 | 2.9 | 2.9 | 2.9 | 2.9 | 2.9 | 2.9 |
| Waste Management and Minimisation | 1.0 | 0.9 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 | 1.0 |
| Wastewater Treatment | 11.9 | 12.1 | 13.3 | 13.6 | 13.9 | 15.2 | 15.3 | 15.5 | 15.5 | 15.5 | 15.5 |
| Water Supply | 6.5 | 5.8 | 6.6 | 6.7 | 6.8 | 7.5 | 7.5 | 7.6 | 7.6 | 7.6 | 7.6 |
| Other | 2.5 | 3.6 | 3.9 | 4.0 | 4.0 | 4.3 | 4.3 | 4.3 | 4.3 | 4.3 | 4.3 |
| TOTAL DEPRECIATION AND AMORTISATION EXPENSE | 49.5 | 51.2 | 56.2 | 57.2 | 58.1 | 63.2 | 63.6 | 63.9 | 63.9 | 63.9 | 63.9 |

Statement of Reserve Funds

Ngā Tauaki Pūtea Penapena

NPDC maintains reserve funds as a part of its equity – refer to statement of accounting policies contained in 'other supporting information' section. Schedule 10 Clause 16 requires certain information to be included pertaining to these reserve funds. The following presents a summary of reserve funds over the period of this plan and is followed by a breakdown into the various reserve fund types giving a brief explanation of the types of funds under each category and a table giving the opening balances, movements and closing balances.

Summary of Reserve Funds

The following is a summary of the Council's expected reserve funds over the life of this plan.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Opening balances | 54.95 | 44.47 | 37.65 | 21.43 | 10.50 | 5.93 | (1.31) | 10.81 | 29.57 | 38.28 | 56.74 |
| Deposits to reserves | 23.63 | 54.70 | 64.01 | 72.30 | 79.76 | 92.45 | 100.73 | 110.74 | 110.31 | 116.08 | 120.13 |
| Withdrawals from reserves | (41.57) | (61.52) | (80.23) | (83.23) | (84.33) | (99.69) | (88.61) | (91.98) | (101.60) | (97.62) | (86.59) |
| CLOSING BALANCES | 37.01 | 37.65 | 21.43 | 10.50 | 5.93 | (1.31) | 10.81 | 29.57 | 38.28 | 56.74 | 90.28 |

Note. Opening balances for Budget 2024/25 have been adjusted to reflect the actual opening position at 1 July 2023 and impacts of forecast for 2023/24.

- 1. Operating reserve funds.** These are set aside to fund short-term operational matters, such as some loan repayments, or to hold short-term surpluses arising from operations.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Opening balances | 0.38 | 3.85 | 4.01 | 4.99 | 4.70 | 4.75 | 4.31 | 4.63 | 4.19 | 3.73 | 3.25 |
| Deposits to reserves | 0.20 | 1.71 | 2.45 | 1.34 | 1.34 | 0.84 | 1.63 | 0.84 | 0.84 | 0.84 | 0.84 |
| Withdrawals from reserves | (0.93) | (1.55) | (1.47) | (1.63) | (1.29) | (1.28) | (1.31) | (1.28) | (1.30) | (1.32) | (1.35) |
| Closing balances | (0.35) | 4.01 | 4.99 | 4.70 | 4.75 | 4.31 | 4.63 | 4.19 | 3.73 | 3.25 | 2.74 |

2. Restricted reserves, trust and bequest funds. These are funds subject to specific conditions accepted as binding by NPDC, such as bequests or operations in trust under specific Acts, 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. These include the Waitara Perpetual Community Fund (held by NPDC for Te Tai Pari Trust), heritage funds, proceeds from sale of Junction Road leases, Solid Waste Development Fund, Urenui and Onaero Sewer Development Fund, Central Landfill Development Fund, Ngamotu Masonic Lodge Bursary Fund and certain bequest funds: Monica Brewster, Molly Morpeth Canaday, JT Gibson. These funds are applied to infrastructural asset activities, Puke Ariki and Govett-Brewster Art Gallery.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Opening balances | 31.79 | 10.13 | 8.93 | 6.77 | 4.79 | (5.00) | (14.78) | (16.65) | (18.33) | (16.03) | (13.44) |
| Deposits to reserves | 3.07 | 0.62 | 0.91 | 1.17 | 1.44 | 1.74 | 2.02 | 2.32 | 2.51 | 2.81 | 3.22 |
| Withdrawals from reserves | (0.33) | (1.82) | (3.07) | (3.15) | (11.23) | (11.52) | (3.89) | (4.00) | (0.21) | (0.22) | (0.22) |
| Closing balances | 34.53 | 8.93 | 6.77 | 4.79 | (5.00) | (14.78) | (16.65) | (18.33) | (16.03) | (13.44) | (10.44) |

