
Annual Plan 2023/24

Securing our future

TOITŪ KĀPITI

An update to year three of the
2021-41 Long-term Plan



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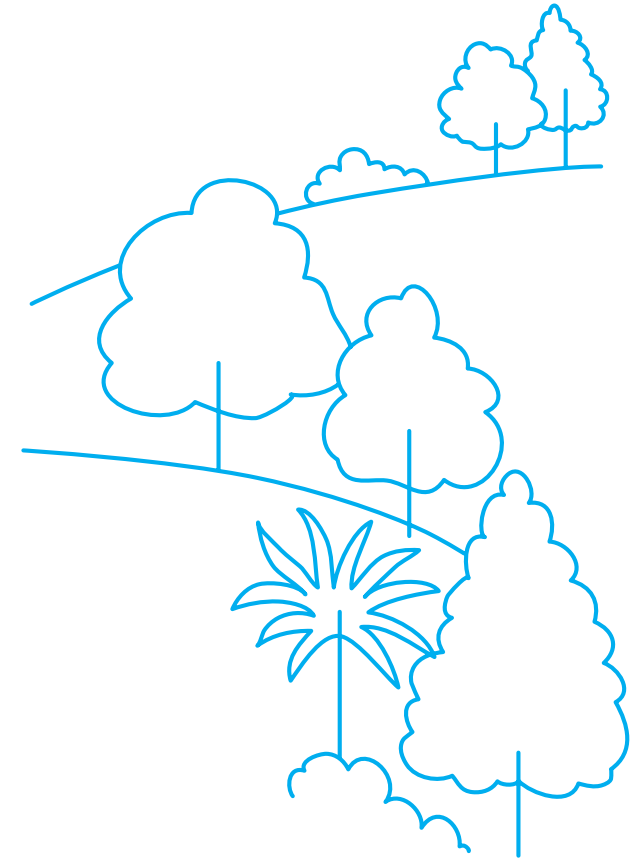
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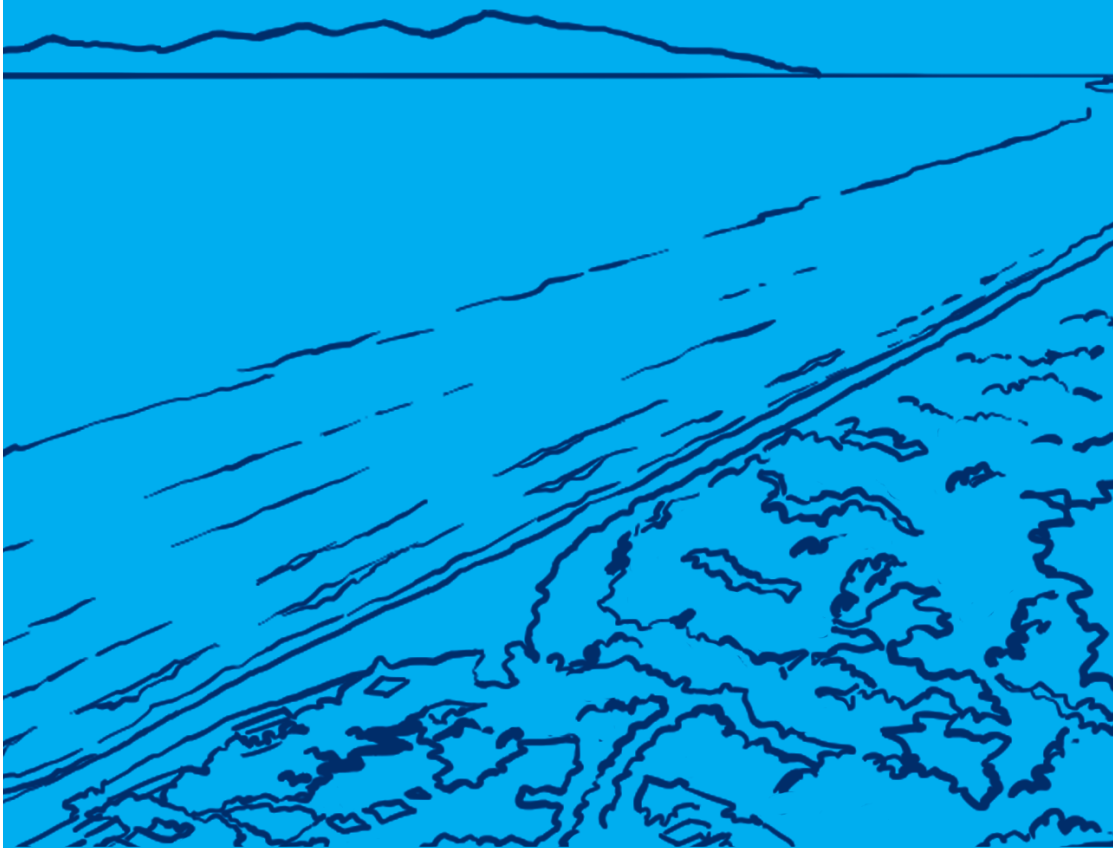
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Section 1: Introduction



What is an Annual Plan?

The current LTP was adopted in June 2021, setting in place a forecast of what Council expects to deliver over the next 20 years. It outlines the activities and projects we'll focus on and how they contribute towards achieving community outcomes and wider community wellbeing.

An Annual Plan describes how we deliver against our LTP. It describes any updates to the LTP since it was adopted and enables us to

refresh information and budgets for the coming year so that Council can set rates. This is the final Annual Plan from the current LTP; we will now start working on the LTP for the period 2024-2034.

This Annual Plan needs to be read alongside the LTP, which provides significantly more detail on all aspects mentioned in this Annual Plan. Our strategic direction is on pages 29-37 of the LTP.

In this Annual Plan there are no changes to our strategic direction, outcomes, levels or service or strategic assets, but there are a number of adjustments we had to make to accommodate shifts in our operating environment such as cost increases and project delays.



Mayor and Chief Executive Mihi

Kia ora Kāpiti,

On behalf of your Council, we're pleased to share with you the 2023/24 Annual Plan, an update of year three of the Long-Term Plan, *Our plan for securing our future – Toitū Kāpiti*.

A lot has changed locally, nationally, and globally since we adopted the current 2021-31 LTP amid pandemic lockdowns and European conflict. A few years on and we are facing the threat of recession, with sharp inflation and interest rate increases already a reality, and the materials and skills councils need to deliver their work programmes proving hard to get and more expensive than anticipated.

Developing the Annual Plan for 2023/24 within these constraints has not been easy, but we made the call to continue the direction set in the LTP and deliver on the plan we put together for year three with no major changes. With this decision comes an unavoidable average rates increase of 7.8 percent, and we are happy to say this is slightly lower than the 7.9 percent forecast

in year three of the LTP and much lower than the 14 percent starting point after we adjusted for increased inflation, interest, labour costs and depreciation from increased asset replacement costs – compared to 2022/23 costs. While we understand a rates increase is not what anyone wants to see, it is unavoidable if we are to continue to invest in our resilience and maintain levels of service.

We know that the cost pressures impacting us in local government are the same challenging households and businesses, so we were determined to find ways to accommodate these additional financial pressures without “kicking the can down the road”. We are confident the changes we made to minimise the rates increase will not compromise quality and service.

As a result of sticking to the LTP, there are no changes to our strategic direction, outcomes, levels of service or strategic assets.

To read more about the adjustments we made go to page 32.

The year ahead

The coming year will be a big one for Council. We will be investing in our essential infrastructure, climate action plans, and progressing projects that are important to our communities including the Waikanae Library, Te Newhanga Kāpiti Community Centre, the Ōtaki Beach Pavilion upgrade, helping to address housing needs where it makes sense, and improving our district's resilience to increasingly more frequent extreme weather events.

Council also plans this year to get a better understanding of what matters most to you, especially as we continue to work on our priorities and future (2060) vision, and the next LTP. As we develop our next LTP (covering the period 2024 to 2034), we will be doing so in an environment of much uncertainty as the economy shifts and the Central Government reform programmes introduce changes that will significantly impact what and how Council delivers for our communities.

We are excited for the year ahead and will continue to deliver a work programme that will see many projects and initiatives progress – some will safeguard our essential infrastructure and others will bring people together and strengthen community wellbeing.

We look forward to sharing progress against this plan with you during the year and, as always, working alongside you all to make it happen.

Toitū te whenua, toitū te wai, toitū te tāngata
– toitū Kāpiti.

Janet Holborow
Mayor

Darren Edwards
Chief Executive



Mayor of the Kāpiti Coast District, Janet Holborow (left) and Chief Executive of the Kāpiti Coast District Council, Darren Edwards (right).

Driving affordable and focused change for Kāpiti

There's a lot of change happening globally, nationally, and locally that will continue to have a profound effect on Council's activities, the cost of delivery, and your ability to pay for it. Now is the time for long-range planning to make sure Kāpiti's future is sustainable and affordable and our community's needs are satisfied now and well into the future.

We've heard loud and clear that the community wants to be more involved in Council decisions, particularly when it comes to the future Kāpiti current and future generations will call home, so we are going to take the opportunity this year to start a vision and strategy for Kāpiti out to 2060 and beyond.

This will create a blueprint for sustainable development into the future – what we need to do right now and over the next couple of decades to reach the future we all want – people, businesses, community, and environment supported to thrive no matter what comes our way. We will be gathering your thoughts about what matters most very soon.

Running alongside the vision work is the development of the LTP covering the 10 years from 2024 to 2034. The LTP will draw on the vision as a foundation for the future, setting the scene and putting the necessary components in place to leverage in future years.

This LTP will not be straight-forward though. Various factors including Government reform, the upcoming general election, and economic uncertainties introduce complexities we have not seen before. At the moment we are assuming that three waters assets will leave Council hands sometime between now and July 2026, and that other Government reform initiatives will be legislatively locked in within the next few years. In developing the next LTP we will need to manage these issues carefully and keep the community looped in as and when things change.

