



Notice is hereby given that a meeting of the Te Anau Basin Water Supply Subcommittee will be held on:

Date: Friday, 13 December 2024
Time: 11:30 am
Meeting room: Southland District Council Te Anau Office
Venue: 116 Town Centre
Te Anau

Te Anau Basin Water Supply Subcommittee Agenda OPEN

MEMBERSHIP

Chairperson Keith Thompson
Members Shane Buchanan
Graham Johnston
Rex Millar
Andrew Taberner
Luke Thomas
Luke Wright (PAMU representative)

IN ATTENDANCE

Committee advisor	Rachael Poole
Strategic manager water and waste	Grant Isaacs
Senior finance business partner	Lesley Smith

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Website: www.southlanddc.govt.nz

Full agendas are available on Council's website
www.southlanddc.govt.nz

Note: The reports contained within this agenda are for consideration and should not be construed as Council policy unless and until adopted. Should Members require further information relating to any reports, please contact the relevant manager, Chairperson or Deputy Chairperson.

Health and safety

Toilets – The location of the toilets will be advised at the meeting.

Evacuation – Should there be an evacuation for any reason please exit via the exits indicated at the venue.

Earthquake – Drop, cover and hold applies in this situation and, if necessary, once the shaking has stopped we will evacuate the building to a safe location.

Phones – Please turn your mobile devices to silent mode.

Terms of Reference – Water Supply Subcommittees– Te Anau Basin

TYPE OF COMMITTEE	Subcommittee
SUBORDINATE TO	Fiordland and Northern community board
LEGISLATIVE BASIS	Subcommittees delegated powers by Council as per schedule 7, clause 32, LGA 2002.
MEMBERSHIP	<p>Te Anau Basin Water Supply subcommittee (Fiordland community board)</p> <p>The total membership of the Te Anau Basin Water Supply subcommittee will be nine. Membership of the subcommittee shall be determined by an election at a triennial public meeting.</p> <p>The subcommittee representation shall comprise:</p> <ul style="list-style-type: none"> • a water supply consumer from each of the following areas: <ul style="list-style-type: none"> - Duncraigen - Homestead - Kakapo - Mt York - Princhester - Ramparts - Takitimu • two representatives appointed by Landcorp.
QUORUM	Te Anau Basin Water Supply Subcommittee – 5
FREQUENCY OF MEETINGS	<p>Te Anau Basin Water Supply Subcommittee</p> <p>Three meetings per annum or as required.</p>
SCOPE OF ACTIVITIES	<p>The activity of Southland District Council’s Water Supply Subcommittees is framed by Council policies and plans. The responsibilities of these water supply subcommittees include:</p> <ul style="list-style-type: none"> • providing feedback to Council officers on relevant plans and strategies (including asset management plans) • receiving operational and financial reports • community engagement and representing community views to Council.
DELEGATIONS	<p>Power to Act</p> <p>The Te Anau Basin Water Supply Subcommittees shall have the following delegated powers and be accountable to the relevant community board for the exercising of these powers:</p> <ol style="list-style-type: none"> (a) power to recommend the annual budget relating to the relevant water supply scheme (b) power to approve expenditure outside Council's authorised officer levels but within the budget of the water supply schemes. All decisions to approve expenditure outside Council’s authorised officer levels must be made by way of a resolution at a meeting of the water supply subcommittees. Any such decisions must be reflected in the minutes of the

	<p>meeting</p> <ul style="list-style-type: none">(c) power to approve new connections to the relevant water supply scheme(d) power to approve expenditure outside of the relevant annual budget for emergency works(e) policies relating to water schemes. <p>In addition to the power to approve expenditure outside of the relevant annual budget for emergency works, this committee can also recommend unbudgeted expenditure to the relevant Community board and Council for approval.</p>
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1 Apologies

At the close of the agenda no apologies had been received.

2 Leave of absence

At the close of the agenda no requests for leave of absence had been received.

3 Conflict of interest

Committee members are reminded of the need to be vigilant to stand aside from decision-making when a conflict arises between their role as a member and any private or other external interest they might have.

4 Extraordinary/urgent items

To consider, and if thought fit, to pass a resolution to permit the committee to consider any further items which do not appear on the agenda of this meeting and/or the meeting to be held with the public excluded.

Such resolution is required to be made pursuant to Section 46A(7) of the Local Government Official Information and Meetings Act 1987, and the chairperson must advise:

- (i) the reason why the item was not on the agenda, and
- (ii) the reason why the discussion of this item cannot be delayed until a subsequent meeting.

Section 46A(7A) of the Local Government Official Information and Meetings Act 1987 (as amended) states:

“Where an item is not on the agenda for a meeting,-

- (a) that item may be discussed at that meeting if-
 - (i) that item is a minor matter relating to the general business of the local authority; and
 - (ii) the presiding member explains at the beginning of the meeting, at a time when it is open to the public, that the item will be discussed at the meeting; but
- (b) no resolution, decision or recommendation may be made in respect of that item except to refer that item to a subsequent meeting of the local authority for further discussion.”

5 Confirmation of minutes

5.1 Meeting minutes of Te Anau Basin Water Supply Subcommittee, 26 October 2023

6 Public participation

Notification to speak is required by 12noon at least one clear day before the meeting. Further information is available at www.southlanddc.govt.nz or by phoning 0800 732 732.



Te Anau Basin Water Supply Subcommittee

OPEN MINUTES

Minutes of a meeting of Te Anau Basin Water Supply Subcommittee held in the Southland District Council Te Anau Office, 116 Town Centre, Te Anau on 26 Oct 2023 at 10:00 am. (10.02am – 10.25am, 11.14am - 12.31pm)

PRESENT

Chairperson	Keith Thompson
Members	Shane Buchanan
	Graham Johnston
	Rex Millar
	Andrew Taberner
	Luke Thomas
	Paul McCauley

APOLOGIES

IN ATTENDANCE

Committee advisor	Rachael Poole
Manager operations & programming	Geoff Gray
Senior finance business partner	Lesley Smith

1 Apologies

There were no apologies.

2 Leave of absence

There were no requests for leave of absence.

3 Conflict of interest

There were no conflicts of interest declared.

4 Extraordinary/urgent items

There were no extraordinary/urgent items.

5 Confirmation of minutes

Resolution

Moved Luke Thomas, seconded Member Taberner **and resolved:**

That the Te Anau Basin Water Supply Subcommittee confirms the minutes of the meeting held on 27 June 2023 as a true and correct record of that meeting.

6 Public participation

There was no public participation

Reports

7.1 Financial report for the year ended 30 June 2023

Record No: R/23/10/49468

Senior finance business partner, Lesley Smith spoke to this report. The purpose of this report was to present the final financial results and supporting information for the Te Anau Basin Water Supply Subcommittee for the year ended 30 June 2023.

Moving forward unplanned maintenance will be coded to the actual scheme that had the maintenance completed on it, rather than combining into one budget line. This will allow for better decision making on whether to keep repairing or replacing as trends should start to emerge.

Resolution

Moved member Millar, seconded Luke Thomas **and resolved:**

That the Te Anau Basin Water Supply Subcommittee:

- a) **Receives the report titled “Financial report for the year ended 30 June 2023” dated 20 October 2023.**

The meeting adjourned at 10.25am

The meeting reconvened at 11.14am

7.2 Long Term Plan 2034 - Direction setting report

Record No: R/23/10/49565

Purpose

Senior finance business partner, Lesley Smith spoke to this report. The purpose of this report was for the water supply subcommittee to consider and recommend local budgets for 2024-2034 Long Term Plan (LTP 2034) and to recommend to Council water charges for the year commencing 1 July 2024.

Moved Graeme Johnston, seconded Rex Millar the following motions:

That the Te Anau Basin Water Supply Subcommittee:

- a) receives the report titled “Long Term Plan 2034 - Direction setting report”.
- b) determines that this matter or decision be recognised as not significant in terms of Section 76 of the Local Government Act 2002.
- c) determines that it has complied with the decision-making provisions of the Local Government Act 2002 to the extent necessary in relation to this decision; and in accordance with Section 79 of the act determines that it does not require further information, further assessment of options or further analysis of costs and benefits or advantages and disadvantages prior to making a decision on this matter.
- d) notes that Council has yet to approve the assumptions on which the draft budgets have been prepared which may impact the proposed rate.
- e) acknowledges that the final BERL inflation rates will be received in late October 2023 which will affect the budgets for year two to ten.
- f) agrees and recommends to Council the budgets and work programmes as detailed including any amendments agreed at the meeting.

Recommendations a – f were put and declared CARRIED

Moved Andrew Taberner, seconded Paul McCauley the following motion:

- g) recommends to Council that the Te Anau Rural Water Supply 7.7 charge be removed and the rating units be prorated and included in the Te Anau Rural Water Supply full and half charge for the year commencing 1 July 2024.

Recommendation g was put and declared CARRIED.

Moved Rex Millar, seconded Shane Buchanan the following motions:

- h) recommends to Council that for the year commencing 1 July 2024 it recovers \$776,259 ~~\$741,759~~ (GST inclusive) for the Te Anau Rural Water Supply rate (subject to resolution (d) and (i)).
- i) Delegates authority to the subcommittee chair to approve any further minor changes required to the budgets following this meeting.
- j) Notes that staff will advise the subcommittee of the final budgets and charges approved for inclusion in the Long Term Plan 2024-2034.

Recommendations h – j were put and declared CARRIED.

Moved Luke Thomas, seconded Shane Buchanan the following motion:

- k) Increase the unplanned maintenance budget from \$20,00 to \$50,000 (GST exclusive)

Recommendation k was put and declared CARRIED.