3. Development funds. These include development and financial contributions levied by NPDC for capital works and are intended to contribute to the growth related capital expenditure in the infrastructural asset activities of Roads, Flood Protection and Control Works, Parks, Venues and Events, Puke Ariki and Govett-Brewster Art Gallery and for 2024/25 and 2025/26 only for Water Supply, Wastewater Treatment, Stormwater Management.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Opening balances | 0.59 | 0.02 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 |
| Deposits to reserves | - | - | - | - | - | - | - | - | - | - | - |
| Withdrawals from reserves | - | - | - | - | - | - | - | - | - | - | - |
| Closing balances | 0.59 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 | 0.03 |

4. Renewal and disaster funds. NPDC sets aside funding to meet the renewal of its infrastructural and operating assets to ensure the continued ability of the Council to provide services. In addition NPDC maintains a disaster fund as a part of its insurance strategies. The renewal funds are applied to all activities throughout NPDC.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Opening balances | 22.19 | 7.13 | (1.37) | (18.90) | (29.39) | (25.95) | (24.59) | (12.57) | 6.65 | 11.87 | 26.57 |
| Deposits to reserves | 20.36 | 38.05 | 45.48 | 54.43 | 60.76 | 71.18 | 77.55 | 87.32 | 86.53 | 92.14 | 96.35 |
| Withdrawals from reserves | (40.31) | (46.55) | (63.01) | (64.92) | (57.32) | (69.82) | (65.53) | (68.10) | (81.31) | (77.44) | (66.96) |
| Closing balances | 2.24 | (1.37) | (18.90) | (29.39) | (25.95) | (24.59) | (12.57) | 6.65 | 11.87 | 26.57 | 55.96 |

Disclosure Statement for the period commencing 1 July 2024

Tauāki Whawhāki

What is the purpose of this statement?

The purpose of this statement is to disclose NPDC's planned financial performance in relation to various benchmarks to enable the assessment of whether the Council is prudently managing its revenues, expenses, assets, liabilities, and general financial dealings.

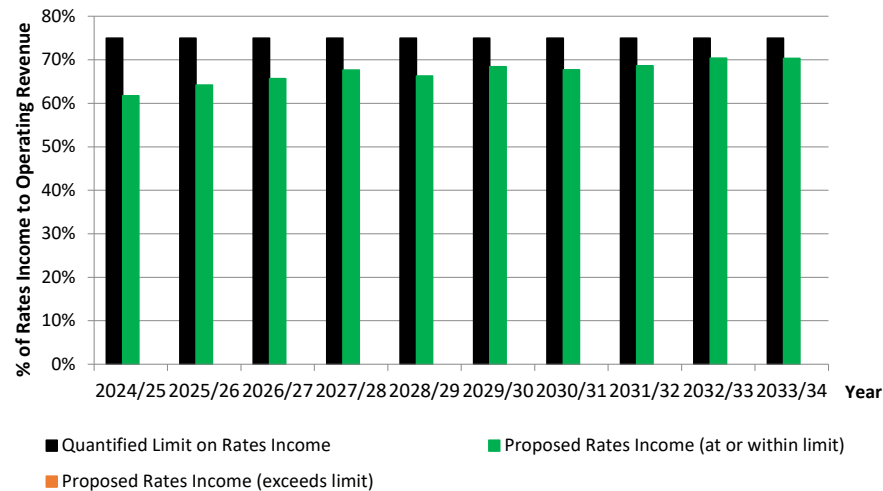
NPDC is required to include this statement in its LTP in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014 (the Regulations). Refer to the Regulations for more information, including definitions of some of the terms used in this statement.