In the meantime, there are issues that we know are important to you, so the Council has identified 10 priorities for the coming year to keep us heading in the right direction while we build the bigger picture. Operationally, we are realigning our work to these priorities so that we drive change in a tight and recessionary operating context.

These are our top 10 priorities for the coming year

PLACE



Our Priority	Targeted Action
A Develop a plan to address inland flooding and ponding – stormwater, infrastructure, and the impacts of affordable waters reform.	<ul style="list-style-type: none">• Deliver stormwater infrastructure programme to upgrade systems, future-proof and increase drainage capacity.• Use ‘whole of catchment’ focus to manage quality, flow, and sediment levels.
B Implement a ‘good’ growth strategy that balances needs for housing and our environment, supported by appropriate district planning and regional spatial planning.	<ul style="list-style-type: none">• Drive solutions around ‘good growth’ at the right place and pace for Kāpiti, with room for open space.• Work in partnership to ensure accountability for environmental goals.• Improve safety, accessibility and reach of our transport network.
C Develop a climate strategy to reach our bold emissions reduction goals, and an environment strategy to set out the state of the environment and how we enhance it.	<ul style="list-style-type: none">• Introduce emissions reduction target by June 2023.• Implement a Climate Strategy and Environment Strategy to deliver on this and other targets.• Be a role model – implement sustainable practices.

PEOPLE



Our Priority	Targeted Action
D Increase inclusive spaces and creative opportunities for all, and ensure intergenerational inequity is addressed.	<ul style="list-style-type: none">• Build strong community centres, both precincts and physical buildings.• Progressively refresh our townships so that current and future generations bear the burden and benefits.
E Enable residents to earn a living in Kāpiti through increased tourism and economic development.	<ul style="list-style-type: none">• Land the Kāpiti story.• Refresh our Destination Management Plan to refocus effort and increase tourism.• Increase support for the tourism and hospitality industry.
F Implement the housing strategy.	<ul style="list-style-type: none">• Progress an Affordable Housing Entity to improve access to long-term housing options.• Improve older persons' housing.
G Shape the design for a health strategy to create more coordination and more services.	<ul style="list-style-type: none">• Take a lead advocacy role in local health, along with the community and iwi.• Map local health need.• Develop local solutions to health services.• Set a health strategy.

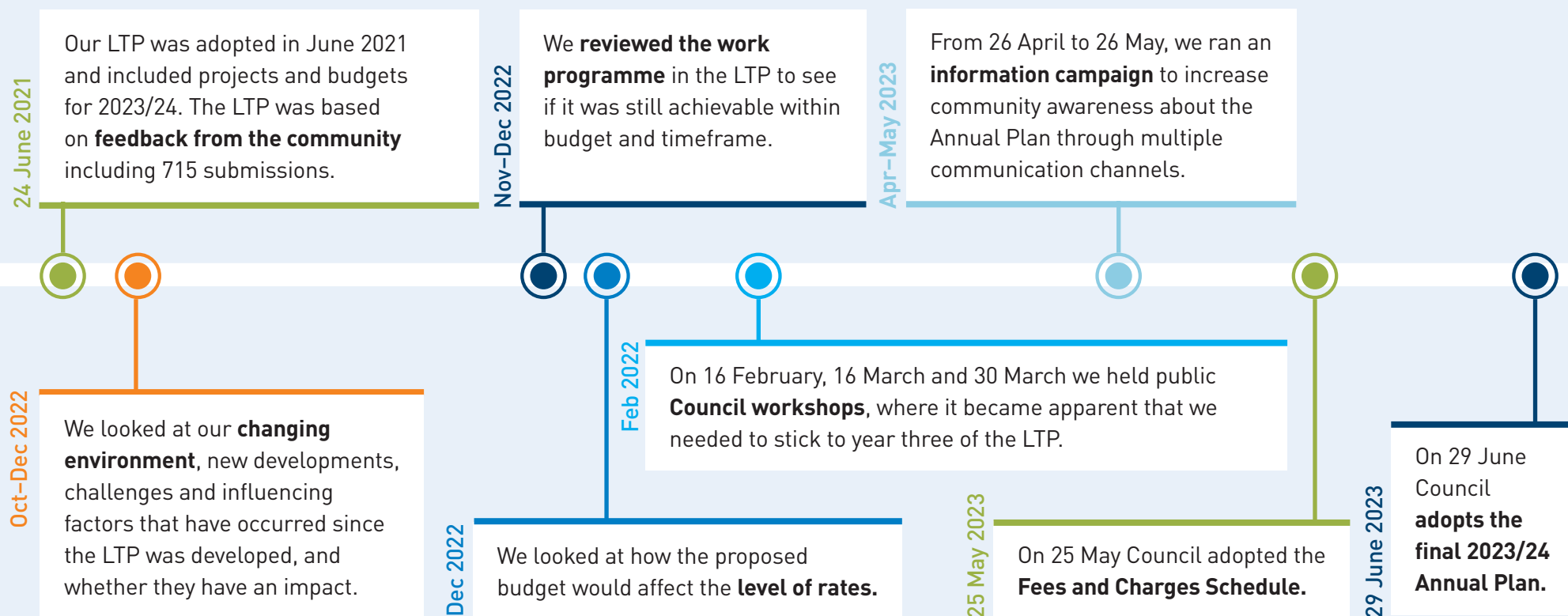
PARTNERSHIPS



Our Priority	Targeted Action
H Create a shared vision for Kāpiti.	<ul style="list-style-type: none">• Set aspirations for Kāpiti life in 2060+.• Land a pathway for actioning change to achieve this vision, that is affordable and locally supported.• Set goals to ensure we meet local need and report progress.
I Lift mana and pride in Kāpiti Coast District Council's operational culture so that we deliver more value to you.	<ul style="list-style-type: none">• Build a sense of community, recognise achievements and encourage professional development.• Improve engagement and feedback to the community on what we do and why.
J Support Kāpiti Coast District Council to remain on-track and improve accountability.	<ul style="list-style-type: none">• Simplify reporting to share a dashboard of what's been achieved.• Engage regularly on decisions that manage hazards or risk but impact rates.• Optimise the use of funding to improve residents 'bang for buck'.

How we developed the 2023/24 Annual Plan

We began the process of developing the 2023/24 Annual Plan back in December 2022 by looking at changes in our operating environment (such as inflation, depreciation, and interest rates) and revisiting our work programme. As a result of this and several public Council briefings we decided to keep focused on what we committed to do in year three of the LTP and continue delivering planned projects and service and investing in the resilience and sustainability of the district.



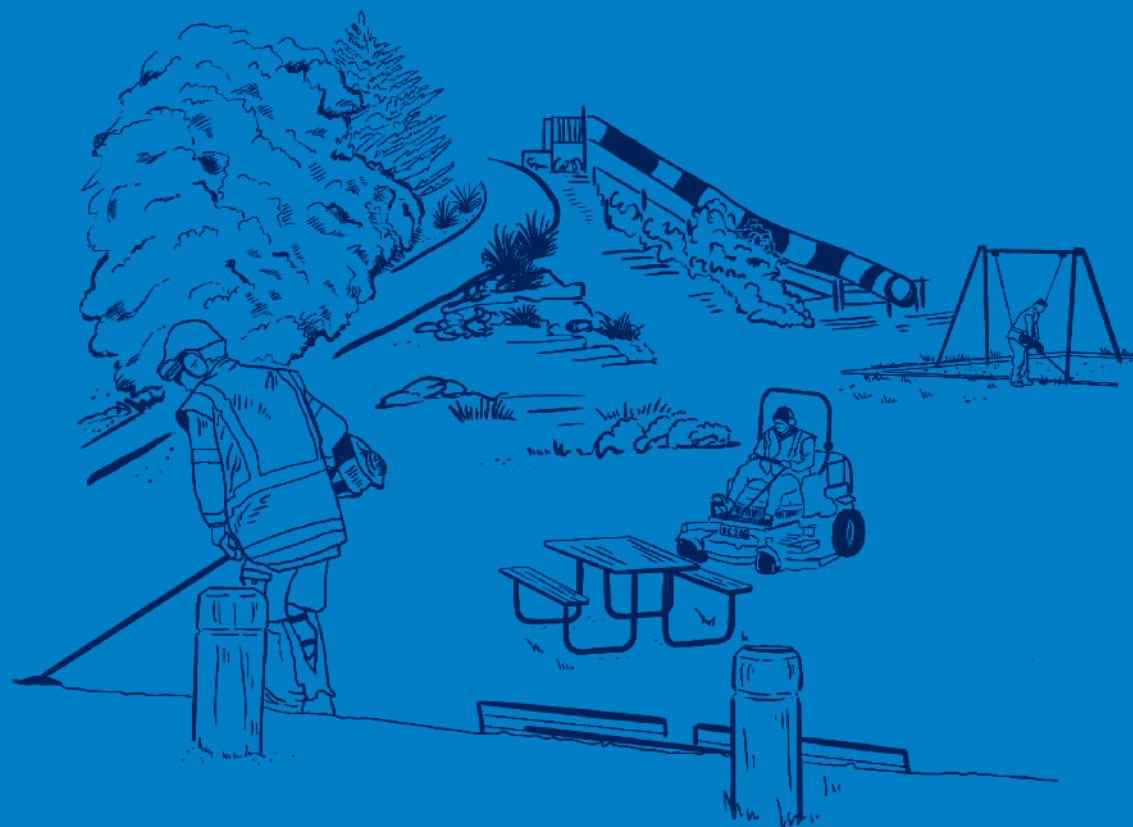


Local restoration volunteers take a break after a day of planting new natives in our reserves.

Section 2: Activities and projects

What is this section about?

This section describes our outcomes, activities, major projects and forecast capital spend for 2023/24.



