

Kāpiti UPDATE



ANNUAL REPORT SUMMARY 2012–13

This is a snapshot of activities and finances for Year One of the 2012-32 Long Term Plan.

INTRODUCTION BY JENNY ROWAN, MAYOR, KĀPITI COAST DISTRICT



The 12 months to 30 June 2013 have been very busy.

Council has moved from its temporary accommodation at the former Whitireia Campus to the substantially re-built Civic Administration Building on Rimu Road in Paraparaumu. I'm happy to say the project was completed on time and within budget.

Three beautifully carved pou representing the three iwi in Kāpiti that signed the Treaty of Waitangi were unveiled outside the main entrance of the building in June 2013. The pou acknowledge the journey Council and the District's tāngata whenua have taken together.

The Coastlands Aquatic Centre was scheduled to open in April 2013 but completion was delayed by the sudden collapse of Mainzeal. Senior Council staff successfully negotiated an agreement with the Receivers and the building was on track for an August opening.

A great deal of work was undertaken to support the Waikanae River Recharge Project and a resource consent application was filed with the Greater Wellington Regional Council. The hearings are now completed and consent was approved for 35 years.

A major project to install water meters across the District is underway and is expected to finish within budget and on schedule.

The Local Government Reform debate is progressing. A Working Party comprising Greater Wellington, Wellington City, Porirua

City and ourselves spent a great deal of time discussing possible forms of amalgamation. Two public surveys were held in August 2012 and Council separately commissioned a telephone survey of 1,500 residents in May 2013.

A Māori representative was appointed to each of the three Standing Committees of Council. The members are independent and represent all Māori views. The Te Āti Awa ki Whakarongotai Iwi Water Working Party was established, as well as a process for iwi to contribute to the District Plan Review and economic development.

The Proposed District Plan was notified in late November 2012 and submissions called for. The deadline for submissions on the coastal aspect of the Plan was extended to match the significant interest in this particular issue. Work on the Plan will run through 2014/15.

The Strategy for Supporting Economic Development on the Kāpiti Coast was adopted. The key focus is to support clean technology, grow the local food economy and provide support for the business and tourism sectors.

An Alcohol Action Plan was developed in collaboration with 38 local and national agencies. The Plan has since been a springboard for a number of community-led projects seeking to reduce harm from alcohol and other drugs. A Strategy for Supporting the Arts was also adopted. This will help guide Council's direction in supporting the arts and inform its long term planning in this area.

The Youth Council continued to build on the achievements that led it to winning the Youth in Local Government Supreme Award.

Council's 'Green Team' also had a very active year, building on the Ministry for the Environment Green Ribbon Award it won in 2011 and the fact that it was highly commended in the 2012 EECA Awards for its energy saving work and Council's energy policy.

In conclusion I would like to thank those individuals, community organizations and groups that helped to make things happen over 2012/13. You have helped to make a difference.

Jenny Rowan, QSO, JP
Mayor
Kāpiti Coast District



A MESSAGE FROM PAT DOUGHERTY, CHIEF EXECUTIVE

This 2012/13 Annual Report illustrates Council's performance in service delivery and in a financial context, against the measures set out in the 2012-32 Long Term Plan.

In the 12 months to 30 June 2013, Council invested \$44.8 million on capital works. Major items included \$12.5 million on the Coastlands Aquatic Centre, \$5.8 million on the Civic Administration Building and \$4.2 million on roads. The latter included \$1.5 million on resealing, an estimated \$670,000 on Kāpiti Road intersections and \$398,000 on footpaths.

In July 2012 Council purchased the 24 hectare Turf Farm for \$2.1 million. This is a magnificent piece of land that runs along the southern boundary of the Howarth Block which Council bought in the previous 2011/2012 financial year.

Both blocks sit between the southern bank of the Waikanae River and SH1, totalling 60 hectares. The plan is to develop the combined area for sports fields and recreation over the longer period to cater for future population growth and the expected increase in demand for sports fields and open space.

