

Funding Impact Statement

1. Revenue and Financing Sources Generally

The following revenue mechanisms will be used in 2018/19 and throughout the term of this Long Term Plan (LTP):

- General rates;
- Targeted rates;
- Fees and charges;
- Interest and dividends; and
- Grants and subsidies.

2. Funding Mechanisms

The following funding mechanisms will be used in 2018/19 and throughout the term of this LTP:

- Financial contributions;
- Borrowing;
- Proceeds from asset sales; and
- Reserves.

Refer to Council's Revenue and Financing Policy for further information on how these funding mechanisms will be used.

3. Definition of Separately Used or Inhabited Parts (SUIP)

Several of the rates listed below are assessed on the basis of the number of SUIPs there are in a rating unit.

SUIPs are listed in Schedule 3 of the Local Government (Rating) Act 2002 as one of the factors that may be used in calculating liability for Targeted rates. Section 15(1)(b) allows SUIPs to be used as the basis for Uniform Annual General Charges (UAGCs) as well.

Where rates are calculated on each SUIP of a rating unit, the following definitions will apply:

- A SUIP of a rating unit includes any portion inhabited or used by the owner/a person other than the owner, and who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence, or other agreement.
- This definition includes separately used parts, whether or not actually occupied at any particular time, which are provided by the owner for rental (or other form of occupation) on an occasional or long term basis by someone other than the owner.
- Any part/s of a rating unit that is used or occupied by the ratepayer for more than one single use.

- For the purpose of this definition, vacant land and vacant premises offered or intended for use or habitation by a person other than the owner and usually used as such are defined as 'used'.
- For the avoidance of doubt, a rating unit that has a single use or occupation is treated as having one separately used or inhabited part.

For clarity, Separately Used or Inhabited Parts include:

- On a residential property, each separately habitable unit, flat, house or apartment.
- On a commercial property, each separate space intended to be used as a shop or other retail or wholesale outlet, other than that used by the owner.
- In an office block, each space intended to be used as offices that is or would be used by a different business from the owner.

A separately used habitable unit, flat, house, or apartment is defined as having a separate entrance, cooking facilities, living facilities, and toilet/bathroom facilities.

Council has recognised that there are certain instances where the above situations will occur, but in circumstances that do not give rise to separate uses or inhabitations. For clarity, SUIP do not include:

- A hotel room with or without kitchen facilities. A hotel room is defined as one or multiple rooms/units offered on an occasional basis for rental;
- A motel room with or without kitchen facilities. A motel room is defined as one or multiple rooms/units offered for on an occasional basis for rental; and
- A single residential unit in a non-residential property that is an integral part of the commercial operation and is used for the commercial operation, i.e. not separately tenanted (such as a single house in conjunction with a farm, a motel, or a dairy).

4. Rates for the 20 Years Ending 30 June 2038

4.1 General Information

Rating period: The rates described below are for the financial years 1 July 2018 to 30 June 2038.

Goods and Services Tax (GST): The rates described below include Goods and Services Tax (GST). The revenues required are net of GST.

Rating information database: The information held to determine the liability for rates in 2018/19 are available for inspection at Council's office at 126-148 Oxford Street, Levin during normal office hours. This information includes the rating valuations as at 1 August 2016 which form the basis of rating in 2017/18 (and the subsequent first two years of this LTP) and the categories and factors for the various relevant rates described below in respect of particular rating units.

4.2 General Rates

The General rates are assessed to fund all activities not funded from Targeted rates or other revenue sources or funding mechanisms. The Activities funded from the General rates include:

- Regulatory Services (liquor, health and safety licensing, building consents, resource consents, animal control, parking enforcement, and general regulatory services);
- Community Facilities and Services, except Library and Community Centres and Aquatic Centres (passive reserves, street beautification, sports grounds, cemeteries, halls and community buildings, and public toilets);
- Community Support (emergency management and rural fire, Community engagement, visitor information, and economic development);
- Governance and Community Leadership for the activities of Strategic Planning and District Plan development only;
- Property (commercial property, general property, Council buildings); and
- Treasury activities (investment and borrowing activities).

General rates are to be set on a differential rate in the dollar on the Land Value (LV) of the land. LVs are assessed every three years, and were last assessed in 2016. These values will form the basis of rating from 1 July 2018.

The General rates levied on LV are set differentially, so as to maintain the incidence of the rates between the categories of property. Council decided (as part of the Revenue and Financing Policy review for the 2009/19 LTP) to dispense with all but the Rural Differential. However, in order to lessen the impact of such a change, Council agreed to phase out all other differentials over 10 years (2009/10 – 2018/19 incl.). Year 1 of this LTP is the last year of this 10 year period.