Our Community Outcomes

Collectively, activities are aimed at delivering community outcomes

Our LTP outlined five outcomes for our community.

Over time, our progress towards achieving these outcomes will be demonstrated in the projects and activities that Council undertakes with its partners and the wider community.

Our partners include mana whenua and representatives from Ngāti Raukawa ki te Tonga, Te Ātiawa ki Whakarongotai and Ngāti Toa Rangatira including whānau and hapū to create and maintain a mutually mana-enhancing partnership for the benefit of the whole community.



The full scope of Council's business is represented in five groups of activities below.

Every one of these activities contributes towards achieving community outcomes from the LTP.



Infrastructure



Access and transport – Putanga me te waka



Coastal management – Whakahaere takutai



Stormwater management – Wai āwhā



Water management – Wai



Wastewater management – Wai para



Sustainability and resilience – Toiūtanga me te manawaroatanga



Community services



Parks and open space – Ngā papa rēhia me ngā papa



Recreation and leisure – Ruhanui



Community facilities – Whare tapere hapori



Partnerships



Tangata whenua



Community support – Ngā hāpai hapori



Governance – Mana whakahaere



Economic development – Whakawhanake umanga



Planning and regulatory services



Districtwide planning – Mahere ā-rohe



Regulatory services – Ratonga whakaritenga



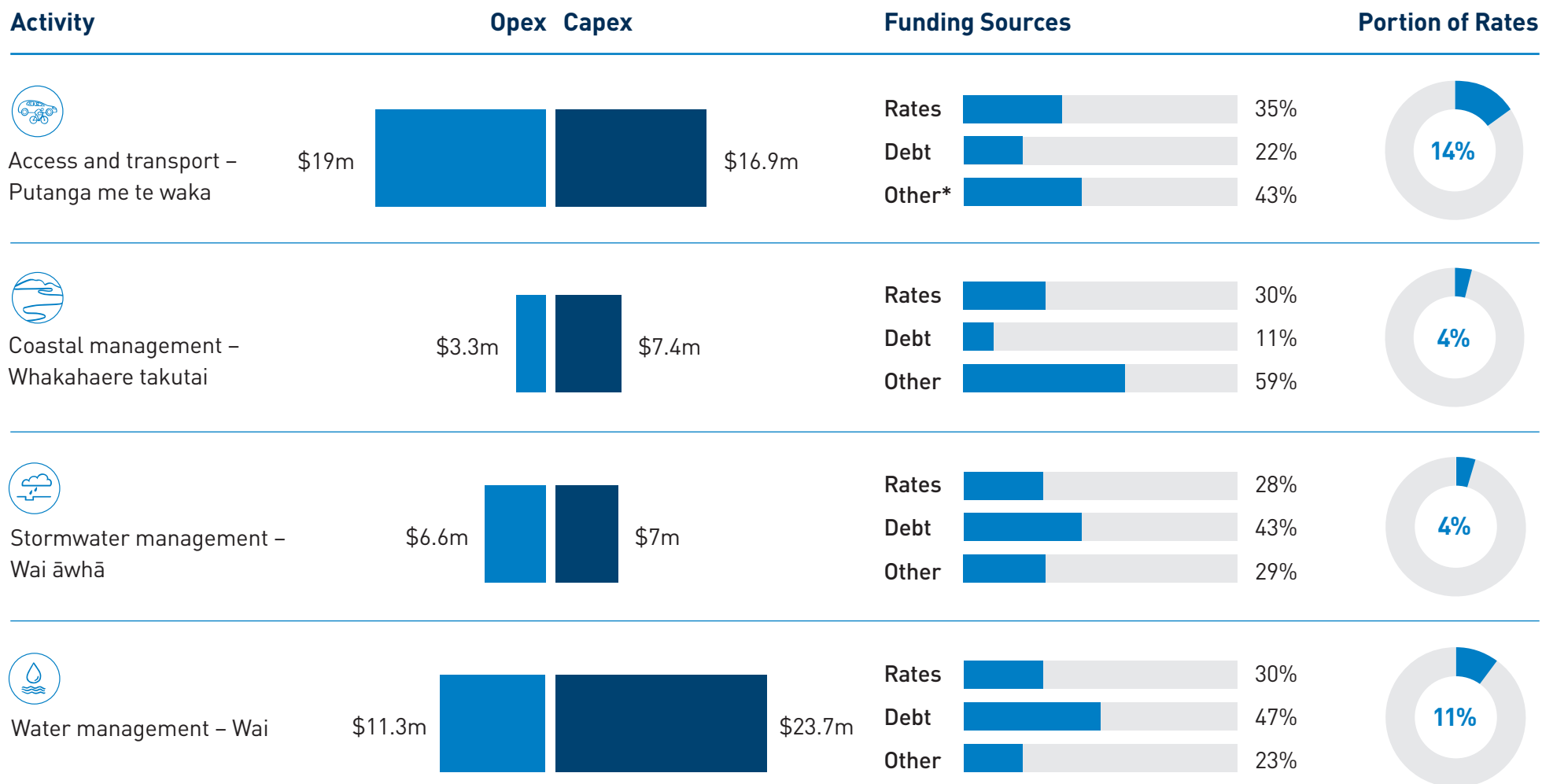
Corporate





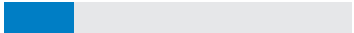
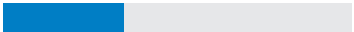
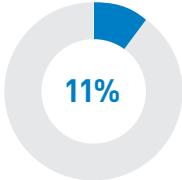


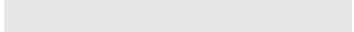
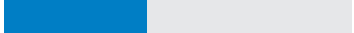
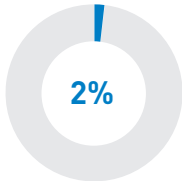


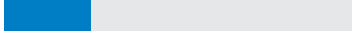
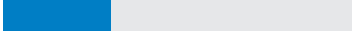
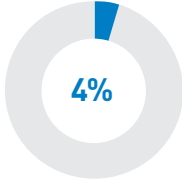


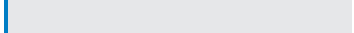
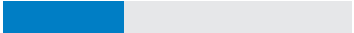
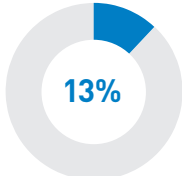
Corporate – Paheko rangapū





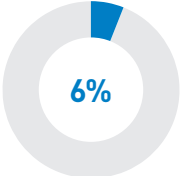


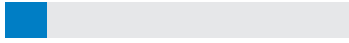
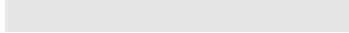
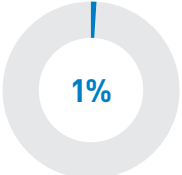


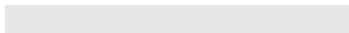
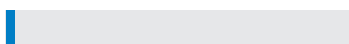
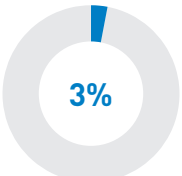


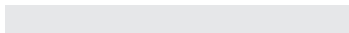
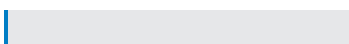
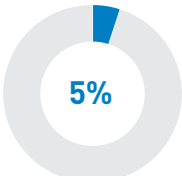
Proportion of rates spend per activity for 2023/24


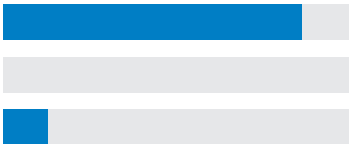
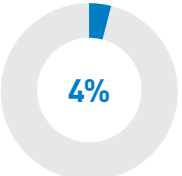

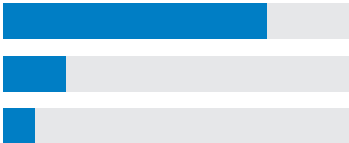
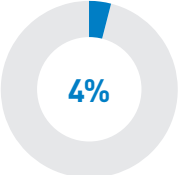


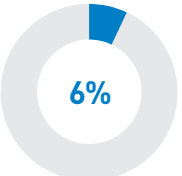


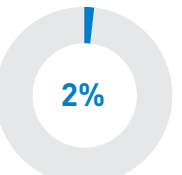
The infographic below outlines planned operating and capital spend for each activity, how they are funded, and the proportion of total rates spend across each activity.



*Includes fees and charges, reserves funding, capital and operating grants, development and financial contributions.

Activity	Opex	Capex	Funding Sources	Portion of Rates
 Wastewater management – Wai para	\$11.8m	\$8.5m	Rates  45% Debt  21% Other  34%	 11%
 Sustainability and resilience – Toiūtanga me te manawaroatanga	\$2.5m	\$0.1m	Rates  56% Debt  – Other  44%	 2%
 Parks and open space – Ngā papa rēhia me ngā papa	\$8.1m	\$8m	Rates  47% Debt  25% Other  28%	 4%
 Recreation and leisure – Ruhanui	\$14.1m	\$3m	Rates  69% Debt  1% Other  30%	 13%

Activity	Opex	Capex	Funding Sources	Portion of Rates
 Community facilities – Whare tapere hapori	\$7m	\$8.8m	Rates  34% Debt  12% Other  55%	 6%
 Tangata whenua	\$1.3m	\$0.2m	Rates  88% Debt  12% Other  –	 1%
 Community support – Ngā hāpai hapori	\$3.3m	–	Rates  97% Debt  – Other  3%	 3%
 Governance – Mana whakahaere	\$4.7m	–	Rates  99% Debt  – Other  1%	 5%

Activity	Opex	Capex	Funding Sources	Portion of Rates
 Economic development – Whakawhanake umanga	\$3.8m	–	Rates  87% Debt – Other 13%	 4%
 Districtwide planning – Mahere ā-rohe	\$4.5m	\$1m	Rates  74% Debt 18% Other 8%	 4%
 Regulatory services – Ratonga whakaritenga	\$12.2m	–	Rates  48% Debt – Other 52%	 6%
 Corporate – Paheko rangapū	\$6.6m	\$4.7m	Rates  17% Debt 33% Other 50%	 2%

Our projects and initiatives

The LTP set an ambitious capital expenditure budget, but over the past few years delivering on it has proved challenging. Materials and labour shortages combined with changing circumstances and community preferences resulted in a number of projects that were not completed as planned, so their unspent budgets have been carried forward to be delivered in 2023/24 and beyond. Escalating project costs driven by external factors have also compromised delivery, and in some cases quite substantially. Some projects will need to be reconsidered from a design, scope, and phasing perspective.