Moved Luke Thomas, seconded Andrew Taberner the following motion:

- l) Remove the Project P-10422 Te Anau Basin Rural Water sanitising physical works and replace with Te Anau Basin water supply scheme audit project, value \$500,000 and Homestead intake modification project, value \$ 30,995.

Recommendation l was put and declared CARRIED.

The meeting concluded at 12.31pm.

CONFIRMED AS A TRUE AND CORRECT RECORD AT A MEETING OF THE TE ANAU BASIN WATER SUPPLY SUBCOMMITTEE HELD ON

DATE:.....

CHAIRPERSON:.....

Financial report for the year ended 30 June 2024

Record No: R/24/12/74131

Author: Lesley Smith, Management accountant

Approved by: Anne Robson, Group manager finance and assurance

Decision

Recommendation

Information

Summary

- 1 The purpose of this report is to present the final financial results and supporting information for the Te Anau Basin Water Supply area for the year ended 30 June 2024. The financial reports are contained within attachment A of this report.

Recommendation

That the Te Anau Basin Water Supply Subcommittee:

- a) **Receives the report titled “Financial report for the year ended 30 June 2024” .**

Attachments

- A Financial Report to Te Anau Basin Water Supply for the year ended 30 June 2024



Te Anau Rural Water Supply

Detailed financial report for year ended 30 June 2024

Southland District Council
Te Rohe Pōtae o Murihiku

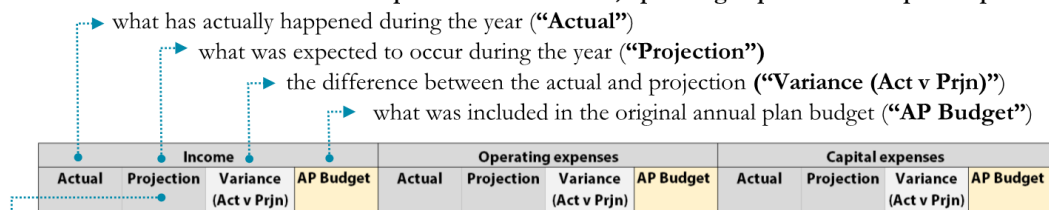
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Introduction

This report provides a detailed breakdown of the water supply financial information for the year ended 30 June 2023. The information is prepared on the same basis as the operational reports presented to the committee during the year. It shows the **final** financial results for the water supply at year end (30 June 2023) including income, operating expenses (opex), capital expenses (capex), loans and projects (including carry forward expenditure).

The financial statements in this report show for income, operating expenses and capital expenses:



- ▶ “Projection” figures include the original Annual Plan 2023/2024 budget (AP Budget) adjusted for:
- any expenditure carried forward from the prior year (2022/2023) approved by Council (Sep 2023)
 - any unbudgeted expenditure approved by the committee or Council during the financial year
 - any budget adjustments undertaken as part of the Council’s forecasting process (e.g. changed to the timing of works) approved by Council (Apr 2024)

“AP Budget” data shows the original Annual Plan (AP) budget for 2023/2024 excluding the projection adjustments noted above.

Significant variances between the “Actual” financial information and “Projection” are explained. Variances in red text with brackets (**\$4,500**) indicate a variance where the actuals are less than projection.

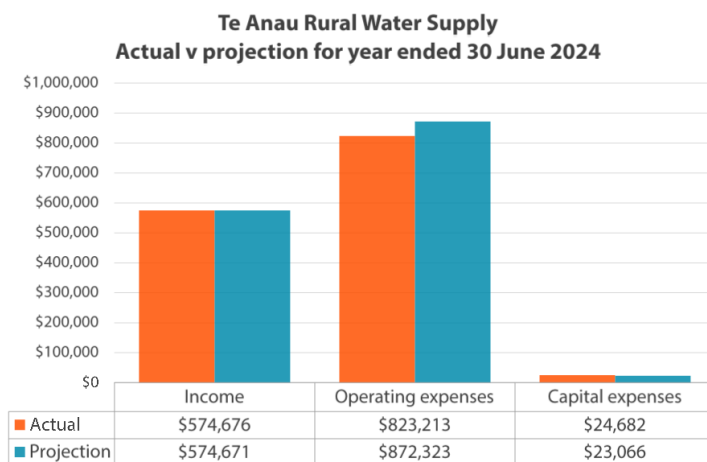
The report is broken into key sections as detailed below. While the same financial data is used in sections 1 and 5, the sections provide different levels of detail to accommodate varying requests of elected members:

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1. Financial breakdown for Te Anau Rural Water Supply	3
2. Maintenance Costs.....	4
3. Projects for 2023/2024 and carry forward expenditure.....	4
4. Current loans	4
5. Reserves.....	5
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1. Financial breakdown for Te Anau Rural Water Supply

The table and graph provides an overview of the financials for the water supply business units – showing income, operating expenses and capital expenses. “Total” shows the overall financial results for all along with “Actual v Projection (%)” variance. The key reasons for these variances are explained.

Business Unit	Income				Operating expenses				Capital expenses							
	Actual	Projection Budget	Variance (Act v Prjn)	AP Budget	Actual	Projection Budget	Variance (Act v Prjn)	AP Budget	Actual	Projection Budget	Variance (Act v Prjn)	AP Budget				
Water Supply Overheads	\$169,937	\$169,937	(\$1)	\$169,937	\$569,998	\$480,522	\$89,476	\$355,522								
Water Supply Ramparts	\$100,837	\$100,836	\$1	\$100,836	\$56,217	\$98,398	(\$42,181)	\$98,398								
Water Supply Mount York	\$51,561	\$51,560	\$1	\$51,560	\$28,074	\$51,425	(\$23,351)	\$51,425				\$51,750				
Water Supply Takitimu	\$60,449	\$60,448	\$1	\$60,448	\$42,750	\$59,937	(\$17,187)	\$59,937				\$51,750				
Water Supply Kakapo	\$104,861	\$104,860	\$1	\$104,860	\$73,629	\$97,287	(\$23,658)	\$97,287	\$24,682	\$23,066	\$1,616					
Water Supply Homestead	\$41,961	\$41,960	\$1	\$41,960	\$27,714	\$40,104	(\$12,390)	\$40,104								
Water Supply Princhester	\$28,590	\$28,590	\$0	\$28,590	\$14,028	\$28,590	(\$14,562)	\$28,590								
Water Supply - Dunbraigen	\$16,480	\$16,480	\$0	\$16,480	\$10,802	\$16,060	(\$5,258)	\$16,060								
Total	\$574,676	\$574,671	\$5	\$574,671	\$823,213	\$872,323	(\$49,111)	\$747,323	\$24,682	\$23,066	\$1,616	\$103,500				
					0%				36%				7%			



Income was as projected.

Operating expenses were \$49k (36%) lower than projected. The majority of this is due to lower maintenance costs than projected (see below), this has been offset by higher insurance across all schemes and higher electricity costs on the Kakapo scheme.

Capital expenses were \$2k (7%) higher than projection. This relates to the Kakapo scheme rising main renewal carried forward into the 2023/2024 to complete telemetry for the project.

2. Maintenance Costs

A new operations and maintenance contract started in July 2023 which included a number of structure changes from the previous contract. Under the prior contract (10/01) there was a set percentage of the contract cost allocated as a fixed amount to each scheme with reactive work over \$5,000 being charged separately. Now, under the new contract, each job undertaken by Downer is assigned to a work order which is attached to a scheme. This more accurately reflects the maintenance costs associated with each scheme.

However, when the annual plan budgets were prepared in December 2022, the routine maintenance budgets were based on the old contract allocation method to each of the individual scheme business units whereas the actual costs have been allocated to the overhead business unit. The table below shows the maintenance costs broken down by scheme.

Business Unit	Description	Actual	Projection	AP Budget
Water Supply Overheads	Lump Sum Routine	\$150,298	\$145,700	\$20,700
Water Supply Ramparts	Reactive maintenance	\$5,645	\$43,988	\$43,988
Water Supply Mount York	Reactive maintenance	\$12,390	\$19,044	\$19,044
Water Supply Takitimu	Reactive maintenance	\$37,499	\$23,805	\$23,805
Water Supply Kakapo	Reactive maintenance	\$33,737	\$35,708	\$35,708
Water Supply Homestead	Reactive maintenance	\$6,910	\$15,525	\$15,525
Water Supply Princhester	Reactive maintenance	\$2,669	\$11,903	\$11,903
Water Supply - Duncraig	Reactive maintenance	\$1,496	\$6,728	\$6,728
Total		\$250,644	\$302,401	\$177,401

3. Projects for 2023/2024 and carry forward expenditure

The following projects were planned to be undertaken in the Te Anau Basin water supply scheme in the 2023/2024 year. The table below outlines the status of the projects at 30 June 2024 and the costs incurred to date, compared to the budget.

Activity	Name	Status	Project comment	2023/2024 Actual	2023/2024 Budget	Carry forward request to 2024/2025
Water Supply	P-11040 - Rising Main Renewal (Kakapo))	Completed	\$23K was carried forward from 2022/2023 to complete the communication system	\$24,682	\$23,066	\$-
Total				\$24,682	\$23,066	\$-

4. Current loans

The table below details the loans for the water supply as at 30 June 2024. It shows the opening balance and closing balance for the year including any repayments on existing loans and new loans drawn down.