Rates affordability benchmark

NPDC meets the rates affordability benchmark if its planned rates increases equal or are less than each quantified limit on rates increases.

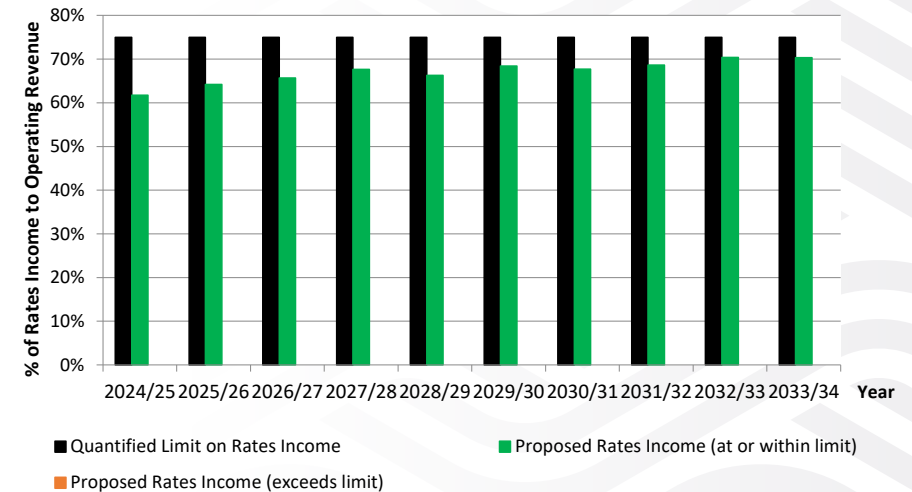
Rates (income) affordability

The following graph compares NPDC's planned rates with a quantified limit on rates contained in the Financial Strategy included in this LTP. The quantified limit is that rates will not exceed 75 per cent of operating revenue.



Rates (increases) affordability

The following graph compares NPDC's planned rates increases with a quantified limit on rates increases contained in the Financial Strategy included in this LTP. The quantified limit is that the average residential rate increase will not exceed 10 per cent.

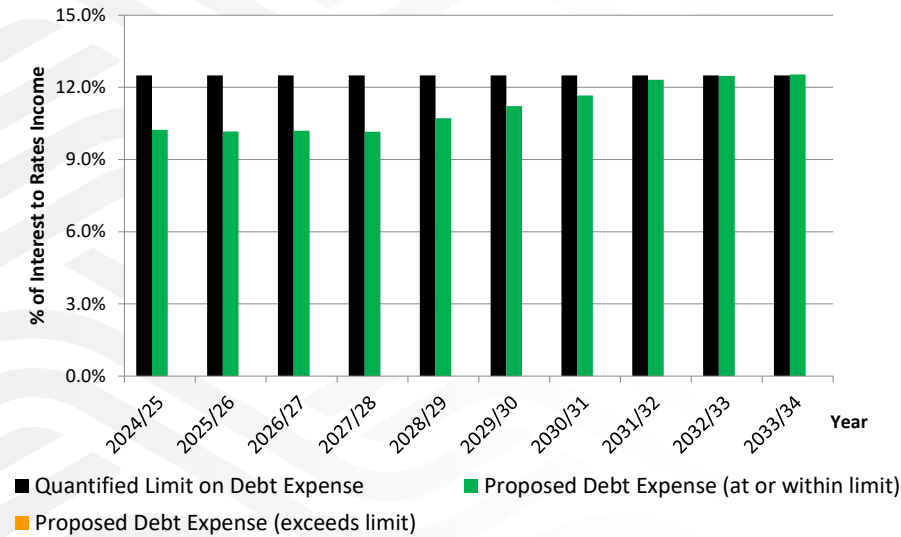


Note. The proposed rates percentage increase for years two to 10 is the percentage increase with the base being the prior year proposed rates. In 2024/25 (year one), the proposed rates increase is the percentage increase with the base being the actual rates set in 2023/24.