Therefore in the 10th year (2018/19);

- The Urban category will be phased out and contribute 0% (in comparison to 6.42% in 2017/18) of General rates, and formally applied to rating units in Levin, Shannon, and Foxton urban areas, as shown on the maps available defining those areas for rating purposes held at Council's office in Levin.
- The Township category will be phased out and contribute 0% (in comparison to 0.97% in 2017/18) of General rates, and formally applied to rating units in Waikawa Beach, Manakau, Ōhau, Hōkio Beach, Waitārere Beach, Foxton Beach, and Tokomaru urban areas, as shown on the maps available defining those areas for rating purposes held at Council's office in Levin.
- The Rural Residential category will be phased out and contribute 0% (in comparison to 0.73% in 2017/18) of General rates, and formally applied to rating units classified as Lifestyle and Residential (other than those rating units identified as "vacant" or "bare"). These properties will be identified in the District valuation roll DVR using the "Property Category" codes from Appendix F of the Valuation Rules 2008, promulgated by the Valuer General.
- The Rural category are those rating units that are located in areas outside the Urban and Township category boundaries but not those rating units classified as Rural Residential. These rating units will contribute 25.00% (25.00% 2017/18) of General rates.
- A District wide differential (which now, at the end of the 10 year period, absorbs all but the Rural category) to apply to all rating units other than those in the Rural category, will contribute 75% (in comparison to 66.88% in 2017/18).

Council is not setting a Uniform Annual General Charge (under Section 15 of the Local Government (Rating) Act 2002 (LG(R)A)), preferring instead to set Targeted rates as fixed amounts for Library Services and Community Centres, Representation and Community Leadership, Solid Waste, Aquatic Centres, Water Supply and Wastewater (refer below).

4.3 Targeted Rates for Roothing

This rate funds all Roothing (Land Transport) costs (maintenance, renewals and minor capital improvements of roads, streets, roadside signage, road marking, bridges, footpaths, roadside drainage) covered by the Land Transport Group of Activities.

The Roothing rate is to be set using Capital Value (CV) which are assessed every three years. These were last assessed in 2016, and it is those values that will form the basis of rating from 1 July 2018.

Therefore:

- The Business Differential will contribute 35% of the Roothing rate and applies to those rating units identified as Arable, Commercial (including all rest homes/retirement villages other than those that have separate title for the individual units or houses), Dairy, Forestry (except protected forestry), Horticultural, Industrial, Mining, Pastoral, Specialist Livestock, and Utilities using the “Property Category” codes from Appendix F of the Rating Valuation Rules 2008, promulgated by the Valuer-General.
- A District wide Other Differential will contribute 65% of the Roothing rate and applies to those rating units identified as Lifestyle, Residential (excluding all rest homes/retirement villages but including those that have separate title for the individual units or houses) and Other using the “Property Category” codes from Appendix F of the Rating Valuation Rules 2008, promulgated by the Valuer-General.

4.4 Targeted Rates for Stormwater

This rate funds all stormwater costs within the Stormwater Group of Activities.

This rate is to be set using CV of all urban rating units. Urban rating units are defined as those rating units within the towns of Levin, Foxton, Shannon, Tokomaru, Foxton Beach, Waitārere Beach, Hōkio Beach, Ōhau, Waikawa Beach, and Manakau as shown on the maps available defining those areas for rating purposes held at Council’s office in Levin.

4.5 Targeted Rates for Library Services and Community Centres

This rate is assessed as a fixed charge of a uniform amount on the basis of the number of SUIPs of each rating unit within the District.

4.6 Targeted Rates for Representation and Community Leadership

This is a Targeted rate to fund Representation and Community Leadership costs (Council and committees, consultation, advocacy, and elections).

This rate is assessed as a fixed charge of a uniform amount on the basis of the number of SUIPs of each rating unit within the District.

4.7 Targeted Rates for Aquatic Centres (Swimming Pools).

This is a Targeted rate to fund the cost of operating Council’s public Aquatic Centres (swimming pools).

This rate is assessed as a fixed charge of a uniform amount on the basis of the number of SUIPs of each rating unit within the District.

4.8 Targeted Rates for Solid Waste Disposal

This rate funds the Solid Waste Group of Activities including the provision of the Landfill, Waste Transfer Stations, waste minimisation initiatives, and recycling facilities.

This rate is set differentially as a fixed charge of a uniform amount on the basis of the number of SUIPs of each rating unit using the urban and rural differential categories.

Urban rating units pay a differential of 80% for the solid waste costs. Urban rating units are defined as those rating units within the towns of Levin, Foxton, Shannon, Tokomaru, Foxton Beach, Waitārere Beach, Hōkio Beach, Ōhau, Waikawa Beach and Manakau as shown on the maps available defining those areas for rating purposes held at Council's office in Levin.

