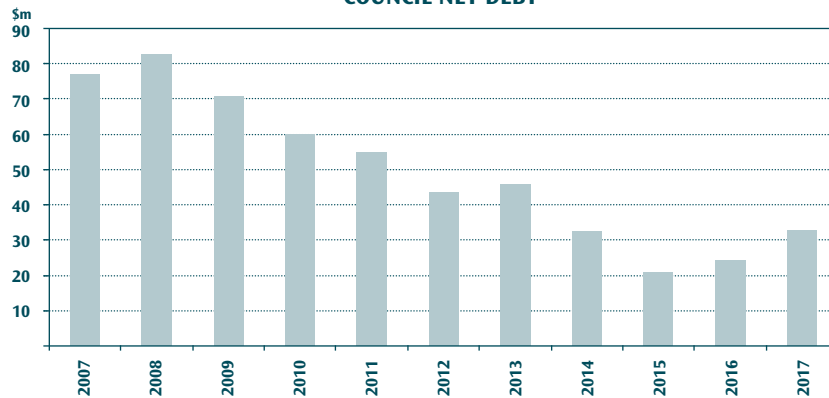




COUNCIL NET DEBT



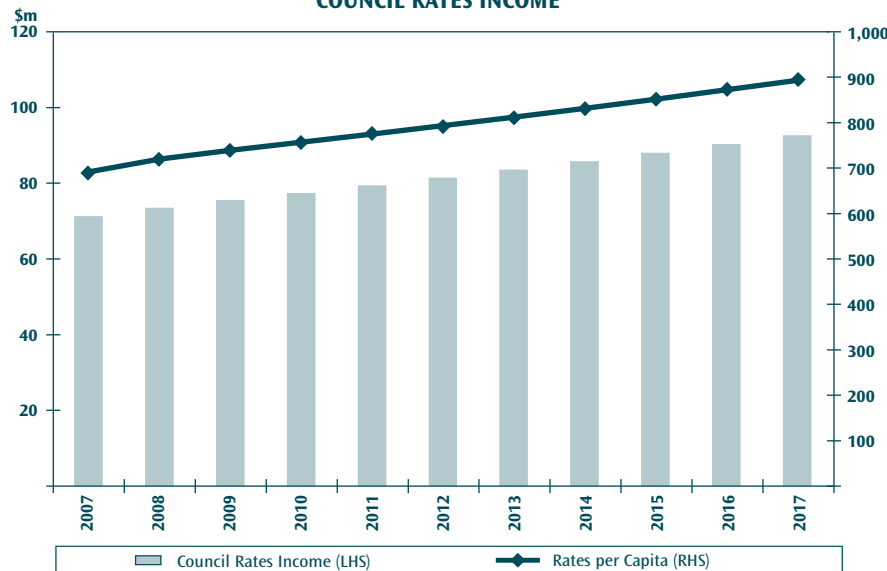
COUNCIL NET DEBT

The graph shows the projected level of net debt in the Forecast Financial Statements. Council plans to achieve a significant reduction in net debt.

COUNCIL RATES INCOME

The graph shows the projected level of rates income in the Forecast Financial Statements. Councils plans to increase rates income by no more than 0.5% above the rate of inflation each year. Rates per capita increase in a similar manner. However, after allowing for the additional rates contributed as a result of growth in the rating base when new or existing properties are developed, this is expected to equate to a real reduction (excluding inflation) in rates paid by the average ratepayer of at least 0.4% per year.

COUNCIL RATES INCOME



AUTHORISATION

These Forecast Financial Statements were authorised for issue by Hutt City Council on 19 June 2007.

Hutt City Council is responsible for these Forecast Financial Statements, including the appropriateness of the assumptions underlying the Forecast Financial Statements and all other disclosures.