With this in mind, the designation of the land has been changed to recreation under the Reserves Act 1977 so a Reserves Management Plan can be prepared for community consultation and ultimately, adoption by Council.

During the review period, a significant investment (\$2.4 million) was also made on stormwater infrastructure. This included \$854,000 on an upgrade for Tasman Road in Ōtaki and \$647,000 for Ocean Road in Paekākāriki.

A further \$383,000 was spent on the Waikanae stormwater infrastructure on Kakariki Stream and Awanui Drive, as well as \$403,000 invested in upgrading local stormwater networks at Paraparaumu Beach.

A great deal of work continued on securing a long-term solution for the District's water supply. There are three aspects to this initiative: the Waikanae River Recharge Project, the installation of districtwide water meters and the purchase of land for a future dam.

We spent \$3.88 million on work to secure a long term water supply for Waikanae, Paraparaumu and Raumati. This included \$2.4 million on the purchase of land for a future dam, \$1 million in costs associated with lodgement of our resource consent application for the Waikanae River Recharge Project and \$400,000 for detailed design work on stage one of the project.

The Water Meter Project is on track for completion in December 2013 with \$4.75 million spent to 30 June 2013. The project is an integral part of our water conservation initiatives for the District. At present, residents are charged a flat annual fee that is not directly related to the amount of water each household consumes. Under the new system – to begin on 1 July 2014 – residents will pay for the water they use in addition to a lower level of fixed charge. We anticipate this system will lead to a change in the way people use treated drinking water and a consequential reduction in peak water demand of 25%. A further 5% saving should result from better on-going leak detection.

Given the impact of the economic recession on the levels of activity during the year, Council ended the year in a satisfactory financial position.

There was a rates surplus of \$723,000 as at 30 June 2013, which was reported to the Corporate Business Committee on 15 August 2013. This surplus has been partly used (\$341,000) to offset the 2013/14 rates increase and the balance is available to be used to offset the 2014/15 rates increase.

The operating surplus was \$5.229 million. Included in this surplus are revenue items such as development contributions of \$2.032 million, which are capital contributions from developers that must be used to fund capital expenditure.



Also included in the Statement of Comprehensive Income, but outside of the operating surplus, is a one-off adjustment for recognition of the New Zealand Transport Agency's (NZTA) subsidy on the land purchased for the Western Link Road. The Western Link Road project was on hold until the Board of Inquiry made their final decision on the Expressway.

NZTA's share of the land will now be transferred back to NZTA and Council's share will be sold to NZTA early in the 2013/14 year. The transfer of NZTA's share of the land is non-cash.

The one-off items include an unrealised gain on valuation of interest rate swaps of \$4.16 million. When these one-off (non-cash) items are deducted from the operating surplus, it results in a net operating surplus of \$1.068 million.

All in all it was a very busy year and I would like to thank our staff for the very heavy workload they have had to carry.

Pat Dougherty

Chief Executive



WHO WE ARE AND WHAT WE DO

This summary is a snapshot of Council's activities and finances for 2012/13. The information it contains has been extracted from our 2012/13 Annual Report, dated 3 October 2013, which contains detailed information about our finances and service performance.

Council comprises a Mayor and 10 elected Councillors. Half represent a ward and half are districtwide.

Council meetings are held every six weeks. Several Standing Committees report to Council on particular areas, including:

- Environmental and Community Development;
- Corporate Business;
- Regulatory Management.

Four Community Boards – Ōtaki, Paraparaumu/Raumati, Waikanae and Paekākāriki – represent local community interests.

Council provides residents with a wide range of services and infrastructure and makes decisions that help shape the District's future.

Council staff provide advice, implement Council decisions and look after the District's day to day operations.

Work is divided into 16 categories. All are linked to one or more of the seven Community Outcomes. These outcomes reflect Council's priorities and the aspirations of the communities that make up Kāpiti Coast.