Rural rating units pay a differential of 20% for the solid waste costs. Rural areas are defined as all areas within the District that are outside the defined "urban" differential described above.

4.9 Targeted Rates for Water Supply

This rate funds the cost of operating, maintaining and improving the supply of reticulated drinkable water to various Communities within the District.

This rate is set differentially as a fixed charge of a uniform amount. Council also charges for metered supplies.

Connected Differential

Council sets a fixed charge rate on all rating units for which connection to a reticulated drinkable water supply is available. This does not include Moutoa, Waikawa, or Kuku schemes, which are not drinkable supplies. A reticulated potable water supply is available to a rating unit if a lateral/s exists for the purpose of delivering water from the trunk main to the rating unit, and there is a connection from the land within the rating unit to that lateral/s or trunk main.

Liability for the rate will be assessed on whichever is the greater of:

- (a) each rating unit, or
- (b) the number of SUIPs of each rating unit, or
- (c) the number of connections of each rating unit;

The Foxton Beach charge is reduced by an allowance to account for the universal metering of Foxton Beach.

Availability Differential

A fixed charge rate on any rating unit not connected to, but within 100 metres of a trunk main for a reticulated drinkable water supply that is available to the rating unit. A reticulated drinkable water supply is available to a rating unit if a lateral/s exists for the purpose of delivering water from the trunk main to the rating unit or, if no lateral exists, if Council will allow the rating unit to be connected. This rate is set at 50% of the fixed charge for a connected rating unit.

Water by meter

In all schemes (except Foxton Beach), the additional fees for metered supplies are subject to an allowance of 91 cubic metres (m³) per quarter. A charge per m³ will be made for water consumed in excess of 91m³ per quarter on any rating unit connected to any water supply; except Foxton Beach where a meter is used to measure consumption on the network.

The charge per m³ of water consumed in excess of 91m³ per day on any rating unit connected to the Shannon untreated bore water supply, where a meter is used to measure consumption on the network during the period, will be half that charged for treated water.

Foxton Beach water supply will be charged by cubic metre (in addition to the fixed charge described above) using a three step system:

Step 1 – A charge per m³ for the first 50m³ of water consumed per quarter on any rating unit or SUIP of a rating unit connected to the Foxton Beach water supply network during the period.

Step 2 – A charge per m³ for the second 50m³ of water consumed per quarter in excess of 50 m³ on any rating unit or SUIP of a rating unit connected to the Foxton Beach water supply network. This will be set at 200% of the rate set in step 1.

Step 3 – A charge per m³ for the balance of water consumed per quarter in excess of 100m³ on any rating unit or SUIP of a rating unit connected to the Foxton Beach water supply network. This will be set at 300% of the rate set in step 1.

4.10 Targeted Rates for Wastewater Disposal

The Wastewater rate will fund the cost of providing reticulated wastewater disposal for various Communities in the District, according to whether a property is connected or serviceable.

This rate is set differentially as a fixed charge of a uniform amount.

Connected Differential

Council sets a fixed charge rate on all rating units across the District for which connection to a reticulated wastewater disposal system is available. A reticulated wastewater disposal system is available to a rating unit if a lateral/s exists for the purposes of accepting wastewater from the rating unit to the wastewater trunk main, where there is a connection from the land within the rating unit to that lateral/s or trunk main.

Liability for the fixed-sum rate will be assessed on whichever is greater:

- (a) each rating unit, or
- (b) the number of SUIPs of each rating unit, or
- (c) the number of connections of each rating unit;

Availability Differential

A fixed charge rate on any rating unit that is not connected to a reticulated wastewater disposal system, but is within 30m of a trunk main that is available to take waste from the rating unit. A reticulated wastewater disposal system is available to a rating unit if a lateral/s exists for the purpose of accepting wastewater from the rating unit to the wastewater trunk main or, if no lateral exists, if Council will allow the rating unit to be connected. This rate is set at 50% of the fixed charge for a connected rating unit.