The capital budget for 2023/24 (year three of the LTP) was set at \$72.4 million. This has been revised to \$89.4 million.

Here's a preview of some of the key projects we intend to progress in 2023/24.

Access and Transport

Work is progressing slowly on the design for the Arawhata Road to Ihakara Street link road due to design constraints and traffic and stormwater modeling delays. While construction has been re-timed to outer years, engineering work will progress this year.

The Paraparaumu transport hub next to the train station and the pedestrian link to Kāpiti Lights and Coastlands Shopping Centre will be completed during the year.

Council expects to take over management of the Old State Highway through Paraparaumu and Waikanae in the coming months. We will continue to work with Waka Kotahi (NZTA) in preparing the old SH1 between Waikanae and Peka Peka and Peka Peka and Ōtaki for reclassification as local roads owned by Council.



Paraparaumu transport hub.



Amohia stormwater pipe installation.

Stormwater – district-wide

Amohia catchment stage one and Jeep Road/ Clunie Avenue stormwater upgrades continue at pace while new projects prepare to begin. Ready to commence during the year is work including

Kena Kena (stage one) and Hydes Road/ Tirimoana Road stormwater upgrades, stage two of the Amohia catchment upgrade, Paraparaumu catchment 5 asset renewals, and stormwater upgrades at Magrath Avenue and Mazengarb Road/Martin Road.

Coastal management - seawalls

Progressing seawall projects at Paekākāriki and Raumati feature in this year's programme. These continue to be complex builds in challenging environments, which presents many risks needing careful consideration.

Water resilience and safety – Waikanae, Hautere and Ōtaki

Completion of stage two of the Waikanae water treatment plant upgrade has been delayed, with consent restrictions on winter earthworks now delaying the start until October 2023. In Hautere, geotechnical investigations and engineer availability issues have delayed completion of the detailed design, so funding has been carried forward to 2023/24 to allow the project to progress.

Construction of the new treated water storage reservoir at Ōtaki is expected to get under way within the next few months but the project itself will not be completed until 2024/25. The new bores project on Tasman Road continues, however design and consent constraints have delayed progress.

Wastewater network – Paraparaumu, Waikanae and Ōtaki

This multi-year capacity improvement upgrade at the Paraparaumu treatment plant will continue. Completion of the duplicate rising main has been delayed and will continue in 2023/24. Budget for the new rising main at Ōtaki has been carried over to 23/24 to allow consultation to finalise the route of the rising main.



Community facilities

The next stage of the Maclean Park development plan will get underway, including an improved skate park, designed in consultation with the community, and a new amenity block.

The preferred location and potential functions of the Waikanae Library and Community Service Centre will be explored with the community.

Council remains committed to rebuilding or replacing Te Newhanga Kāpiti Community Centre, and in the coming year we will consider options for the centre's future use with iwi partners, community organisations, and the wider social sector. A wider conversation will commence as part of the development of our next Long-Term Plan.

The upgrade of the Ōtaki Beach pavilion continues at pace. We plan to undertake physical works to ensure this piece of local history is preserved, including services, toilet facilities, and a basic fit-out of the kiosk space.

Paraparaumu wastewater treatment plant.

Ōtaki Growth Infrastructure - Projects part-funded by the Infrastructure Acceleration Fund

We received a \$29 million contribution from Kāinga Ora's Infrastructure Acceleration Fund for the Ōtaki Growth Infrastructure, which is a \$50 million water and transport infrastructure programme to improve resilience and support new homes in Ōtaki. The programme spans five years and is expected to deliver a new reservoir for Ōtaki and supporting water, wastewater, stormwater and roading projects that will enable housing development in the area. 2023/24 will see this work continue with ongoing design, consenting and engagement, followed by earthworks, reservoir construction and pipelaying.

Forecast capital spend

The table below summarises the difference (at activity level) between planned capital spend from the LTP for the 2023/24 year and what we now plan to spend.

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Access and Transport							
Asset Renewals							
Access and Transport other capex	2,019	-	-	-	25	2,044	25
Cycleways, walkways and bridleways - parks renewals	271	-	-	-	(271)	-	(271)
Waka Kotahi Footpath programme	1,467	-	-	-	18	1,485	18
Waka Kotahi Road resurfacing	2,273	-	-	-	28	2,302	28
Waka Kotahi Cycling and walking	-	-	-	-	249	249	249
SH1 Revocation renewals	219	-	-	-	3	222	3
Street light programme	298	-	-	-	4	302	4
Total Asset Renewals	6,547	-	-	-	57	6,604	57
New Assets/Upgrades							
Access and Transport other capex	467	-	-	-	6	473	6
Cycleways, walkways and bridleways	22	50	-	-	-	72	50
Cycleways, walkways and bridleways - parks	246	-	-	-	(246)	-	(246)
Footpath programme	118	-	-	-	1	119	1

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Ihakara-Arawhata Link Rd	2,194	-	(694)	-	-	1,500	(694)
Waka Kotahi Minor road safety improvements	878	612	-	-	11	1,501	623
Ōtaki Gorge road	-	-	-	-	500	500	500
SH1 Revocation	2,000	-	-	-	25	2,025	25
Street light programme	37	-	-	-	-	37	-
Tenanted buildings	26	14	-	-	(12)	28	2
Transport hub	-	-	-	-	2,500	2,500	2,500
IAF project (roading)	-	-	-	148	-	148	148
Waka Kotahi Cycling and walking	-	166	-	-	274	440	440
Town Centres programme	2,904	-	-	-	(1,969)	935	(1969)
Total New Assets/Upgrades	8,892	841	(694)	148	1,091	10,278	1,386
Total Access and Transport	15,439	841	(694)	148	1,148	16,882	1,443
Coastal Management							
Asset Renewals							
Coastal management other capex	1,415	-	(875)	-	-	540	(875)
Paekākāriki Seawall replacement	3,940	1,128	-	-	46	5,113	1,174
Parks and Reserves other capex	108	-	-	-	(15)	93	(15)
Raumati South seawall replacement	1,312	-	(812)	-	-	500	(812)
Total Asset Renewals	6,774	1,128	(1,687)	-	31	6,246	(528)

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
New Assets/Upgrades							
Parks and Reserves other capex	61	-	-	-	1	62	1
Wharemauku block wall and Marine Parade redevelopment	1,126	-	-	-	13	1,139	13
Total New Assets/Upgrades	1,187	-	-	-	14	1,201	14
Total Coastal Management	7,961	1,128	(1,687)	-	45	7,446	(514)
Community Facilities							
Asset Renewals							
Community halls	414	299	-	-	103	816	402
Corporate accommodation	327	347	-	-	153	826	500
Community Facilities funding contributions	-	300	-	-	-	300	300
Museums and theatres	110	103	-	-	534	747	637
Older persons housing renewals	984	260	-	-	-	1,244	260
Libraries	31	-	-	-	1	32	1
Public Toilets	59	757	-	-	1,001	1,817	1,758
Tenanted buildings	82	149	-	-	1	233	151
Total Asset Renewals	2,008	2,215	-	-	1,793	6,015	4,008
New Assets/Upgrades							
Community halls	-	33	-	-	-	33	33
Community Facilities funding contributions	58	44	-	-	1	103	45
Public Toilets - New	-	36	-	-	-	36	36

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Te Newhanga Community Centre	3,178	-	(2,528)	-	-	650	(2,528)
Paekākāriki Surf Club	-	-	-	-	1,000	1,000	1,000
Waikanae Library project	8,605	-	(7,605)	-	-	1,000	(7,605)
Total New Assets/Upgrades	11,840	113	(10,132)	-	1,001	2,822	(9,018)
Total Community Facilities	13,847	2,328	(10,132)	-	2,794	8,837	(5,010)
Corporate							
Asset Renewals							
IT equipment purchasing	250	-	-	-	3	253	3
IT Hardware	137	-	-	-	1	138	1
IT Software	132	-	-	-	1	133	1
Vehicle and plant purchase	483	-	-	-	5	489	5
Total Asset Renewals	1,002	-	-	-	11	1,013	11
New Assets/Upgrades							
Health & Safety Fund	54	-	-	-	1	54	1
IT equipment purchasing	5	-	-	-	-	5	-
IT Hardware	109	-	-	-	1	110	1
IT Software	874	1,915	-	-	9	2,799	1,924
People and Partnerships capex	43	-	-	-	-	44	-
Self-insurance fund	269	-	-	-	3	272	3

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Strategic land purchase	991	-	(991)	-	-	-	(991)
Strategic property upgrades	1,073	-	(1,073)	-	-	-	(1,073)
IAF project (land purchase)	-	-	-	415	-	415	415
Total Assets/Upgrades	3,419	1,915	(2,064)	415	15	3,699	281
Total Corporate	4,421	1,915	(2,064)	415	25	4,712	291
Districtwide Planning							
New Assets/Upgrades							
Strategic land purchase for Housing	1,077	-	-	-	(77)	1,000	(77)
Total New Assets/Upgrades	1,077	-	-	-	(77)	1,000	(77)
Total Districtwide Planning	1,077	-	-	-	(77)	1,000	(77)
Parks and Open spaces							
Asset Renewals							
Maclean Park	-	1,263	-	-	-	1,263	1,263
Marine Gardens	446	266	-	-	7	719	273
Otaraua Park	-	120	-	-	-	120	120
Parks and Reserves other capex	542	-	-	-	477	1,019	477
Playground renewals	774	-	-	-	(187)	587	(187)
Total Asset Renewals	1,762	1,649	-	-	297	3,708	1,946