Debt affordability benchmark

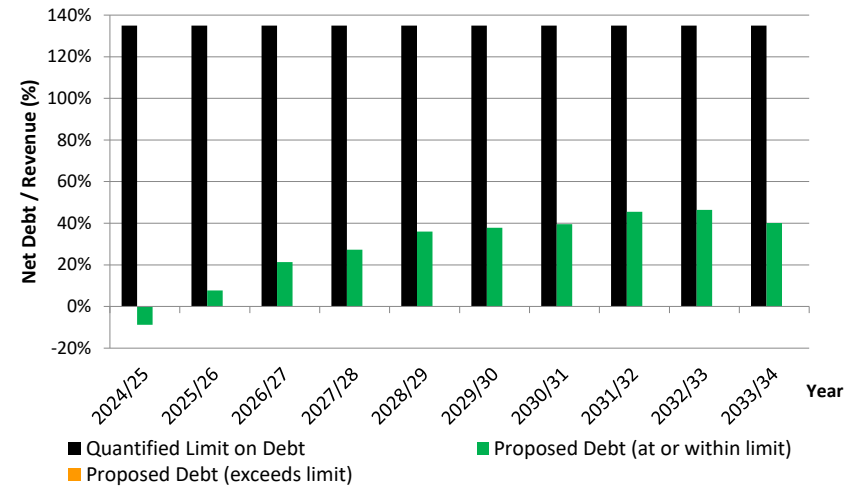
Debt (expense) affordability

The following graph compares NPDC's planned debt with a quantified limit on borrowing contained in the Financial Strategy included in this LTP. The quantified limit per the Financial Strategy is for interest expense on external borrowings to be no more than 12.5 per cent of rates income.



Debt affordability

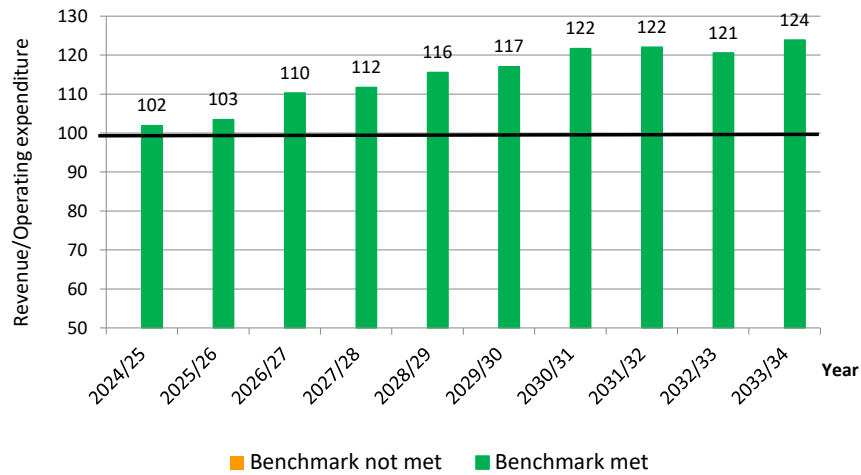
The following graph compares NPDC's planned debt with a quantified limit on borrowing contained in the Financial Strategy included in this LTP. The quantified limit per the Financial Strategy is for net external borrowings to be no more than 135 per cent of total revenue.



Balanced budget benchmark

The following graph displays NPDC’s planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments and revaluations of property, plant or equipment) as a proportion of planned operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant or equipment).

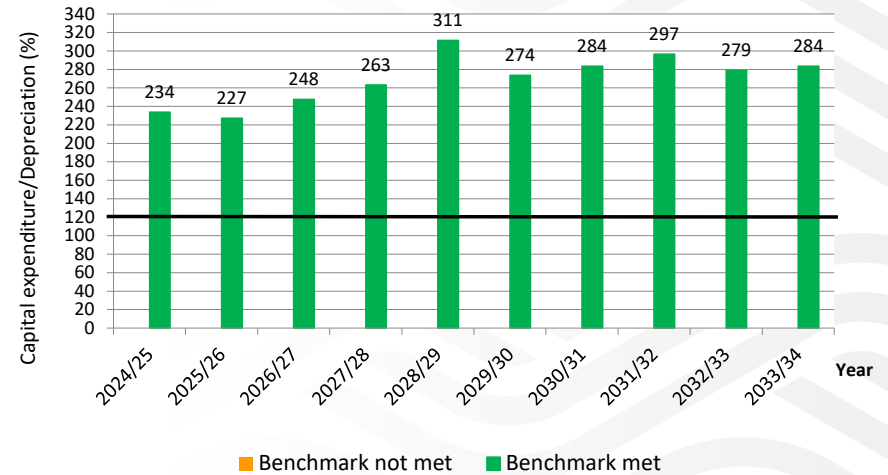
NPDC meets the balanced budget benchmark if its planned revenue equals or is greater than its planned operating expenses.