Rating Mechanisms

	Rating Basis	Rate in the \$ GST Incl	17/18 \$000	Yr 1 18/19 \$000	Yr 2 19/20 \$000	Yr 3 20/21 \$000	Yr 4 21/22 \$000	Yr 5 22/23 \$000	Yr 6 23/24 \$000	Yr 7 24/25 \$000	Yr 8 25/26 \$000	Yr 9 26/27 \$000
General rate												
Rural differential	Land value	0.00154821	2,314	2,395	2,515	2,652	2,929	3,129	3,067	3,160	3,182	3,252
Urban differential	Land value	-	594									
Township differential	Land value	-	90									
Rural residential differential	Land value	-	67									
District wide differential	Land value	0.00517131	6,190	7,186	7,544	7,955	8,786	9,388	9,200	9,479	9,545	9,756
Total general rate			9,255	9,582	10,059	10,607	11,714	12,517	12,267	12,639	12,727	13,008
Roading rate												
Business use differential	Capital value	0.00070433	1,429	1,497	1,489	1,470	1,516	1,556	1,844	1,914	2,148	2,210
District wide other differential	Capital value	0.00080696	2,654	2,781	2,765	2,729	2,816	2,889	3,425	3,555	3,990	4,104
Total roading rate			4,083	4,278	4,254	4,199	4,332	4,445	5,269	5,469	6,138	6,313
Stormwater rate												
Stormwater rate	Capital value	0.00046476	1,099	1,222	1,372	1,455	1,550	1,581	1,714	1,818	1,911	1,954
Library and community centre rate	SUIP	268.30	3,682	4,168	4,731	4,849	4,953	5,015	5,110	5,305	5,466	5,567
Representation and community leadership rate	SUIP	227.40	3,596	3,532	3,624	3,906	3,898	3,962	4,157	4,150	4,250	4,468
Aquatic centre rate	SUIP	152.60	2,279	2,370	2,434	2,522	2,563	2,582	2,676	2,720	2,788	2,888
Solid waste rate												
Rural differential	SUIP	16.30	66	66	66	66	34	40	38	33	35	56
Urban differential	SUIP	23.10	261	264	264	265	136	162	151	133	140	222
Total solid waste rate			327	330	330	332	170	202	189	167	175	278
Water supply rate												
Water supply district wide connected (excl Foxton Beach)	SUIP	457.10	4,007	4,580	4,685	4,825	5,484	5,857	6,024	6,557	6,825	7,086
Water supply district wide availability	SUIP	228.55	60	69	74	76	86	91	93	101	104	107
Foxton Beach connected	SUIP	359.80	389	466	484	507	600	656	685	764	808	851
Total water supply rate			4,456	5,115	5,244	5,408	6,170	6,604	6,802	7,421	7,737	8,044

Yr 10 27/28 \$000	Yr 11 28/29 \$000	Yr 12 29/30 \$000	Yr 13 30/31 \$000	Yr 14 31/32 \$000	Yr 15 32/33 \$000	Yr 16 33/34 \$000	Yr 17 34/35 \$000	Yr 18 35/36 \$000	Yr 19 36/37 \$000	Yr 20 37/38 \$000	
3,390	3,331	3,419	3,440	3,543	3,531	3,465	3,447	3,247	3,278	3,494	General rate
											Rural differential
											Urban differential
											Township differential
											Rural residential differential
10,171	9,992	10,258	10,319	10,629	10,593	10,395	10,341	9,741	9,835	10,481	District wide differential
13,561	13,322	13,677	13,759	14,172	14,124	13,860	13,788	12,988	13,114	13,975	Total general rate
											Roading rate
2,281	2,346	2,411	2,473	2,547	2,614	2,682	2,751	2,847	2,919	2,994	Business use differential
4,236	4,356	4,478	4,592	4,730	4,855	4,981	5,108	5,287	5,421	5,559	District wide other differential
6,517	6,702	6,889	7,065	7,277	7,470	7,663	7,859	8,134	8,341	8,553	Total roading rate
2,029	2,075	2,121	2,168	2,241	2,284	2,330	2,376	2,489	2,533	2,806	Stormwater rate
5,703	5,816	5,923	6,025	6,171	6,272	6,392	6,501	6,674	6,791	6,905	Library and community centre rate
4,470	4,559	4,774	4,753	4,854	5,089	5,078	5,184	5,441	5,424	5,539	Representation and community leadership rate
2,948	2,996	3,098	3,145	3,204	3,318	3,376	3,405	3,539	3,589	3,648	Aquatic centre rate
											Solid waste rate
28	62	63	58	84	50	58	52	54	79	42	Rural differential
113	247	253	232	337	202	233	208	214	317	167	Urban differential
141	309	316	290	421	252	291	261	268	396	209	Total solid waste rate
											Water supply rate
7,463	7,651	8,361	8,765	9,194	9,767	10,533	10,878	11,400	11,651	11,695	Water supply district wide connected (excl Foxton Beach)
112	114	124	129	135	142	152	156	163	165	165	Water supply district wide availability
911	945	1,056	1,123	1,195	1,289	1,413	1,476	1,566	1,615	1,632	Foxton Beach connected
8,487	8,710	9,540	10,017	10,523	11,198	12,098	12,509	13,128	13,431	13,491	Total water supply rate

Rating Mechanisms (continued)

