

Prospective statement of comprehensive revenue and expense

	23/24*	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Revenue											
Rates	88,735	104,806	113,416	122,671	132,730	143,576	155,312	168,003	181,570	196,407	212,450
Fees and charges	12,665	12,590	12,187	11,811	12,066	12,366	12,646	12,955	13,237	13,511	13,782
Grants and subsidies	18,931	18,475	19,769	22,521	24,167	11,437	10,415	11,659	12,211	11,489	12,627
Development and financial contributions revenue	3,865	4,242	6,060	6,269	6,484	6,700	6,917	7,133	7,357	7,580	7,809
Other operating revenue	38,459	515	633	31,269	593	654	619	631	695	656	668
Total revenue excluding gains	162,655	140,628	152,065	194,541	176,040	174,733	185,909	200,381	215,070	229,643	247,336
Expenses											
Operating expenses	78,217	82,798	106,537	88,310	91,961	95,149	98,562	101,750	106,697	111,009	115,829
Depreciation and amortisation	29,076	34,601	37,654	40,722	43,331	46,855	49,388	51,535	53,210	56,066	57,900
Total expenses	107,293	117,399	144,191	129,032	135,292	142,004	147,950	153,285	159,907	167,075	173,729
Interest											
Interest income	3,915	3,723	3,466	3,657	3,889	4,072	4,346	4,346	4,346	4,346	4,346
Finance expense	12,838	14,690	15,502	17,138	19,325	21,614	24,062	24,157	23,647	22,880	21,361
Total interest expense	(8,923)	(10,967)	(12,036)	(13,481)	(15,436)	(17,542)	(19,716)	(19,811)	(19,301)	(18,534)	(17,015)
OPERATING SURPLUS/(DEFICIT)	46,439	12,262	(4,162)	52,028	25,312	15,187	18,243	27,285	35,862	44,034	56,592
Unrealised gains/(losses)											
Unrealised gain/(loss) on revaluation of financial derivatives	746	798	532	399	798	665	266	(266)	(399)	(399)	(1,197)
Total unrealised gains/(losses)	746	798	532	399	798	665	266	(266)	(399)	(399)	(1,197)
NET OPERATING SURPLUS/(DEFICIT)	47,185	13,060	(3,630)	52,427	26,110	15,852	18,509	27,019	35,463	43,635	55,395
Other comprehensive revenue and expense											
Unrealised gain/(loss) from revaluation of property, plant and equipment	43,169	127,919	64,200	64,333	30,065	99,304	31,515	68,852	60,577	69,908	32,418
Total other comprehensive revenue and expense	43,169	127,919	64,200	64,333	30,065	99,304	31,515	68,852	60,577	69,908	32,418
TOTAL COMPREHENSIVE REVENUE AND EXPENSE	90,354	140,979	60,570	116,760	56,175	115,156	50,024	95,871	96,040	113,543	87,813