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
New Assets/Upgrades							
Maclean Park	-	354	-	-	1,446	1,800	1,800
Otaraua Park	352	(72)	-	-	-	280	(72)
Parks and Reserves other capex	527	608	-	-	39	1,174	647
Parks land purchase	2,607	-	(2,009)	-	-	598	(2,009)
Waikanae Cemetary land purchase	3,180	-	(3,180)	-	-	-	(3,180)
Waikanae Park	444	-	-	-	7	451	7
Total New Assets/Upgrades	7,110	890	(5,188)	-	1,492	4,304	(2,806)
Total Parks and Open Spaces	8,872	2,539	(5,188)	-	1,789	8,012	(860)
Recreation and Leisure							
Asset Renewals							
Arts & events	5	-	-	-	-	5	-
Libraries other capex	71	-	-	-	16	87	16
Library books	375	-	-	-	6	381	6
Ōtaki Pool upgrade	2,694	-	(894)	-	-	1,800	(894)
Pool equipment	43	-	-	-	1	44	1
Pools renewals	142	389	-	-	2	533	391
Total Asset Renewals	3,329	389	(894)	-	25	2,850	(480)

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
New Assets/Upgrades							
Arts and events	54	30	-	-	1	85	31
Libraries other capex	-	-	-	-	51	51	51
Pool equipment	32	-	-	-	1	33	1
Total New Assets/Upgrades	86	30	-	-	52	168	82
Total Recreation and Leisure	3,416	419	(894)	-	78	3,018	(398)
Regulatory Services							
New Assets/Upgrades							
IT Hardware	-	-	-	-	41	41	41
Total New Assets/Upgrades	-	-	-	-	41	41	41
Total Regulatory Services	-	-	-	-	41	41	41
Stormwater Management							
Asset Renewals							
Major stormwater projects	831	-	-	-	10	840	10
Minor Stormwater projects	224	-	-	-	3	226	3
Total Asset Renewals	1,054	-	-	-	12	1,067	12
New Assets/Upgrades							
Major stormwater projects	5,282	-	-	-	61	5,343	61
Minor Stormwater projects	272	-	-	-	3	275	3

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
IAF project (stormwater network)	-	-	-	300	-	300	300
Total New Assets/Upgrades	5,554	-	-	300	64	5,918	364
Total Stormwater Management	6,609	-	-	300	76	6,985	376
Sustainability and Resilience							
Asset Renewals							
Community halls	144	-	-	-	(144)	-	(144)
Regulatory Services other capex	14	-	-	-	-	14	-
Solid Waste capex	35	-	-	-	64	100	64
Total Asset Renewals	193	-	-	-	(80)	114	(80)
Total Sustainability and Resilience	193	-	-	-	(80)	114	(80)
Tangata Whenua							
New Assets/Upgrades							
People and Partnerships capex	166	3	-	-	-	168	3
Total New Assets/Upgrades	166	3	-	-	-	168	3
Total Tangata Whenua	166	3	-	-	-	168	3
Wastewater Management							
Asset Renewals							
Ōtaki wastewater treatment plant	429	-	-	-	5	434	5
Paraparaumu wastewater treatment plant	856	-	-	-	10	866	10

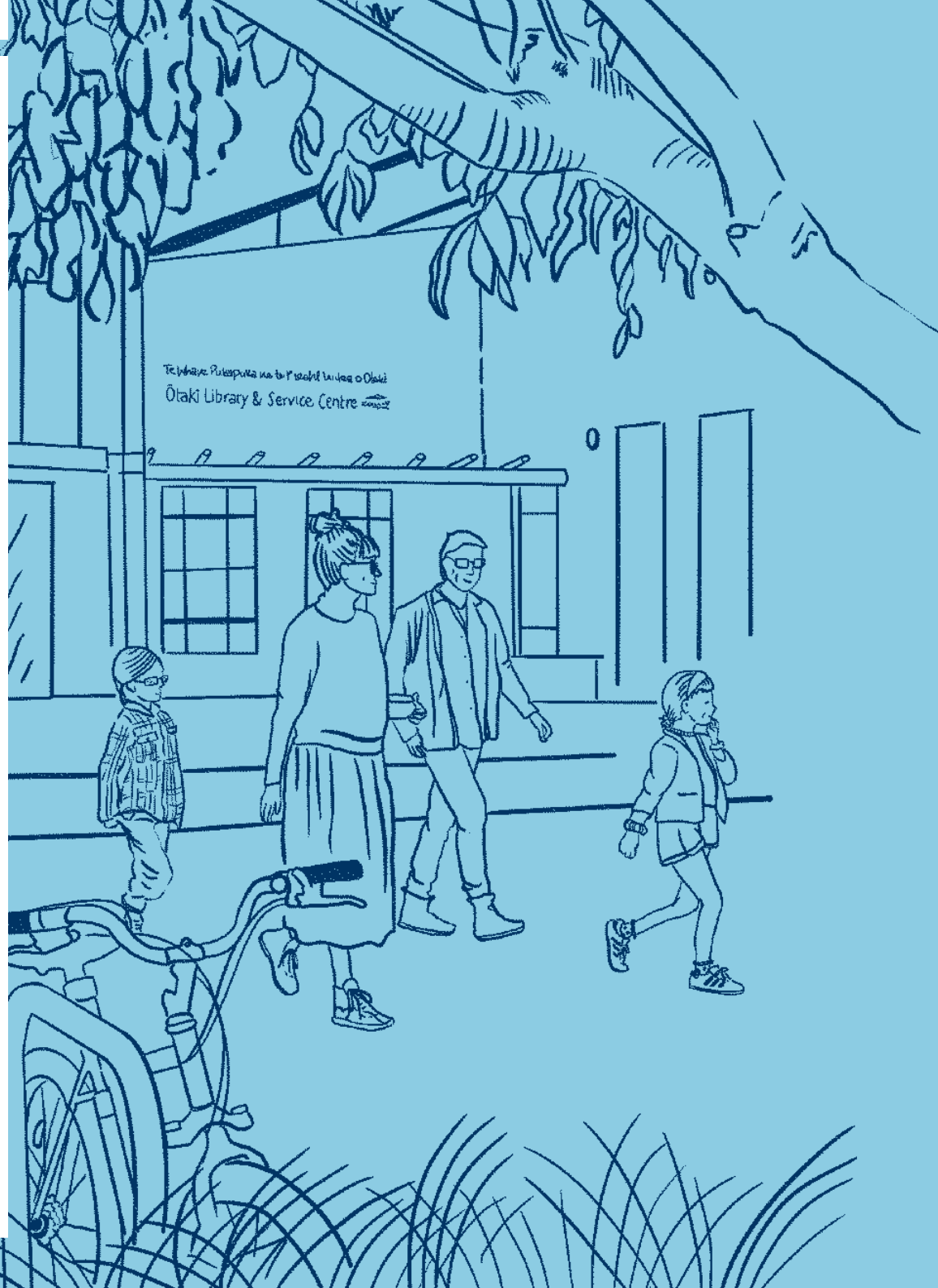
ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Wastewater network renewals	1,935	-	-	-	49	1,985	49
Total Asset Renewals	3,221	-	-	-	64	3,285	64
New Assets/Upgrades							
Waikanae duplicate rising main	450	1,233	-	-	-	1,683	1,233
Ōtaki wastewater treatment plant	903	-	-	-	10	913	10
Paraparaumu wastewater treatment plant	351	438	-	-	4	793	442
Wastewater network	217	-	-	-	3	220	3
Wastewater network renewals	9	-	-	-	-	9	-
IAF project (wastewater network)	-	-	-	1,639	-	1,639	1,639
Total New Assets/Upgrades	1,930	1,671	-	1,639	17	5,258	3,327
Total Wastewater Management	5,151	1,671	-	1,639	82	8,543	3,392
Water Management							
Asset Renewals							
Hautere water treatment plant	11	-	-	-	-	11	-
Laboratory equipment	60	-	-	-	1	61	1
Ōtaki water treatment plant renewals	11	-	-	-	-	11	-
Paekākāriki treatment plant renewal	563	-	-	-	7	569	7
Reservoir renewal	158	-	-	-	2	159	2
Scada	71	-	-	-	1	72	1

ACTIVITY	LTP 2023/24 \$000	Carry Overs \$000	Advance/ (Deferrals) \$000	IAF Projects \$000	Budget Increase/ (Decrease) \$000	AP 2023/24 \$000	Variance More/ (Less) \$000
Waikanae water treatment plant	56	-	-	-	1	57	1
Water management consent	17	-	-	-	-	17	-
Water meters	101	-	-	-	1	103	1
Water network renewals	536	-	-	-	272	809	272
Total Asset Renewals	1,585	-	-	-	285	1,869	285
New Assets/Upgrades							
Drinking water safety and resilience programme	759	-	-	-	9	768	9
Hautere water treatment plant	-	1,100	-	-	-	1,100	1,100
Ōtaki water supply upgrade	-	3,155	-	-	-	3,155	3,155
Reservoir upgrade	304	-	-	-	(304)	-	(304)
Waikanae water treatment plant upgrade	-	7,129	-	-	3,507	10,636	10,636
Water network renewals	338	-	-	-	(262)	76	(262)
Water network upgrades	2,275	-	-	-	26	2,302	26
IAF project (reservoir)	-	-	-	2,795	-	2,795	2,795
IAF project (pump station)	-	-	-	700	-	700	700
IAF project (water network)	-	-	-	300	-	300	300
Total New Assets/Upgrades	3,676	11,384	-	3,795	2,976	21,830	18,155
Total Water Management	5,260	11,384	-	3,795	3,261	23,700	18,439
Grand Total	72,411	22,227	(20,660)	6,298	9,182	89,459	17,047

Section 3: Variations to the Long-Term Plan (LTP)

What is this section about?

