

Part C Financial Statements and Supporting Information

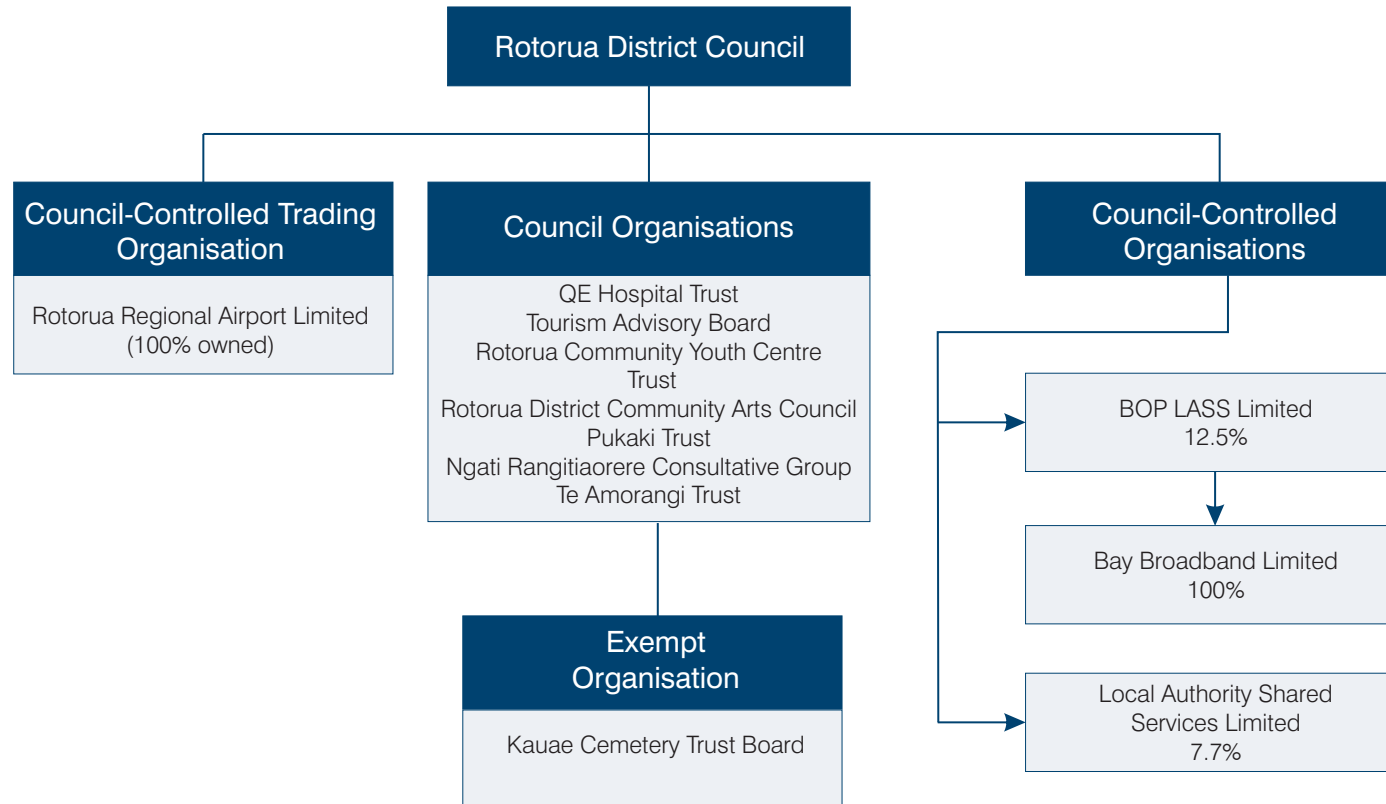


council organisations and council controlled organisations

There are a number of organisations where Council has the right to appoint a representative and/or has a shareholding. Under the Local Government Act these organisations are defined as Council Organisations (COs), Council-Controlled Organisations (CCOs) and Council-Controlled Trading Organisations (CCTOs).

These organisations assist Council in achieving its goals and meeting the needs of the Rotorua community. Those appointees to the organisations have the necessary skills, knowledge, and experience to take on their respective tasks. Council has a policy on the appointment of Directors to assure this is the case.

Where Council is involved with a CCO or CCTO, it must provide further information in the Ten Year Plan. The three organisations in this category are the Rotorua Regional Airport Limited, the Waikato Region's Local Authority Shared Service Limited (LASS) and Bay of Plenty Regions BOPLASS Limited. Further information about these organisations is provided in this section of the plan.



rotorua regional airport limited

Introduction

Rotorua Regional Airport Limited –

- is a limited liability company pursuant to the Companies Act 1993.
- is a Council-controlled Trading Organisation pursuant to Section 6 Local Government Act 2002.

On 31 July 2002 Rotorua District Council purchased the 50% shareholding in RRAL held by Central Avion Holdings Limited. The Council now holds 100% of the shares in RRAL.

During the 2004-2005 financial year the Infrastructure assets of Rotorua Regional Airport Limited were transferred to the Rotorua District Council. RRAL remains the airport operating company leasing the assets from the company's sole shareholder, Rotorua District Council.

The Rotorua District Council is responsible for the ongoing capital development of the Airport. The operating company's (RRAL's) goals are primarily concerned with optimising the use of the infrastructure.

Mission Statement

“A user friendly, attractive airport 'hub' which meets the regional need for domestic and trans-Tasman airline services and is a safe, commercially viable operation optimising the social and economic benefits to the community shareholder.”

Goals

Maintenance of domestic jet services

RRAL will look to facilitate continued jet services.

Establishment of trans-Tasman passenger services

RRAL continues to invite airlines to commence trans-Tasman flights as soon as we are able to host them.