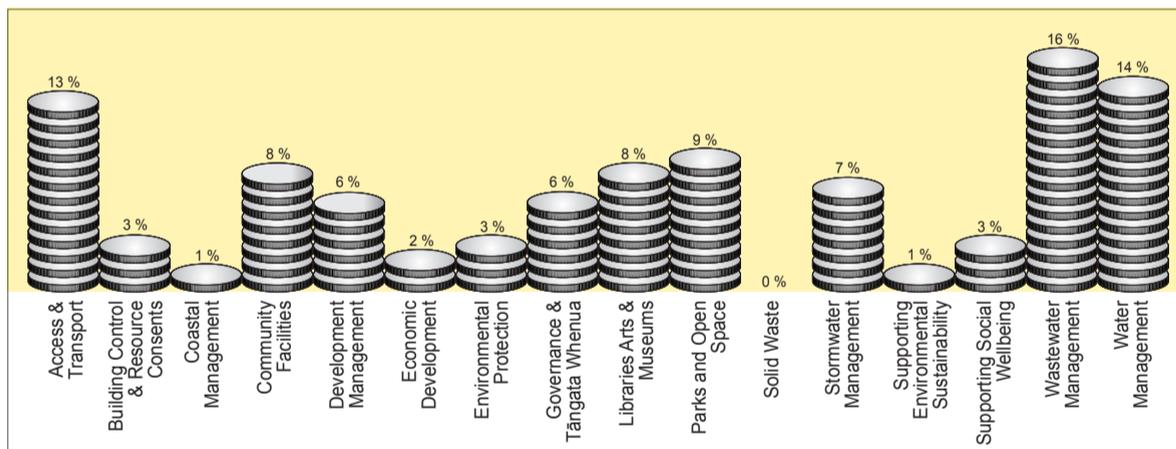
Full information can be found at www.kapiticoast.govt.nz

SPENDING AT A GLANCE

WHERE YOUR RATES DOLLARS WERE SPENT

URBAN RATEPAYERS

THE PROPORTION OF YOUR RATES SPENT ON EACH ACTIVITY – URBAN AREA



KEY ACHIEVEMENTS

Access and Transport

The proposed Mackays to Peka Peka Expressway continued to dominate transport discussions with the Environment Court hearing, decision to proceed and subsequent appeals. Final decisions on projects that may interact with the construction of the Expressways were delayed.

Council proceeded with upgrades at several intersections on Kāpiti Road and some footpath renewal work.

Traffic safety initiatives continued with Council working alongside the NZ Police on an interactive radio road-safety campaign. A number of traffic safety improvements were also undertaken around some schools and Ōtaki College.

The development of the Cycleway, Walkway and Bridleway network continued.



Building Control and Resource Consents

Changes to the Building Act 2004 and the second phase of the reform of the Resource Management Act 1991 continued throughout 2012/13.

In early 2013, Council established three key drivers for changes in the delivery of regulatory services: Open for Business; Improving Performance; and Responding to Changes in the Legislative Environment. The ongoing focus will be on the delivery of a work programme that achieves results in these key areas.

Council also made a submission to the Ministry of Business Innovation and Employment setting out its concerns about the Government's proposal to improve earthquake safety by increasing the seismic strengthening requirements in the Building Act 2004. While Council agrees keeping people safe is important, it is concerned that proposed changes could mean substantial costs for Council and building owners with no indication about who would pay for the strengthening work.

Coastal Management

How to respond to the effects of potential increases in sea levels and storm intensity on Kāpiti's low-lying coast continues to be an on-going focus for Council and the community.

All councils are required by Central Government to undertake a coastal hazard assessment with a 100-year timeframe. Council's assessment was completed in August 2012 and has been incorporated into the Proposed District Plan.

Over 400 submissions were received on Chapter 4: Coastal Environment. Council recognises this is a contentious issue and wants to ensure an open and informed debate occurs, therefore it agreed to appoint three independent experts on coastal erosion hazards to be part of the pre-hearing process and resolve any contested technical matters throughout the process.

Community Facilities

The receivership of Mainzeal Property and Construction in February 2013 caused significant delays to the Coastlands Aquatic Centre project when it was weeks from completion. Council was able to work successfully with the Receivers and sub-contractors to complete the project. The Centre opened on 10 August 2013.