This section describes variations to the LTP within the context of our Financial Strategy and its three levers: rates, debt and capital spending.



What we've had to change and how we did it

We have considered impacts of changes that we know about now and how we can afford to address them or respond in a manner that's in the best interests of the community.

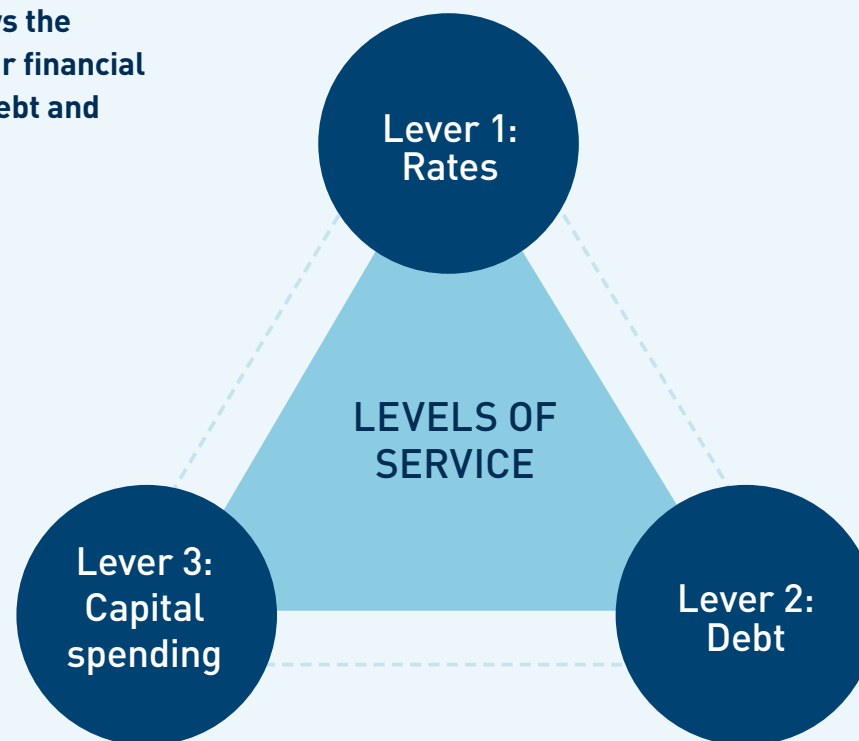
To determine the 2023/24 budget, Council referred to three key levers in its Financial Strategy *Long-term Plan - Kāpiti Coast District Council (kapiticoast.govt.nz) Part Two pages 387-396*:

Lever 1: Rates

Lever 2: Debt

Lever 3: Capital spending

This diagram shows the three 'levers' of our financial strategy – rates, debt and capital spending



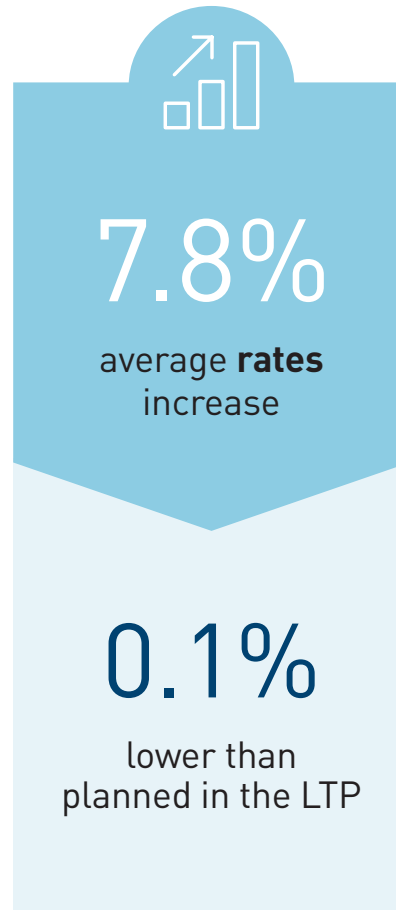
Quantified limits for each of the three levers are set in the Financial Strategy.

Lever 1: Rates			
Target range	Preferred range	What we said in the LTP	What we plan now
3.0%–9.0%	4.5%–6.9%	7.9%	7.8%
Lever 2: Debt			
Upper limit	Preferred limit	What we said in the LTP	What we plan now
280% of total operating income	<250% of total operating income	\$282m (252%)	\$255m (215%)
Lever 3: Capital spending			
Target range	Preferred range	What we said in the LTP	What we plan now
\$30m–\$80m	\$40m–\$60m	\$72m	\$89m

The three 'levers' influence what services we can provide and how we:

- deliver affordable rates to the community
- keep our borrowings down, and
- get the most out of our capital spending.

After considering changes coming our way, Council has responded to them by considering the three levers.

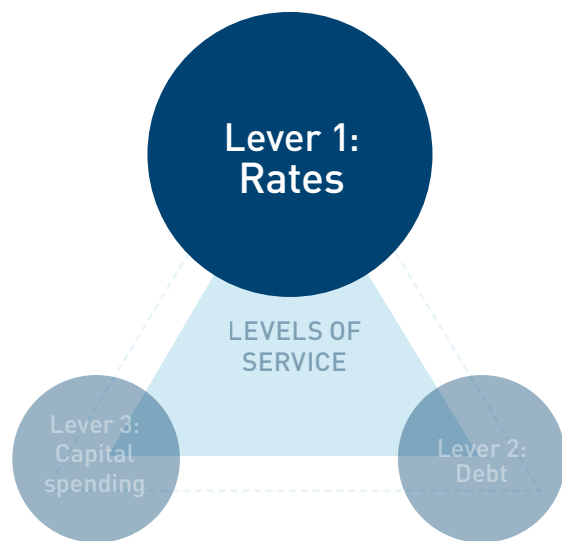


* Includes carry-overs from 2021/22 and 2022/23 and Infrastructure Acceleration Fund projects part-funded by the Government.



Mazengarb playground gets new shade sails installed.

Lever 1: Rates



What are rates?

Rates are charged to ratepayers for the provision of Council services.

The average rates increase for 2023/24 is 7.8 percent. This is compared to an average increase of 7.9 percent projected for 2023/24 in year three of the LTP.

Income from rates is Council's main source of funding for operating costs. The rates increase will be used to fund increased operating costs. Our district is heavily dependent on rates, as we don't have other income-generating assets such as ports, which some other councils have. We receive some additional income – about \$13 million – from fees and charges.

How do rates work?

Often people want to know what makes up the increase in rates year on year. Mainly, they want to understand why the rates increase from one year to the next cannot be zero. Like all businesses, and particularly in today's challenging economic environment, we are facing cost increases.

Inflation is a key pressure for Council, with price increases affecting most of our major expense areas, including asset maintenance and replacement, and operating costs such as electricity, fuel, insurance, and interest on debt.

Year on year, we must cover the cost of using our assets and build funds to replace them as required – this is the depreciation charge which represents a substantial part of our operating expenditure. Each year when we build or buy new assets, the cost is recognised over the useful life of the asset, through depreciation which is funded through rates.

Rates for 2023/24

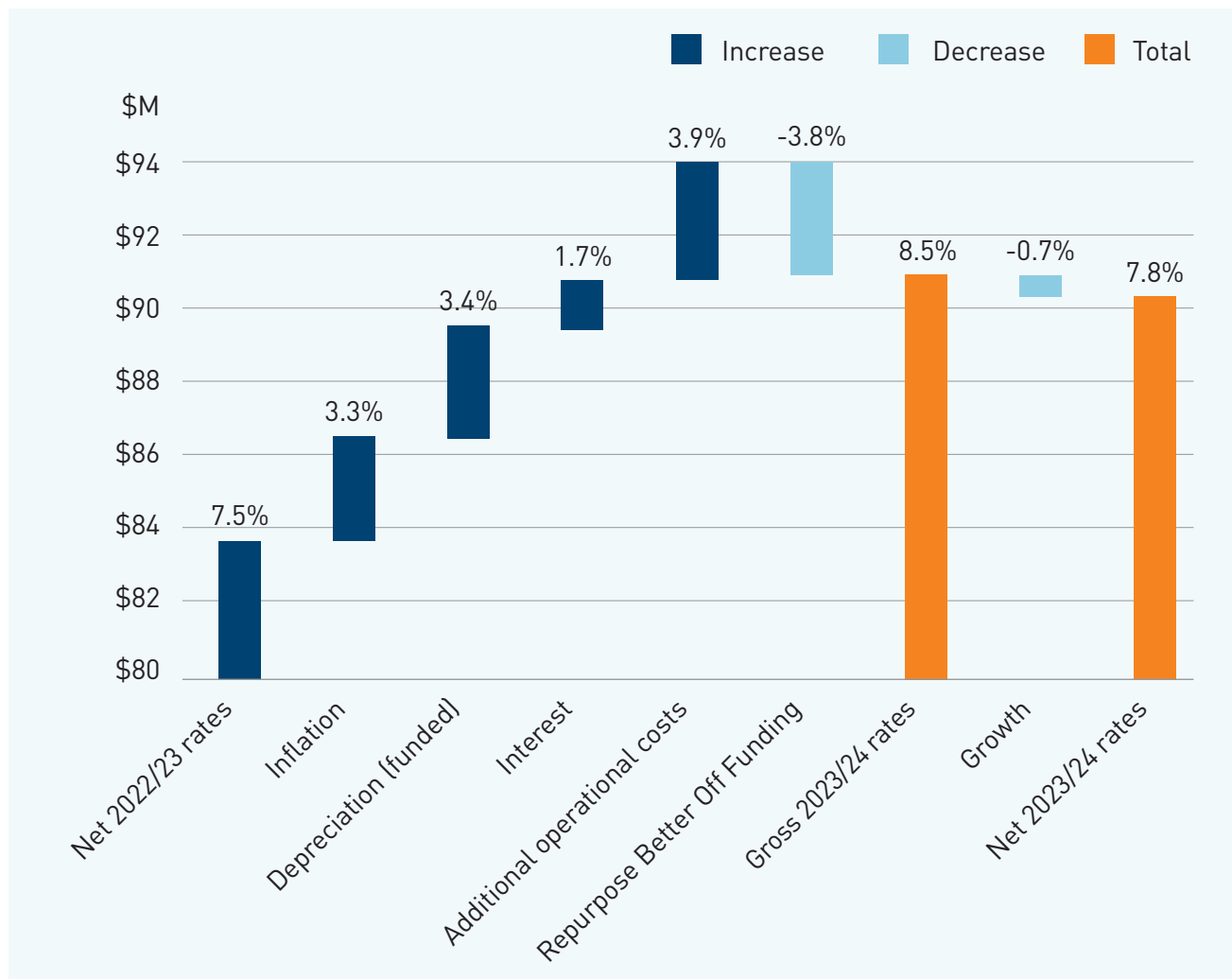
Our operating environment has changed dramatically over the last two years. The effects of inflation, higher interest costs and higher depreciation means that the rates revenue we forecast for this year would not be enough to cover the work we have planned.