An attractive customer friendly airport facility

The Stage one terminal development is complete. The new air conditioned terminal hosts a Robert Harris café and a planned retail area providing all travelers with a great place to visit. RRAL also uses local imagery to present a fantastic, positive representation of our wonderful city and region.

Minimum cost and optimum benefit to community shareholder

RRAL has already and will continue to work hard to ensure that long term tenancy agreements maximise the revenue generating capacity of the airport.

Objectives and Policies

- Meet the airport needs of the district and region
- Maintain an effective working relationship with the shareholder and landlord
- Meet the needs of the community for growth in aircraft movements and passenger numbers
- Establish scheduled trans-Tasman services
- Operate company as a 'stand alone' commercial business
- Optimise net earnings potential for reinvestment in airport development
- Mitigate adverse effects caused by airport operations and development
- Maintain a safe, secure airport facility
- Provide for general aviation activity consistent with primary purpose of providing for airline passenger services

Governance

The board's approach to governance dictates:

- that the company operate as a legal entity in its own right separate from its shareholder¹
- that all decisions are made by the board of directors² in accordance with the company constitution and statement of intent
- the maintenance of an effective working relationship with the shareholder on issues of strategic importance

Nature and Scope of Activities

The primary nature and scope of activities for the company is to operate an airport at Rotorua.

These activities include:

- Retaining the Civil Aviation Authority Aerodrome Operator Certificate by abiding by the laws and requirements outlined in the Civil Aviation Act.
- Operating a facility suitable for the required use of the public in a safe, lawful and efficient manner.

Over the next three years the company will actively pursue opportunities for passenger and revenue growth. RRAL will endeavour to present the airport facility for all users at a standard which residents and ratepayers can be proud of.

¹ Section 15 of the Companies Act 1993 refers

² Section 128 of the Companies Act 1993 and Section 60 of the Local Government Act 2002 refer

rotorua regional airport limited cont.

Table 2: Financial Forecasts

Year ending 30 June :	2007	2008	2009
Total revenue	3,848,234	4,380,517	5,141,328
Total expenses	3,701,884	4,229,776	4,986,065
Surplus / deficit before tax	146,350	150,741	155,263
Provision for tax	48,296	49,744	51,236
Surplus / deficit after tax	98,054	100,997	104,027
Term Debt	0	0	0
Total assets (net current liabilities)	994,000	994,000	994,000
Total shareholders' funds	1,094,000	1,094,000	1,094,000
Net profit after tax to average shareholders' funds	9%	9%	9%
Debt equity percentage	0%	0%	0%

Performance Targets

The company will report to the shareholders on the following performance indicators:

- The ratio of net profit before and after tax/interest/revaluations (before extraordinary items) to average shareholder funds
- The ratio of net profit before and after tax/interest/revaluations to average total assets (including revaluations, net current liabilities).

Table 3: Performance Indicators

Year ending 30 June :	Forecast		
	2010	2011	2012
Return on Shareholders Funds (after tax and interest)	7%	7%	7%
Return on Average Shareholders Funds (before tax and interest)	10%	10%	10%

local authorities shared services limited (waikato)

Local authorities of the Waikato Region have established LASS as a Council-Controlled Organisation by way of a company, in which each local authority will have a single share. This company will be used as an umbrella for current and future development of shared services through the Region.

Share Holders

Local Authority Shared Services Limited is jointly owned by the 13 local authorities of the Region, being: Waikato Regional Council (Environment Waikato), Hamilton City Council, Franklin District Council, Hauraki District Council, Matamata-Piako District Council, Otorohanga District Council, Rotorua District Council, South Waikato District Council, Taupo District Council, Thames-Coromandel District Council, Waikato District Council, Waipa District Council and Waitomo District Council.

Council Policies and Objectives Relating to CCOs

While Council does not have any significant policies or objectives about ownership and control of the company, the establishment of the company, "Local Authority Shared Services Limited" was subject to public consultation as part of the 2004 Ten Year Plan. However, Council does consider that LASS Limited provides the opportunity for undertaking shared services with the member councils that will be for the benefit of its ratepayers. Council has a Policy on the Appointment and Remuneration of Directors.

The Constitution of Local Authority Shared Services Limited sets out the principles according to which the company will be operated and governed. This includes shareholders rights and the appointment of directors. The annual Statement of Intent identifies the activities and intentions of the Company for the year and the objectives to which those activities will contribute.

Company Objectives

The objective of the company is to provide local authorities of the Waikato Region with a vehicle to develop shared services and provide them to local authorities.

Nature and Scope of Activities

The principle nature and scope of the activity for the company is to:

1. Provide shared services to all local authorities within the Waikato Region. The company also intends to sell processes and systems as set up under individual agreements to local authorities outside the Region.
2. Pursue all opportunities to develop shared services that may benefit the community, either through enhanced services or reduced cost.
3. Give consideration to developing shared service products which a majority of local authorities of the Region believe are of value. The objective is to provide the most effective access to regional information that may be of value to the community using modern technology and processes.
4. Explore all possible avenues to provide these services itself or contract them from outside parties, each depending on a rigorous business case.

Directors

The current directors of Local Authority Shared Service Limited are noted below:

Director	Position	Councils Director Represents
Bob Lane (Chairperson)	CEO Environment Waikato	Environment Waikato
Michael Redman	CEO Hamilton City Council	Hamilton City Council
John Inglis	CEO Waipa District Council	Waipa, Otorohanga and Waitomo District Councils
Langley Cavers	CEO Hauraki District Council	Thames-Coromandel, Hauraki and Matamata-Piako District Councils
Gavin Ion	CEO Waikato District Council	Franklin and Waikato District Councils
Peter Guerin	CEO Rotorua District Council	Rotorua, South Waikato and Taupo District Councils

The initial product developed is a shared valuation database. It is envisaged that the company will continue to develop new products to be made available to the local authorities within the Waikato Region. At the same time, other opportunities may be explored in partnership with local authorities outside the Region to develop new products such as aerial photograph provision, GIS systems and emergency management systems.