FORECAST FINANCIAL STATEMENTS – PROSPECTIVE OPERATING COST OF ACTIVITIES

For the year ending 30 June	Estimate 2007 \$000s	Budget 2008 \$000s	Forecast 2009 \$000s	Forecast 2010 \$000s	Projection 2011 \$000s	Projection 2012 \$000s	Projection 2013 \$000s	Projection 2014 \$000s	Projection 2015 \$000s	Projection 2016 \$000s	Projection 2017 \$000s
PEOPLE											
Libraries	6,234	6,634	6,730	6,908	7,075	7,300	7,550	7,720	7,858	8,003	8,223
Museums	2,487	2,614	2,618	2,672	2,728	2,796	2,872	2,936	2,981	3,035	3,118
Aquatics and Recreation	5,087	5,886	5,996	6,120	6,273	6,471	6,682	6,837	6,949	7,068	7,251
Parks and Reserves	9,159	9,441	9,470	9,615	9,795	10,083	10,327	10,514	10,638	10,827	11,144
Community Support	2,288	2,401	2,425	2,459	2,511	2,580	2,655	2,724	2,788	2,850	2,920
Property	3,912	3,001	2,755	2,727	2,724	2,778	2,814	2,773	2,722	2,712	3,126
Total operating cost of people activities	29,167	29,977	29,994	30,501	31,106	32,008	32,900	33,504	33,936	34,495	35,782
UTILITY SERVICES											
Roading and Traffic	21,016	21,294	21,120	21,217	21,380	21,975	22,674	22,897	22,952	23,326	24,552
Water Supply	11,915	12,490	12,827	13,154	13,535	14,087	14,668	14,842	14,961	15,157	15,639
Wastewater	16,702	17,240	17,728	17,791	17,908	18,029	18,795	19,177	19,161	19,275	19,978
Stormwater	5,432	5,625	5,617	5,585	5,608	5,777	5,964	5,983	5,949	6,007	6,291
Solid Waste	5,598	5,931	6,090	6,282	6,484	6,699	6,914	7,103	7,297	7,489	7,730
Total operating cost of utility services activities	60,663	62,580	63,382	64,029	64,915	66,567	69,015	70,002	70,320	71,254	74,190
ENVIRONMENT											
Environmental Management	6,304	7,314	7,127	7,324	7,515	7,713	7,931	8,130	8,309	8,481	8,671
Emergency Management	760	1,019	1,059	1,102	1,127	1,154	1,185	1,211	1,232	1,255	1,283
Total operating cost of environment activities	7,064	8,333	8,186	8,426	8,642	8,867	9,116	9,341	9,541	9,736	9,954

FORECAST FINANCIAL STATEMENTS – PROSPECTIVE OPERATING COST OF ACTIVITIES

For the year ending 30 June	Estimate	Budget	Forecast	Forecast	Projection	Projection	Projection	Projection	Projection	Projection	Projection
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
ECONOMY											
Local Urban Design	938	1,038	912	961	1,017	1,091	1,141	1,160	1,172	1,187	1,226
Economic Development	2,688	1,925	1,983	1,972	2,025	2,079	2,137	2,193	2,241	2,290	2,348
Total operating cost of economy activities	3,626	2,963	2,895	2,933	3,042	3,170	3,278	3,353	3,413	3,477	3,574
ORGANISATION											
Elected Members	1,703	1,693	1,733	1,782	1,829	1,990	1,935	1,985	2,027	2,067	2,242
Advice and Support	3,700	3,785	3,655	3,778	4,105	4,014	4,187	4,564	4,413	4,494	4,874
Managing Services	1,140	1,124	1,149	1,196	1,242	1,238	1,236	1,281	1,327	1,375	1,424
Consolidated cost adjustments	(2,687)	(2,572)	(2,645)	(2,722)	(2,801)	(2,878)	(2,956)	(3,033)	(3,107)	(3,184)	(3,266)
Total operating cost of organisation activities	3,856	4,030	3,892	4,034	4,375	4,364	4,402	4,797	4,660	4,752	5,274
TOTAL OPERATING COST OF ACTIVITIES	104,376	107,883	108,349	109,923	112,080	114,976	118,711	120,997	121,870	123,714	128,774

