

# Prospective Financial Statements



## Christchurch City Council Prospective statement of comprehensive revenue and expense

Annual Plan 2015/16	Note	Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
\$000				
<b>REVENUE</b>				
392,762	Rates revenue	424,342	423,900	(442)
17,231	Development contributions	12,831	13,115	284
227,507	Grants and subsidies	138,916	147,146	8,230
338,726	Other revenue	422,539	302,474	(120,065)
<b>976,226</b>	<b>Total operating income</b>	<b>998,628</b>	<b>886,635</b>	<b>(111,993)</b>
<b>EXPENDITURE</b>				
78,574	Finance costs	90,979	78,051	(12,928)
161,166	Depreciation	178,925	189,484	10,559
486,114	Other expenses	432,293	447,097	14,804
<b>725,854</b>	<b>Total operating expenditure</b>	<b>702,197</b>	<b>714,632</b>	<b>12,435</b>
<b>250,372</b>	<b>Surplus before asset contributions</b>	<b>296,431</b>	<b>172,003</b>	<b>(124,428)</b>
283,752	Vested assets	4,563	4,550	(13)
<b>534,124</b>	<b>Surplus before income tax expense</b>	<b>300,994</b>	<b>176,553</b>	<b>(124,441)</b>
(9,000)	Income tax expense	(1,500)	(1,500)	-
<b>543,124</b>	<b>Net surplus for year</b>	<b>302,494</b>	<b>178,053</b>	<b>(124,441)</b>
<b>Other Comprehensive Revenue and Expense</b>				
351,536	Changes in Revaluation Reserve	(620)	403,084	403,704
<b>894,660</b>	<b>Total Comprehensive Revenue and Expense</b>	<b>301,874</b>	<b>581,137</b>	<b>279,263</b>

# Christchurch City Council

## Prospective statement of financial position

Annual Plan 2015/16		Note	Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
\$000					
<b>Current assets</b>					
7,037	Cash and cash equivalents		8,901	43,854	34,953
74,294	Trade receivables and prepayments	4	76,003	91,508	15,505
3,236	Inventories		3,310	3,666	356
62,570	Other financial assets		18,581	24,095	5,514
<b>Non-current assets</b>					
Investments					
1,842,816	- Investments in CCOs and other similar entities		1,651,555	2,073,148	421,593
96,563	- Other investments		96,563	105,120	8,557
78,315	Intangible assets		85,795	89,507	3,712
1,273,708	Operational assets		1,495,740	1,326,855	(168,885)
7,791,965	Infrastructural assets		8,327,080	7,100,531	(1,226,549)
971,731	Restricted assets		1,012,979	1,065,024	52,045
<b>12,202,235</b>	<b>TOTAL ASSETS</b>		<b>12,776,507</b>	<b>11,923,308</b>	<b>(853,199)</b>

Annual Plan 2015/16		Note	Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
\$000					
	<b>Current liabilities</b>	5			
125,839	Trade and other payables		98,043	167,216	69,173
94,945	Borrowings		105,684	135,374	29,690
17,832	Other liabilities and provisions		16,188	22,004	5,816
	<b>Non-current liabilities</b>				
1,463,706	Borrowings		1,752,923	1,205,456	(547,467)
57,210	Other liabilities and provisions	6	59,000	127,736	68,736
3,982	Deferred tax liability		4,074	4,623	549
10,438,721	<b>Ratepayers Equity</b>	7	10,740,595	10,260,899	(479,696)
<b>12,202,235</b>	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>12,776,507</b>	<b>11,923,308</b>	<b>(853,199)</b>

# Christchurch City Council

## Prospective statement of changes in net assets/equity

Annual Plan 2015/16		Note	Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
\$000					
9,544,061	<b>RATEPAYERS EQUITY AT JULY 1</b>		10,438,721	9,679,762	(758,959)
	Net surplus attributable to:				
	<b>Reserves</b>				
351,536	Revaluation reserve		(620)	403,084	403,704
	<b>Retained earnings</b>				
543,124	Surplus		302,494	178,053	(124,441)
894,660	Total comprehensive income for the year		301,874	581,137	279,263
<b>10,438,721</b>	<b>RATEPAYERS EQUITY AT JUNE 30</b>	7	<b>10,740,595</b>	<b>10,260,899</b>	<b>(479,696)</b>