*As per 2023/24 Annual Plan

Prospective statement of changes in net assets/equity

	23/24*	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Opening Equity	1,750,600	2,019,067	2,160,046	2,220,616	2,337,376	2,393,550	2,508,706	2,558,729	2,654,602	2,750,640	2,864,182
ACCUMULATED FUNDS											
Opening accumulated funds	647,009	727,986	739,137	733,517	784,851	810,628	829,159	848,322	876,600	909,200	955,227
Operating surplus/(deficit)	47,185	13,060	(3,630)	52,427	26,110	15,852	18,509	27,019	35,463	43,635	55,395
Transfers to reserves and special funds	(2,456)	(2,776)	(3,565)	(3,673)	(3,785)	(3,897)	(4,009)	(4,121)	(4,237)	(4,353)	(4,472)
Transfers from reserves and special funds	3,325	868	1,574	2,581	3,451	6,576	4,663	5,380	1,375	6,746	4,193
Transfers from revaluation reserve	-	-	-	-	-	-	-	-	-	-	-
Closing accumulated funds	695,063	739,138	733,516	784,852	810,627	829,159	848,322	876,600	909,201	955,228	1,010,343
RESERVES AND SPECIAL FUNDS											
Opening reserves and special funds	13,302	10,848	12,756	14,747	15,839	16,173	13,493	12,839	11,581	14,443	12,050
Transfer to accumulated funds	(3,325)	(868)	(1,574)	(2,581)	(3,451)	(6,576)	(4,663)	(5,380)	(1,375)	(6,746)	(4,193)
Transfer from accumulated funds	2,456	2,776	3,565	3,673	3,785	3,897	4,009	4,121	4,237	4,353	4,472
Closing reserves and special funds	12,433	12,756	14,747	15,839	16,173	13,494	12,839	11,580	14,443	12,050	12,329
REVALUATION RESERVE											
Opening revaluation reserve	1,090,289	1,280,233	1,408,152	1,472,352	1,536,685	1,566,750	1,666,053	1,697,568	1,766,421	1,826,997	1,896,905
Revaluation of property, plant and equipment	43,169	127,919	64,200	64,333	30,065	99,304	31,515	68,852	60,577	69,908	32,418
Transfers from reserves and special funds	-	-	-	-	-	-	-	-	-	-	-
Closing revaluation reserve	1,133,458	1,408,152	1,472,352	1,536,685	1,566,750	1,666,054	1,697,568	1,766,420	1,826,998	1,896,905	1,929,323
CLOSING EQUITY	1,840,954	2,160,046	2,220,615	2,337,376	2,393,550	2,508,707	2,558,729	2,654,600	2,750,642	2,864,183	2,951,995

*As per 2023/24 Annual Plan

Prospective statement of financial position

	23/24*	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Current Assets											
Cash and cash equivalents	7,875	17,851	15,977	14,670	23,407	21,684	18,116	13,682	12,574	16,467	12,031
Trade and other receivables	15,282	19,049	20,576	22,168	23,815	23,647	25,160	27,105	29,079	31,038	33,416
Inventories	169	163	167	171	175	180	184	188	192	197	201
Other financial assets	61,185	61,410	61,365	61,500	61,500	61,500	61,750	61,875	61,875	62,625	61,500
Loans	26	522	19	16	16	15	15	15	14	14	14
Non-current assets held for sale	-	-	-	-	-	-	-	-	-	-	-
Derivative financial instruments	139	1,747	1,849	1,925	2,077	2,203	2,254	2,203	2,127	2,051	1,823
Total current assets	84,676	100,742	99,953	100,450	110,990	109,229	107,479	105,068	105,861	112,392	108,985
Non-Current Assets											
Property plant and equipment	2,066,504	2,419,230	2,500,857	2,633,493	2,712,173	2,853,428	2,913,674	3,001,523	3,084,849	3,180,554	3,226,733
Forestry assets	30	28	29	29	29	29	29	29	29	29	29
Intangible assets	5,555	6,045	5,157	4,341	3,703	3,159	3,070	3,203	2,987	2,943	2,718
Other financial assets	6,285	7,123	7,758	8,133	8,883	9,508	9,508	9,133	8,758	7,633	7,633
Loans	224	171	153	137	121	106	91	77	63	49	35
Derivative financial instruments	13,216	7,426	7,857	8,180	8,826	9,364	9,579	9,364	9,041	8,718	7,749
Total non-current assets	2,091,814	2,440,023	2,521,811	2,654,313	2,733,735	2,875,594	2,935,951	3,023,329	3,105,727	3,199,926	3,244,897
TOTAL ASSETS	2,176,490	2,540,765	2,621,764	2,754,763	2,844,725	2,984,823	3,043,430	3,128,397	3,211,588	3,312,318	3,353,882
Current Liabilities											
Trade and other payables	13,335	27,860	28,269	29,411	33,111	32,969	31,445	30,420	32,451	34,505	33,115
Employee benefit	2,997	4,318	4,394	4,535	4,670	4,808	4,950	5,096	5,243	5,399	5,559
Deposits	1,619	1,613	1,650	1,690	1,731	1,773	1,815	1,857	1,900	1,943	1,988
Borrowings	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Provisions	105	96	88	96	99	83	75	73	70	72	66
Derivative financial instruments	-	-	-	-	-	-	-	-	-	-	-
Total current liabilities	78,056	93,887	94,401	95,732	99,611	99,633	98,285	97,446	99,664	101,919	100,728
Non-Current Liabilities											
Employee benefit	195	162	165	170	175	180	186	191	197	202	208
Borrowings	255,000	285,000	305,000	320,000	350,000	375,000	385,000	375,000	360,000	345,000	300,000
Provisions	2,285	1,671	1,582	1,486	1,388	1,305	1,230	1,158	1,087	1,015	949
Derivative financial instruments	-	-	-	-	-	-	-	-	-	-	-
Total non-current liabilities	257,480	286,833	306,747	321,656	351,563	376,485	386,416	376,349	361,284	346,217	301,157
TOTAL LIABILITIES	335,536	380,720	401,148	417,388	451,174	476,118	484,701	473,795	460,948	448,136	401,885
Public Equity											
Accumulated funds	695,063	739,137	733,517	784,851	810,628	829,159	848,322	876,600	909,200	955,227	1,010,345
Reserves and special funds	12,433	12,756	14,747	15,839	16,173	13,493	12,839	11,581	14,443	12,050	12,329
Revaluation reserve	1,133,458	1,408,152	1,472,352	1,536,685	1,566,750	1,666,053	1,697,568	1,766,421	1,826,997	1,896,905	1,929,323
TOTAL PUBLIC EQUITY	1,840,954	2,160,045	2,220,616	2,337,375	2,393,551	2,508,705	2,558,729	2,654,602	2,750,640	2,864,182	2,951,997
TOTAL LIABILITIES AND PUBLIC EQUITY	2,176,490	2,540,765	2,621,764	2,754,763	2,844,725	2,984,823	3,043,430	3,128,397	3,211,588	3,312,318	3,353,882