Business Unit	Loan Name	Opening balance 1 July 2022	Repayments 2022/2023	Additions 2022/2023	Closing balance 30 June 2023	Years still to pay
Water Supply Overheads	Water Supply Overheads	\$88,652	(\$7,265)		\$81,387	9
Water Supply Kakapo	Fund project RW139 per reports	\$23,206	(\$698)		\$22,508	20
Water Supply Mount York	Water supply Mount York	\$6,698	(\$135)		\$6,563	26
Water Supply Kakapo	Water supply Kakapo	\$8,006	(\$1,003)		\$7,003	6
Water Supply Homestead	Water supply Homestead	\$19,756	(\$398)		\$19,358	26
Water Supply Overheads	Te Anau 2020/21*	\$19,157	(\$9,374)		\$9,783	1

Business Unit	Loan Name	Opening balance 1 July 2022	Repayments 2022/2023	Additions 2022/2023	Closing balance 30 June 2023	Years still to pay
Water Supply Ramparts	Ramparts Consent and Pump 2020/21	\$39,607	(\$1,383)		\$38,224	17
Water Supply Takitimu	Takitimu Pump Motor	\$13,532	(\$473)		\$13,059	17
Water Supply Overheads	Water Supply Overheads Capital 21/22	\$35,578	(\$598)		\$34,980	28
Water Supply Overheads	Water Supply Overheads Opex 21/22	\$14,293	(\$4,563)		\$9,730	1
Water Supply Ramparts	Ramparts Water Supply consent 21/22	\$17,064	(\$830)		\$16,234	13
Water Supply Homestead	Homestead Water Supply Emergency Works 21/22	\$41,048	(\$1,329)		\$39,719	18
Water Supply - Duncraigen	Duncraigen Water Supply Pump 21/22	\$11,819	(\$383)		\$11,436	18
Water Supply Kakapo	Rising Main renewal	\$287,528	(\$4,834)		\$282,694	29
Water Supply Overheads	Water Supply Overheads Opex 22/23	\$54,618	(\$17,436)		\$37,182	2
Water Supply Overheads	Water Supply Overheads Opex 23/24			\$89,315	\$89,315	3
Total		\$680,562	(\$50,702)	\$89,315	\$719,175	

5. Reserves

There are no reserves for the Te Anau Basin Water Supply.

6. Detailed business unit and account code financial information

		Actual	Projection Budget	Annual Plan Budget
Te Anau Rural Water Supply				
1	Water Supply Overheads			
2	Income			
3	Rates - Collected	(\$169,493)	(\$169,934)	(\$169,934)
4	Rates - Adjustments	\$222	\$0	\$0
5	Internal - Interest on Reserve	(\$666)	(\$3)	(\$3)
6	Income Total	(\$169,937)	(\$169,937)	(\$169,937)
7	Operational Expenditure			
8	Term Loans - Interest Charge	\$9,235	\$7,137	\$7,137
9	Maint - Unplanned	\$1,744	\$20,700	\$20,700
10	Maintenance - Routine	\$248,900	\$125,000	\$0
11	Depn - Water Supply	\$310,119	\$327,685	\$327,685
12	Operational Expenditure Total	\$569,998	\$480,522	\$355,522
13	Net Operating (Surplus)/Deficit	\$400,061	\$310,585	\$185,585
14	Capital Expenditure			
15	Water - Acquisition LOS	\$0	\$0	\$0
16	Capital Expenditure Total	\$0	\$0	\$0
17	Funding Sources			
18	Internal Loans - Princ	(\$89,315)	\$0	\$0
19	Internal Loans - Repaid	\$39,237	\$37,178	\$37,178
20	To-TeAnau RWS General - RE	\$89,315	\$3	\$3
21	Ex-TeAnau RWS General - RE	(\$234,098)	\$0	\$0
22	To - Depn Te Anau Rural	\$126,447	\$125,000	\$125,000
23	Ex - Depn Te Anau Rural	(\$21,528)	(\$20,080)	(\$20,080)
24	NFS Depn Te Anau Rural	(\$126,447)	(\$125,000)	(\$125,000)
25	Add Back Non Cash Depn	(\$183,672)	(\$202,686)	(\$202,686)
26	Funding Sources Total	(\$400,061)	(\$185,585)	(\$185,585)
27	Water Supply Overheads Total	(\$0)	\$125,000	\$0

		Actual	Projection Budget	Annual Plan Budget
27	Water Supply Ramparts			
28	Income			
	Rates - Collected	(\$100,574)	(\$100,836)	(\$100,836)
29	Rates - Adjustments	\$132	\$0	\$0
30	Internal Rates Income	(\$395)	\$0	\$0
31	Income Total	(\$100,837)	(\$100,836)	(\$100,836)
32	Operational Expenditure			
	SCADA	\$0	\$869	\$869
33	Term Loans - Interest Charge	\$2,465	\$2,491	\$2,491
34	Material Damage Insurance	\$1,272	\$1,248	\$1,248
35	Insurance - LAPP	\$2,333	\$0	\$0
36	Electricity	\$28,816	\$32,244	\$32,244
37	Resource Consents	\$1,105	\$2,058	\$2,058
38	Maintenance - Routine	\$0	\$43,988	\$43,988
39	Depn - Water Resource Consent	\$4,725	\$0	\$0
40	Internal - WWS Management Fee	\$15,500	\$15,500	\$15,500
41	Operational Expenditure Total	\$56,217	\$98,398	\$98,398
42	Net Operating (Surplus)/Deficit	(\$44,621)	(\$2,438)	(\$2,438)
43	Capital Expenditure			
	Water - Renewal	\$0	\$0	\$0
45	Capital Expenditure Total	\$0	\$0	\$0
46	Funding Sources			
	Internal Loans - Princ	\$0	\$0	\$0
47	Internal Loans - Repaid	\$2,213	\$2,438	\$2,438
48	Term Loans - Principal	\$0	\$0	\$0
49	To-TeAnau RWS General - RE	\$47,132	\$0	\$0
52	Add Back Non Cash Depn	(\$4,725)	\$0	\$0
53	Funding Sources Total	\$44,620	\$2,438	\$2,438
54	Water Supply Ramparts Total	(\$0)	\$0	\$0
56	Water Supply Mount York			
57	Income			
	Rates - Collected	(\$51,426)	(\$51,560)	(\$51,560)
58	Rates - Adjustments	\$67	\$0	\$0
60	Internal Rates Income	(\$202)	\$0	\$0
61	Income Total	(\$51,561)	(\$51,560)	(\$51,560)
62	Operational Expenditure			
	SCADA	\$0	\$259	\$259
63	Term Loans - Interest Charge	\$291	\$291	\$291
64	Material Damage Insurance	\$1,266	\$1,251	\$1,251
65	Insurance - LAPP	\$948	\$0	\$0
66	Electricity	\$13,091	\$16,464	\$16,464
67	Resource Consents	\$0	\$1,638	\$1,638
68	Maintenance - Routine	\$0	\$19,044	\$19,044
69	Internal - WWS Management Fee	\$12,478	\$12,478	\$12,478
70	Operational Expenditure Total	\$28,074	\$51,425	\$51,425
71	Net Operating (Surplus)/Deficit	(\$23,487)	(\$135)	(\$135)
72	Capital Expenditure			
		\$0	\$0	\$0
73	Capital Expenditure Total	\$0	\$0	\$0
74	Funding Sources			
	Internal Loans - Princ	\$0	\$0	\$0
75	Internal Loans - Repaid	\$135	\$0	\$0
76	To-TeAnau RWS General - RE	\$0	\$0	(\$51,750)
77	Ex-TeAnau RWS General - RE	\$23,352	\$0	\$0
79	Funding Sources Total	\$23,487	\$0	(\$51,750)
80	Water Supply Mount York Total	(\$0)	(\$135)	(\$51,885)
82	Water Supply Takitimu			
83	Income			
	Rates - Collected	\$0	\$0	\$0

		Actual	Projection Budget	Annual Plan Budget
84	Rates - Adjustments	(\$60,291)	(\$60,448)	(\$60,448)
85	Internal Rates Income	\$79	\$0	\$0
86	Income Total	(\$60,212)	(\$60,448)	(\$60,448)
87	Operational Expenditure	(\$60,449)	(\$60,448)	(\$60,448)
88	SCADA	\$0	\$232	\$232
89	Term Loans - Interest Charge	(\$0)	\$589	\$589
90	Material Damage Insurance	\$789	\$775	\$775
91	Insurance - LAPP	\$1,243	\$0	\$0
92	Electricity	\$27,651	\$20,000	\$20,000
93	Resource Consents	\$0	\$2,058	\$2,058
94	Maintenance - Routine	\$589	\$0	\$0
94	Internal - WWS Management Fee			
95	Operational Expenditure Total	(\$30,177)	(\$36,794)	(\$36,794)
96	Net Operating (Surplus)/Deficit	(\$90,389)	(\$97,242)	(\$97,242)
97	Funding Sources			
98	Internal Loans - Repaid	\$0	\$0	\$0
98	To-TeAnau RWS General - RE	\$0	\$0	\$51,750
101	Funding Sources Total	\$0	\$0	\$51,750
102	Water Supply Takitimu Total	(\$90,389)	(\$97,242)	(\$45,492)
104 Water Supply Kakapo				
105	Income			
105	Rates - Collected	\$0	\$0	\$0
106	Rates - Adjustments	\$0	(\$0)	(\$0)
107	Internal Rates Income	(\$104,587)	\$0	\$0
108	Income Total	(\$104,587)	(\$0)	(\$0)
109	Operational Expenditure			
110	SCADA	\$0	\$286	\$286
111	Term Loans - Interest Charge	\$0	(\$104,860)	(\$104,860)
112	Material Damage Insurance	\$0	\$377	\$377
113	Insurance - LAPP	\$0	\$16,564	\$16,564
114	Electricity	\$1,106	\$1,093	\$1,093
115	Resource Consents	\$1,432	\$0	\$0
116	Maint - Unplanned	\$37,084	\$22,725	\$22,725
117	Maintenance - Routine	\$2,409	\$3,087	\$3,087
117	Internal - WWS Management Fee	\$13,865	\$0	\$0
118	Operational Expenditure Total	\$55,896	(\$60,728)	(\$60,728)
119	Net Operating (Surplus)/Deficit	(\$48,691)	(\$60,728)	(\$60,728)
120	Capital Expenditure			
121	Water - Renewal	\$0	\$0	\$0
121	Capital Expenditure Total	\$0	\$0	\$0
122	Funding Sources			
122	Internal Loans - Princ	\$24,682	\$0	\$0
124	To-TeAnau RWS General - RE	\$6,535	\$0	\$0
125	Ex-TeAnau RWS General - RE	\$24,697	\$0	\$0
127	To - LGFA repayment RES	\$0	\$23,066	\$0
128	Funding Sources Total	\$55,914	\$23,066	\$0
129	Water Supply Kakapo Total	\$7,223	(\$37,662)	(\$60,728)
131 Water Supply Homestead				
132	Income			
132	Rates - Collected	\$0	\$0	\$0
133	Rates - Adjustments	(\$41,851)	(\$15,493)	\$7,573
134	Internal Rates Income	\$55		
135	Income Total	(\$41,796)	(\$15,493)	\$7,573
136	Operational Expenditure	(\$41,961)	(\$41,960)	(\$41,960)
137	SCADA	(\$41,961)	(\$41,960)	(\$41,960)
137	Term Loans - Interest Charge	\$0	\$155	\$155
138	Material Damage Insurance	(\$0)	\$2,675	\$2,675
139	Insurance - LAPP	\$848	\$839	\$839
140	Electricity	\$766	\$0	\$0