	Rating Basis	Rate in the \$ GST Incl	17/18 \$000	Yr 1 18/19 \$000	Yr 2 19/20 \$000	Yr 3 20/21 \$000	Yr 4 21/22 \$000	Yr 5 22/23 \$000	Yr 6 23/24 \$000	Yr 7 24/25 \$000	Yr 8 25/26 \$000	Yr 9 26/27 \$000
Waste water rate												
Waste water district wide connected	SUIP	628.40	6,274	6,735	7,293	7,934	8,497	9,114	9,283	9,737	10,322	10,714
Waste water district wide availability	SUIP	314.20	102	116	130	140	148	158	159	165	173	178
Total waste water rate			6,376	6,851	7,423	8,074	8,645	9,272	9,442	9,902	10,496	10,893
Total rates required			35,153	37,447	39,470	41,352	43,995	46,181	47,626	49,591	51,687	53,412
Penalties			380	380	388	396	404	413	423	433	443	454
Remissions												
Water by meter rate			1,257	1,276	1,308	1,338	1,370	1,403	1,439	1,476	1,514	1,555
Total rates revenue												
Rate income increase				6.53%	5.40%	4.77%	6.39%	4.97%	3.13%	4.13%	4.23%	3.34%
Horowhenua portion of the statutory fixed charge cap of 30%			26.25%	26.00%	26.46%	26.42%	25.16%	24.29%	24.34%	23.84%	23.50%	23.51%
% of fixed charge based targeted rates			60.26%	60.68%	60.00%	59.85%	59.58%	59.82%	59.80%	60.17%	60.26%	60.68%
Rating Base												
Total Rates GST Inclusive \$000			40,426	43,064	45,391	47,555	50,595	53,108	54,770	57,030	59,440	61,424
Rateable Rating Units			17,698	17,854	18,099	18,344	18,589	18,834	19,079	19,324	19,569	19,814
Average Rate \$			2,284	2,412	2,508	2,592	2,722	2,820	2,871	2,951	3,037	3,100
Total number of Rating Units LGA Schedule 10 Part 1 Clause 15a			17,942	18,075	18,320	18,565	18,810	19,055	19,300	19,545	19,790	20,035

Yr 10 27/28 \$000	Yr 11 28/29 \$000	Yr 12 29/30 \$000	Yr 13 30/31 \$000	Yr 14 31/32 \$000	Yr 15 32/33 \$000	Yr 16 33/34 \$000	Yr 17 34/35 \$000	Yr 18 35/36 \$000	Yr 19 36/37 \$000	Yr 20 37/38 \$000	
11,789	12,380	12,842	13,547	14,163	14,729	15,309	15,927	16,775	17,382	17,386	Waste water rate
194	202	207	217	225	231	238	246	256	263	261	Waste water district wide connected
11,984	12,582	13,050	13,764	14,388	14,960	15,547	16,173	17,031	17,645	17,647	Waste water district wide availability
											Total waste water rate
55,838	57,070	59,388	60,985	63,251	64,968	66,636	68,056	69,692	71,264	72,773	Total rates required
465	476	487	498	509	521	533	545	558	570	583	Penalties
1,599	1,640	1,683	1,727	1,772	1,818	1,865	1,913	1,963	2,014	2,067	Remissions
											Water by meter rate
											Total rates revenue
4.54%	2.21%	4.06%	2.69%	3.71%	2.71%	2.57%	2.13%	2.40%	2.26%	2.12%	Rate income increase
22.84%	22.77%	22.59%	22.20%	21.88%	21.98%	21.67%	21.57%	21.85%	21.57%	21.50%	Horowhenua portion of the statutory fixed charge cap of 30%
60.41%	61.28%	61.80%	62.30%	62.55%	63.25%	64.20%	64.70%	66.12%	66.34%	65.19%	% of fixed charge based targeted rates
											Rating Base
64,214	65,631	68,296	70,133	72,738	74,713	76,631	78,264	80,145	81,954	83,689	Total Rates GST Inclusive \$000
20,059	20,304	20,549	20,794	21,039	21,284	21,529	21,774	22,019	22,264	22,509	Rateable Rating Units
3,201	3,232	3,324	3,373	3,457	3,510	3,559	3,594	3,640	3,681	3,718	Average Rate \$
20,280	20,525	20,770	21,015	21,260	21,505	21,750	21,995	22,240	22,485	22,730	Total number of Rating Units LGA Schedule 10 Part 1 Clause 15a

Forecast Funding Impact Statement (Whole of Council)