Performance Targets

The Performance Targets are:

- Positive cash flow will be maintained so that the equity ratio is maintained at a minimum of 40 percent.
- Customers will be surveyed annually to ensure that there is at least 90 percent satisfaction with the services provided.
- Expenditure shall not exceed that budgeted by more than 5% unless prior approval is obtained from the Directors.
- The CEO will provide a written report on the business operations and financial position of the LASS as a minimum on a six monthly basis.

boplass limited

Background

Rotorua District Council has a one-eighth shareholding in BOPLASS Limited, a company formed in October 2007 to support councils operating in the Bay of Plenty. Its purpose is to investigate, develop and deliver shared services and communications, where that can be done more effectively.

Objectives and Benefits relating to BOPLASS

BOPLASS initiates services where a business case shows potential benefit to council users through improved levels of service, reduced costs, improved efficiency or increased value from innovation. The benefits of this CCO are:

- Improved levels and quality of service.
- A coordinated and consistent approach to provision of services.
- Reductions in cost of support and administrative services.
- Opportunities to develop new initiatives.
- Economies of scale for procurement from a single entity representing a number of councils.

Governance

BOPLASS Ltd operates in accordance with its constitution, its annual Statement of Intent, provisions of the Companies Act 1993 and the Local Government Act 2002.

The company is governed by its directors, who are also the

chief executives of their respective council shareholders. Currently they are:

Shareholder	Director
Bay of Plenty Regional Council	Bill Bayfield
Kawerau District Council	Russell George
Opotiki District Council	Vaughan Payne
Rotorua District Council	Peter Guerin
Taupo District Council	Rob Williams
Tauranga City Council	Stephen Town
Western Bay of Plenty District Council	Glenn Snelgrove
Whakatane District Council	Diane Turner

The Board can appoint up to three professional directors to supplement the expertise of the councils' chief executives.

Nature and Scope of Activities

BOPLASS was established to achieve cost savings for Councils in the region by sharing/bundling various services. To this end the Statement of Intent for BOPLASS (adopted in May 2008) identified eight possible projects which could be undertaken by BOPLASS. These are:

- GIS
- Aerial Photography
- Joint Procurement
- Library Management and Information Services
- Joint Software support
- After hours service
- Internal Audit/Probity
- Facilitation of regional broadband services

To date there has been moves to establish a subsidiary company to facilitate regional broadband services.

The expectation is that once more shared service projects are approved by directors there will be further investment required from each investing council and consequently more shares issued.

Performance Targets

The Performance Targets are:

- Operate within agreed budgets.
- Maintain positive cash flow.
- Survey customers of active shared services at least annually to measure their satisfaction with levels and quality of service.
- Survey directors at least annually to gauge their satisfaction with the:
 - Extent and quality of new service investigation and business case development.
 - Administration and secretarial support/reporting.
 - Operations of advisory groups.
 - Governance and strategic role of the board.
 - Performance of the Executive Officer of BOPLASS Ltd.

summary of waste management plan

Summary

The Waste Management Plan was prepared under the Local Government Amendment Act (No. 4) and is now considered a Waste Management Plan under the new Waste Minimisation Act. That Act now requires Council to undertake a waste assessment in accordance with Part 7 of the Local Government Act 2002 and prepare a Waste Management and Minimisation Plan to be in place by 2012. Council has included funding for additional services to apply from 2011/12 in anticipation of new services being identified in the Waste Management Plan review.

This Waste Management Plan is focused around the following key principles:

Integrated Waste Management

To manage waste in accordance with the recognised hierarchy of:

- Reduction
- Reuse
- Recycling
- Recovery
- Treatment
- Disposal

Education / Consultation

To develop and implement this Plan seeking maximum input from the community, and to inform and educate regarding methods of achieving the objectives of this Plan.

Environmental Protection

To ensure that the processes employed in implementing this Plan are carried out in a manner that poses the minimum risk to the environment and the health and safety of the community.

Funding and Incentives

To ensure that, as far as practical, the cost of managing wastes are applied to the generators of those wastes, so that waste production is not subsidised by the rest of the community and to provide incentives for reduced waste generation. The Waste Minimisation Act requires a levy on landfill disposal set at \$10/tonne plus GST to apply from 1 July 2009. From this date Landfill fees will increase to \$60/tonne inclusive of GST.

Services and Implementation

For effective and efficient delivery of services, activities described in this Plan shall be undertaken either by Council or by contract to Council, at the discretion of the Council.

Bylaws

At various times Council may implement Bylaws to achieve the objectives of this Plan. Bylaws shall be reviewed as required in the Waste Minimisation Act.

summary of water and sanitary services assessment

1. Introduction

The Local Government Act 2002, Part 7, Subpart 1 requires the Rotorua District Council to make assessments of water and sanitary services available to communities within the District.

Water services includes water supply, sewerage and stormwater, and sanitary services includes public conveniences, cemeteries and crematoria. Solid waste services are not included under this assessment.

2. Definition of Community

In defining the communities to be assessed it was decided that communities for the purposes of this assessment should not necessarily be geographical in nature, but could be based on areas or groups of people of a common need. Together, the communities cover the whole district, its residents and visitors.