		Actual	Projection Budget	Annual Plan Budget
141	Resource Consents	\$13,801	\$11,319	\$11,319
142	Maintenance - Routine	\$2,299	\$2,235	\$2,235
143	Internal - WWS Management Fee	\$2,645	\$0	\$0
144	Operational Expenditure Total	(\$21,603)	(\$24,737)	(\$24,737)
145	Net Operating (Surplus)/Deficit	(\$63,399)	(\$40,230)	(\$17,164)
146	Funding Sources			
147	Internal Loans - Princ	(\$0)	\$0	\$0
148	Internal Loans - Repaid	\$1,728	\$0	\$0
149	To-TeAnau RWS General - RE	\$27,714	\$40,104	\$40,104
150	Ex-TeAnau RWS General - RE	\$12,519	\$0	\$0
151	Funding Sources Total	\$41,961	\$40,104	\$40,104
152	Water Supply Homestead Total	(\$21,438)	(\$126)	\$22,940
154 Water Supply Princhester				
155	Income			
156	Rates - Collected	\$0	\$0	\$0
157	Rates - Adjustments	(\$28,516)	\$0	\$0
158	Internal Rates Income	\$37	\$0	\$0
159	Income Total	(\$28,478)	\$0	\$0
160	Operational Expenditure			
161	SCADA	(\$28,590)	(\$28,590)	(\$28,590)
162	Material Damage Insurance	\$0	\$116	\$116
163	Insurance - LAPP	\$823	\$705	\$705
164	Electricity	\$116	\$0	\$0
165	Resource Consents	\$5,246	\$7,790	\$7,790
166	Maintenance - Routine	\$487	\$720	\$720
167	Internal - WWS Management Fee	\$0	\$11,903	\$11,903
168	Operational Expenditure Total	(\$21,918)	(\$7,356)	(\$7,356)
169	Net Operating (Surplus)/Deficit	(\$50,397)	(\$7,356)	(\$7,356)
170	Funding Sources			
171	To-TeAnau RWS General - RE	\$0	\$0	\$0
172	Funding Sources Total	\$0	\$0	\$0
173	Water Supply Princhester Total	(\$50,397)	(\$7,356)	(\$7,356)
174 Water Supply - Duncaigen				
175	Income			
176	Rates - Collected	\$0	\$0	\$0
177	Rates - Adjustments	(\$16,437)	\$0	\$0
178	Internal Rates Income	\$22	\$0	\$0
179	Income Total	(\$16,415)	\$0	\$0
180	Operational Expenditure			
181	SCADA	(\$16,480)	(\$16,480)	(\$16,480)
182	Term Loans - Interest Charge	\$0	\$76	\$76
183	Material Damage Insurance	(\$0)	\$523	\$523
184	Insurance - LAPP	\$437	\$432	\$432
185	Electricity	\$81	\$0	\$0
186	Resource Consents	\$6,073	\$4,631	\$4,631
187	Maintenance - Routine	\$676	\$649	\$649
188	Internal - WWS Management Fee	\$514	\$0	\$0
189	Operational Expenditure Total	(\$8,698)	(\$10,169)	(\$10,169)
190	Net Operating (Surplus)/Deficit	(\$25,114)	(\$10,169)	(\$10,169)
191	Capital Expenditure			
192	Water - Acquisition LOS	\$10,802	\$16,060	\$16,060
193	Water - Renewal	\$0	\$76	\$76
194	Capital Expenditure Total	\$10,802	\$16,136	\$16,136
195	Funding Sources			
196	Internal Loans - Princ	\$0	\$0	\$0
197	Ex-TeAnau RWS General - RE	\$5,295	\$0	\$0
198	Funding Sources Total	\$5,295	\$0	\$0
199	Water Supply - Duncaigen Total	(\$9,017)	\$5,967	\$5,967

Proposed budgets and rates - Annual Plan 2025/2026

Record No: R/24/12/74139
Author: Robyn Laidlaw, Corporate performance lead
Approved by: Anne Robson, Group manager finance and assurance

Decision Recommendation Information

Purpose

- 1 For the water supply committee to consider local budgets for the Annual Plan 2025/2026 and recommend local rates for the year commencing 1 July 2025 to Council.

Executive summary

- 2 This report provides an overview of the local activities and services for Te Anau Rural Water Supply. The report and attachment detail the proposed 2025/2026 budgets for these activities and the resulting charges to be recommended to Council.
- 3 The information in this report and its attachments has been prepared using the financial information contained in year two of the LTP 2034 including projects, reserve and loan funding and resulting charge requirements.
- 4 Based on the current draft budgets, the total rate revenue needed to fund the water supply rate would increase from **\$870,031** in 2024/2025 to **\$1,013,488 in 2025/2026** (GST inclusive). The main driver for the change in the rate is **increases in depreciation driven by asset valuation movements and the increase in proportion of depreciation being funded (in line with Council’s plan to fully fund depreciation on water assets over time). Maintenance costs have also increased along with debt servicing and overhead costs.** Using the current estimate of rating units, this equates to the following increases per unit.

Te Anau Rural Water Supply Rate	Current rate per unit 24/25 (Incl GST)	Proposed rate per unit 25/26 (Incl GST)	Change
Te Anau rural water -annual charge	\$1,146.29	\$1,335.29	\$189.00
Te Anau rural water – full charge	\$764.19	\$890.20	\$126.01
Te Anau rural water – half charge	\$382.10	\$445.10	\$63.00

- 5 More details about the water supply rate are shown in *Costs and Funding* section of the report from paragraph 22 and attachment A (part A - rate calculation and part E - detailed financial information).
- 6 The subcommittee is being asked to discuss and confirm the relevant draft budget and local rates for 2025/2026 which will be incorporated into the draft annual plan financial statements scheduled to be discussed by Council in early 2025. As part of this Council will also consider whether it wishes to carry out consultation with the community on the draft plan with any consultation likely to occur around March/April 2025.
- 7 The final Annual Plan (incorporating any changes resulting from consultation) is expected to be adopted in June 2025. This is the point at which water supply budgets and rates for 2025/2026 will be confirmed and the information will be used to set rates for the year beginning 1 July 2025.

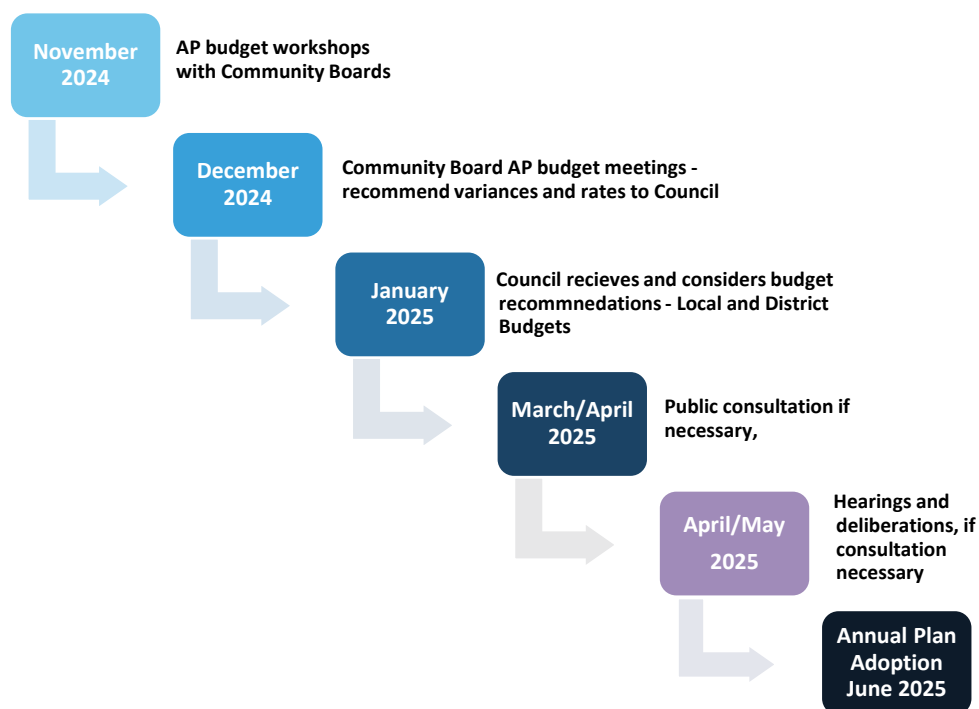
Recommendation

That the Te Anau Basin Water Supply Subcommittee:

- a) receives the report titled “Proposed budgets and rates - Annual Plan 2025/2026”**
- b) determines that this matter or decision be recognised as not significant in terms of Section 76 of the Local Government Act 2002.**
- c) determines that it has complied with the decision-making provisions of the Local Government Act 2002 to the extent necessary in relation to this decision; and in accordance with Section 79 of the Act determines that it does not require further information, further assessment of options or further analysis of costs and benefits or advantages and disadvantages prior to deciding on this matter.**
- d) recommend that Council include the proposed budgets and rates outlined in this report (including any minor amendments agreed at the meeting) in the draft Annual Plan 2025/2026.**
- e) recommends to Council that for the year commencing 1 July 2025 it recovers \$1,013,488 (GST inclusive) for the Te Anau Rural Water Supply rate.**
- f) delegates authority to the subcommittee chair to approve any minor changes required to the budgets following this meeting.**

Background

- 8 Council prepares an annual plan in the years when it is not preparing a Long Term Plan (LTP). The LTP is the document that provides the community with information on the role, scope, service level and priority of Council activities for 10 years and is adopted every three years.
- 9 The Annual Plan 2025/2026 focuses in more detail on year 2 of LTP 2034, outlining any planned changes from the LTP and, where necessary, consulting on any material or significant changes.
- 10 Where changes are not considered material or significant, Council is not required to consult under the Local Government Act (LGA), but rather provide information on the annual plan to the community.
- 11 The information in this report and its attachments has been prepared using the financial information contained in year two of the LTP 2024-2034 including projects, reserve and loan funding and resulting rate requirements.



Issues

Local budgets and rates

- 12 The key items that the board are being asked to review include:
- changes to the water supply and other local rates (refer paragraph 22 and attachment part A)
 - the proposed schedule of projects (attachment part B) and proposed changes noted in paragraph 13
 - proposed loans (attachment part C)
 - budget summary (attachment part D)
 - detailed budget financial information (attachment part E)

Key changes to proposed local board budgets

Key changes to projects 2025/2026

- 13 The project name and scope planned for 2025/2026 has been changed from P-10422 B Te Anau Rural Water Supply – Sanitising physical works to P-11223 B Te Anau Rural Water Supply – Scheme audit remediation, the budget values have remained the same.

Key changes to loans

- 14 None.

Other changes

- 15 A new operations and maintenance contract started in July 2023 which included a number of structure changes from the previous contract. Under the prior contract (10/01) there was a set percentage of the contract cost allocated as a fixed amount to each scheme with reactive work over \$5,000 being charged separately. Now, under the new contract, each job undertaken by Downer is

assigned to a work order which is attached to a scheme. This more accurately reflects the maintenance costs associated with each scheme and has resulted in higher costs and an increase in the budget for 2025/2026 to cover this. The maintenance budgets have also been combined and shown under the Water Supply Overhead business unit.

Factors to consider

Legal and statutory requirements

- 16 Under the section 95 of the Local Government Act (LGA) 2002, Council is required to prepare an annual plan. The draft budgets attached, including details of projects and rates, will form part of the activity, financial and funding impact statements in Annual Plan 2025/2026.
- 17 Section 23 of the Local Government Rating Act (LGRA) 2002 requires that any rates must be set in accordance with the relevant provisions of the Council's funding impact statement (FIS) which is contained within the Council's adopted long term or annual plan.
- 18 The Te Anau Basin water supply subcommittee have been delegated responsibility for recommending rates for the Te Anau rural water supply to Council. However, Council cannot delegate authority for rate setting, meaning any changes to rates must be approved by Council and included in either the annual plan or LTP FIS.

Community views

- 19 At this stage staff have not undertaken any further work to understand community views around the proposed budgets given that these have been based on year two of the LTP which was adopted following public consultation.
- 20 As noted, with budgets still to be finalised, Council is yet to consider whether it will consult on the annual plan. Any decision to consult will be dependent on the significance of changes proposed from the LTP and any particular issues requiring feedback.
- 21 If Council decides to consult on the annual plan, there is an opportunity for any significant issues affecting local communities to be included in an annual plan consultation document which will be publicly available (likely during March/April 2025). If consultation is not required, Council will also consider what form of community engagement is required, if any.

Costs and funding

Rates

- 22 Based on the current budgets, the total rate revenue needed to fund the water supply rate would increase from **\$870,031 in 2024/2025 to \$1,013,488 in 2025/2026** (incl GST) which equates to a **16.49%** increase in the rate. This compares to the 8.44% increase forecast in year two of the LTP.
- 23 The key reasons for the change in the overall water supply rate from 2024/2025 to 2025/2026 are noted in Table 1 below but are largely related to **increases in depreciation driven by asset valuation movements and the increase in proportion of depreciation being funded (in line with Council's plan to fully fund depreciation on water assets over time). Maintenance costs have also increased along with debt servicing and overhead costs.** A more detailed financial breakdown can be found in part E of the attachment.

Te Anau Basin Water Supply Subcommittee

13 December 2024

- 24 Table 2 below shows the resulting potential rate per unit charge based on the proposed budgets for 2024/2025 and number of units as at mid October 2024. The final rates will be calculated using the number of units at the time the annual plan is finalised.

Table 1: Te Anau rural water supply rate > proposed total rate revenue

Te Anau rural water supply rate				
	Movement	Reason for change		
Current rate revenue: 2024/25 (excl GST)	\$756,549			
<i>Increases/(decreases) due to:</i>				
Increase in maintenance budget	\$43,270	Increase to reflect the actual maintenance costs incurred by the scheme under the new contract.		
Increase in depreciation funding	\$31,993	The increase in depreciation funding is driven by the movement asset value along with the incremental increase in depreciation funding of 5% per annum.		
Increase in interest and loan repayments	\$30,122	The cost of servicing the loan (interest and principal) for capital works planned for 2024/2025.		
Increase in management fee	\$17,071	Increase in overhead costs passed on.		
Increase in other costs	\$2,289			
Proposed rate revenue: 2025/26 (excl GST)	\$881,294	Change from prior year (excl GST) >	\$124,745	
<i>Plus GST</i>	\$132,194			
Proposed rate revenue: 2025/26 (incl GST)	\$1,013,488	Change from prior year (incl GST) >	\$143,457	16.49%
		<i>vs forecast LTP change (Y2 25/26)</i> (incl GST) >	\$73,461	8.44%

Table 2: Te Anau rural water supply rate > proposed rate per unit

Te Anau rural water supply rate	Factor	Current rate per unit 24/25 (Incl GST)	Proposed rate per unit 25/26 (Incl GST)	Change	
				\$	%
Te Anau Rural Water Supply - Annual Charge (206 units rated)	1.50	\$1,146.29	\$1,335.29	\$189.00	16.49%
Te Anau Rural Water Supply - Full Unit (805 units rated)	1.00	\$764.19	\$890.20	\$126.01	16.49%
Te Anau Rural Water Supply - Half Unit (49 units rated)	0.50	\$382.10	\$445.10	\$63.00	16.49%

Policy implications

- 25 There are no specific policy implications in this report. If the board identifies an additional funding source for an activity that is not provided for in the funding bands set in the Revenue and Financing Policy, this would require an update to the policy or inconsistent decision resolution to allow for that mechanism to be used as a funding source.

Analysis

Options considered

- 26 There are three options identified to consider:
- option 1: recommend that Council include the proposed budgets and rates outlined in this report (including any minor amendments agreed at the meeting) in the draft Annual Plan 2025/2026
 - option 2: make significant changes to the proposed budgets and rates outlined in this report and recommend that Council include the revised budgets and rates in the draft Annual Plan 2025/2026
 - option 3: does not recommend the proposed budgets and rates to Council for inclusion in the draft Annual Plan 2025/ 2026.

Analysis of Options

Option 1 – recommend that Council include the proposed budgets and rates outlined in this report (including any minor amendments agreed at the meeting) in the draft Annual Plan 2025/2026

<i>Advantages</i>	<i>Disadvantages</i>
<ul style="list-style-type: none"> enables the draft annual plan to be progressed within the legislative timeframe local rates recommendation to Council is finalised budgets and projects can be updated or reviewed annually as part of the annual plan budgeting process (or approved via unbudgeted expenditure process). 	<ul style="list-style-type: none"> no further changes can be recommended by the subcommittee outside of future annual plan processes unless a submission is made through the formal consultation process.

Option 2 – make significant changes to the proposed budgets and rates outlined in this report and recommend that Council include the revised budgets and rates in the draft Annual Plan 2025/2026

<i>Advantages</i>	<i>Disadvantages</i>
<ul style="list-style-type: none"> the proposed budgets and projects reflect the all changes requested by the board. 	<ul style="list-style-type: none"> flow-on impact of any budget change on income and expenditure including rates required (which may need to be recalculated) the potential impact of any changes on levels of service or need to rescope works or the ability of the revised work programme to be delivered may impact the delivery of the annual plan within the legislative timeframe and/or require an additional meeting to recommend the revised budgets and rates.

