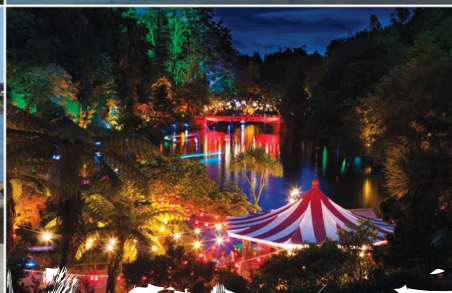


NEW PLYMOUTH. TARANAKI.

Annual Report Summary 2017 / 2018



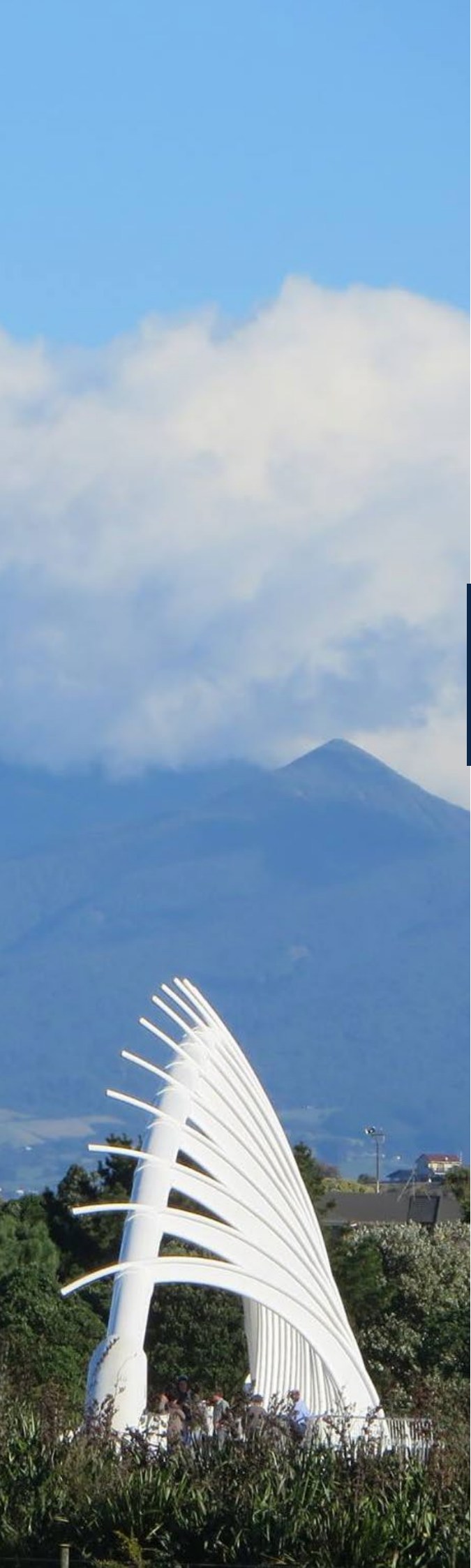
Mountain to Sea
Te Kaunihera-ā-Rohe o Ngāmotu
**NEW PLYMOUTH
DISTRICT COUNCIL**
newplymouthnz.com

2nd Best Region in the World to Visit
(Lonely Planet 2017)



BUILDING A LIFESTYLE CAPITAL

He Whakatūtū Haupū Rawa Hei Āhua Noho



Welcome to New Plymouth District Council's Annual Report 2017/18 Summary.

This summary is a snapshot of our activities, from asset management to council performance, during the 12 months from 1 July 2017 to 30 June 2018. More detailed information is in our Annual Report 2017/18, including New Plymouth District Council's financial health at year-end.

The information included in this summary has been taken from the audited Annual Report 2017/18 which was adopted by the Council on 19 October 2018. The Annual Report Summary does not provide as complete an understanding as the full Annual Report.

For more detailed information covering all of the Council's activities please refer to the full Annual Report. Copies of the full Annual Report are available on request (phone 06-759 6060) for a copy to be sent out to you or you can view it on the Council website www.newplymouthnz.com.

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Message from the Mayor and Chief Executive

Efficiently operating and maintaining the public infrastructure that serves our 80,000 residents and enhancing the way we engage with our people have been two of the priorities over the last year. With an asset base of \$2.6 billion and a yearly operating budget of \$135 million, our focus has been on Building a Lifestyle Capital underpinned by Caring for our People, Looking after our Place and Supporting a Prosperous Community.

The last 12 months have seen some significant changes in personnel, with two by-elections in September. We welcomed John Williams joining the wider council team as one of two North Ward Councillors and Mel Cook stepping into a vacancy at the Inglewood Community Board. In November Craig Stevenson commenced as our new Chief Executive.

In November, NPDC's 'AA/A-1' rating was reconfirmed by finance credit agency Standard and Poor's. This is the highest rating that a local government body in New Zealand can attain. We also achieved a general rates operating surplus for the year of \$322,000 while another highlight was the perpetual investment fund returning a surplus above budget performance of more than \$13 million.

In a big step towards unlocking our region's potential for economic growth, all four Taranaki councils, Nga Iwi O Taranaki and our business community collaborated on Tapuae Roa: Make Way for Taranaki, an economic development strategy and action plan. There are many exciting initiatives in this bold, ambitious roadmap for strengthening our region's prosperity for generations to come.

Summer highlights at the TSB Bowl of Brooklands saw two massive shows, with Yusuf/Cat Stevens and Bryan Adams performing their greatest hits to appreciative crowds.