# Christchurch City Council

## Prospective cash flow statement

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
		\$000		
	<b>OPERATING ACTIVITIES</b>			
	<b>Cash was provided from:</b>			
574,913	Rates, grants, subsidies and other sources	600,920	596,417	(4,503)
22,675	Interest received	21,928	29,688	7,760
14,106	Earthquake recoveries	4,663	270	(4,393)
255,282	Dividends	242,266	155,972	(86,294)
<u>866,976</u>		<u>869,777</u>	<u>782,347</u>	<u>(87,430)</u>
	<b>Cash was disbursed to:</b>			
486,451	Payments to suppliers and employees	459,943	447,449	(12,494)
78,574	Interest paid	90,979	78,051	(12,928)
<u>565,025</u>		<u>550,922</u>	<u>525,500</u>	<u>(25,422)</u>
<b><u>301,951</u></b>	<b>NET CASH FLOW FROM OPERATIONS</b>	<b><u>318,855</u></b>	<b><u>256,847</u></b>	<b><u>(62,008)</u></b>

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
		\$000		
<b>INVESTING ACTIVITIES</b>				
<b>Cash was provided from:</b>				
54,671	Sale of assets	8,026	8,003	(23)
371,249	Earthquake recoveries	128,569	105,786	(22,783)
31,369	Investments realised	44,637	201,839	157,202
<u>457,289</u>		<u>181,232</u>	<u>315,628</u>	<u>134,396</u>
<b>Cash was applied to:</b>				
965,030	Purchase of assets	798,179	535,180	(262,999)
-	Purchase of investments	-	-	-
-	Purchase of investments (special funds)	-	-	-
<u>965,030</u>		<u>798,179</u>	<u>535,180</u>	<u>(262,999)</u>
<u><b>(507,741)</b></u>	<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<u><b>(616,947)</b></u>	<u><b>(219,552)</b></u>	<u><b>397,395</b></u>



Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
		\$000		
	<b>FINANCING ACTIVITIES</b>			
	<b>Cash was provided from:</b>			
483,855	Raising of loans	333,754	30,927	(302,827)
<u>483,855</u>		<u>333,754</u>	<u>30,927</u>	<u>(302,827)</u>
	<b>Cash was applied to:</b>			
277,118	Repayment of term liabilities	33,798	46,754	12,956
<u>277,118</u>		<u>33,798</u>	<u>46,754</u>	<u>12,956</u>
<b><u>206,737</u></b>	<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b><u>299,956</u></b>	<b><u>(15,827)</u></b>	<b><u>(315,783)</u></b>
947	Increase/(decrease) in cash	1,864	21,468	19,604
6,090	Add opening cash	7,037	22,386	15,349
<b><u>7,037</u></b>	<b>ENDING CASH BALANCE</b>	<b><u>8,901</u></b>	<b><u>43,854</u></b>	<b><u>34,953</u></b>
	<b>Represented by:</b>			
7,037	Cash and cash equivalents	8,901	43,854	34,953

## Notes to the prospective financial statements

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
		\$000		
	<b>NOTE 1</b>			
	<b>Other revenue</b>			
60,769	Fees and charges	158,345	116,814	(41,531)
	Interest:			
15,843	Subsidiaries	15,830	19,532	3,702
6,769	Special and other fund investments	6,048	9,311	3,263
63	Short term investments	50	845	795
<u>22,675</u>	Total interest revenue	<u>21,928</u>	<u>29,688</u>	<u>7,760</u>
	Dividends:			
246,000	Christchurch City Holdings Ltd	238,100	150,600	(87,500)
9,162	Transwaste Ltd	4,046	5,252	1,206
120	Other	120	120	-
<u>255,282</u>	Total dividend revenue	<u>242,266</u>	<u>155,972</u>	<u>(86,294)</u>
<b><u>338,726</u></b>	<b>Total other revenue</b>	<b><u>422,539</u></b>	<b><u>302,474</u></b>	<b><u>(120,065)</u></b>