3. Water Supply

3.1 Urban and Rural RDC supplies

The urban area of Rotorua is serviced by the Urban Water Supply comprising the Central, Ngongotaha and Eastern zones. Extensive information on water services is provided in the Asset Management Plan for the supply. The same applies to the Rural supplies which are Mamaku, Rotoiti, Rotoma, Kaharoa, Reporoa, Hamurana and Okareka.

No risks due to the absence of a water supply are identified, although it is recognised that improvements are necessary in a number of areas to comply with the Drinking Water Standards for NZ (DWSNZ) 2005. Additional treatment works are due to be completed on most supplies in mid 2009. Public Health Risk Management Plans as required by the Health (Drinking Water) Amendment Act, are also in the process of being completed.

3.2 Rural Farming, Residential and Work/Accommodation/Education

Information on services to each property has never been collated, nor is it cost-effective to do so. However, some existing information has been sourced, and a survey of all inhabited rural properties was carried out. This survey had a 49% response rate.

3.3 Demands, Options and Council's Intended Role

The following current and future (potential) demands have been assessed from the information assembled:

- treatment for Arsenic where present in groundwater
- alternatives to lake water sources
- extension of the Reporoa supply to some properties at Mihi
- increased demand due to development in the Rotorua Eastern Suburbs
- possible industrial development in the Waipa Valley
- improvements for Kaingarua Village
- promotion from Health Authorities of Fluoride adjustment

Options to meet these demands include:

- Council-initiated and run water supplies, either utilising consultants and contractors or by own forces, or a combination of the two. This is only likely to be viable in more densely-populated areas.
- private bores or small clusters of houses on one bore, dependent on groundwater quality and availability.
- roof-sourced water, using modern collection and storage systems which can significantly improve water quality.
- consideration of benefits, public opinion and technical information related to Fluoridation.

Council's role in meeting these demands:

- regulator to ensure compliance with the Building Act.
- educator/facilitator, in the case of properties seeking individual solutions.
- monitor information gathered on water quality to further ascertain demands for physical services.
- where services are required, infrastructure and service provider as appropriate.

4. Wastewater

4.1 Urban

The Urban area of Rotorua is serviced by the Rotorua Urban Wastewater Scheme. This is managed according to Council's Asset Management Plan and Environment Bay of Plenty Resource consent, and poses no significant risk to health or the environment.

summary of water and sanitary services assessment cont.

4.2 Rural

The remainder of the District is served almost exclusively by septic tanks. In most of the more sparsely populated rural areas there are few issues with disposal of wastewater.

However, there are a number of localities (mostly adjacent to lakes), where contamination of groundwater and lake water poses serious health and environmental risks.

Council is also proposing to provide sewerage reticulation for most lakeside communities within the next ten years, and will review quality issues in several other localities in more detail to ascertain the need for improvements in service.

Council has already considered a number of options, responsibilities and roles to deal with these risks, and is underway with planning and construction of sewerage schemes over the next ten years for the following communities:

- Mourea/Okawa Bay (completed)
- Brunswick/Rotokawa
- Okareka
- Okere/Otaramarae/Whangamarino
- Gisborne Point/Hinehopu
- Hamurana
- Tarawera
- Rotoma
- Mamaku
- Fairy Springs/Paradise Valley
- Hamurana/Awahou

5. Stormwater

Rotorua District is well-served by a well-maintained network of pipes, channels and natural watercourses, utilising as much as possible the natural contour of the land. The network is designed to protect dwellings from a flood with a probability of 0.02 (1 in 50 year flood) and land from a flood with a probability of 0.1 (1 in 10 year flood).

Council has undertaken detailed analysis of the composition and impact of its major stormwater discharges and found these to be minor.

6. Cemeteries

Council maintains and manages 5 cemeteries in the district. These are Rotorua and Kauae in the city; and Reporoa, Mamaku and Ngakuru.

These are managed according to relevant laws and regulations, and comprehensive records are kept and no public health or environmental risks have been identified with cemetery services.

Council is currently investigating options for use of Council reserve land or purchase of a suitable block for provision for burials for the next 100 years. New capacity will be required within the 10 year period.

7. Crematorium

Council operates one Crematorium which services the District, located in the grounds of the Rotorua Cemetery.

The operation is strictly controlled by well-documented operations and maintenance procedures, and there are no issues related to future demand.

8. Public Toilets

Council has 14 public toilets in the CBD and 66 located in various Urban and Rural reserves throughout the District. These are subject to maintenance contracts and service standards, and no public health issues are evident.

Council has a policy in place which will provide for future demand, based on community usage.

A copy of the full Water and Sanitary Services Assessment is available from the Engineering Department of Council.

definitions

As many of Council's policies and documents are prepared to comply with legislation, they can end up with a lot of uncommon technical terms or jargon in them. If you don't understand what is being talked about in this document, please contact us for an explanation. Some of the terms used in the plan are explained below.

Activity

What we do as a Council, or what is done on our behalf to provide services.

Annual Plan

The Annual Plan is an action plan produced each year that sets out how Council has prioritised LTCCP activities and allocated budgets for that particular year. Annual Plans are produced in the intervening years when the LTCCP is not reviewed.

Annual Report

The purpose of the annual report is to compare Council's actual performance for the year with that which was projected in the LTCCP and Annual Plan for the same period. The report has an accountability and informative role. The relative importance of these roles may vary for different users. Accountability is the requirement for Council to account to ratepayers, residents and other interested parties for its performance over the last year. This requires financial reports that:

- Identify objectives and targets established by formal process.
- Measures actual achievements against those objectives and targets.

Such objectives and targets are both financial and non-financial. The Annual Report is therefore an important link in Council's planning process and annual communication cycle. The diagram below shows how the various other public documents integrate with this Annual Report. The following describe the purpose of each document in the diagram. It is hoped that this will aid in understanding the role of this Annual Report.