In May, we had an incredible response to our Ten Year Plan public conversation as residents let us know what should and shouldn't form part of our work programme for the next decade. More than 4,100 submissions were received which was a record for a non-metropolitan council in New Zealand. We spent weeks listening to and chatting with our communities during the consultation process and it became clear our residents wanted us to invest more in our three waters infrastructure – drinking, waste and stormwater. We've responded by allocating more than \$44 million towards water resilience over the next decade.

Prior to the Ten Year Plan conversation, we engaged in a 'Top 10 Focus Areas' discussion with the community. Zero Waste was the most popular theme, with 675 responses generated from a total of 3200 and 85% of those responses in favour of the Zero Waste 2040 target. We responded in the Ten Year Plan by allocating more than \$21 million towards going Zero Waste by 2040.

This renewed focus on our core infrastructure reflects the Council's view that we need to ensure we are doing the basics well, improve our asset management, and increase our maintenance spend so that our intergenerational assets meet the long term needs of the communities we serve.

Another highlight was agreeing to extend the Coastal Walkway from Bell Block to Waitara. This project, to be undertaken in partnership with central government, will create a pedestrian and cycle link between our two largest population centres and grow a hugely popular piece of public infrastructure which has proven health and wellbeing benefits for all those who use it as well as being a key attraction for visitors to the region.

Finally, our greatest challenge for the year came from ex-Cyclone Gita, one of the strongest storms on record and our community responded magnificently. In February we all rallied when it affected the water supply from New Plymouth to Urenui. In what was called 'the most cheerful and positive state of emergency in the history of New Zealand', locals worked alongside our emergency personnel, to pitch in, look after each other and get it fixed.

Let's keep talking and thank you for your contribution to Building our Lifestyle Capital.



Neil Holdom
New Plymouth District Mayor



Craig Stevenson
Chief Executive

July 2017

A major water main was replaced on Endeavour Street.

Tongaporutu was transformed to make it safer for locals and a more inviting gateway to north Taranaki including a concrete path beneath State Highway 3 and resurfacing the carpark.

August

The Council and Venture Taranaki hosted the Eventing the Future Conference attracting more than 140 delegates to the region.

September

John Williams was voted in as a Councillor on New Plymouth District Council in the North Ward by-election.

Mel Cook was voted in as a member of the Inglewood Community Board in the board's by-election.

October

Craig Stevenson was appointed as the new Chief Executive of NPDC. Craig has 40 years' experience in Local Government, and came to NPDC from South Taranaki District Council, where he was CE for 13 years.

NPDC used a specialised truck to flush out nearly all of Inglewood's water pipes, to remove as much of a build-up of naturally occurring minerals (such as aluminium, manganese and iron) as possible.

A new community-led open space (created in consultation with the community groups and Marfell residents) was opened which was the first major milestone in the transformation and regeneration of Marfell park. The space has new play equipment, a half-size basketball court, and a concrete platform that can be used as a stage for community events. The park was funded with assistance from the TSB Community Trust.

November

An 'AA/A-1' rating was received from finance credit agency Standard and Poor's reflecting the Council's experienced financial management, high budgetary flexibility, and the expectation that NPDC's debt burden remain moderate due to its strong operating position and exceptional liquidity coverage compared with global peers – this is the highest that a local government body in New Zealand can achieve.

A new risk-based, health and hygiene focused, Beauty Therapy, Tattooing and Piercing Bylaw and Code of Practice was adopted following extensive community and service provider consultation to keep people safe from poor practices in skin piercing, tattooing and beauty therapy.

NPDC adopted the goal of Zero Waste as part of the Waste Management and Minimisation Plan.

New safety technology funded jointly by KiwiRail, NZTA and NPDC was trialled at three railway pedestrian crossings along the Coastal Walkway including a mix of audio warnings and LED footpath warnings.

The NPDC-run TSB Showplace was shortlisted for a prestigious industry award for Eventfinda Small Venue of the Year (under 1,000 seats).

December

All freedom campers were welcomed to the district through the adoption of a Freedom Camping Bylaw under the Freedom Camping Act replacing a clause in the Public Places Bylaw which restricted freedom camping to self-contained vehicles only.

The TSB Festival of Lights event dazzled with a 20 per cent rise in visitors to the region from 7,845 in 2016/2017 to nearly 9,600 over the 2017/2018 summer. The value added to the regional economy from the TSB Festival of Lights jumped from \$4.6m to \$5m.

Yusuf/Cat Stevens played to a packed-out TSB Bowl of Brooklands.



Our Year in Review

January 2018

Bryan Adams played to a near full TSB Bowl of Brooklands.

The Pukekura Park Fernery and Display Houses marked their 90th anniversary.

Applying for a Land Information Memoranda (LIMS) was made a whole lot easier with the ability to order and pay for it online at any time around the clock.

February

Ex-cyclone Gita caused a large tree to fall and destroy a water pipe bridge affecting three water reservoirs which supply properties in New Plymouth, Bell Block, Waitara, Tikorangi, Lepperton, Onaero and Urenui with water. The damage resulted in boil water notices across the district and some residents were left without water for a short period. There was significant community involvement in the emergency response, with locals working alongside emergency personnel to help residents through the crisis.

The Council became the first New Zealand council to create a draft district plan drafted directly into a property based e-plan. NPDC won two major awards for this work, the Nancy Northcroft Planning Practice Award (the Supreme Practice Award) from the New Zealand Planning Institute and the Award for Better Policy and Regulation Category from the Society of Local Government Managers.

March

Pukekura Park was awarded the Green Flag international mark of a quality park or green space, one of 18 across the country to make the grade. This is a tribute to the hard work and dedication of our parks staff.

Coronation Avenue near Highlands Intermediate School was revamped following work with the school, locals and the NZTA to provide more room for cyclists, cut traffic confusion around the pedestrian crossing and make the section from Tarahua Road to the State Highway 3 intersection safer.