Horowhenua District Council											
Funding impact statement for the years 2018/19 to 2037/38 for Community Support Group of Activities											
	17/18	Yr 1	Yr 2	Yr 3	Yr 4	Yr 5	Yr 6	Yr 7	Yr 8	Yr 9	Yr 10
	\$000	18/19	19/20	20/21	21/22	22/23	23/24	24/25	25/26	26/27	27/28
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Sources of operating funding											
General rates, uniform annual general charges, rates penalties	9,635	9,962	10,447	11,003	12,119	12,930	12,690	13,072	13,170	13,461	14,026
Targeted rates	27,155	29,142	30,719	32,084	33,652	35,068	36,798	38,428	40,474	41,959	43,876
Subsidies and grants for operating purposes	1,585	1,547	1,388	1,443	1,491	1,552	1,615	1,655	1,698	1,743	1,792
Fees and charges	5,155	5,649	5,799	5,856	5,983	6,117	6,260	6,408	6,564	6,726	6,900
Interest and dividends from investments	70	205	209	214	218	223	228	233	239	245	251
Local authorities fuel tax, fines, infringement fees, and other receipts	3,293	5,848	6,028	6,155	6,283	6,514	6,570	6,722	6,983	7,050	7,228
Total operating funding (A)	46,893	52,353	54,590	56,755	59,746	62,404	64,161	66,518	69,128	71,184	74,073
Applications of operating funding											
Payments to staff and suppliers	34,680	37,701	39,081	39,983	40,928	42,367	42,767	43,699	44,933	46,174	47,106
Finance costs	3,658	4,241	4,489	4,996	5,623	6,007	6,015	6,327	6,867	7,106	7,898
Other operating funding applications	-	-	-	-	-	-	-	-	-	-	-
Total applications of operating funding (B)	38,338	41,942	43,570	44,979	46,551	48,374	48,782	50,026	51,800	53,280	55,004
Surplus (deficit) of operating funding (A-B)	8,555	10,411	11,020	11,776	13,195	14,030	15,379	16,492	17,328	17,904	19,069

Yr 11 28/29 \$000	Yr 12 29/30 \$000	Yr 13 30/31 \$000	Yr 14 31/32 \$000	Yr 15 32/33 \$000	Yr 16 33/34 \$000	Yr 17 34/35 \$000	Yr 18 35/36 \$000	Yr 19 36/37 \$000	Yr 20 37/38 \$000	
										Sources of operating funding
13,798	14,164	14,256	14,681	14,645	14,392	14,333	13,545	13,684	14,559	General rates, uniform annual general charges, rates penalties
45,388	47,393	48,953	50,850	52,661	54,641	56,181	58,667	60,165	60,864	Targeted rates
1,841	1,887	1,934	1,983	2,032	2,083	2,134	2,187	2,242	2,298	Subsidies and grants for operating purposes
7,063	7,230	7,401	7,576	7,755	7,938	8,126	8,318	8,514	8,716	Fees and charges
257	262	268	275	281	287	294	301	308	315	Interest and dividends from investments
7,502	7,567	7,741	8,034	8,104	8,291	8,604	8,679	8,879	9,215	Local authorities fuel tax, fines, infringement fees, and other receipts
75,849	78,503	80,553	83,399	85,478	87,632	89,672	91,697	93,792	95,967	Total operating funding (A)
										Applications of operating funding
48,392	49,394	50,534	52,022	53,240	54,348	55,672	56,834	58,248	59,679	Payments to staff and suppliers
8,173	8,617	8,921	9,825	9,996	10,174	10,329	10,415	10,451	10,155	Finance costs
-	-	-	-	-	-	-	-	-	-	Other operating funding applications
56,565	58,011	59,455	61,847	63,236	64,522	66,001	67,249	68,699	69,834	Total applications of operating funding (B)
19,284	20,492	21,098	21,552	22,242	23,110	23,671	24,448	25,093	26,133	Surplus (deficit) of operating funding (A-B)

Forecast Funding Impact Statement (continued)

	17/18	Yr 1	Yr 2	Yr 3	Yr 4	Yr 5	Yr 6	Yr 7	Yr 8	Yr 9	Yr 10
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Sources of capital funding											
Subsidies and grants for capital expenditure	5,641	2,798	2,783	2,997	3,191	3,008	2,803	3,210	2,948	3,028	3,477
Development and financial contributions	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in debt	8,310	5,209	10,686	7,269	7,687	158	6,244	4,264	4,542	2,002	4,796
Gross proceeds from sale of assets	6,890	7,000	-	-	-	-	-	-	-	-	-
Lump sum contributions	-	-	-	-	-	-	-	-	-	-	-
Total sources of capital funding (C)	20,841	15,007	13,469	10,266	10,878	3,166	9,047	7,474	7,490	5,030	8,273
Applications of capital funding											
Capital expenditure											
- to meet additional demand	4,425	2,257	3,756	3,202	3,116	2,074	3,945	5,242	5,360	6,399	6,568
- to improve the level of service	10,583	10,330	8,594	7,587	5,584	4,478	4,493	3,442	3,639	4,663	5,778
- to replace existing assets	14,308	12,831	12,139	11,253	15,373	10,644	15,988	15,282	15,819	11,872	14,996
Increase (decrease) in reserves	-	-	-	-	-	-	-	-	-	-	-
Increase (decrease) of investments	80	-	-	-	-	-	-	-	-	-	-
Total applications of capital funding (D)	29,396	25,418	24,489	22,042	24,073	17,196	24,426	23,966	24,818	22,934	27,342
Surplus (deficit) of capital funding (C-D)	(8,555)	(10,411)	(11,020)	(11,776)	(13,195)	(14,030)	(15,379)	(16,492)	(17,328)	(17,904)	(19,069)
Funding balance ((A-B)+(C-D))	-	-	-	-	-	-	-	-	-	-	-