Asset Management Plans

These documents are prepared to describe how Council proposes to manage major assets i.e. infrastructural assets in order to achieve various goals and objectives and include the levels of service against which performance will be measured; life cycle management plans; policies procedures and timetables for cost effect acquisition, maintenance, operation and disposal of assets to meet agreed levels of service; and cashflows.

Assumptions, Risks and Uncertainties

In order to develop the Ten Year Plan, assumptions about the future are required to prepare forecast financial information. A framework to evaluate the risks and uncertainties of these assumptions was developed using NZS 4360:1999.

Backlog

That portion of a project that relates to historical catch-up to meet the required level of service for the existing community.

Capital Expenditure

The cost of providing assets that will be used over a number of years to help provide council services. These assets cover a wide range of things, examples include new computers, vehicles, pipelines, sewerage treatment plants, roads and reserves.

Community Outcomes

By law, Council must work with other organisations and the community to identify the long term aspirations that people have for the district. These community outcomes then help to ensure resources are prioritised and used effectively. Council also has to monitor progress towards outcomes and report this back to the community at least every three years. We call this programme "Bright Future Rotorua".

Depreciation

This is a financial provision made each year based on the diminishing value of assets and how long they should last, so that when they wear out they can be renewed.

Development Contributions

Appendix F Glossary of Terms in Part C Section 2 Development Contributions Policy also has a number of definitions of term used in that policy and the financial summaries.

District Plan

This document deals with environmental management and significant resource management issues of the District.

definitions cont.

Group/Activity Group

Activities that are similar in nature, or that contribute to similar or the same community outcomes, are grouped together in the plan to make it clearer how Council is prioritising and allocating resources.

Growth

Growth means the increase in capacity of network and community infrastructure external to the boundaries of the development site required to service that development.

Key Strategic Decisions

Where there is a proposed major change in an activity group, either in terms of what we do or in relation to the money for doing it, important decisions have been or will need to be made. It is useful to be aware of these decisions as they reflect Council's priorities.

Levels of Service and Targets

This a way of measuring the delivery of services. In terms of accountability they are used to monitor our performance and we report back to the community each year in our Annual Report on whether or not we have met the targets. In addition they allow the community to tell us if they think Council is providing the right level of service with its activities.

Long Term Council Community Plan

(LTCCP or Ten Year Plan)

This is Council's key strategic planning document and is required to be produced by law. It sets out what Council will do over the next 10 years and how this will promote community outcomes. As well as describing Council's activities, the plan outlines how they will be funded. Also included are key policies and matters for consultation with the community. Before the Plan is reviewed and finalised every three years, a draft is produced along with a summary and the public is encouraged to make a submission providing views on what is proposed in the draft plan.

Operating Expenses

These are the costs needed to run the day to day operations of council activities. Operating costs include power, telephone, interest costs and grants and depreciation.

Renewal

Means to replace an asset that already exists. For example, replacing a length of pipeline because it has worn out, is renewal.

Treasury Policy

This document is Council's response to the liberalisation of borrowing powers in the Amendment Act which, in return for increased autonomy, requires policies for "borrowing" and "investments" to be promulgated, and because the two issues are so closely interlinked a single comprehensive Treasury Management Policy has been prepared.

Year

For Council a year does not refer to a normal calendar year but to our financial year. Therefore a year starts on 1 July and finishes on 30 June the next calendar year. The 2006/2007 year would mean the period from 1 July 2006 to 30 June 2007.

directory

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Website: www.rdc.govt.nz

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Audit New Zealand
Tauranga
On behalf of the Auditor General

Bankers

Bank of New Zealand
Cnr Fenton and Hinemoa Streets
Rotorua

Solicitors

Davys Burton Ltd
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Rotorua

Insurers

Civic Assurance
PO ox 5521
Wellington

Satellite operations

Aquatic Centre

Tarewa Place
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Castlecorp

Vaughan Road
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City Focus

City Centre
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Fax: 07 346 3954
Website: www.rotoruaNZ.com

Destination Rotorua Economic Development

1209 Hinemaru Street
Phone: 07 348 4199
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Email: info@rotorua-business.com
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District Library

Haupapa Street
Phone: 07 348 4177
Fax: 07 348 9686
Email: Library@rdc.govt.nz
Website: www.rotorualibrary.govt.nz

Events and Venues

Convention Centre, Fenton Street
Phone: 07 349 5141
Fax: 07 349 5142
Email: event.venues@rdc.govt.nz
Website: www.eventvenues.co.nz

Museum of Art & History, Te Whare Taonga o Te Arawa

Government Gardens
Phone: 07 349 4350
Fax: 07 349 2819
Email: rotoruumuseum@rdc.govt.nz
Website: www.rotoruumuseum.co.nz

Tourism Rotorua Travel Office

Fenton Street
Phone: 07 348 5179
Fax: 07 348 6044
Email: tourism.rotorua@rdc.govt.nz
Website: www.rotoruaNZ.com

summary of changes to draft ten year plan 2009 - 2019

Summary of Changes to Draft Ten Year Plan 2009 - 2019

The Ten Year Plan 2009 - 2019 Statement of Proposal (including prospective financial statements) was adopted and authorised for public consultation at the extraordinary meeting of Council on 26 March 2009. Council considered submissions made to the Ten Year Plan 2009 - 2019 Statement of Proposal at meetings on 18 - 22 May and 8 - 11 June 2009, and has made any necessary amendments. The significant changes are summarised on the following pages. The Ten Year Plan 2009 - 2019 was adopted by Council on 29 June 2009.