An 8m tall, fully enclosed flare that burns off 90 per cent of landfill gas was installed at the Colson Road Landfill. Since then, there have been no complaints about smell from the landfill, and by burning off methane NPDC has reduced its greenhouse gas emissions.

Permian Monsters: Life Before the Dinosaurs helped NPDC's Puke Ariki museum set a record for the highest number of visitors in a single day (1,920) since it opened in 2003. Permian Monsters was in the Temporary Exhibitions Gallery and included five life-size animatronics and one life-sized model of the creatures that roamed the Earth between 298 and 252 million years ago.

April

The Tapuae Roa: Make Way for Taranaki Action Plan was launched for the Taranaki region. Tapuae Roa: Make Way for Taranaki is a Taranaki-wide strategy with the goal of making the region successful through unlocking the best opportunities for regional economic growth. The Action Plan is a bold, ambitious roadmap for building economic strength in Taranaki.

May

About 315 children from local schools helped plant 25,000 sand dune plants from Urenui to Oakura in May and June, up from about 12,000 planted last year.

Brooklands Zoo welcomed a new three-year-old Otter, Takumi.

June

Both the East and West stands at Yarrow Stadium are removed from service. A team of geotechnical engineers are working on possible solutions for the West Stand, but in the meantime NPDC is taking a safety-first approach. Engineers believe there are potential repair options available for both stands but both have their unique challenges.

A new Ōākura skatebowl funded from the Council, the Ōākura community, the TSB Community Trust and the New Zealand Community Trust was opened at Shearer Reserve.

Focusing on Performance

The Council is responsible for providing a wide range of services to the community which are delivered through 16 Council activities. We measure the performance of each activity to ensure we continue to deliver excellent services to the community. We get performance information from a wide variety of sources including an independent resident satisfaction survey every year to 400 residents to find out what they think of the district and the Council services and facilities. The information in this section summarises the achievements and performance of each Council activity.

For a detailed list of all the Council's performance measures please refer to the full Annual Report.

Parks and Open Spaces

97% community satisfaction with access to the natural environment (target 95%).

86% of the community were satisfied with the quality of the district's public toilets (target 70%).

Satisfaction targets for maintaining the quality of the district's parks, reserves and open spaces were achieved or substantially achieved. This included 94% satisfaction of visitors with the quality of Brooklands Zoo (target 90%).

Volunteer hours totalled 12,775 hours, this was higher than targeted (10,000 hours).



Transportation

There were seven less crashes on the local roading network compared to the previous year.

The sealed local road network is smooth to travel on and is appropriately maintained.

99% of footpaths fall within the level of service standard for condition of footpaths (target 95%).

The quality of the cycle network is considered safe for users.

92% community satisfaction with the ability to drive around the district quickly, easily and safely (target 83%), and 80% community satisfaction with the quality of the district's roads (target 82%).

Stormwater Management

There were three flooding events that resulted in the flooding of four habitable floors (less than 0.1 habitable floors per 1,000 connected customers).

The median response time for attendance for flooding event call-outs was 0.48 hours, well below the target of one hour.

Compliance was achieved with all resource consents for discharges from the stormwater system.

85% community satisfaction with the stormwater service provided by the Council (target 80%), and only 5.97 complaints were received per 1,000 connected customers (target 7).



Flood Protection and Control Works

90% community satisfaction with the flood protection service (target 80%).

All flood protection works were maintained, repaired and renewed in accordance with the asset management plan and annual works programme.

Focusing on Performance

Waste Management and Minimisation

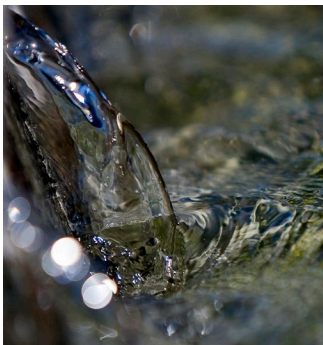
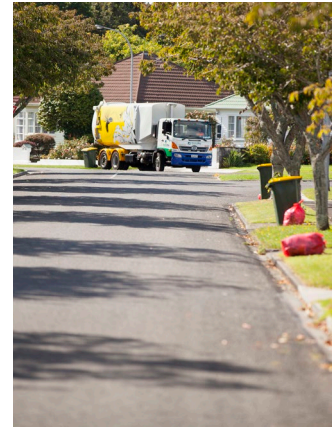
There were 1.33 customer notifications of missed collections per 1,000 serviced properties which is well below the target of nine.

82% community satisfaction with the solid waste service (target 82%) and only 0.95 complaints per 1,000 customers were received.

There was a 172% increase in the total household waste by weight which is recycled (compared to 2010/11 baseline), though there was a 2% increase in the waste to landfill generated per household (target 1% reduction).

Compliance was achieved with all resource consents for the solid waste service.

The development of the Community Reuse and Recycle Centre was delayed due to complexity of design and site constraints. Construction is planned to commence in 2018/19.



Water Supply

We achieved full compliance with the New Zealand Drinking Water Standards.

Maintenance and customer requests were responded to within the target response times.

87% community satisfaction with the water service (target 85%).

The number of customer complaints received showed that customers were satisfied with water clarity, taste and odour, but were less satisfied with water pressure and continuity.

Compliance was achieved with all resource consents for the water supply service.

Wastewater Treatment

There was 0.16 dry weather sewerage overflows per 1,000 connections which is well below the target on one overflow.

Targets response times were met for maintenance and customer requests regarding sewerage odour, sewerage system faults, and sewerage system blockages.

96% community satisfaction with the wastewater service (target 88%).