FORECAST FINANCIAL STATEMENTS – PROSPECTIVE CAPITAL COST OF ACTIVITIES											
For the year ending 30 June	Estimate	Budget	Forecast	Forecast	Projection	Projection	Projection	Projection	Projection	Projection	Projection
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s	\$000s
ECONOMY											
Local Urban Design	600	1,480	751	773	1,090	818	265	271	278	285	292
Economic Development	470	160	–	–	–	–	–	–	–	–	–
Total capital cost of economy activities	1,070	1,640	751	773	1,090	818	265	271	278	285	292
ORGANISATION											
Elected Members	–	–	–	–	–	–	–	–	–	–	–
Advice and Support	–	–	–	–	–	–	–	–	–	–	–
Managing Services	2,407	3,256	2,068	1,677	1,820	1,743	3,554	2,182	2,114	2,022	2,445
Consolidated cost adjustments	–	–	–	–	–	–	–	–	–	–	–
Total capital cost of organisation activities	2,407	3,256	2,068	1,677	1,820	1,743	3,554	2,182	2,114	2,022	2,445
TOTAL CAPITAL COST OF ACTIVITIES	36,589	36,622	22,864	23,585	31,509	28,298	50,266	24,406	28,269	44,890	56,877


FORECAST FINANCIAL STATEMENTS – PROSPECTIVE INCOME STATEMENT

For the year ending 30 June	Estimate 2007 \$000s	Budget 2008 \$000s	Forecast 2009 \$000s	Forecast 2010 \$000s	Projection 2011 \$000s	Projection 2012 \$000s	Projection 2013 \$000s	Projection 2014 \$000s	Projection 2015 \$000s	Projection 2016 \$000s	Projection 2017 \$000s
REVENUE											
Rates funding	71,594	73,349	75,770	78,069	80,392	82,666	84,814	86,984	89,253	91,547	93,941
User charges	24,051	25,120	26,190	26,926	27,351	28,075	28,793	29,501	30,206	30,918	31,668
Operating contributions	5,644	5,813	6,062	6,218	6,370	6,410	6,555	6,693	6,841	6,979	7,122
Capital contributions	6,427	3,995	3,893	4,082	4,399	4,360	4,657	4,682	4,737	4,739	11,001
Other revenue	1,746	1,802	1,701	1,762	1,900	1,832	1,846	1,988	1,964	2,025	2,175
Total revenue	109,462	110,079	113,616	117,057	120,412	123,343	126,665	129,848	133,001	136,208	145,907
EXPENDITURE											
Employee costs	19,472	21,172	21,668	22,219	22,749	23,277	23,825	24,334	24,862	25,370	25,855
Operating costs	56,777	57,813	58,198	59,845	61,823	63,213	64,815	66,517	67,762	69,249	71,154
Interest expenditure	5,550	5,820	5,667	4,906	4,387	3,744	3,366	3,013	2,171	1,922	2,380
Depreciation	22,577	23,078	22,816	22,953	23,121	24,742	26,705	27,133	27,075	27,173	29,385
Total expenditure	104,376	107,883	108,349	109,923	112,080	114,976	118,711	120,997	121,870	123,714	128,774
OPERATING SURPLUS BEFORE REVALUATION	5,086	2,196	5,267	7,134	8,332	8,367	7,954	8,851	11,131	12,494	17,133
GAINS AND LOSSES											
Gain on revaluation of financial instruments	–	–	–	–	–	–	–	–	–	–	–
SURPLUS BEFORE TAX	5,086	2,196	5,267	7,134	8,332	8,367	7,954	8,851	11,131	12,494	17,133
Tax expense	–	–	–	–	–	–	–	–	–	–	–
SURPLUS AFTER TAX	5,086	2,196	5,267	7,134	8,332	8,367	7,954	8,851	11,131	12,494	17,133