When the provision of a ramp into the main pool was found to be problematic because of the pool's moveable floor, the community was swift in making it clear that not having a ramp was unacceptable. Council publically apologised for its handling of the issue.



A locally designed and manufactured ramp is being built, which meets design and warranty requirements. It should be installed by October 2013.

The upgrade of Council's Rimu Road Civic Building was undertaken on time and to budget. The building is now accessible to all, weatherproof, wind tight and earthquake strengthened, plus provides an improved working environment for Council, staff and the public.

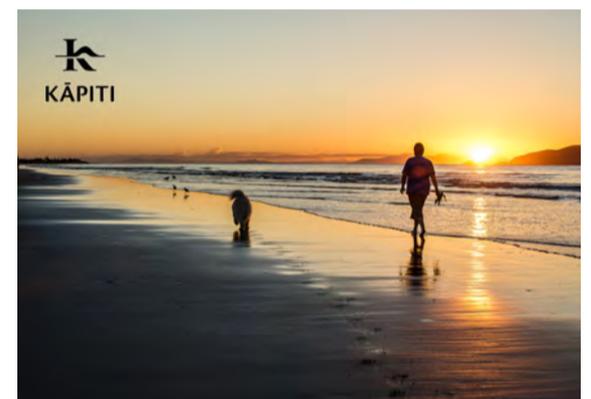
Development Management

This activity examines likely future growth in the region and how this will impact Kāpiti communities. The prime focus during 2012/13 has been processes associated with the ten-year review of the District Plan.

The Proposed District Plan, notified in late November 2012, received more than 700 submissions. A further submissions process was then held and more than 200 further submissions commenting on other people's submissions were received. Hearings are scheduled to begin in November 2013 on a statement of tāngata whenua aspirations for the District Plan.

Economic Development

A partnership between Electra, Horowhenua District Council and this Council was established to promote regional business growth, focusing on four sectors - distribution and logistics, food and beverage, service business, and IT and technology.



Work continued on value-add opportunities in the local food sector. The focus was on building networks with producers, developing the case for establishing a Kāpiti food brand and exploring the potential for setting up a producer's market in Kāpiti.

The Maori Economic Development and Wellbeing Strategy was endorsed by Council.

The tourism destination marketing brand was successfully launched on 6 June 2013. Five businesses have applied for a licence to use the brand.

A feasibility study on the potential to develop a gateway or visitor centre for Kāpiti Island has been completed and will be reported to Council in 2013/14. A review of the visitor information network has also been carried out.

The Clean Technology Trust was successfully established and tasked with scaling up activities at the Clean Technology Park.

Environmental Protection

This largely regulatory activity helps protect public health and safety. It includes noise and animal control, liquor licensing, inspections of food premises and swimming pools, and emergency management.

The Wellington Region's Civil Defence Emergency Management (CDEM) Office was established in July 2012 and is designed to pool

resources from all the city and district councils in the region. In addition, a new Wellington Region CDEM Group Plan 2013-2018 was developed in consultation with emergency response agencies and local communities. This is a comprehensive plan that addresses the four R's of Emergency Management – Reduction, Readiness, Response and Recovery.

As a result of a very hot, dry summer, a prohibited fire season was implemented from 8 March 2013 to 5 April 2013. Only two fires were reported during this period with the community responding well to the total fire ban.

Over the year, Council's Environmental Health team responded to 577 service requests; registered 6,842 dogs; responded to 2,552 routine complaints about dogs and 260 urgent dog complaints. It also issued 658 fire permits, each within two working days.

Governance and Tāngata Whenua

In December 2012, a working party comprising this Council and Porirua City, Wellington City and Greater Wellington Regional Councils was established to discuss the potential reorganisation of governance for the Wellington region. Submissions made to the Local Government Commission and further discussion will continue before decisions are made over the next couple of years.

The 2013/14 Annual Plan and the 2013 Amendment to the 2012 Long Term Plan were adopted.