The number of customer complaints received showed the customers were satisfied with the Wastewater Treatment service including odour, faults, blockages and Council response to such issues.

Compliance was achieved with all resource consents for the Wastewater Treatment service.

Whilst the majority of projects were delivered on time and within budget, Wai Taatari (upgrades to the New Plymouth Wastewater Treatment Plant) were delayed due to unforeseen ground and services conditions. This led to an in year overspend on the Wai Taatari project (approximately \$870,000) though the overall programme remains within budget.



Focusing on Performance



Emergency Management and Business Continuance

Work is ongoing to ensure Emergency Response and Business Continuity Plans and processes are up-to-date. They were tested by the water supply disruption event in March 2018. A 'lessons learned' process identified improvement opportunities that will be addressed during 2018/19 and beyond.

Major projects were completed on time and within budget including the Emergency Operations Centre (EOC) at TSB Stadium.

Community Partnerships

94% community satisfaction with Council assistance and support to community groups (target 91%).

100% partner satisfaction with the advice and involvement in community initiatives (target 80%).

100% tenant satisfaction with the housing for the elderly service (target 90%).

Four new community initiatives received 'start-up' financial support.

97% of community funding grant recipients achieved their key performance indicators (target 95%).



Govett-Brewster Art Gallery/Len Lye Centre

Three exhibition suites, with 14 in-house exhibitions and one external touring exhibition (target 3).

Eleven Len Lye exhibitions, two film projections and four external touring exhibitions (target 2).

There were 96,736 visitors to the Govett/Brewster Art Gallery/Len Lye Centre (target 103,000).

66% community satisfaction with the service was below the performance target of 91%.

100% of surveyed teachers bringing school groups to the gallery were satisfied with the school experience (target 95%).

Puke Ariki and Community Libraries

There were 77,902 customer visits to the i-SITE Visitor Information Centre and 100% of the customers surveyed were satisfied with the service (target 95%).

97% customer satisfaction with the library collections (target 95%).

There were 1,890 programmed learning opportunities held (including 1,292 facilitated school education programmes) with a total of 40,145 attendees with a 97% satisfaction level (target 95%).

7,513 heritage items catalogued was below the 10,000 target. This was due to the reallocation of resources to exhibitions and associated projects. It is planned to have a specialist contract resource to progress this in 2018/19.



Focusing on Performance



Venues and Events

401,271 people visited the Todd Energy Aquatic Centre and the district pools and 92% community satisfaction with the swimming facilities and staff service (target 80%).

373,106 people attended 1,343 events across all venues.

96% community satisfaction with events and 94% community satisfaction with event venues (targets 95% and 90%).

All required health and safety standards were met.

Customer and Regulatory Solutions

94% of know dogs were registered (target 95%) and 91% community satisfaction with animal control (target 75%).

The average rate of occupation of CBD paid parking spaces of 41.2% was below the target of 85%.

99% of food premises were inspected with no remedial steps required (target 95%).

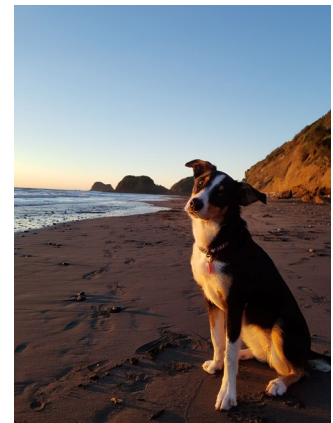
98% of alcohol licences complied with statutory and licence provisions (target 95%).

98.4% of building consent applications were processed within statutory timeframes (target 100%). 26 exceeded the timeframe during a period of high workload and low resource. 96% customer satisfaction with building consent service (target 80%).

96% of customers were accessing information on regulatory processes were satisfied with the service provided (target 80%).

98.2% of all non-notified land use and subdivision consents were processed within statutory timeframes (target 100%). 53.3% customer satisfaction with the service provided (target 80%).

96% community satisfaction with the living environment (target 95%).



Economic Development

13 major events were provided - Altherm Jetsprint Championship 2018 – 2 events, AmeriCARna 2018, BDO Around the Mountain Cycle Challenge 2019, Bryan Adams Get Up Tour 2018, ITU New Plymouth Sprint Triathlon World Cup 2018, New Zealand Offshore Powerboat Championship series 2018, New Zealand Schools Triathlon Championships 2019, New Zealand Tattoo & Art Festival 2018, Powerco Garden Festival 2018, Right Royal Cabaret Show 2018, Steelformers Around the Mountain Relay 2018, TSB Festival of Lights 2018/19, WOMAD 2018 (target 3 events).

\$3,202,362 of research and innovation funding facilitated into Taranaki business (across 45 transactions) (target \$500,000).

91.8% of clients satisfied or very satisfied with Venture Taranaki business services (target >80%).

\$404,468.92 of capability development voucher funding invested across 249 vouchers (target \$140,000).



Governance

Full compliance with statutory deadlines was achieved for required plans, reports and availability of meeting agendas.



Financial Summary

The following pages provide an overview of the Council's and the group's financial performance for the year ended 30 June 2018.

Overall results at a glance

The Council enjoyed a strong financial performance recording a surplus of \$23.7m which was considerably higher than the budget surplus of \$10.6m. The primary driver of the significant variance to budget was the strong performance of the Perpetual Investment Fund (PIF), which was driven largely by strong market performance in the first six months of the year. Further commentary on the PIF follows below. The surplus was also helped by more subsidies and vested assets received, as well stronger operational revenue, particularly in venues and events. The surplus was also helped in operational savings, particularly finance costs, which were \$1.1m under budget. This was the result of lower interest rates than budgeted and lower borrowing due to the timing of the capital expenditure program.