Option 3 – does not recommend the proposed budgets and rates to Council for inclusion in the draft Annual Plan 2025/ 2026.

<i>Advantages</i>	<i>Disadvantages</i>
<ul style="list-style-type: none"> no advantages 	<ul style="list-style-type: none"> Council may have to make decisions on the local budgets and rates for the draft annual plan directly may impact the delivery of the annual plan within the legislative timeframe.

Assessment of significance

- 27 The decision to be made by the subcommittee to recommend rates and fees is not likely to be a significant decision on its own under Council's Significance and Engagement Policy.

Recommended option

- 28 Staff recommend the subcommittee endorse option 1 - Recommend that Council include the proposed budgets and rates outlined in this report (including any minor amendments agreed at the meeting) in the draft Annual Plan 2025/2026.

Next steps

- 29 Recommendations made through this budget process from all community boards and subcommittees will be incorporated into the annual plan financial statements which are expected to be considered by Council in February 2025.

Attachments

- A Attachment A to E - Te Anau Rural Water Budget and Rates Annual Plan 2025 2026

A. Attachments Part A-E: Proposed budgets and rates 2025/2026

Attached are a number of papers which provide details of the proposed 2025/2026 budgets and rates for the local activities that the board has delegation for in relation to the annual plan as follows:

A. Rate Calculations

This details the change in the total community board rate (showing the related activity breakdown) and other local rates based on what has been included in the draft budget for 2025/2026 Annual Plan compared to the current 2024/2025 budget. This provides a summary of the consolidated rate changes related to the activity information included in the detailed financial information in appendix G.

B. Project Information

This shows the proposed projects included in the Annual Plan for 2025/2026 compared to what was included in the LTP for this year.

C. Loans

This shows the forecast loans (as at 1 July 2025); principal repayments and new loan drawdowns budgeted for the annual plan 2025/2026 to fund local projects and projected balance at 30 June 2026.

D. Budget summary

These tables shows the breakdown of income, operating expenditure (OPEX), capital expenditure (CAPEX) and funding sources by activity. The data shown includes the prior year actuals (2023/2024), current budget (2024/2025), what was forecast in year 2 of the LTP (LTP Y2 2025/2026) and what is now proposed for Annual Plan 2025/2026. The tables also show what the forecast change from 2024/2025 was in the LTP Year 2 and what is now the proposed change for Annual Plan 2025/2026.

E. Detailed financials

These reports show the detailed income, operating expenditure (OPEX), capital expenditure (CAPEX) and funding sources by the activities of the community board. These are broken into the different locations within the board area and are intended to provide a more detailed breakdown of the budgets which drive the proposed rates. The data shown includes the prior year actuals (2023/2024), current budget (2024/2025), what was forecast in year 2 of the LTP (LTP Y2 2025/2026) and what is now proposed for Annual Plan 2025/2026. The tables also show the proposed change from 2024/2025 to Annual Plan 2025/2026.

A. Te Anau Rural Water > Rate calculations 2025/2026

The tables below show the change in the CB rate and other local rates based on what has been included in the draft budget for 2025/26 Annual Plan compared to the current 2024/25 budget. The left table shows the total rate revenue (by subactivity) and the right table shows the projected rate per rating unit for 2025/26 (based on updated rating unit numbers as at mid October 2024). The grey column (right) shows what the increase in rate per unit would be if an additional \$1,000 of rates funding was needed to fund any additional expenditure.

Community Board rate												
Total rate revenue CB rate > activity	Current Budget 24/25 (incl GST)	Proposed Budget 25/26 (incl GST)	Change		Rate per unit	Factor	Units	Basis	Current Rate 24/25 (incl GST)	Proposed Rate 25/26 (incl GST)	Change (\$)	Impact of an extra \$1k of rates on the rate per unit:
			\$	%								
Te Anau Rural Water Rate	\$870,031	\$1,013,488	\$143,457	16.49%	Te Anau Rural Water Rate							
Water Supply - Duncraigen	\$22,510	\$15,581	(\$6,929)	(30.8%)	TARWS - Annual Charge	1.50	206	unit of service	\$1,146.29	\$1,335.29	\$189.00	\$1.63
Water Supply Homestead	\$47,619	\$31,511	(\$16,108)	(33.8%)	TARWS - Full Unit	1.00	805	unit of service	\$764.19	\$890.20	\$126.01	\$1.08
Water Supply Kakapo	\$107,407	\$70,295	(\$37,112)	(34.6%)	TARWS - Half Unit	0.50	49	unit of service	\$382.10	\$445.10	\$63.00	\$0.54
Water Supply Mount York	\$63,925	\$45,198	(\$18,727)	(29.3%)								
Water Supply Overheads	\$396,073	\$697,464	\$301,391	76.1%								
Water Supply Princhester	\$31,876	\$20,209	(\$11,667)	(36.6%)								
Water Supply Ramparts	\$119,759	\$73,176	(\$46,583)	(38.9%)								
Water Supply Takitimu	\$80,863	\$60,054	(\$20,809)	(25.7%)								

B. Te Anau Rural Water > Proposed 25/26 projects

The table details the community board projects proposed to be included in the draft Annual Plan 25/26 for delivery. The 'Scope discussed' column shows the date when the scope was discussed with board with "TBD" indicating where this is still to be done. The funding sources listed are those that are planned to be used to fund the projects but may vary from what has currently been included in the detailed budgets. Where a project shows a mix of grants, reserves and loan funding, the project may be funded by all or some of these sources, especially where external grant or project funding is still to be confirmed with external parties. The type of project (REN, LOS, DEM and O&M and MAINT PLAN) is used to classify the nature of expenditure. REN means a renewal project which is the replacement or rehabilitation of an existing asset without changing its capacity or level of service beyond its original design. LOS means a level of service project where work is being undertaken to change the current level of service usually because of changing customer expectations, regulations or standards. DEM means a demand project where work is being undertaken to provide more (or less) of an asset or service due to changes in demand usually because of population/economic changes or changes in consumption patterns. O&M and MAINT PLAN means a maintenance project which is being done to repair or maintain an existing asset.

Ref	Activity	Project #	Project Description	Funding	Type	Scope discussed	LTP Forecast Yr 2 25/26	Proposed AP Budget 25/26	
1	Rural Water								
2	Te Anau Rural Water Supply								
3	26960	Water Supply Overheads							
5		P-10422B	Te Anau Rural Water Supply - Sanitising physical works	Rates & Loan	LOS	TBC	\$558,923		
6		P-11223B	Te Anau Rural Water Supply - scheme audit remediation	Loan & Reserves	LOS	TBC		\$558,923	
9	26963	Water Supply Takitimu							
11		P-10514A	Takitimu Rural Water Supply - Switchboards and pump	Rates & Loan	REN	TBC	\$214,225	\$214,225	
14	Rural Water Total							\$773,148	\$773,148

C. (All) CB: Annual Plan 2025/26 > Loans

The table below details the community board loans including current loans (existing and planned 24/25) and those expected to be drawn down in 2025/2026. In some cases planned loans as shown in the schedule may not be drawn down, for example if a decision is made to defer a project to a latter year or the project is able to be funded from a different source like grants or reserves. Please note the "interest cost" column in the schedule has been included to show the annual interest cost of each loan at the Council's assumed interest rate.

	Activity & Town/Area	Term remaining	Forecast Balance	Principal Repayment	Drawdown	Projected Loan Total	Interest Cost
		1-Jul-26	1-Jul-25	25/26	AP 25/26	30-Jun-26	(@ 4.91%)
1	Rural Water						
2	Te Anau Rural Water Supply						
3	26960 - Op Loan - 3 years 23/24	1	\$61,170	\$29,852		\$31,318	\$3,003
4	Consent Renewal Preparation - Mt York	29	\$51,750	\$791		\$50,959	\$2,541
5	Consent Renewal Preparation - Taktimu	29	\$51,750	\$791		\$50,959	\$2,541
6	Duncraigen Water Supply Pump 21/22	16	\$11,055	\$431		\$10,624	\$543
7	Homestead Water Supply Emergency Works 21/22	16	\$38,393	\$1,497		\$36,896	\$1,885
8	Kakapo Water Rising Main repair	27	\$278,636	\$4,839		\$273,796	\$13,681
9	Kakapo Water RW139	18	\$21,875	\$723		\$21,152	\$1,074
10	Ramparts Consent and Pump 20/21	15	\$36,829	\$1,568		\$35,261	\$1,808
11	Ramparts Water Supply consent 21/22	11	\$15,356	\$970		\$14,386	\$754
12	Takitimu Pump Motor 20/21	15	\$12,583	\$536		\$12,047	\$618
13	Takitimu Switchboards and pump	30	\$0	\$0	\$214,225	\$214,225	\$0
14	Te Anau Basin Rural Water Sanitising physical works	29	\$223,350	\$3,414		\$219,936	\$10,966
15	Te Anau Basin Rural Water Sanitising physical works	30	\$0	\$0	\$324,241	\$324,241	\$0
16	Water supply Homestead	24	\$19,014	\$403		\$18,611	\$934
17	Water supply Kakapo	4	\$5,990	\$1,086		\$4,904	\$294
18	Water supply Mount York	24	\$6,446	\$137		\$6,310	\$317
19	Water Supply Overheads	7	\$74,207	\$7,796		\$66,411	\$3,644
20	Water Supply Overheads Capital (less \$88,919) 21/22	26	\$34,442	\$639		\$33,803	\$1,691
21	<i>Rural Water Total</i>		<i>\$942,845</i>	<i>\$55,473</i>	<i>\$538,466</i>	<i>\$1,425,838</i>	<i>\$46,294</i>
22	Grand Total		\$942,845	\$55,473	\$538,466	\$1,425,838	\$46,294