A Māori representative was appointed to each of Council's three major Standing Committees.

A number of successful events were held including Waitangi Day celebrations, Civic Awards, ShoutOut Awards for Youth and the Kapiti Sports Awards.



Libraries, Arts and Museums

It was another successful year for the District's libraries, with more than 780,000 items borrowed and more than 62,000 items reserved free of charge. This is a 43% increase in reservations over the previous twelve months. A wide range of free events and activities attracted more than 17,000 people to the libraries.

Another successful Kāpiti Arts Trail and the re-launch of the Kāpiti Heritage Trail set the scene for the release of a draft Public Art Policy for consultation. This outlines why public art is important to the District and what the Council wants to achieve through public art.

Parks and Open Spaces

Parks and open spaces play a big part in the natural feel and character of Kāpiti, while key parks and coastal reserves support biodiversity.

Four local playgrounds and the changing facilities at Mazengarb Park Multi Sport Turf have been upgraded.

The purchase of the Turf Farm adds 24 hectares to the earlier purchased Howarth Block reserve, providing opportunities for future recreational requirements in the District.

The splash-pad water play area installed at Marine Gardens, Raumati attracted a record number of visitors.

More than 22,000 native plants were planted in the District by 23 community volunteer groups.



Solid Waste

In June 2013, Council formally adopted an amendment to the 2012 Long Term Plan whereby it no longer holds contracts for kerbside collections. However, Council continues to monitor the delivery of collection and recycling services. Council also approved additional rates funding to maintain the current level of service at Waikanae Greenwaste and Recycling Centres.

Council provided input into regional projects under the Wellington Regional Waste Management and Minimisation Plan.

Stormwater Management

Council has an ongoing stormwater upgrade programme in progress, designed to provide protection for one-in-10 year and one-in-100 year floods.

Removing stormwater run-off and safely disposing of it is important for health and safety, as well as the protection of the District's ecosystems and environment. This is becoming more important given climate change could potentially lead to greater flooding, putting more pressure on our stormwater systems.

Over the year, upgrades were made to the Ocean Road (Paekākāriki), Raumati Beach CBD and Tasman Road (Ōtaki) stormwater systems.

An automated floodgate was constructed to replace the manual floodgate at Waimanu Lagoon.

Supporting Environmental Sustainability

Supporting Environmental Sustainability provides benefits to the community, as well as monitoring and reducing Council's own impact on the environment when carrying out its business.

This Council is the first council in the country to gain admission to the prestigious Carbon Emissions Measurement and Reduction Scheme.

Sustainable living support services provided by the Green Gardener, Water Conservation Advisor, Sustainable Neighbourhoods Co-ordinator, Eco-design Advisor and the Waste Minimisation Officer have been very well received.

A set of six water education resources for local early childhood centres, schools and colleges was developed. They align with the education objectives set out in early childhood, primary and secondary curricula.

Another Sustainable Home and Garden Show in 2013 attracted a record 8,000 visitors.

The Energise Ōtaki project is gaining momentum with a number of new initiatives and members.

The Greenest Street (now 'Greenest Neighbourhood' competition) was inspired by Council's ongoing commitment to increasing sustainability and community resilience in the District. A report covering the journey toward sustainability of 84 households in seven streets over the course of the competition was released.



Supporting Social Wellbeing

Council continues to work with the Youth Council to implement the Youth2U Action Plan.

The Youth Pathways to Employment Project saw two working groups established and a business stock take undertaken in Ōtaki and Paraparaumu/Waikanae to assess employers' attitudes to employing youth. Forums were also held on youth employment in Paraparaumu and Ōtaki, hosted by the Mayor. Council continues to employ a number of young people through apprenticeships and a cadetship.

The inaugural Youth Shout Out awards were held in December 2012 and publicly recognised 18 young people who had shown leadership on the Kāpiti Coast.

A range of youth development initiatives were held, including YouthFest, ThinkBIG grants for youth-led community projects, and murals across the District designed and installed by young people.