PIF investment

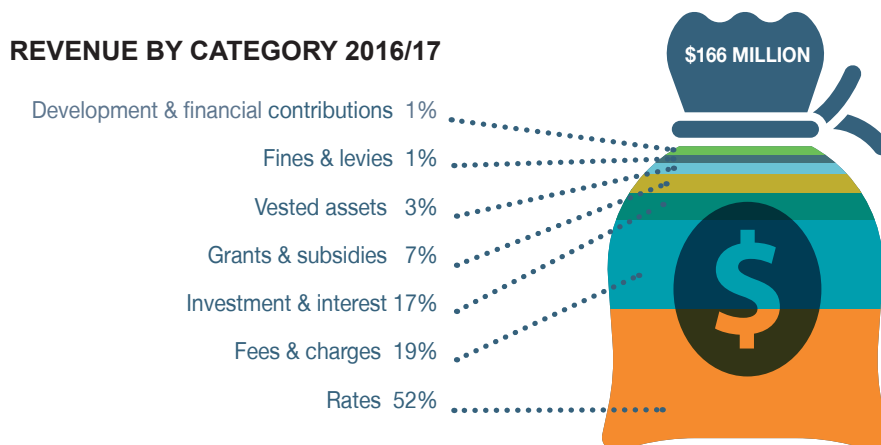
The PIF achieved an 8.6% per annum return and finished the year up \$12.8m to \$287.7m after payment of releases of \$8.1m for the year.

Since inception the PIF has paid \$204.2m in release payments to the Council and achieved an annual return of 6.7% per annum.

Where the money came from

In 2017/18 rates accounted for 52% of the Council's funding (2016/17: 56%).

The Council receives income from a variety of sources, including the PIF, capital expenditure funding, fees and user charges. The diagram below shows revenue from these different sources.



Financial Summary

Rates collection

The Council works hard to ensure all rates are collected and accounted for. As in previous years, the Council has achieved an excellent collection record, collecting 99% (2017: 99%) of rates and 74% (2016: 76%) of rate arrears.

Residential median rate

The residential median rate (including GST) increased by 4.15% during the year (2016/17: increased by 2.98%).

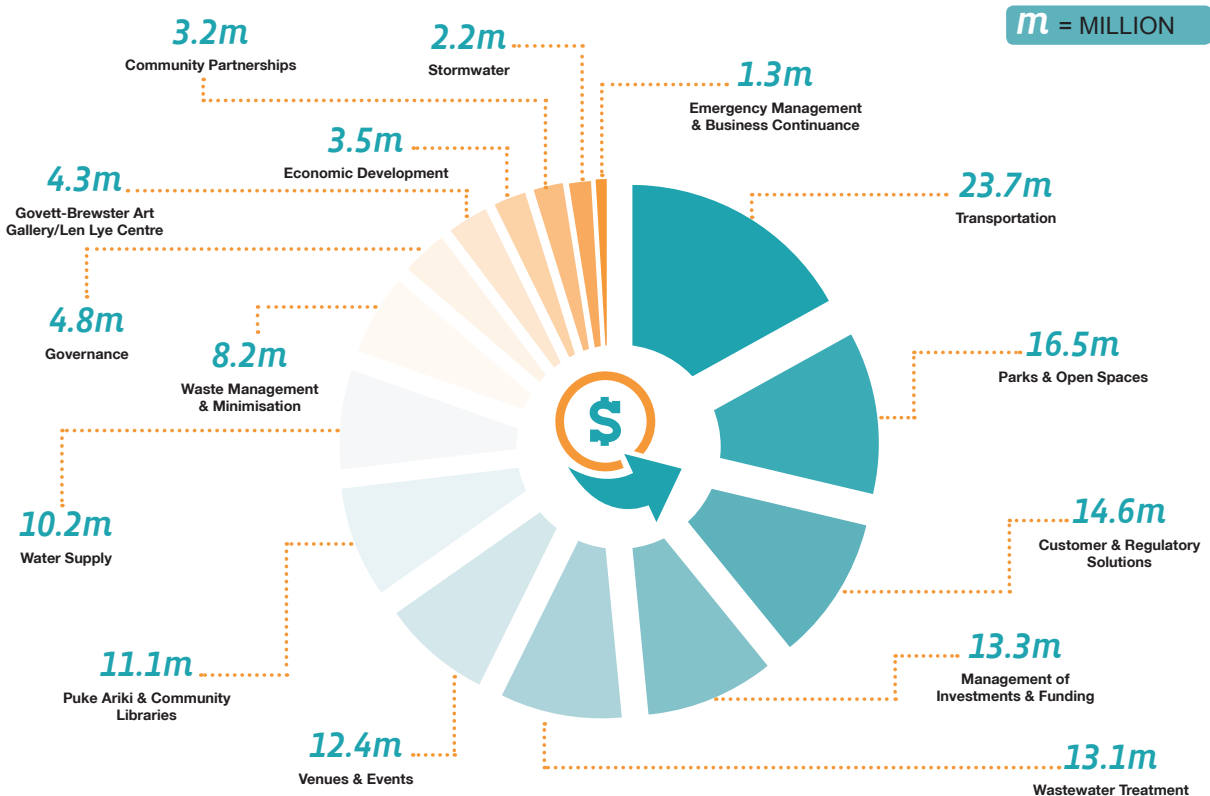
MEDIAN RATE (including GST)



Where the money goes

Operating expenditure of \$142.4m is \$7.2m higher than budget. The graph below shows where the money was spent by Council activity.