Page Reference	Detail
General Note	The correction of typographical errors and other minor grammatical improvements have been made throughout the document as appropriate. Similarly, there have been numerous changes to the wording and context of various sections to reflect that the document is no longer a draft Ten Year Plan. However, only those changes considered material have been noted in this Summary Schedule. Some pictures have been added to fill white space on a few pages.
Vol 1, Cover	Removed "Draft". All other references to Draft Ten Year Plan throughout the document have also been updated with the word "draft" removed, where appropriate.
Vol 1, Contents	Consultation on draft Ten Year Plan added to Volume 1, Part A. Indicative Rates 2009/10 renamed as Valuation Changes in Section 2 of Volume 2, Part C. Rates Calculation Worksheet deleted from Section 2 of Volume 2, Part C. Summary of Changes to Draft Ten Year Plan 2009 – 2019 added to Section 3 of Volume 2, Part C. Updating of legal wording paragraph at bottom right of page to reflect the consideration of submissions and adoption of the document.
Vol 1, page ii	Foreword from the Mayor and Chief Executive Updating of wording to reflect the consideration of submissions and adoption of the document.
Vol 1, pages 3 - 6	Overview of the Ten Year Plan Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan. Changes to the paragraph on Forestry at the top of page 5.
Vol 1, page 7	Consultation on Draft Ten Year Plan Page added to provide brief summary of the consultation process.
Vol 1, pages 8 - 14	Three Key Themes for the Future Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan. Notable changes include: Rewording much of the Economic Growth pages based on submissions and a Council desire to be more proactive in response to the global recession. Reworded the Changes to the rating system paragraphs in the Affordability section (p14) following consideration of submissions.

Vol 1, page 15	Financial Summary Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan. Removal of the wording associated with the other funding options ('foot on the gas' and slow down capital projects) as the 'steady as she goes' approach was overwhelmingly endorsed by submitters and adopted by Council. Changing the rates revenue required for the remaining nine years of the Ten Year Plan to 3.5 – 4% (or within 1% of CPI). This change has been repeated elsewhere in the document where required. Updating of graphs and supporting information in accordance with the various amendments made to the activities and borrowing following submissions and Council deliberations. Under the heading 'Changes in Levels of Service' on p21 the following notable bullet points have been added: Council has established a Grow Rotorua Development Fund for 2009/10 and 2010/11 as an economic stimulus initiative. Economic Development has received additional funding in 2009/10 for attracting inwards investment and wealth creation initiatives, and CBD revitalisation and Lakefront development integration. Four new skate parks (two in 2010/11 and two in 2012/13) in the western suburbs. Landfill methane gas flaring initiative, offset by sale of carbon credits to NZ Government.
Vol 1, pages 24 - 27	Planning Framework Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan. Acknowledgement that the vision for the district (p27) has been accepted by residents during the consultation process.
Vol 1, pages 29 - 32	Planning Framework (Strategic Documents tables) Addition of Regional Land Transport Programme, Regional Walking and Cycling Strategy and Rotorua Geothermal Regional Plan. Some additional Community Outcome dots were also included where appropriate.
Vol 1, page 36	Governance Wording added to reflect the Council decision to change from a ward based electoral system to an at large system for the 2010 local authority elections.
Vol 1, pages 48 - 54	Bright Future Rotorua – Community Outcomes Changed measure 18b to Perception of ease of walking and cycling (p52) and updated the wording associated with Community Outcomes Bay of Plenty (COBOP) under Collaborative Approaches on p54.
Vol 1, page 56	Social Well-being The following wording was added to point 6. Education following submissions: Council believes that all young people under the age of 25 should be engaged in appropriate education, training, work or other options, which will lead to long term economic independence and well-being.

summary of changes to draft ten year plan 2009 - 2019 cont.

Vol 1, page 79	Governance and Strategic Direction Group – Addition of the Grow Rotorua Development Fund in Years 1 & 2 of the plan in the Major changes planned for the assets table.
Vol 1, page 84	Social and Cultural Group – Addition of the following text: Skate Parks Following on the success of suburban youth skate parks at Puketawhero Park and Ngongotaha, Council resolved to invest \$600,000 over four years to provide up to four similar facilities in the western suburbs. These will be constructed in years 2 and 4 of the Ten Year Plan, although community consultation will occur earlier. Homeless People Council is concerned about the plight of homeless people in our community. Although Council is aware that the reasons for homelessness are often quite different in their origin, the impact on the individual and on the community is often the same. To assist the community establish a shelter for homeless people Council has agreed to offer its best endeavours to find a suitable site on which a building could be located or constructed and which meets the expressed need for short-term shelter close to the CBD.
Vol 1, page 113	Events and Venues Activity Plan Addition of funding for the Convention Centre/Civic Theatre and Energy Events Centre in Year 1 of the plan in the Major changes planned for the assets table.
Vol 1, pages 117	Public Gardens and Open Spaces Activity Plan Added the construction of two skate parks in years 1-3 and two further skate parks in years 4-10 (top line of table). Changed the middle line in the table under the heading Tokorangi / Whakarewarewa Forest Parks from 'Investigate' options... to 'Support' options... and changed the corresponding right hand column to 'Council has taken all available advocacy opportunities'. Deleted the third and final line in the table under the heading Tokorangi / Whakarewarewa Forest Parks. In the Major changes planned for the assets table on p122: Addition of funding for the city entrance way in year 1 of the plan Additional funding for lakefront development and the advancement of the pier development from year 4 to year 3 of the plan Removal of the funding allocated for Whakarewarewa Forest recreational interest Additional funding for boatramps/jetties and new playgrounds in year 1 of the plan.
Vol 1, page 136	Rotorua Museum of Art & History Activity Plan Addition of funding for exhibition work and CCTV in the Major changes planned for assets table.
Vol 1, page 161	Environmental Planning Policy Activity Plan Public notification of district plan amended from 2009 to Feb 2010.