Yr 11	Yr 12	Yr 13	Yr 14	Yr 15	Yr 16	Yr 17	Yr 18	Yr 19	Yr 20	
28/29	29/30	30/31	31/32	32/33	33/34	34/35	35/36	36/37	37/38	
\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	
										Sources of capital funding
3,200	3,280	3,756	3,446	3,532	4,045	3,711	3,804	4,356	3,996	Subsidies and grants for capital expenditure
-	-	-	-	-	-	-	-	-	-	Development and financial contributions
7,709	5,302	8,600	2,851	2,958	2,593	1,418	608	(4,939)	(6,914)	Increase (decrease) in debt
-	-	-	-	-	-	-	-	-	-	Gross proceeds from sale of assets
-	-	-	-	-	-	-	-	-	-	Lump sum contributions
10,909	8,582	12,356	6,297	6,490	6,638	5,129	4,412	(583)	(2,918)	Total sources of capital funding (C)
										Applications of capital funding
										Capital expenditure
11,862	12,556	12,232	12,996	13,340	9,344	5,740	5,856	102	181	- to meet additional demand
5,041	3,919	3,829	3,885	4,485	3,835	4,082	3,935	4,097	4,425	- to improve the level of service
13,290	12,599	17,393	10,968	10,907	16,569	18,978	19,069	20,311	18,994	- to replace existing assets
-	-	-	-	-	-	-	-	-	(385)	Increase (decrease) in reserves
-	-	-	-	-	-	-	-	-	-	Increase (decrease) of investments
30,193	29,074	33,454	27,849	28,732	29,748	28,800	28,860	24,510	23,215	Total applications of capital funding (D)
(19,284)	(20,492)	(21,098)	(21,552)	(22,242)	(23,110)	(23,671)	(24,448)	(25,093)	(26,133)	Surplus (deficit) of capital funding (C-D)
-	-	-	-	-	-	-	-	-	-	Funding balance ((A-B)+(C-D))

Indicative Rates on Select Properties (GST inclusive)

Locality	Land Value \$	Capital Value \$	2017/18	Indicative Rates 2018/19					
			Total \$	General \$	Raoding \$	Library \$	Rep & Gov \$	Pools \$	Solid Waste \$
Hokio Bch	55,000	89,000	1,020	284	72	268	227	153	23
Waikawa Bch	155,000	275,000	1,737	802	222	268	227	153	23
Waikawa Bch	200,000	315,000	2,008	1,034	254	268	227	153	23
Ohau	146,000	405,000	2,249	755	327	268	227	153	23
Manakau	220,000	450,000	2,268	1,138	363	268	227	153	23
Waitarere Bch	82,000	195,000	1,870	424	157	268	227	153	23
Waitarere Bch	113,000	230,000	2,066	584	186	268	227	153	23
Waitarere Bch	295,000	400,000	4,400	1,526	323	536	454	306	46
Foxton Bch	70,000	155,000	2,069	362	125	268	227	153	23
Foxton Bch	99,000	180,000	2,244	512	145	268	227	153	23
Foxton Bch	310,000	555,000	3,735	1,603	448	268	227	153	23
Foxton Bch	75,000	215,000	2,166	388	173	268	227	153	23
Tokomaru	58,000	205,000	2,164	300	165	268	227	153	23
Tokomaru	70,000	245,000	2,271	362	198	268	227	153	23
Vacant lifestyle	102,000	107,000	878	158	86	268	227	153	16
Rural	760,000	1,300,000	2,692	1,177	916	268	227	153	16
Rural	6,650,000	7,660,000	18,036	10,296	5,395	1,072	908	612	64
Rural business	570,000	1,560,000	2,571	882	1,099	268	227	153	16
Rural	2,720,000	2,950,000	6,849	4,211	2,078	268	227	153	16
Rural	3,220,000	3,332,000	7,884	4,985	2,347	268	227	153	16
Rural	6,871,000	7,965,000	18,585	10,638	5,610	1,072	908	612	64
Lifestyle	147,000	285,000	1,570	760	230	268	227	153	16
Lifestyle	310,000	510,000	2,936	1,603	412	268	227	153	16
Lifestyle	155,000	750,000	2,371	802	605	268	227	153	16
Utility	0	19,950,000	14,043	-	14,051	268	227	153	16