Council is investigating the feasibility of establishing a youth centre or other place that provides social and recreation opportunities for young people.

Following some serious incidents of alcohol-related violence in the Kāpiti Lights area and building on the Alcohol Action Plan, Council introduced an overnight alcohol-free zone in all public places from Paekākāriki to Waikanae. This is now included in a revised Control of Alcohol in Public Places Bylaw. Support is also being given to community-based initiatives focused on achieving community solutions to alcohol and violence.

Wastewater Management

The provision of wastewater services is an important public health function that Council provides to its residents.



The Guildford Drive pump station was upgraded, linking into a new rising main which allows wastewater to be more directly pumped to the Paraparaumu Wastewater Treatment Plant.

Mechanical pump stations at Moana

Road, Ōtaki Beach and Queens Road, Waikanae have been renewed. Generator control panel renewals were also undertaken at various other sites.

Water Management

Council maintained its 571 kilometres of water mains, five water treatment plants, seven pump stations and eight groundwater bores throughout the District.

Significant water restrictions were avoided during the 2012/13 drought period through the use of Council's bore field for three days.

The resource consent hearings for the Waikanae-Paraparaumu-Raumati River Recharge with Groundwater Project began in June 2013.

The design details on the Waikanae Water Treatment plant are being finalised and the physical work for the Tui Street, Waikanae high-level reservoir and pump station upgrade was completed in June 2013. Council has been awarded an 'Aa' water grading for drinking water.

Council continued its water loss work, including reporting savings from repaired leaks and improving accuracy of water-use estimates. Over the year,

more than 400 leaks were found on private properties and the estimated daily loss of water amounted to about 1.9 million litres.



Approximately 15,000 water meters have been installed since August 2012.

A Water Conservation Advisor was appointed and has already visited over 420 properties, providing advice on identifying leaks, plumbing audits and replacing washers. The advisor also works with the Water Meter Project team, advising owners of properties with large leaks. Feedback from customers has been very positive.

SUMMARY OF THE STATEMENT OF COMPREHENSIVE INCOME

For the Year Ended 30 June 2013

The Council ended the year with an operating surplus of \$5.229 million. Included in the operating surplus is an unrealised gain on the valuation of interest rate swaps \$4.161 million. After this is deducted from the operating surplus this results in a net operating surplus of \$1.068 million.

Included in the \$1.068 million operating surplus is the rates surplus of \$723,000. The balance of the net operating surplus relates to revenue and expenditure that do not relate to rates. These include non-cash transactions such as assets (water, wastewater and stormwater) vested in Council by developers. Of the rates surplus of \$723,000, \$341,000 was used to offset the 2013/14 rates increase and the balance is available to be used to offset the 2014/15 rates increase.

The operating surplus resulted mainly from savings in loan servicing costs (finance costs) as a result of the lower interest rate market and the careful management of interest rate swaps.

Also included in the summary statement of comprehensive income is a one-off adjustment of \$13.625 million which recognised the NZTA's share of the land purchased for the Western Link Road.

The Western Link project was on hold until the Board of Inquiry made their final decision around 15 April 2013. This decision was appealed but the decision was upheld in the High Court in August 2013.

As a result NZTA's share of the land will be transferred back to NZTA and Council's share will be sold to the NZTA early in the 2013/14 year. The transfer of NZTA's share of the land is non-cash and represents a write-off of NZTA's share of the land that Council was holding for the Western Link Road.