*As per 2023/24 Annual Plan

Prospective cash flow statement

	23/24*	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Cash flows from operating activities											
Cash was provided from:											
Kapiti Coast District Council rates	87,935	102,757	112,383	121,560	131,523	142,275	153,904	166,480	179,942	194,626	210,525
Grants and subsidies	6,773	3,883	3,655	3,781	3,991	4,111	4,222	4,358	4,384	4,486	4,600
Interest received	3,837	3,769	3,476	3,649	3,880	4,065	4,335	4,346	4,346	4,346	4,346
Charges and fees	17,534	17,305	18,695	18,686	19,085	19,651	20,126	20,655	21,220	21,692	22,198
GST (net)	(185)	61	(169)	112	165	(27)	(193)	(169)	35	42	(216)
	115,894	127,775	138,040	147,788	158,644	170,075	182,394	195,670	209,927	225,192	241,453
<i>Cash was applied to:</i>											
Payments to employees and suppliers	84,298	80,783	84,669	87,423	88,605	95,258	100,048	102,704	104,774	109,048	117,061
	84,298	80,783	84,669	87,423	88,605	95,258	100,048	102,704	104,774	109,048	117,061
Net Cash inflow from operating activities	31,596	46,992	53,371	60,365	70,039	74,817	82,346	92,966	105,153	116,144	124,392
Cash flows from investing activities											
<i>Cash was provided from:</i>											
Investment maturities	61,188	61,222	61,935	61,384	61,516	61,516	61,515	61,765	61,890	61,889	62,639
Proceeds from sale of assets held for sale	-	-	-	-	-	-	-	-	-	-	-
Proceeds from capital grants	11,347	14,597	15,959	18,410	19,979	8,854	6,315	7,152	7,761	7,090	7,890
	72,535	75,819	77,894	79,794	81,495	70,370	67,830	68,917	69,651	68,979	70,529
<i>Cash was applied to:</i>											
Construction and purchase of property, plant and equipment and intangibles	65,000	75,440	75,666	77,518	91,309	88,262	78,030	70,664	75,744	81,819	71,436
Purchase of investments	62,390	62,268	62,004	61,875	62,250	62,125	61,750	61,500	61,500	61,500	61,500
	127,390	137,708	137,670	139,393	153,559	150,387	139,780	132,164	137,244	143,319	132,936
Net cash from investing activities	(54,855)	(61,889)	(59,776)	(59,599)	(72,064)	(80,017)	(71,950)	(63,247)	(67,593)	(74,340)	(62,407)
Cash flows from financing activities											
<i>Cash was provided from:</i>											
Long-term borrowing	95,000	90,000	80,000	75,000	90,000	85,000	70,000	60,000	60,000	60,000	60,000
	95,000	90,000	80,000	75,000	90,000	85,000	70,000	60,000	60,000	60,000	60,000
<i>Cash was applied to:</i>											
Interest paid	12,733	14,675	15,469	17,073	19,238	21,523	23,964	24,153	23,668	22,911	21,421
Long-term borrowing	55,000	60,000	60,000	60,000	60,000	60,000	60,000	70,000	75,000	75,000	105,000
	67,733	74,675	75,469	77,073	79,238	81,523	83,964	94,153	98,668	97,911	126,421
Net Cash inflow from financing activities	27,267	15,325	4,531	(2,073)	10,762	3,477	(13,964)	(34,153)	(38,668)	(37,911)	(66,421)
Net increase/(decrease) in cash and cash equivalents	4,008	428	(1,874)	(1,307)	8,737	(1,723)	(3,568)	(4,434)	(1,108)	3,893	(4,436)
Total cash and cash equivalents at 1 July	3,867	17,423	17,851	15,977	14,670	23,407	21,684	18,116	13,682	12,574	16,467
NET CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	7,875	17,851	15,977	14,670	23,407	21,684	18,116	13,682	12,574	16,467	12,031