Vol 1, page 183	Tourism and Economic Development Group Added the following wording under the Economic Development heading: Council has increased funding in 2009/10 to stimulate the local economy. The additional funding is intended to help create jobs and entrepreneurial activity by attracting investment and employment from outside the district. Research and analysis will be backed by funding from the newly created Grow Rotorua Development Fund.
Vol 1, pages 184 - 191	Economic Development Activity Plan Added as the first bullet point in the list of representation at the top left of page 184 - EDANZ (Economic Development Association of New Zealand) Board Member. Amended the first bullet point in the 'Did you know?' box (p185) to read "Implementing Rotorua's BrightEconomy strategy." Amended the first bullet point under the heading 'Project Management' (p185) to read "Support the implementation of the BrightEconomy Strategy and the nine point framework for growth." Amended the first line in the table on p187 so the middle column reads "Continue the BrightEconomy Economic Development Strategy by maintaining strong business involvement" and the right hand column reads "Thriving local economy with vibrant and engaged CBD community." Amended the 'Did you know?' box on p190 to read "New Zealand's unemployment rate is forecast to increase from 3.7% to 8% in 2010."
Vol 1, pages 207 - 216	Infrastructural Group Additional or amended wording under the headings Cycleways and Rail on page 208. Addition of the bullet point "Undertake integrated marketing, in conjunction with Environment Bay of Plenty, to promote the benefits of using public transport" under the heading Transport (Road Safety and Sustainability) on p208. Addition of the wording "The Drivewise Rotorua Trust represents community interest in road safety and sustainable transport. Its vision for transport safety and sustainability is "a vibrant, safe community with walking, cycling and road networks and public transport facilities that link our residential communities to shopping, parks, tourism and events venues" under the heading Transport (Road Safety and Sustainability) on page 208. Addition of the words "and these will be open for an additional day per week over the summer months." In respect of the transfer stations at Tarawera and Rotoiti on page 209. Rewording of the section titled Future Options for Waste Minimisation on page 209. Addition of the following wording outlining the Landfill Gas Flaring Project on page 211: The Waste 2 Gold project will significantly decrease the costs of building and operating the landfill for Council and potentially provide a future income stream as the waste is "mined" to provide a biofuel feed stock. However, it will adversely affect the availability of landfill gas for the landfill gas to energy project that Council has been developing with a private company. The landfill gas to energy project is the combustion of methane by means of a gas flare. The sole source of revenue is from the sale of carbon credits. The company has obtained emission reduction units (carbon credits) from the New Zealand Government and Council has been offered an opportunity to participate in or purchase the project as a whole. Advanced dates for the Lake Rotoma Sewerage Scheme on page 212 and noted that "these costs are reported in 2009 dollars whereas in the accounts they include inflation". Corrected Lake Tarawera Scheme (previously reading Lake Rotoehu) on page 213. Addition of a final bullet point under key strategic issues for Water Supplies on page 214: Consideration of additional water metering.

summary of changes to draft ten year plan 2009 - 2019 cont.

Vol 1, page 221	City Services Activity Plan Additional funding for City Focus, parking meter acquisition and revitalisation projects in year 1 in the Major changes planned for assets table.
Vol 1, pages 227 - 237	Transport Activity Plan Added cycleway lengths on page 227. Amended funding for Ngongotaha Cycleway for year 1 in the table on page 236.
Vol 1, page 239	Waste Management Activity Plan Amended wording regarding recycling and to provide for the transfer stations at Tarawera and Rotoiti to be open for an additional day per week over the summer months from Year 1 in the first two lines of the table on page 239
Vol 1, pages 244 - 264	Wastewater Activity Plan Amended Rotoma Scheme date in the bottom table on page 245. Amended funding for the Rotoma Scheme from year 4 to year 3 in the table on page 247. Updated scheme maps, dates and costs for the various schemes detailed on pages 249 – 264.
Vol 1, pages 244 - 264	Wastewater Activity Plan Amendments to Urban network supply costs in year 1, urban plant improvements in years 4-10 and other minor adjustments to the Major changes planned for the assets table on page 270.
General Note	The correction of typographical errors and other minor corrections and grammatical improvements have been made throughout the document as appropriate. Only those changes considered material have been noted in this Summary Schedule. Net Cost of Service tables for each of the Activity Groups and the Financial Summary tables for the Activities have also been updated in accordance with the various amendments to the draft Ten Year Plan.

Volume 2 Changes

Vol 2, Cover	Removed "Draft".
Vol 2, Contents	Consultation on draft Ten Year Plan added to Volume 1, Part A. Indicative Rates 2009/10 renamed as Valuation Changes in Section 2 of Volume 2, Part C. Rates Calculation Worksheet deleted from Section 2 of Volume 2, Part C. Summary of Changes to Draft Ten Year Plan 2009 – 2019 added to Section 3 of Volume 2, Part C. Updating of legal wording paragraph at bottom right of page to reflect the consideration of submissions and adoption of the document.
Vol 2, page 4	Long Term Financial Management Objectives Added the following bullet point Action under the heading 'Expenses': Maintain a focus on costs through ongoing procurement category reviews and an active supplier management programme.
Vol 2, page 6	Balanced Budget Requirement and Prudence Figures amended in respect of Capital Rates for Sewerage Schemes and corresponding totals.
Vol 2, pages 7 - 18	Significant Forecasting Assumptions The first para of Assumption 13 (p16) – Other statements relied upon in preparing the Forecast Financial Statements - has been reworded The second para of Assumption 15 (p16) – Legislative Demands on Council Resources - has been reworded Assumption 25 (p18) – Emissions Trading Scheme - has been reworded.
Vol 2, pages 20 - 23	Financial Statements The statements and their corresponding notes on pages 36 – 39 have been amended to reflect the decisions taken by Council following submissions on the draft Ten Year Plan.
Vol 2, pages 25 - 35	Statement of Accounting Policies Under the Statement of Compliance heading on p25 the section of the Local Government Act referred to at the end of the paragraph has been amended from 84 to 94. On p26 the Development Contributions para has been amended to Development and Financial Contributions, as have references within the text of the para. Also on p26 the section titled Donated Services has been moved to the Income section from the Expenses section on p27. On p27 the first para under the major heading Expenses has been renamed Grants and Donations. The second para under this heading has been amended to read 'Because grants and subsidies are discretionary until payment, the expense is generally recognised when the payment is made'. Also on p27 the final sentence of the second para at the top right of the page has been amended to read '... over the shorter of either the lease term or its useful life'.