2011/12 Actual \$000		2012/13 Actual \$000	2012/13 Budget \$000
38,749	Rates, excluding Targeted Water Supply Rates	41,409	41,207
6,872	Targeted Rates	7,115	6,807
8,855	Other Revenue	9,009	9,741
3,468	Development and Financial Contributions	2,032	2,041
3,370	NZTA Operating Funding	1,009	1,297
612	NZTA Expressway Project	200	-
-	NZTA Capital Funding	1,344	1,773
-	Gain on Revaluation of Financial Instruments	4,161	-
61,926	TOTAL OPERATING REVENUE	66,279	62,866
39,314	Expenditure	40,676	41,278
612	NZTA Expressway Project	204	-
975	Loss on Disposal	-	-
5,187	Finance Costs	6,323	7,544
5,936	Loss on Revaluation of Financial Instruments	-	-
13,142	Depreciation/Amortisation	13,847	13,781
65,166	TOTAL OPERATING EXPENDITURE	61,050	62,603
(3,240)	NET SURPLUS /(DEFICIT)	5,229	263
	Other Comprehensive Income		
-	Revaluation – Fair Value Movement on Property, Plant and Equipment	(13,625)	-
(3,240)	TOTAL COMPREHENSIVE INCOME	(8,396)	263

SUMMARY OF CHANGES IN EQUITY

For the Year Ended 30 June 2013

2011/12 Actual \$000		2012/13 Actual \$000	2012/13 Budget \$000
737,766	Equity as at 1 July	734,526	741,441
(3,240)	Total Comprehensive Income	(8,396)	263
734,526	Equity as at 30 June	726,130	741,704
Equity is represented by:			
571,606	Accumulated Funds	577,171	579,566
159,338	Revaluation Reserves	145,713	159,338
3,582	Reserves and Special Funds	3,246	2,800

SUMMARY OF FINANCIAL POSITION

As at 30 June 2013

Total Public Equity reduced by the reported deficit of \$8.396 million in Comprehensive Income to \$726.130 million from \$734.526 million as at 30 June 2012.

2011/12 Actual \$000		2012/13 Actual \$000	2012/13 Budget \$000
8,369	Current Assets	15,626	6,413
845,014	Non-Current Assets	861,928	895,840
853,383	TOTAL ASSETS	877,554	902,253
88,906	Current Liabilities	30,380	34,167
29,951	Non-Current Liabilities	121,044	126,382
118,857	TOTAL LIABILITIES	151,424	160,549
734,526	TOTAL PUBLIC EQUITY	726,130	741,704
853,383	TOTAL LIABILITIES AND PUBLIC EQUITY	877,554	902,253

SUMMARY OF CASH FLOWS

For the Year Ended 30 June 2013

2011/12 Actual \$000		2012/13 Actual \$000	2012/13 Budget \$000
13,841	Net Cash Flows From Operating Activities	11,657	12,451
(33,368)	Net Cash Flows From Investing Activities	(45,181)	(49,044)
21,876	Net Cash Flows From Financing Activities	36,801	36,387
2,349	NET CASH INFLOW / (OUTFLOW) FOR YEAR	3,277	(206)

FUNDING IMPACT STATEMENT

For the Year Ended 30 June 2013

2011/12 Actual \$000	2011/12 Budget \$000		2012/13 Actual \$000	2012/13 Budget \$000
Sources of Operating Funding				
8,988	8,967	General Rates	9,130	9,101
29,570	29,091	Targeted Rates (other than a targeted rate for water supply)	30,593	31,272
3,370	1,189	Subsidies	1,209	1,805
16,163	17,012	Fees, charges and targeted rates for Water Supply	16,483	16,461
58,091	56,259	TOTAL OPERATING FUNDING	57,415	58,639
Application of Operating Funding				
44,087	38,269	Payment to Staff and Suppliers	40,880	41,091
5,187	7,722	Finance Costs	6,323	8,474
49,274	45,991	Total Application of Operating Funding	47,203	49,565
8,817	10,268	SURPLUS TO OPERATING FUNDING	10,212	9,074
Sources of Capital Funding				
3,468	3,880	Development Levies	1,997	2,040
26,781	36,583	Loans	39,339	44,069
-	1,685	NZTA Capital Subsidies	1,344	1,493
30,249	42,148	TOTAL SOURCES OF CAPITAL FUNDING	42,680	47,602
Uses of Capital Funding				
(823)	(2,488)	- To Meet Additional Demand	(2,026)	(3,898)
(25,062)	(36,439)	- To Meet Improved Levels of Services	(34,825)	(36,817)
(8,579)	(10,224)	- To Replace Existing Assets	(8,002)	(14,449)
(4,037)	(2,306)	Increase/(Decrease) in Investments	(7,729)	(811)
(565)	(959)	Increase/(Decrease) in Reserves	(310)	(701)
(39,066)	(52,416)	TOTAL APPLICATION OF CAPITAL FUNDING	(52,892)	(56,676)
(8,817)	(10,268)	SURPLUS / (DEFICIT) TO CAPITAL FUNDING	(10,212)	(9,074)
-	-	FUNDING STATEMENT BALANCE	-	-