*As per 2023/24 Annual Plan

Prospective statement of reserve and special funds

Reserves are held to ensure that funds received for a specified purpose are applied to that purpose and any surplus result is managed in accordance with the purpose for which the reserve was established. The Council holds seven reserves, of which three are classified as restricted reserves. Restricted reserves are subject to rules under legal obligation that restrict the uses to which Council may apply the funds. The remaining Council created reserves are discretionary reserves which have been established for the fair and transparent use of funds. Reserves are not separately held in cash and the funds are managed as part of the Council's treasury management activities.

Below is a list of current reserves held by Council, outlining the purpose for holding each reserve as well as the activity to which the reserve relates to.

	Prospective Opening Balance 1 July 2024 \$000	Revenue/ Transfers from Accumulated funds \$000	Expenditure/ Transfers to Accumulated funds \$000	Prospective Closing Balance 30 June 2034 \$000
Council Restricted Reserves				
Waikanae Property Fund The purpose of the reserve is to fund improvements to Council-owned properties in Waikanae. The source of funds is the proceeds from the sale of other Council property in the Waikanae Ward (excluding district wide funded properties).	180	104	-	284
Waikanae Capital Improvement Fund The purpose of the reserve is to fund capital improvements in the Waikanae Ward and also to provide capital grants to Waikanae organisations in accordance with approved criteria. The source of funds is the Waikanae Ward's share of the property assets of the Horowhenua County Council and interest earned on the capital sum.	899	544	(448)	995
Plant Purchase and Renewal Fund The purpose of the reserve is to fund ongoing replacement of plant and vehicles when required. The reserve is funded from the depreciation charges on current plant and vehicles.	916	3,500	(4,079)	337
Total Council Restricted Reserves	1,995	4,148	(4,527)	1,616
Council Created Reserves				
Roading Reserve Upgrading Contributions The purpose of the reserve is to fund road upgrading works. The source of funds is the road upgrading development contributions from developers and interest earned.	-	-	-	-
Contingency Fund The purpose of the reserve is to fund unexpected expenditure across the District, e.g. leaky home claims, flood events and insurance excess. The source of funds includes rates and rates penalties.	518	154	-	672
Paekākāriki Campe Estate The purpose of the reserve is to fund administration of the Paekākāriki Campe Estate for the benefit of the youth of Kāpiti. The source of the funds is the proceeds from sale of the property owned by Mr Campe plus interest earned on the capital sum.	113	65	-	178
Financial Contribution Reserve Financial contributions are a contribution of money, land, or a combination of both. The purpose of a financial contribution (consisting mainly of reserves contributions) is to address the specific adverse effects generated by a land use activity or subdivision. This includes effects on open spaces and reserves, upgrading off-site infrastructure, before programmed works that will address any environmental effects created by the proposed development; significant heritage and ecological features; and riparian margins.	8,222	34,520	(32,880)	9,863
Total Council Created Reserves	8,853	34,739	(32,880)	10,713
Total Reserve and Special Funds	10,848	38,887	(37,407)	12,329