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
	\$000			
<b>NOTE 2</b>				
<b>Depreciation</b>				
7,727	Libraries, arts and culture	8,170	7,450	(720)
84	Economic development	67	50	(17)
9	Flood protection and control works	16	12	(4)
-	Heritage protection and policy	-	-	-
6,849	Housing	7,270	7,507	237
-	Natural environment	-	-	-
7,008	Parks and open spaces	6,968	8,787	1,819
2,061	Refuse minimisation and disposal	2,093	2,330	237
70	Regulation and enforcement	101	239	138
1,345	Resilient communities	1,681	2,045	364
39,226	Roads and footpaths	40,735	54,564	13,829
40,406	Sewerage collection, treatment and disposal	42,886	45,146	2,260
5,066	Sport and recreation	5,636	8,742	3,106
4,745	Stormwater and drainage	10,425	5,317	(5,108)
-	Strategic governance	-	1	1
41	Strategic policy and planning	67	34	(33)
3,882	Transport	4,939	4,061	(878)
25,414	Water supply	26,217	25,700	(517)
17,233	Corporate	21,654	17,499	(4,155)
<b>161,166</b>	<b>Total Depreciation</b>	<b>178,925</b>	<b>189,484</b>	<b>10,559</b>

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
	<b>\$000</b>			
<b>NOTE 3</b>				
<b>Other expenses</b>				
Operating expenditure:				
177,815	Personnel costs	180,944	177,597	(3,347)
34,279	Donations, grants and levies	39,975	45,067	5,092
274,020	Other operating costs	211,374	224,433	13,059
<b>486,114</b>	<b>Total other expenses</b>	<b>432,293</b>	<b>447,097</b>	<b>14,804</b>

<b>NOTE 4</b>				
<b>Current assets</b>				
<b>Trade receivables and prepayments</b>				
15,175	Rates debtors	16,884	11,205	(5,679)
12,577	Other trade debtors	12,577	32,660	20,083
4,964	Amount owing by subsidiaries	4,964	1,246	(3,718)
34,378	Other receivables/prepayments	36,157	43,959	7,802
8,219	GST receivable	6,492	3,782	(2,710)
75,313		77,074	92,852	15,778
(1,019)	Less provision for doubtful debts	(1,071)	(1,344)	(273)
<b>74,294</b>	<b>Total trade receivables and prepayments</b>	<b>76,003</b>	<b>91,508</b>	<b>15,505</b>

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
		\$000		
<b>NOTE 5</b>				
<b>Current liabilities</b>				
124,189	Trade creditors	96,393	165,485	69,092
1,650	Owing to subsidiaries	1,650	1,731	81
125,839		98,043	167,216	69,173
94,945	Current portion of gross debt	105,684	135,374	29,690
344	Provision for landfill aftercare	344	350	6
2,032	Provision for building related claims	32	4,987	4,955
15,456	Provision for employee entitlements	15,812	16,667	855
17,832		16,188	22,004	5,816
<b>238,616</b>	<b>Total current liabilities</b>	<b>219,915</b>	<b>324,594</b>	<b>104,679</b>

<b>NOTE 6</b>				
<b>Debt</b>				
1,558,651	Total Gross Debt	1,858,275	1,340,830	(517,445)
1,162,542	Total Net Debt	1,505,023	876,655	(628,368)

Annual Plan 2015/16		Long Term Plan 2016/17	Annual Plan 2016/17	Variance to LTP
	<b>\$000</b>			
<b>NOTE 7</b>				
<b>Non-current other liabilities and provisions</b>				
19,728	Provision for landfill aftercare	21,409	14,812	(6,597)
6,140	Provision for employee entitlements	6,281	5,637	(644)
129	Provision for building related claims	97	4,945	4,848
24,239	Hedge and other liabilities	25,185	96,314	71,129
2,130	Revenue in advance	1,920	1,920	-
4,844	Service concession arrangement	4,108	4,108	-
<b>57,210</b>	<b>Total non-current other liabilities and provision</b>	<b>59,000</b>	<b>127,736</b>	<b>68,736</b>

<b>NOTE 8</b>				
<b>Equity</b>				
1,733,853	Capital reserve	1,733,853	1,733,853	-
148,320	Reserve funds	134,331	159,958	25,627
5,188,049	Asset revaluation reserves	5,378,042	5,298,768	(79,274)
3,368,499	Retained earnings	3,494,369	3,068,320	(426,049)
<b>10,438,721</b>	<b>Total equity</b>	<b>10,740,595</b>	<b>10,260,899</b>	<b>(479,696)</b>

<b>NOTE 9</b>				
<b>Revenues from exchange and non-exchange transactions</b>				
358,182	Revenue from exchange transactions	342,855	253,564	(89,291)
910,796	Revenue from non-exchange transactions	661,836	639,121	(22,715)
<b>1,268,978</b>	<b>Total revenue</b>	<b>1,004,691</b>	<b>892,685</b>	<b>(112,006)</b>