Essential services benchmark

The following graph displays NPDC’s planned capital expenditure on network services as a proportion of expected depreciation on network services.

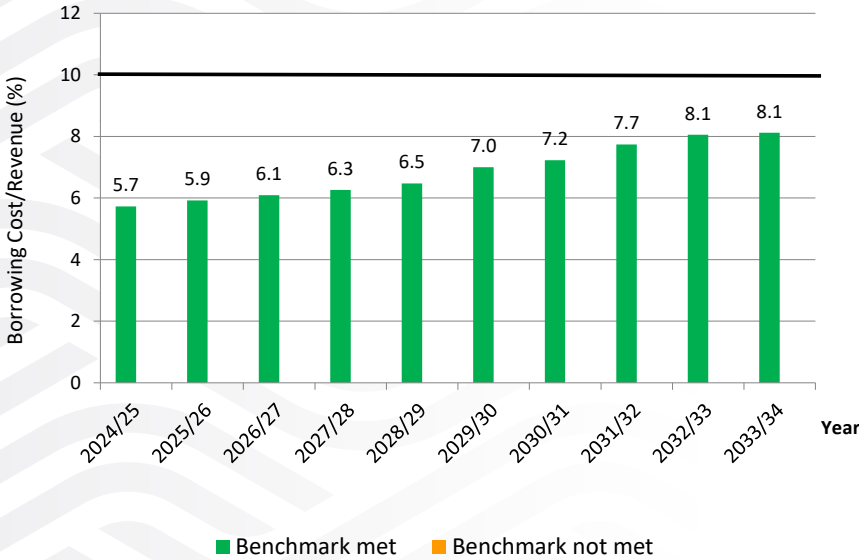
NPDC meets the essential services benchmark if its planned capital expenditure on network services equals or is greater than expected depreciation on network services.



Debt servicing benchmark

The following graph displays NPDC’s planned borrowing costs as a proportion of planned revenue (excluding development contributions, financial contributions, vested assets, gains on derivative financial instruments and revaluations of property, plant or equipment).

Because Statistics New Zealand projects NPDC’s population will grow more slowly than the national population is projected to grow, it meets the debt servicing benchmark if its planned borrowing costs equal, or are less than, 10 per cent of its planned revenue.