Notes:

- This summary has been prepared in accordance with FRS-43: Summary Financial Statements.
- Part 6 section 98(4b) of the Local Government Act 2002 requires Council to make publicly available a summary of information contained in the Annual Report.
- The specific disclosures included in the summary financial report have been extracted from the full Annual Report for the year ended 30 June 2013, adopted on 3 October 2013 which received an unqualified audit opinion.
- The summary financial report cannot be expected to provide as complete an understanding as provided by the full financial report. Both the full financial report and the summary report have received unqualified audit opinions. Copies of both documents may be obtained free of charge from Council's offices or viewed online at www.kapiticoast.govt.nz
- Council is a public benefit entity and has complied with New Zealand equivalents to International Financial Reporting Standards (NZ IFRS) as applicable for public benefit entities. These standards represent generally accepted accounting practice in New Zealand. They prescribe the way we must recognise and disclose all financial transactions in our financial accounts. A statement of compliance can be found in the full Annual Report on page 14. Kāpiti Coast District Council ('Council') is a Territorial Authority governed by the Local Government Act 2002.
- This Summary of the Kāpiti Coast District Council 2012/13 Annual Report was authorised by the Chief Executive on 8 October 2013.
- The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000).



MORE INFORMATION

This is a summary of the 2012/13 Annual Report, dated 3 October 2013, which contains detailed information about Council's finances and service performance.

The full Annual Report can be obtained from:

www.kapiticoast.govt.nz

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Private Bag 60601
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Toll free: 0800 486 486

Fax: (04) 296 4830

email: kapiti.council@kapiticoast.govt.nz



Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

TO THE READERS OF KAPITI COAST DISTRICT COUNCIL'S SUMMARY OF THE ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2013

We have audited the summary of the annual report (the summary) as set out on pages 4 to 7 which was derived from the audited statements in the annual report of Kapiti Coast District Council (the District Council) for the year ended 30 June 2013 on which we expressed an unmodified audit opinion in our report dated 3 October 2013.

The summary comprises:

- the summary statement of financial position as at 30 June 2013, and summaries of the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and the notes to the summary financial statements that include accounting policies and other explanatory information; and
- the summary of the District Council's non-financial performance information and summaries of other information contained in its annual report.

Opinion

In our opinion, the information reported in the summary complies with FRS-43: *Summary Financial Statements* and represents, fairly and consistently, the information regarding the major matters dealt with in the annual report.

Basis of opinion

The audit was conducted in accordance with the Auditor-General's Auditing Standards, which incorporate the International Standards on Auditing (New Zealand).

The summary and the audited statements from which they were derived, do not reflect the effects of events that occurred subsequent to our report dated 3 October 2013 on the audited statements.

The summary does not contain all the disclosures required for audited statements under generally accepted accounting practice in New Zealand. Reading the summary, therefore, is not a substitute for reading the audited statements in the annual report of the District Council.

Responsibilities of the Council and the Auditor

The Council is responsible for preparing the summary in accordance with FRS-43: *Summary Financial Statements*. We are responsible for expressing an opinion on the summary, based on the procedures required by the Auditor-General's auditing standards and the International Standard on Auditing (New Zealand) 810: *Engagements to Report on Summary Financial Statements*.

Other than the audit and the audits of the long-term plan amendment and New Zealand Community Trust Grant, we have no relationship with, or interest in, the District Council.

G J Taylor
Ernst & Young
On behalf of the Auditor-General
Wellington, New Zealand

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