D. Te Anau Rural Water: Budget summary

Income										
Subactivity	Prior Year Actuals	Current Budget	LTP Forecast	Proposed Budget	Forecast change 24/25 to LTP Y2 (25/26)		Proposed change 24/25 to AP 25/26		Var AP 25/26 to LTP (Y2)	
	23/24	24/25	Y2 (25/26)	AP 25/26	\$	%	\$	%	\$	
Water Supply - Duncairgen	16,480	19,574	20,362	13,549	788	4.0%	(6,025)	(30.8%)	(6,813)	
Water Supply Homestead	41,961	41,408	43,189	27,401	1,781	4.3%	(14,007)	(33.8%)	(15,788)	
Water Supply Kakapo	104,861	93,397	97,548	61,126	4,151	4.4%	(32,271)	(34.6%)	(36,422)	
Water Supply Mount York	51,561	55,587	58,275	39,303	2,688	4.8%	(16,284)	(29.3%)	(18,972)	
Water Supply Overheads	169,937	344,411	390,249	606,490	45,838	13.3%	262,079	76.1%	216,241	
Water Supply Princhester	28,590	27,718	29,202	17,573	1,484	5.4%	(10,145)	(36.6%)	(11,629)	
Water Supply Ramparts	100,837	104,138	108,280	63,631	4,142	4.0%	(40,507)	(38.9%)	(44,649)	
Water Supply Takitimu	60,449	70,316	73,323	52,221	3,007	4.3%	(18,095)	(25.7%)	(21,102)	
Grand Total	574,676	756,549	820,428	881,294	63,879	8.4%	124,745	16.5%	60,866	
Operating expenditure (OPEX)										
Subactivity	Prior Year Actuals	Current Budget	LTP Forecast	Proposed Budget	Forecast change 24/25 to LTP Y2 (25/26)		Proposed change 24/25 to AP 25/26		Var AP 25/26 to LTP (Y2)	
	23/24	24/25	Y2 (25/26)	AP 25/26	\$	%	\$	%	\$	
Water Supply - Duncairgen	10,802	19,574	20,362	13,549	788	4.0%	(6,025)	(30.8%)	(6,813)	
Water Supply Homestead	27,714	41,408	43,189	27,401	1,781	4.3%	(14,007)	(33.8%)	(15,788)	
Water Supply Kakapo	73,629	93,397	97,548	61,126	4,151	4.4%	(32,271)	(34.6%)	(36,422)	
Water Supply Mount York	28,074	55,587	58,275	39,303	2,688	4.8%	(16,284)	(29.3%)	(18,972)	
Water Supply Overheads	569,998	451,896	489,057	675,682	37,161	8.2%	223,786	49.5%	186,625	
Water Supply Princhester	14,028	27,718	29,202	17,573	1,484	5.4%	(10,145)	(36.6%)	(11,629)	
Water Supply Ramparts	56,217	104,138	108,280	63,631	4,142	4.0%	(40,507)	(38.9%)	(44,649)	
Water Supply Takitimu	42,750	70,316	73,323	52,221	3,007	4.3%	(18,095)	(25.7%)	(21,102)	
Grand Total	823,213	864,034	919,236	950,486	55,202	6.4%	86,452	10.0%	31,250	
Capital expenditure (CAPEX)										
Subactivity	Prior Year Actuals	Current Budget	LTP Forecast	Proposed Budget	Forecast change 24/25 to LTP Y2 (25/26)		Proposed change 24/25 to AP 25/26		Var AP 25/26 to LTP (Y2)	
	23/24	24/25	Y2 (25/26)	AP 25/26	\$	%	\$	%	\$	
Water Supply - Duncairgen	-	-	-	-	-	-	-	-	-	
Water Supply Homestead	-	30,995	-	-	(30,995)	(100.0%)	(30,995)	(100.0%)	-	
Water Supply Kakapo	24,682	-	-	-	-	-	-	-	-	
Water Supply Mount York	-	51,750	-	-	(51,750)	(100.0%)	(51,750)	(100.0%)	-	
Water Supply Overheads	-	500,000	558,923	558,923	58,923	11.8%	58,923	11.8%	-	
Water Supply Princhester	-	-	-	-	-	-	-	-	-	
Water Supply Ramparts	-	-	-	-	-	-	-	-	-	
Water Supply Takitimu	-	51,750	214,225	214,225	162,475	314.0%	162,475	314.0%	-	
Grand Total	24,682	634,495	773,148	773,148	138,653	21.9%	138,653	21.9%	-	
Funding sources										
Subactivity	Prior Year Actuals	Current Budget	LTP Forecast	Proposed Budget	Forecast change 24/25 to LTP Y2 (25/26)		Proposed change 24/25 to AP 25/26		Var AP 25/26 to LTP (Y2)	
	23/24	24/25	Y2 (25/26)	AP 25/26	\$	%	\$	%	\$	
Water Supply - Duncairgen	5,677	-	-	-	-	-	-	-	-	
Water Supply Homestead	14,247	(30,995)	-	-	30,995	(100.0%)	30,995	(100.0%)	-	
Water Supply Kakapo	6,550	-	-	-	-	-	-	-	-	
Water Supply Mount York	23,487	(51,750)	-	-	51,750	(100.0%)	51,750	(100.0%)	-	
Water Supply Overheads	(400,061)	(607,485)	(657,731)	(628,115)	(50,246)	8.3%	(20,630)	3.4%	29,616	
Water Supply Princhester	14,562	-	-	-	-	-	-	-	-	
Water Supply Ramparts	44,620	-	-	-	-	-	-	-	-	
Water Supply Takitimu	17,699	(51,750)	(214,225)	(214,225)	(162,475)	314.0%	(162,475)	314.0%	-	
Grand Total	(273,219)	(741,980)	(871,956)	(842,340)	(129,976)	17.5%	(100,360)	13.5%	29,616	

E. Te Anau Rural Water: Annual Plan 2025/26 > Detailed financials by activity, area

Activity	Prior Year	Current	LTP	Proposed	Change
Location & business unit	Actuals	Budget	Forecast	Budget	24/25 to
Account description	23/24	24/25	Y2 (25/26)	AP 25/26	AP 25/26
Rural Water					
Te Anau Rural Water Supply					
26960 Water Supply Overheads					
Income					
11171 Rates - Collected	(169,493)	(344,411)	(390,249)	(606,490)	(262,079)
11176 Rates - Adjustments	222				-
19171 Internal Rates Income	(666)	(685)	(699)	(2,961)	(2,276)
19175 Internal Rates offset	-	685	699	2,961	2,276
Income Total	(169,937)	(344,411)	(390,249)	(606,490)	(262,079)
Opex					
21225 Term Loans - Interest Charge	(0)	43,554	59,357	47,232	3,678
35223 Maint - Unplanned	1,744	50,000	51,250		(50,000)
35227 Maintenance - Routine	248,900			250,000	250,000
41128 Depn - Water Supply	310,119	353,617	373,725	373,725	20,108
41133 Depn - Water Resource Consent		4,725	4,725	4,725	-
43317 Internal -Interest on Loans	9,235				-
Opex Total	569,998	451,896	489,057	675,682	223,786
Capex					
65561 Water - Acquisition LOS	-	500,000	558,923	558,923	58,923
Capex Total	-	500,000	558,923	558,923	58,923
Funding Sources					
71532 Internal Loans - Princ	(89,315)				-
71533 Internal Loans - Repaid	39,237				-
81107 Term Loans LGFA repayments		48,132	44,960	74,576	26,444
81111 Term Loans - Principal	-	(223,350)	(324,241)	(324,241)	(100,891)
88668 To-TeAnau RWS General - RE	89,315				-
88669 Ex-TeAnau RWS General - RE	(234,098)				-
89226 To - Depn Te Anau Rural	126,447	232,922	264,915	264,915	31,993
89227 Ex - Depn Te Anau Rural	(21,528)	(306,847)	(264,915)	(264,915)	41,932
89244 NFS Depn Te Anau Rural	(126,447)	(232,922)	(264,915)	(264,915)	(31,993)
99511 Add Back Non Cash Depn	(183,672)	(125,420)	(113,535)	(113,535)	11,885
Funding Sources Total	(400,061)	(607,485)	(657,731)	(628,115)	(20,630)
26961 Water Supply Ramparts					
Income					
11171 Rates - Collected	(100,574)	(104,138)	(108,280)	(63,631)	40,507
11176 Rates - Adjustments	132				-
19171 Internal Rates Income	(395)	(407)	(415)	(895)	(488)
19175 Internal Rates offset	-	407	415	895	488
Income Total	(100,837)	(104,138)	(108,280)	(63,631)	40,507
Opex					
21117 SCADA	-	1,000	1,025		(1,000)
21311 Material Damage Insurance	1,272	1,272	1,297	1,506	234
21317 Insurance - LAPP	2,333	1,709	1,743	1,743	34
31211 Electricity	28,816	35,000	35,700	35,700	700
31531 Resource Consents	1,105	2,000	2,040	2,040	40
35227 Maintenance - Routine	-	44,000	45,100		(44,000)
41133 Depn - Water Resource Consent	4,725				-
43317 Internal -Interest on Loans	2,465				-
43344 Internal - WWS Management Fee	15,500	19,157	21,375	22,642	3,485
Opex Total	56,217	104,138	108,280	63,631	(40,507)
Funding Sources					
71532 Internal Loans - Princ	0				-
71533 Internal Loans - Repaid	2,213				-
88668 To-TeAnau RWS General - RE	47,132				-
89302 To - LGFA repayment RES	0				-
99511 Add Back Non Cash Depn	(4,725)				-
Funding Sources Total	44,620	-	-	-	-