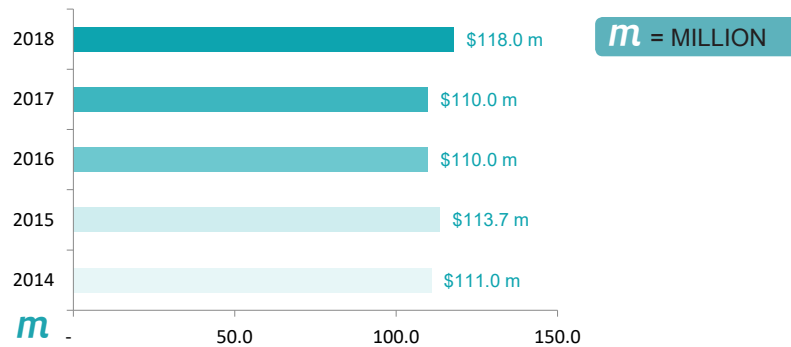
EXPENDITURE BY COUNCIL ACTIVITY 2017/18 (\$)



Our liabilities and assets

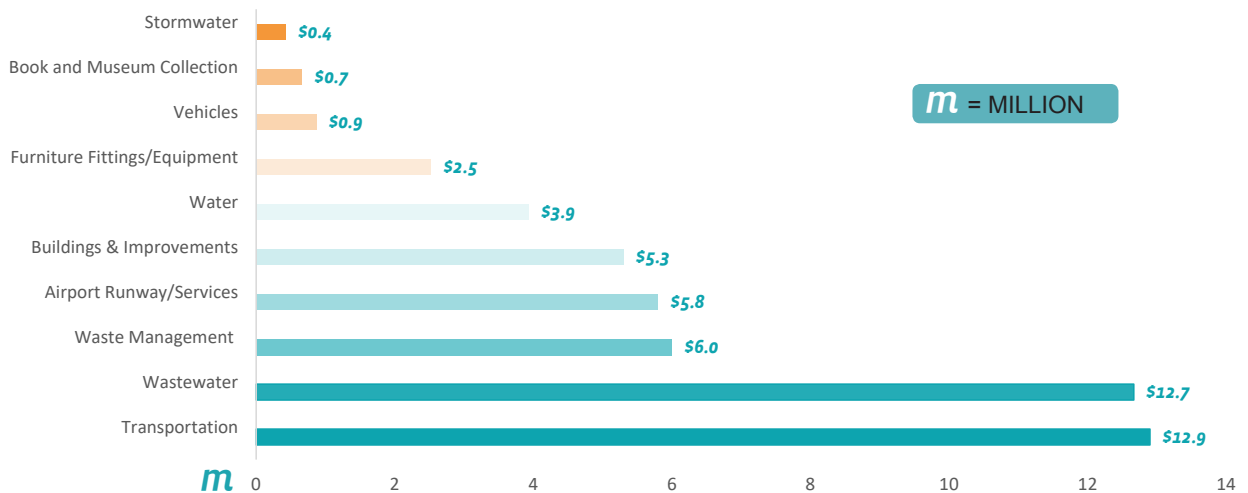
The Council's external borrowings increased \$8m to \$118m during the year. The graph below shows the Council's debt levels over the past five years.

COUNCIL DEBT LEVELS AT 30 JUNE



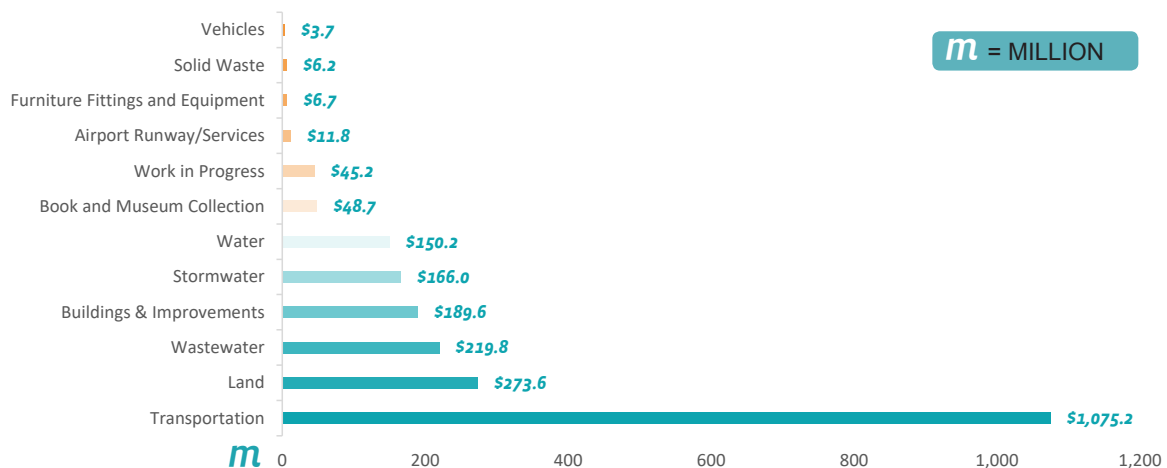
ALLOCATION OF CAPITAL WORKS SPEND 2017/18

During the year the Council added \$51m of new assets through its renewal and capital works programme. This covered all activities within our district. The graph below shows the breakdown of capital expenditure by category.



ALLOCATION OF COUNCIL ASSETS

The graph below shows the allocation of the total property, plant and equipment balance by asset class as at 30 June 2018.