Ratepayers will therefore see an average rates increase of 7.8 percent, slightly lower than the 7.9 percent projected in year three of the LTP.

The increase is the difference between the rates we required in 2022/23 and the rates we'll require to do the work.

The impact of the rates increase will vary between households, depending on where you live and the value of your property.

The graph on the right shows how we reforecast our financials for the coming year by applying all of the additional costs we knew would have to be accommodated and then determining what changes we could make to bring the increase down to the level forecast in the LTP. The following page outlines the movements in more detail.



The following changes have impacted the rates figure, resulting in an average rates increase of 7.8 percent

Higher operating costs	Inflation, depreciation, interest, and general operational costs increased costs by \$10.3 million. These adjustments increased the rates requirement from \$83.7 million in 2022/23 to \$90.8 million in 2023/24.
This is what we did to offset these increases:	
Repurposed Better Off Funding	The Government has supported our request to reallocate \$3.2 million of our tranche 1 Better Off Funding to fund additional operating costs. This enabled us to reduce the amount required from rates by 3.8 percent. The capital projects the Better Off Funding was originally going to fund have been included in the Asset Management Plans for 2023/24 and outer years.
Removal of net expenses for the Te Uruhi project	In the LTP we had assumed the Te Uruhi facility would be up and running in 2023/24, so budgets had factored in the costs of running a Council facility – power, security, staff etc. As this project is no longer going ahead, we removed these expenses from the budget.
Decrease in growth	We have not experienced the growth of rating units we forecast in our LTP 2021-41. We were anticipating this to have grown by 1.3 percent for 2023/24. An increase in rating units spreads the rate burden across more ratepayers. At the time of adopting this Annual Plan actual growth in the rating base for 2023/24 was only 0.7 percent.

Fees and charges

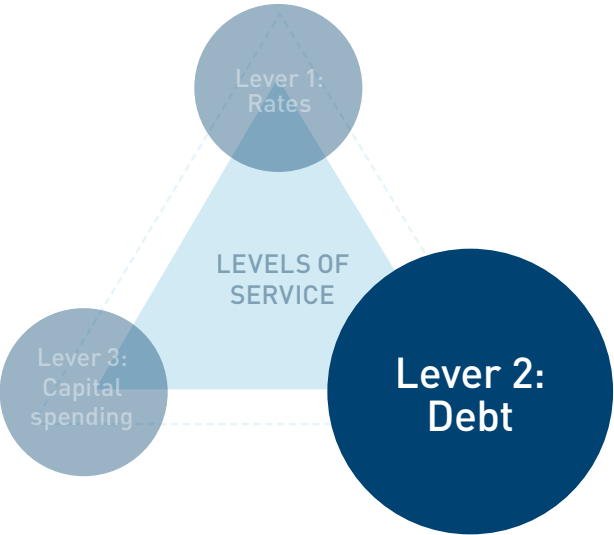
We are making an increase to most fees and charges to recognise inflation at 4.2 percent which is in line with the Local Government Cost Index (LGCI). Other amendments to fees and charges include:

- To ensure consistency across our community halls portfolio we have made changes to hall hire fees for the Waikanae War Memorial Hall (main hall), and Waikanae Community Centre Hall (small hall).
- To cover the cost of the increasing amount of time staff spend processing building consent applications, certain building consent fees were increased more than LGCI.
- A new spectator fee of \$2 applies at the Waikanae Pool. This does not apply to Learn to Swim or adults supervising under 8-year-olds.
- We have updated trade waste volumetric charges to align with the Trade Waste Bylaw 2019.

Fees and charges for 2023/24 was adopted on Thursday 25 May 2023. Council sets fees and charges before adopting the Annual Plan to align with the dog registration process. To see the schedule visit kapiticoast.govt.nz/services/a-z-council-services-and-facilities/fees-and-charges



Lever 2: Debt



What is debt?

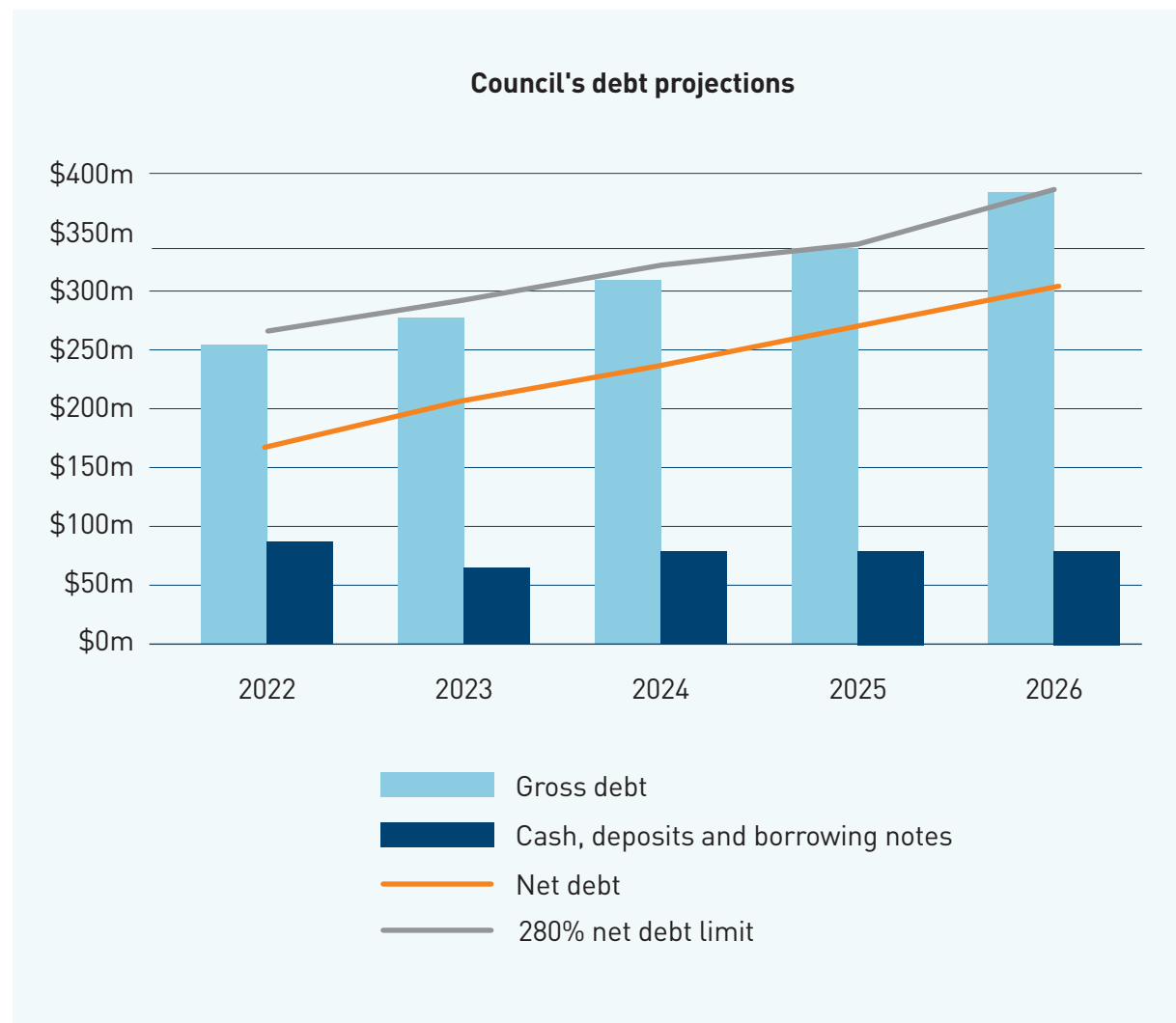
Money we borrow (we have access to cheaper lending through the Local Government Funding Agency).

We have an upper limit for net debt to be no higher than 280 percent of operating income, but the planned net debt for 2023/24 sits well below this.

Our work programme to upgrade and replace infrastructure and develop facilities for the district is funded by income from rates and borrowings.

30 June 2024 net debt is forecast to be \$255 million (215 percent of operating income), compared to \$282 million (252 percent of operating income) forecast in year three of the LTP.





This graph shows projected gross debt in the light blue bars and the offsetting amount of liquid cash assets in the dark blue bars, which together provide the forecast net debt amounts for each of the years.