Activity	Prior Year	Current	LTP	Proposed	Change	
Location & business unit	Actuals	Budget	Forecast	Budget	24/25 to	
Account description	23/24	24/25	Y2 (25/26)	AP 25/26	AP 25/26	
75	26962 Water Supply Mount York					
76	Income					
77	11171 Rates - Collected	(51,426)	(55,587)	(58,275)	(39,303)	16,284
78	11176 Rates - Adjustments	67				-
80	19171 Internal Rates Income	(202)	(208)	(212)	(478)	(270)
81	19175 Internal Rates offset	-	208	212	478	270
82	Income Total	(51,561)	(55,587)	(58,275)	(39,303)	16,284
83	Opex					
84	21117 SCADA	-	1,000	1,025		(1,000)
86	21311 Material Damage Insurance	1,266	1,266	1,291	1,499	233
87	21317 Insurance - LAPP	948	779	795	795	16
88	31211 Electricity	13,091	16,500	16,830	16,830	330
89	31531 Resource Consents	-	1,619	1,651	1,950	331
90	35227 Maintenance - Routine	-	19,000	19,475		(19,000)
91	43317 Internal -Interest on Loans	291				-
92	43344 Internal - WWS Management Fee	12,478	15,423	17,208	18,229	2,806
93	Opex Total	28,074	55,587	58,275	39,303	(16,284)
94	Capex					
95	65561 Water - Acquisition LOS	-	51,750			(51,750)
99	Capex Total	-	51,750			(51,750)
100	Funding Sources					
102	71533 Internal Loans - Repaid	135				-
103	81111 Term Loans - Principal	-	(51,750)			51,750
105	88668 To-TeAnau RWS General - RE	23,352				-
111	Funding Sources Total	23,487	(51,750)			51,750
112	26963 Water Supply Takitimu					
113	Income					
114	11171 Rates - Collected	(60,291)	(70,316)	(73,323)	(52,221)	18,095
115	11176 Rates - Adjustments	79				-
116	19171 Internal Rates Income	(237)	(244)	(249)	(604)	(360)
117	19175 Internal Rates offset	-	244	249	604	360
118	Income Total	(60,449)	(70,316)	(73,323)	(52,221)	18,095
119	Opex					
120	21117 SCADA	-	1,000	1,025		(1,000)
121	21225 Term Loans - Interest Charge	(0)				-
122	21311 Material Damage Insurance	789	789	805	988	199
124	21317 Insurance - LAPP	1,243	1,680	1,714	1,714	34
125	31211 Electricity	27,651	26,000	26,520	26,520	520
126	31531 Resource Consents	-	1,619	1,651	4,770	3,151
127	35227 Maintenance - Routine	-	23,805	24,400		(23,805)
128	43317 Internal -Interest on Loans	589				-
129	43344 Internal - WWS Management Fee	12,478	15,423	17,208	18,229	2,806
130	Opex Total	42,750	70,316	73,323	52,221	(18,095)
131	Capex					
132	65561 Water - Acquisition LOS	-	51,750			(51,750)
133	65562 Water - Renewal	-		214,225	214,225	214,225
134	Capex Total	-	51,750	214,225	214,225	162,475
135	Funding Sources					
137	71533 Internal Loans - Repaid	473				-
138	81111 Term Loans - Principal	-	(51,750)	(214,225)	(214,225)	(162,475)
140	88668 To-TeAnau RWS General - RE	17,226				-
145	Funding Sources Total	17,699	(51,750)	(214,225)	(214,225)	(162,475)

Activity	Prior Year	Current	LTP	Proposed	Change
Location & business unit	Actuals	Budget	Forecast	Budget	24/25 to
Account description	23/24	24/25	Y2 (25/26)	AP 25/26	AP 25/26
146 26964 Water Supply Kakapo					
147 Income					
148 11171 Rates - Collected	(104,587)	(93,397)	(97,548)	(61,126)	32,271
149 11176 Rates - Adjustments	137				-
150 19171 Internal Rates Income	(411)	(423)	(431)	(803)	(380)
151 19175 Internal Rates offset	-	423	431	803	380
152 Income Total	(104,861)	(93,397)	(97,548)	(61,126)	32,271
153 Opex					
154 21117 SCADA	-	1,000	1,025		(1,000)
156 21311 Material Damage Insurance	1,106	1,106	1,128	466	(640)
157 21317 Insurance - LAPP	1,432	1,329	1,356	1,356	27
158 31211 Electricity	37,084	30,000	30,600	30,600	600
159 31531 Resource Consents	2,409	2,345	2,392	2,800	455
160 35227 Maintenance - Routine	-	35,700	36,593		(35,700)
161 43317 Internal -Interest on Loans	13,865				-
162 43344 Internal - WWS Management Fee	17,733	21,917	24,454	25,904	3,987
163 Opex Total	73,629	93,397	97,548	61,126	(32,271)
164 Capex					
166 65562 Water - Renewal	24,682				-
170 Capex Total	24,682				-
171 Funding Sources					
173 71533 Internal Loans - Repaid	6,535				-
176 88668 To-TeAnau RWS General - RE	24,697	-			-
180 89227 Ex - Depn Te Anau Rural	(24,682)				-
182 Funding Sources Total	6,550	-			-
183 26965 Water Supply Homestead					
184 Income					
185 11171 Rates - Collected	(41,851)	(41,408)	(43,189)	(27,401)	14,007
186 11176 Rates - Adjustments	55				-
187 19171 Internal Rates Income	(164)	(169)	(172)	(356)	(187)
188 19175 Internal Rates offset	-	169	172	356	187
189 Income Total	(41,961)	(41,408)	(43,189)	(27,401)	14,007
190 Opex					
191 21117 SCADA	-	1,000	1,025		(1,000)
193 21311 Material Damage Insurance	848	847	864	1,011	164
194 21317 Insurance - LAPP	766	709	723	723	14
195 31211 Electricity	13,801	12,000	12,240	12,240	240
196 31531 Resource Consents	2,299	2,235	2,280	2,681	446
197 35227 Maintenance - Routine	-	15,525	15,913		(15,525)
198 43317 Internal -Interest on Loans	2,645				-
199 43344 Internal - WWS Management Fee	7,356	9,092	10,144	10,746	1,654
200 Opex Total	27,714	41,408	43,189	27,401	(14,007)
201 Capex					
202 65561 Water - Acquisition LOS	-	30,995			(30,995)
204 Capex Total	-	30,995			(30,995)
205 Funding Sources					
207 71533 Internal Loans - Repaid	1,728				-
209 88668 To-TeAnau RWS General - RE	12,519				-
213 89227 Ex - Depn Te Anau Rural		(30,995)			30,995
215 Funding Sources Total	14,247	(30,995)			30,995

Activity	Prior Year	Current	LTP	Proposed	Change	
Location & business unit	Actuals	Budget	Forecast	Budget	24/25 to	
Account description	23/24	24/25	Y2 (25/26)	AP 25/26	AP 25/26	
216	26966 Water Supply Princhester					
217	Income					
218	11171 Rates - Collected	(28,516)	(27,718)	(29,202)	(17,573)	10,145
219	11176 Rates - Adjustments	37				-
220	19171 Internal Rates Income	(112)	(115)	(117)	(238)	(123)
221	19175 Internal Rates offset	-	115	117	238	123
222	Income Total	(28,590)	(27,718)	(29,202)	(17,573)	10,145
223	Opex					
225	21311 Material Damage Insurance	823	822	838	907	85
226	21317 Insurance - LAPP	116	84	86	86	2
227	31211 Electricity	5,246	5,000	5,100	5,100	100
228	31531 Resource Consents	487	720	734	734	14
229	35227 Maintenance - Routine	-	12,000	12,300		(12,000)
230	43344 Internal - WWS Management Fee	7,356	9,092	10,144	10,746	1,654
231	Opex Total	14,028	27,718	29,202	17,573	(10,145)
236	Funding Sources					
238	88668 To-TeAnau RWS General - RE	14,562				-
244	Funding Sources Total	14,562	-			-
245	26967 Water Supply - Dunraigen					
246	Income					
247	11171 Rates - Collected	(16,437)	(19,574)	(20,362)	(13,549)	6,025
248	11176 Rates - Adjustments	22				-
249	19171 Internal Rates Income	(65)	(66)	(67)	(168)	(102)
250	19175 Internal Rates offset	-	66	67	168	102
251	Income Total	(16,480)	(19,574)	(20,362)	(13,549)	6,025
252	Opex					
253	21117 SCADA	-	1,000	1,025		(1,000)
255	21311 Material Damage Insurance	437	436	445	540	104
256	21317 Insurance - LAPP	81	55	56	56	1
257	31211 Electricity	6,073	7,000	7,140	7,140	140
258	31531 Resource Consents	676	649	662	1,400	751
259	35227 Maintenance - Routine	-	6,700	6,868		(6,700)
260	43317 Internal - Interest on Loans	514				-
261	43344 Internal - WWS Management Fee	3,021	3,734	4,166	4,413	679
262	Opex Total	10,802	19,574	20,362	13,549	(6,025)
267	Funding Sources					
269	71533 Internal Loans - Repaid	383				-
271	88668 To-TeAnau RWS General - RE	5,295				-
276	Funding Sources Total	5,677	-			-
277	Grand Total	0	-	-	-	-