Financial Summary

Summary Financial Statements

Summary Statement of Comprehensive Revenue and Expense for the year ended 30 June 2018

| | Council | | | Group | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 2017/18 Actual \$'000 | 2017/18 Budget \$'000 | 2016/17 Actual \$'000 | 2017/18 Actual \$'000 | 2016/17 Actual \$'000 |
| Operating revenue | | | | | |
| <i>Revenue from exchange transactions:</i> | | | | | |
| Finance revenue | 2,238 | 1,830 | 1,674 | 2,062 | 3,297 |
| Investment revenue | 23,395 | 13,500 | 13,780 | 23,887 | 13,159 |
| Other revenue | 31,869 | 29,735 | 30,302 | 35,470 | 30,077 |
| <i>Revenue from non-exchange transactions:</i> | | | | | |
| Rates | 84,651 | 84,450 | 80,292 | 84,584 | 80,292 |
| Subsidies and grants | 12,107 | 10,390 | 11,187 | 13,363 | 12,504 |
| Development and financial contributions | 1,091 | 1,020 | 1,235 | 1,091 | 1,235 |
| Vested assets | 4,874 | 3,170 | 4,178 | 4,874 | 4,178 |
| Fines and levies | 1,474 | 1,715 | 1,389 | 1,474 | 1,389 |
| Gain on bargain purchase | 4,391 | - | - | 4,391 | - |
| Total operating revenue | 166,090 | 145,810 | 144,038 | 171,196 | 146,132 |
| Operating expenditure | | | | | |
| Personnel costs | 37,943 | 38,260 | 35,838 | 40,225 | 39,066 |
| Depreciation and amortisation expenses | 33,421 | 31,480 | 33,018 | 34,769 | 33,124 |
| Finance costs | 5,406 | 6,470 | 5,128 | 5,406 | 5,138 |
| Other expenses | 65,615 | 58,990 | 56,331 | 66,795 | 56,050 |
| Total operating expenditure | 142,385 | 135,200 | 130,315 | 147,195 | 133,379 |
| Surplus before taxation | 23,705 | 10,610 | 13,723 | 24,001 | 12,753 |
| Income tax (expense)/refund | - | - | (110) | (308) | 738 |
| SURPLUS AFTER TAXATION | 23,705 | 10,610 | 13,613 | 23,693 | 13,490 |
| <i>Comprising surplus/(deficit) attributable to:</i> | | | | | |
| New Plymouth District Council | 23,705 | 10,610 | 13,613 | 23,693 | 13,490 |
| Other comprehensive revenue and expense | | | | | |
| Gain/(loss) on property, plant and equipment revaluation | 6,873 | - | 26,213 | 6,873 | 26,213 |
| Total other comprehensive revenue and expense | 6,873 | - | 26,213 | 6,873 | 26,213 |
| TOTAL COMPREHENSIVE REVENUE AND EXPENSE | 30,578 | 10,610 | 39,826 | 30,566 | 39,703 |
| <i>Total comprehensive revenue and expense attributable to:</i> | | | | | |
| New Plymouth District Council | 30,578 | 10,610 | 39,826 | 30,566 | 39,703 |

Financial Summary

Summary Statement of Financial Position as at 30 June 2018

| | Council | | | Group | |
|--------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 2017/18 Actual (\$'000) | 2017/18 Budget (\$'000) | 2016/17 Actual (\$'000) | 2017/18 Actual (\$'000) | 2016/17 Actual (\$'000) |
| Current assets | 303,579 | 58,470 | 294,148 | 303,509 | 297,861 |
| Non-current assets | 2,256,466 | 2,457,400 | 2,219,953 | 2,258,518 | 2,217,216 |
| Total assets | 2,560,045 | 2,515,870 | 2,514,101 | 2,562,027 | 2,515,077 |
| Current liabilities | 81,169 | 57,540 | 79,832 | 82,820 | 80,465 |
| Non-current liabilities | 73,445 | 104,910 | 59,417 | 73,445 | 59,417 |
| Total liabilities | 154,614 | 162,450 | 139,249 | 156,265 | 139,881 |
| TOTAL EQUITY/NET ASSETS | 2,405,431 | 2,353,420 | 2,374,852 | 2,405,762 | 2,375,196 |

Summary of Changes in Net Assets/Equity for the year ended 30 June 2018

| | Council | | | Group | |
|---|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 2017/18 Actual \$'000 | 2017/18 Budget \$'000 | 2016/17 Actual \$'000 | 2017/18 Actual \$'000 | 2016/17 Actual \$'000 |
| Equity at the beginning of the year | 2,374,853 | 2,342,810 | 2,335,027 | 2,375,196 | 2,335,493 |
| Total comprehensive revenue and expense | 30,578 | 10,610 | 39,826 | 30,566 | 39,703 |
| EQUITY AT THE END OF THE YEAR | 2,405,431 | 2,353,420 | 2,374,853 | 2,405,762 | 2,375,196 |
| <i>Total comprehensive revenue and expense attributable to:</i> | | | | | |
| New Plymouth District Council | 30,578 | 10,610 | 39,826 | 30,566 | 39,703 |

Summary Statement of Cash Flows for the year ended 30 June 2018

| | Council | | | Group | |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| | 2017/18 Actual (\$'000) | 2017/18 Budget (\$'000) | 2016/17 Actual (\$'000) | 2017/18 Actual (\$'000) | 2016/17 Actual (\$'000) |
| Net cash flows from operating activities | 33,853 | 24,430 | 28,431 | 35,370 | (203) |
| Net cash flows from investing activities | (47,071) | (35,230) | (26,208) | (48,882) | (212,471) |
| Net cash flows from financing activities | 8,000 | 8,240 | - | 8,000 | - |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS | (5,218) | (2,560) | 2,223 | (5,512) | (212,674) |

Summary accounting policies

Part 6 section 98 of the Local Government Act 2002 (LGA) requires the New Plymouth District Council (the Council) to make publicly available a summary of the information contained in its Annual Report. The specific disclosures included in the summary financial report have been extracted from the full financial report adopted by the Council on 19 October 2018. However, the summary financial statements do not include all the disclosures provided in the full financial statements and cannot be expected to provide as complete an understanding as provided by the full financial statements.