Funding Impact Statement

Ngā tuhituhi ki ngā Tauāki Pūtea

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Sources of operating funding | | | | | | | | | | | |
| General rates, uniform annual charges, rates penalties | 87.16 | 93.11 | 103.39 | 111.25 | 120.08 | 128.51 | 138.14 | 143.72 | 148.43 | 151.95 | 157.13 |
| Targeted rates | 45.18 | 54.38 | 60.16 | 68.49 | 75.50 | 78.88 | 84.71 | 90.20 | 94.80 | 100.48 | 106.17 |
| Subsidies and grants for operating purposes | 7.40 | 9.70 | 11.51 | 11.58 | 12.69 | 13.13 | 13.53 | 14.08 | 14.37 | 14.61 | 14.96 |
| Fees and charges | 35.23 | 40.94 | 41.64 | 39.10 | 40.57 | 42.76 | 41.41 | 42.67 | 43.10 | 43.74 | 44.62 |
| Interest and dividends from investments | 16.11 | 17.38 | 17.78 | 18.17 | 18.58 | 19.01 | 19.44 | 19.89 | 20.16 | 20.21 | 20.27 |
| Local authorities fuel tax, fines, infringement fees and other receipts | 1.38 | 1.33 | 1.33 | 1.34 | 1.34 | 1.34 | 1.34 | 1.34 | 1.34 | 1.34 | 1.34 |
| Total operating funding (A) | 192.46 | 216.84 | 235.81 | 249.93 | 268.76 | 283.63 | 298.57 | 311.90 | 322.20 | 332.33 | 344.49 |
| Applications of operating funding | | | | | | | | | | | |
| Payments to staff and suppliers | 161.80 | 165.83 | 173.29 | 172.77 | 181.03 | 185.41 | 189.14 | 192.83 | 196.56 | 201.17 | 204.25 |
| Finance costs | 11.32 | 15.09 | 16.63 | 18.32 | 19.86 | 22.23 | 25.01 | 27.28 | 29.94 | 32.42 | 34.11 |
| Internal charges and overheads applied | (7.01) | - | - | - | - | - | - | - | - | - | - |
| Other operating funding applications | - | - | - | - | - | - | - | - | - | - | - |
| Total applications of operating funding (B) | 166.11 | 180.92 | 189.92 | 191.09 | 200.89 | 207.64 | 214.15 | 220.11 | 226.50 | 233.59 | 238.36 |
| Surplus/(deficit) of operating funding (A-B) | 26.35 | 35.92 | 45.89 | 58.84 | 67.87 | 75.99 | 84.42 | 91.79 | 95.70 | 98.74 | 106.13 |
| Sources of capital funding | | | | | | | | | | | |
| Subsidies and grants for capital expenditure | 54.52 | 20.96 | 17.95 | 22.65 | 19.18 | 28.08 | 25.92 | 32.32 | 30.91 | 24.98 | 28.63 |
| Development and financial contributions | 3.19 | 11.24 | 12.22 | 12.96 | 13.78 | 16.23 | 16.93 | 17.55 | 17.71 | 17.58 | 17.00 |
| Increase/(decrease) in debt | 26.57 | 39.00 | 49.00 | 44.99 | 30.01 | 41.99 | 20.02 | 20.99 | 35.01 | 13.01 | (7.00) |
| Gross proceeds from sale of assets | 8.63 | 1.20 | 1.29 | 1.44 | 0.97 | 1.02 | 1.07 | 0.84 | 0.89 | 0.93 | 0.98 |
| Lump sum contributions | - | - | - | - | - | - | - | - | - | - | - |
| Other dedicated capital funding | - | - | - | - | - | - | - | - | - | - | - |
| Total sources of capital funding (C) | 92.91 | 72.40 | 80.46 | 82.04 | 63.94 | 87.32 | 63.94 | 71.70 | 84.52 | 56.50 | 39.61 |
| Applications of capital funding | | | | | | | | | | | |
| Capital expenditure: | | | | | | | | | | | |
| - to meet additional demand | 17.30 | 14.93 | 10.55 | 14.59 | 19.29 | 27.37 | 20.89 | 27.96 | 29.38 | 28.09 | 21.99 |
| - to improve the level of service | 68.59 | 49.47 | 58.05 | 54.52 | 42.15 | 53.55 | 50.02 | 54.55 | 53.87 | 33.66 | 33.98 |
| - to replace existing assets | 49.13 | 53.05 | 72.19 | 76.45 | 70.96 | 86.27 | 80.47 | 84.04 | 99.99 | 95.81 | 88.19 |
| (Increase)/decrease in reserves | (15.85) | (11.46) | (16.78) | (4.92) | (2.33) | (5.61) | (4.74) | (4.90) | (4.85) | (4.13) | (0.21) |
| (Increase)/decrease of investments | 0.09 | 2.33 | 2.34 | 0.24 | 1.74 | 1.73 | 1.72 | 1.84 | 1.83 | 1.81 | 1.79 |
| Total applications of capital funding (D) | 119.26 | 108.32 | 126.35 | 140.88 | 131.81 | 163.31 | 148.36 | 163.49 | 180.22 | 155.24 | 145.74 |
| Surplus/(deficit) of capital funding (C-D) | (26.35) | (35.92) | (45.89) | (58.84) | (67.87) | (75.99) | (84.42) | (91.79) | (95.70) | (98.74) | (106.13) |
| FUNDING BALANCE (A-B) + (C-D) | - | - | - | - | - | - | - | - | - | - | - |

Other information to be provided
Clause 5(4) Local Government (Financial Reporting and Prudence) Regulations 2014