summary of changes to draft ten year plan 2009 - 2019 cont.

Vol 2, page 58	<p>Funding Policy Mechanisms (in Summary)</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p> <p>First para under the General Rates heading amended to read 'Lower amount with greater use of targeted rates and increase in UAGC'.</p> <p>Deletion of the final para under the heading Other Targeted Rates referring to a possible curbside recycling collection targeted rate.</p> <p>Minor changes to the totals at the foot of the page.</p>	Vol 2, pages 79 - 135	<p>Development Contributions Policy</p> <p>This large policy document had a number of amendments which are summarised in a detailed report contained within the Agenda for the Extraordinary Finance: Ten Year Plan Deliberations meeting for 8 – 10 June 2009.</p>
Vol 2, pages 59 - 67	<p>Rating Policy</p> <p>Under the Changes for 2009/2010 (formerly Proposed Changes) on p59:</p> <p>Amended the third last bullet point to read 'Introduce new targeted rates for Business and Economic Development and include accommodation operating from residential properties in this target group';</p> <p>Added a final bullet point reading 'Exclude properties located within the Environment Waikato region from being charged the Lakes Enhancement targeted rate.'</p> <p>Under the Targeted Rates for Capital Cost of Sewerage Schemes on p66 the Rotoma Scheme has been added for 2013/14.</p> <p>Under the Targeted Rates for Business and Economic Development on p67:</p> <p>Business Urban and Business Rural have been combined to read Business Urban & Rural</p> <p>Wording has been amended as follows:</p> <p>a) The differentiated fixed targeted rate will be set on every rating unit where the use of that rating unit or any part of the rating unit falls into one of the three categories described below. Where such a part is so used and that rating unit's principal use is residential, this rate will only apply if the use of the part is for providing short term accommodation.</p> <p>b) The differentiated targeted rate in the dollar on capital value will be set on every rating unit where either:</p> <p>i) the principal use of that rating unit falls into one of the three categories described below, or</p> <p>ii) part of the rating unit has a significant secondary use that falls into one of the categories described. Where such a part exists and that rating unit's principal use is residential, this rate will only apply if the secondary use is for providing short term accommodation.</p> <p>The rate will apply only to the part of the rating unit allocated to the appropriate category.</p>	Vol2, pages 137 - 152	<p>Funding Impact Statement</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p> <p>Changes in the various rates in the dollar and rates to be collected as a consequence of other amendments made to the draft Ten Year Plan.</p> <p>Lakes Enhancement rate increased from \$16.50 to \$17.50 following decision to exclude those from within the Environment Waikato region.</p> <p>Amended targeted rates for the capital cost of Hinemoa Point, Rotokawa, Brunswick stages 4&6, and Brunswick sewerage schemes (p151).</p>
Vol 2, page 153	<p>Valuation Changes</p> <p>Title of page changed from Indicative Rates 2009/10.</p>	Vol 2, page 153	<p>Valuation Changes</p> <p>Title of page changed from Indicative Rates 2009/10.</p>
Vol 2, ex pages 155 - 157	<p>Rates Calculation Worksheet</p> <p>These 3 pages have been deleted as it will be considerably easier to use the calculator on the RDC website.</p>	Vol 2, ex pages 155 - 157	<p>Rates Calculation Worksheet</p> <p>These 3 pages have been deleted as it will be considerably easier to use the calculator on the RDC website.</p>
Vol 2, page 156	<p>Council Organisations and Council Controlled Organisations</p> <p>Kauae Cemetery Trust Board removed from Council Organisations and shown as an Exempted Organisation.</p>	Vol 2, page 156	<p>Council Organisations and Council Controlled Organisations</p> <p>Kauae Cemetery Trust Board removed from Council Organisations and shown as an Exempted Organisation.</p>
Vol 2, page 167	<p>Summary of Changes to draft Ten Year Plan 2009 – 2019</p> <p>This Schedule of significant changes between the draft Ten Year Plan 2009 - 2019 and the final Ten Year Plan 2009 – 2019.</p>	Vol 2, page 167	<p>Summary of Changes to draft Ten Year Plan 2009 – 2019</p> <p>This Schedule of significant changes between the draft Ten Year Plan 2009 - 2019 and the final Ten Year Plan 2009 – 2019.</p>
Vol 2, page 68	<p>Rates Relief Policies</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p>	Vol 2, page 68	<p>Rates Relief Policies</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p>
Vol 2, page 75	<p>Treasury Policy</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p>	Vol 2, page 75	<p>Treasury Policy</p> <p>Minor grammatical improvements and changes to wording/context to reflect that the document is no longer a draft Ten Year Plan.</p>