The Council is a territorial authority established under the LGA and is domiciled and operates in New Zealand. The relevant legislation governing the council's operations includes the LGA and the Local Government (Rating) Act 2002. As the primary objective of the Council and Group is to provide goods or services for community and social benefit, rather than making a financial return, the Council and Group are public benefit entities (PBEs) for the purpose of complying with Generally Accepted Accounting Practice (NZ GAAP).



Financial Summary

The full financial statements on which these summary financial statements have been based were prepared in accordance with NZ GAAP for public benefit entities and were prepared according to the tier 1 Public Benefit Entity (PBE) Standards. These summary accounts comply with FRS 43 PBE, Summary Financial Statements.

The financial statements are presented in New Zealand Dollars (NZD) and all values are rounded to the nearest thousand dollars (\$000) unless otherwise stated.

The summary has been examined for consistency with the full annual report and was audited by Audit New Zealand on behalf of the Auditor General. The full annual report received an unmodified audit opinion on 19 October 2018. The summary received an unmodified audit opinion on 9 November 2018.

Summary additional disclosures

Contingencies

The full Annual Report notes the existence of contingent liabilities for the following:

- **Airport fire appliance:** Due to the discovery of low contamination of the airport fire appliance relating to the contaminated foam used pre 2004 Council as owners of the land has agreed to pay for the decontamination process. The amount for this is not yet determined.
- **Local Government Funding Agency:** As at 30 June 2018 the Council's contingent liability in regards to the total LGFA borrowings was \$8.3b.
- **Emissions Trading Scheme:** Under the ETS, the Council will incur financial penalties should specified land be deforested. At 30 June 2018, 0.4ha had been harvested but not yet replanted. The Council intends to replant and/or let that portion naturally regenerate and has not given notice of intention to deforest. the Council does not consider it has a contingent liability.
- **Weathertightness:** The Council is subject to one claim relating to weathertightness of buildings. A provision has been made for the claim therefore there is no contingent liability. The Council acknowledges that it may be liable for claims in the future relating to weathertightness buildings not yet identified. Information regarding these potential claims is subject to extreme uncertainty and therefore no provision has been made for any potential future claims.
- **RiskPool:** RiskPool, of which the Council is a member, provides public liability and professional indemnity insurance for its members. The Trust Deed of RiskPool provides that, if there is a shortfall in any fund year, then the board may make a call on members for the fund year. No calls have been made during the year to 30 June 2018. There may be further calls on any shortfalls on the mutual pool's funds in the future, but the full extent of these calls have yet to be ascertained. However, as each year passes and statute of limitation period expire, the risk of further calls decreases. Accordingly, the Council has assessed that the potential liability to Council arising from these claims is minimal.

Events after balance date

The full Annual Report notes the following post balance day events between year end and the signing of the report:

- The Council is reviewing options around the ongoing development of the Central Landfill which could have future impact on the carrying value of the Central Landfill Asset.

Changes in accounting policies

There have been no changes in accounting policies for the 2017/18 financial reporting year.



Independent Auditor's Report

AUDIT NEW ZEALAND
Mana Arotake Aotearoa

To the readers of New Plymouth District Council and group's summary of the annual report for the year ended 30 June 2018

The summary of the annual report was derived from the annual report of the New Plymouth District Council and group (the District Council) for the year ended 30 June 2018.

The summary of the annual report comprises the following summary statements on pages 5 to 8 and 12 to 14:

- the summary statement of financial position as at 30 June 2018;
- the summaries of the statement of comprehensive revenue and expense, statement of changes in net assets/ equity and statement of cash flows for the year ended 30 June 2018;
- the notes to the summary financial statements that include accounting policies and other explanatory information; and
- the summary focusing on performance

Opinion

In our opinion:

- the summary of the annual report represents, fairly and consistently, the information regarding the major matters dealt with in the annual report; and
- the summary statements comply with PBE FRS 43: Summary Financial Statements.

Summary of the annual report

The summary of the annual report does not contain all the disclosures required by generally accepted accounting practice in New Zealand. Reading the summary of the annual report and the auditor's report thereon, therefore, is not a substitute for reading the full annual report and the auditor's report thereon.

The summary of the annual report does not reflect the effects of events that occurred subsequent to the date of our auditor's report on the full annual report.

The full annual report and our audit report thereon

We expressed an unmodified audit opinion on the information we audited in the full annual report for the year ended 30 June 2018 in our auditor's report dated 19 October 2018.

Council's responsibility for the summary of the annual report

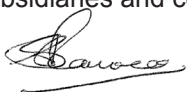
The Council is responsible for preparing the summary of the annual report which includes preparing summary statements, in accordance with PBE FRS 43: Summary Financial Statements.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary of the annual report represents, fairly and consistently, the information regarding the major matters dealt with in the full annual report and whether the summary statements comply with PBE FRS 43: Summary Financial Statements.

Our opinion on the summary of the annual report is based on our procedures, which were carried out in accordance with the Auditor General's Auditing Standards, which incorporate the Professional and Ethical Standards and the International Standards on Auditing (New Zealand) issued by the New Zealand Auditing and Assurance Standards Board.

Other than in our capacity as auditor, we have no relationship with, or interests in the District Council or its subsidiaries and controlled entities.



Clint Ramoo, Audit New Zealand
On behalf of the Auditor General
Wellington, New Zealand

9 November 2018

For more information:

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