Indicative Rates 2018/19				Increase		Capital Value \$	Land Value \$	Locality
Stormwater \$	Water \$	Sewer \$	IndicTotal \$	Total \$	Total %			
41	-	-	1,068	48	4.7%	89,000	55,000	Hokio Bch
128	-	-	1,823	85	4.9%	275,000	155,000	Waikawa Bch
146	-	-	2,105	97	4.8%	315,000	200,000	Waikawa Bch
188	457	-	2,398	149	6.6%	405,000	146,000	Ohau
209	-	-	2,381	113	5.0%	450,000	220,000	Manakau
91	-	628	1,971	101	5.4%	195,000	82,000	Waitarere Bch
107	-	628	2,176	110	5.3%	230,000	113,000	Waitarere Bch
186	-	1,256	4,633	233	5.3%	400,000	295,000	Waitarere Bch
72	360	628	2,218	149	7.2%	155,000	70,000	Foxton Bch
84	360	628	2,400	156	7.0%	180,000	99,000	Foxton Bch
258	360	628	3,968	233	6.2%	555,000	310,000	Foxton Bch
100	360	628	2,320	154	7.1%	215,000	75,000	Foxton Bch
95	457	628	2,316	152	7.0%	205,000	58,000	Tokomaru
114	457	628	2,430	159	7.0%	245,000	70,000	Tokomaru
-	-	-	908	30	3.4%	107,000	102,000	Vacant lifestyle
-	-	-	2,757	65	2.4%	1,300,000	760,000	Rural
-	-	-	18,347	311	1.7%	7,660,000	6,650,000	Rural
-	-	-	2,645	74	2.9%	1,560,000	570,000	Rural business
-	-	-	6,953	104	1.5%	2,950,000	2,720,000	Rural
-	-	-	7,996	112	1.4%	3,332,000	3,220,000	Rural
-	-	-	18,904	319	1.7%	7,965,000	6,871,000	Rural
-	-	-	1,654	84	5.4%	285,000	147,000	Lifestyle
-	457	-	3,136	200	6.8%	510,000	310,000	Lifestyle
-	457	-	2,528	157	6.6%	750,000	155,000	Lifestyle
-	-	-	14,715	672	4.8%	19,950,000	0	Utility

Indicative Rates on Select Properties (GST inclusive) (continued)

Locality	Land Value \$	Capital Value \$	2017/18	Indicative Rates 2018/19					
			Total \$	General \$	Raoding \$	Library \$	Rep & Gov \$	Pools \$	Solid Waste \$
Levin - business	32,000	92,000	1,912	165	65	268	227	153	23
Levin Vacant	97,000	100,000	1,798	502	81	268	227	153	23
Levin 2 Dwlgs	63,000	215,000	3,872	326	173	536	454	306	46
Levin	87,000	220,000	2,380	450	178	268	227	153	23
Levin	94,000	195,000	2,389	486	157	268	227	153	23
Levin - business	230,000	800,000	3,789	1,189	563	268	227	153	23
Levin - business	240,000	620,000	3,648	1,241	437	268	227	153	23
Foxton	32,000	85,000	1,913	165	69	268	227	153	23
Foxton	44,000	220,000	2,140	228	178	268	227	153	23
Foxton	69,000	240,000	2,304	357	194	268	227	153	23
Shannon	38,000	123,000	1,991	197	99	268	227	153	23
Shannon	68,000	115,000	2,148	352	93	268	227	153	23
Shannon	55,000	160,000	2,130	284	129	268	227	153	23

Indicative Rates 2018/19				Increase		Capital Value \$	Land Value \$	Locality
Stormwater \$	Water \$	Sewer \$	IndicTotal \$	Total \$	Total %			
43	457	628	2,029	117	6.1%	92,000	32,000	Levin - business
46	229	314	1,843	45	2.5%	100,000	97,000	Levin Vacant
100	914	1,256	4,111	239	6.2%	215,000	63,000	Levin 2 Dwlg
102	457	628	2,486	106	4.4%	220,000	87,000	Levin
91	457	628	2,490	101	4.2%	195,000	94,000	Levin
372	457	628	3,880	91	2.4%	800,000	230,000	Levin - business
288	457	628	3,722	74	2.0%	620,000	240,000	Levin - business
40	457	628	2,030	117	6.1%	85,000	32,000	Foxton
102	457	628	2,264	124	5.8%	220,000	44,000	Foxton
112	457	628	2,419	115	5.0%	240,000	69,000	Foxton
57	457	628	2,109	119	6.0%	123,000	38,000	Shannon
53	457	628	2,254	106	4.9%	115,000	68,000	Shannon
74	457	628	2,243	113	5.3%	160,000	55,000	Shannon