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|---|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Depreciation and amortisation expense | | | | | | | | | | | |
| Depreciation expense | 49.53 | 51.22 | 56.24 | 57.23 | 58.07 | 63.20 | 63.57 | 63.92 | 63.92 | 63.92 | 63.92 |
| <i>less</i> deferred/unfunded | (29.37) | (13.76) | (11.44) | (3.59) | 1.81 | 7.00 | 12.91 | 22.22 | 21.33 | 26.84 | 30.96 |
| NET FUNDING TRANSFERRED TO RENEWALS RESERVES | 20.16 | 37.46 | 44.80 | 53.64 | 59.88 | 70.20 | 76.48 | 86.14 | 85.25 | 90.76 | 94.88 |

Reconciliation Summary

He Whakarāpopoto o ngā pono

Reconciliation of prospective financial plan, summary funding impact statement and prospective financial statements

PBE FRS 42: Prospective Financial Statements (specifically paragraph 40) requires reconciliation or narrative explaining differences in presentation of prospective financial information. Earlier in this section, NPDC presented its Prospective Financial Plan, Prospective Financial Statements and Summary Funding Impact Statement. The following reconciliation explains the differences in accounting treatment of the operating sections of each of the prospective financial statements.

| | A/Plan 2023/24 (\$m) | Budget 2024/25 (\$m) | Budget 2025/26 (\$m) | Budget 2026/27 (\$m) | Budget 2027/28 (\$m) | Budget 2028/29 (\$m) | Budget 2029/30 (\$m) | Budget 2030/31 (\$m) | Budget 2031/32 (\$m) | Budget 2032/33 (\$m) | Budget 2033/34 (\$m) |
|--|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|----------------------------|
| Sources of operating funding | | | | | | | | | | | |
| Total operating funding (A) | 192.45 | 216.83 | 235.81 | 249.92 | 268.76 | 283.61 | 298.58 | 311.89 | 322.19 | 332.33 | 344.48 |
| add sources of capital funding: | | | | | | | | | | | |
| - Subsidies and grants for capital expenditure | 54.52 | 20.96 | 17.95 | 22.65 | 19.18 | 28.08 | 25.92 | 32.32 | 30.91 | 24.98 | 28.63 |
| - Development and financial contributions | 3.19 | 11.24 | 12.22 | 12.96 | 13.78 | 16.23 | 16.93 | 17.55 | 17.71 | 17.58 | 17.00 |
| add statement of comprehensive revenue and expense: | | | | | | | | | | | |
| - Unrealised gain/(loss) on Perpetual Investment Fund | 9.26 | 9.39 | 9.55 | 9.69 | 9.80 | 9.89 | 10.00 | 10.12 | 10.12 | 10.12 | 10.12 |
| - Disposals gain/(loss) from sale of assets | 5.42 | - | - | - | - | - | - | - | - | - | - |
| - Vested assets | 5.25 | 5.09 | 5.20 | 5.29 | 5.39 | 5.49 | 5.59 | 5.68 | 5.78 | 5.88 | 5.98 |
| TOTAL OPERATING REVENUE AS PER STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE | 270.09 | 263.51 | 280.73 | 300.51 | 316.91 | 343.30 | 357.02 | 377.56 | 386.71 | 390.89 | 406.21 |
| Applications of operating funding | | | | | | | | | | | |
| Total applications of operating funding (B) | 166.11 | 180.92 | 189.92 | 191.09 | 200.89 | 207.63 | 214.14 | 220.11 | 226.50 | 233.58 | 238.35 |
| add statement of comprehensive revenue and expense: | | | | | | | | | | | |
| - Depreciation and amortisation expenses | 49.53 | 51.22 | 56.24 | 57.23 | 58.07 | 63.20 | 63.57 | 63.92 | 63.92 | 63.92 | 63.92 |
| - Revaluation (gain)/loss on forestry | (0.13) | 2.18 | 0.21 | (0.10) | (0.10) | (0.10) | 0.67 | (0.09) | (0.10) | (0.09) | (0.10) |
| TOTAL OPERATING EXPENSE AS PER STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE | 215.51 | 234.32 | 246.37 | 248.22 | 258.86 | 270.73 | 278.38 | 283.94 | 290.32 | 297.41 | 302.17 |