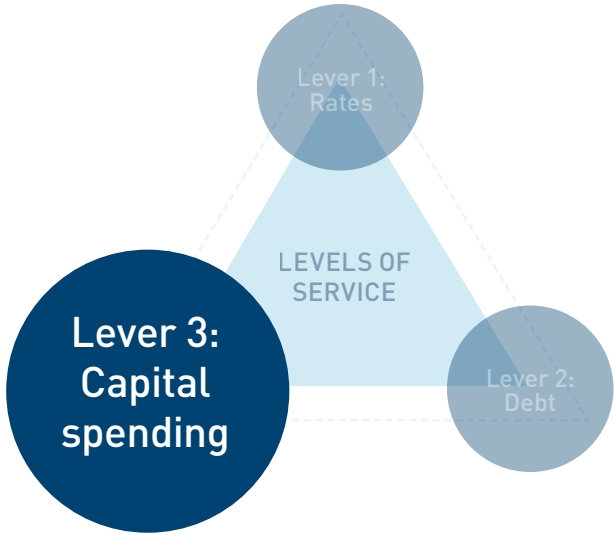
The grey line shows the Council's upper limit for net debt, being 280 percent of the Total Operating Income, whereas the corresponding orange line displays the planned net debt for each year.

Looking at debt against income shows how well an organisation is placed to handle and repay debt in the future, and it was one of the key measures used by credit rating agency Standard and Poors Global when they affirmed our AA/A-1+ long- and short-term ratings in July 2022. We are currently waiting for our credit rating for 2023.

Over the past several years we have been implementing a strategy to transition to fully funding depreciation of assets through income from rates, so that we are in a strong position to borrow in the future when we need to invest in new infrastructure. Every dollar of depreciation that is not funded by rates income must be funded by debt.

We have slowed down 'closing the non-funded depreciation gap' relating to three waters assets as the Affordable Water reform will see the Council receive a repayment of its three waters debt. It is not prudent to put this rates burden on our ratepayers.

Lever 3: Capital spending



What is capital spending?

Capital expenditure is money spent on assets that have a long-term service life. The cost is spread over the life of the asset through depreciation, and recovered through rates.

While our work programme for 2023/24 remains largely as outlined in year three of the LTP, the cost of delivering projects and services

continues to increase, and we face other factors that constrain our ability to deliver. The detail of capital spend can be found on pages 21 to 30.



Waikanae Water Treatment Plant.

Rephasing capital projects

Reviewing the deliverability of our capital works programme is carried out annually as part of developing the Annual Plan.

We expect continued uncertainty about the availability of external funding, materials, and resourcing in the coming year, and we still don't know the full impact recent weather events including Cyclone Gabrielle will have on New Zealand's already fragile economy and supply chain and its knock-on effect on our district. We'll know more about how this will affect our capital works programme once Government has reprioritised its funding, but for now we maintain a watching brief while we track progress, revisit costs and timelines as needed, and report back to our community as we go.

The 2023/24 year includes forecast capital spend of \$89 million. This includes \$22.2 million of carry-over budget from 2021/22 and 2022/23 and \$6.3 million of Infrastructure Acceleration Fund projects part-funded by the Government.

Incomplete projects with unspent budget carried forward into 2023/24 include:

- Paekākāriki seawall
- Ōtaki pavilion
- Older persons housing renewals
- Corporate software upgrades
- Maclean Park refresh
- Paraparaumu wastewater treatment plant upgrade
- Waikanae duplicate rising main
- Ōtaki rising main

Several projects have been postponed beyond 2023/24 to allow design and consultation to continue. It is likely that these projects will be discussed in more detail with the community as we prepare the 2024-34 Long-Term Plan. Projects with budget postponed include:

- Ihakara-Arawhata link road
- Raumati seawall
- Te Newhanga Kāpiti community centre
- Waikanae library.

Full details of these projects can be found on pages 21-30.



Ōtaki community take part in Free SplashSave swim lessons.

Section 4: Financial statements

What is this section about?

This section contains all financial information (and references to financial information located elsewhere) that supports delivering against our Annual Plan.

Prospective financial statements	46
Prospective statement of reserve and special funds	54
Prospective Council-wide funding impact statement	58
Funding impact statements – rating policies	60
Disclosure Statement for the year ending 30 June 2024	88
Forecast rating units	89



Prospective financial statements

Financial statements have been prepared in the same way as financial statements in the LTP and there have been no changes to Council's significant accounting policies. Significant accounting policies can be found on pages: 302–313 in the [Long-term Plan – Kāpiti Coast District Council](#) (kapiticoast.govt.nz)

Prospective statement of comprehensive revenue and expense			
Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
	Revenue		
81,735	Rates	88,735	90,327
11,862	Fees and charges	12,665	11,323
16,837	Grants and subsidies	18,931	7,893
3,949	Development and financial contributions revenue	3,865	5,533
51,879	Other operating revenue	38,459	29,942
166,262	Total revenue excluding gains	162,655	145,018
	Expenses		
74,356	Operating expenses	78,217	70,334
25,772	Depreciation and amortisation	29,076	29,782
100,128	Total expenses	107,293	100,116
	Interest		
1,500	Interest income	3,915	550
8,983	Interest expense	12,838	8,913

Prospective statement of comprehensive revenue and expense

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
7,483	Total net interest	8,923	8,363
58,651	OPERATING SURPLUS/(DEFICIT)	46,439	36,539
	Unrealised gains/(losses)		
7,210	Unrealised gain/(loss) on revaluation of financial derivatives	746	(2,420)
7,210	Total unrealised gains/(losses)	746	(2,420)
65,861	NET OPERATING SURPLUS/(DEFICIT)	47,185	34,119
	Other comprehensive revenue and expense		
36,633	Unrealised gain/(loss) on revaluation of property, plant and equipment	43,169	-
36,633	Total other comprehensive revenue and expense	43,169	-
102,494	TOTAL COMPREHENSIVE REVENUE AND EXPENSE	90,354	34,119

Prospective statement of changes in net assets/equity

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
1,601,823	Opening Equity	1,750,600	1,704,136
ACCUMULATED FUNDS			
623,135	Opening accumulated funds	647,009	668,545
65,861	Operating (surplus)/deficit	47,185	34,119
(2,869)	Transfers to reserves and special funds	(2,456)	(1,160)
2,720	Transfers from reserves and special funds	3,325	1,208
688,847	Closing accumulated funds	695,063	702,712
RESERVES AND SPECIAL FUNDS			
8,157	Opening reserves and special funds	13,302	6,647
(2,720)	Transfer to accumulated funds	(3,325)	(1,208)
2,869	Transfer from accumulated funds	2,456	1,160
8,306	Closing reserves and special funds	12,433	6,599

Prospective statement of changes in net assets/equity

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
REVALUATION RESERVE			
970,531	Opening revaluation reserve	1,090,289	1,028,944
36,633	Revaluation of property, plant and equipment	43,169	-
1,007,164	Closing revaluation reserve	1,133,458	1,028,944
1,704,317	CLOSING EQUITY	1,840,954	1,738,255

Prospective statement of financial position

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
Current Assets			
15,596	Cash and cash equivalents	7,875	22,472
14,552	Trade and other receivables	15,282	12,703
157	Inventories	169	187
51,150	Other financial assets	61,185	35,875
58	Loans	26	44
174	Derivative financial instruments	139	-
81,687	Total current assets	84,676	71,281
Non-Current Assets			
1,912,796	Property, plant and equipment	2,066,504	2,038,069
29	Forestry assets	30	62
5,089	Intangible assets	5,555	5,181
30,720	Other financial assets	6,285	27,668
706	Loans	224	763
16,079	Derivative financial instruments	13,216	-
1,965,419	Total non-current assets	2,091,814	2,071,743
2,047,106	TOTAL ASSETS	2,176,490	2,143,024
Current Liabilities			
34,345	Trade and other payables	13,335	39,406
2,724	Employee benefits	2,997	2,589

Prospective statement of financial position

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
1,568	Deposits	1,619	1,254
55,000	Borrowings	60,000	35,000
75	Provisions	105	107
125	Derivative financial instruments	-	2,372
93,837	Total current liabilities	78,056	80,728
	Non-Current Liabilities		
177	Employee benefits	195	168
245,000	Borrowings	255,000	301,277
3,627	Provisions	2,285	2,178
148	Derivative financial instruments	-	20,418
248,952	Total non-current liabilities	257,480	324,041
342,789	TOTAL LIABILITIES	335,536	404,769
	Public Equity		
688,847	Accumulated funds	695,063	702,712
8,306	Reserves and special funds	12,433	6,599
1,007,164	Revaluation reserve	1,133,458	1,028,944
1,704,317	TOTAL PUBLIC EQUITY	1,840,954	1,738,255
2,047,106	TOTAL LIABILITIES AND PUBLIC EQUITY	2,176,490	2,143,024

Prospective cash flow statement

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
Cash flows from operating activities			
<i>Cash was provided from:</i>			
80,800	Kāpiti Coast District Council rates	87,935	90,342
2,854	Grants and subsidies	6,773	2,603
1,487	Interest received	3,837	264
17,968	Charges and fees	17,534	17,381
977	GST (net)	(185)	(273)
104,086		115,894	110,317
<i>Cash was applied to:</i>			
62,539	Payments to employees and suppliers	84,298	71,598
62,539		84,298	71,598
41,547	Net cash inflow from operating activities	31,596	38,719
Cash inflows from investing activities			
<i>Cash was provided from:</i>			
45,823	Loan repayment/term deposit maturities	61,188	46,148
13,346	Proceeds from capital grants	11,347	5,290
59,169		72,535	51,438

Prospective cash flow statement

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
	<i>Cash was applied to:</i>		
79,889	Construction and purchase of property, plant and equipment and intangibles	65,000	73,113
57,292	Purchase of investments	62,390	47,018
137,181		127,390	120,131
(78,012)	Net cash from investing activities	(54,855)	(68,693)
	Cash flows from financing activities		
	<i>Cash was provided from:</i>		
90,000	Long-term borrowing	95,000	80,707
90,000		95,000	80,707
	<i>Cash was applied to:</i>		
8,968	Interest paid	12,733	8,913
45,000	Long-term borrowing	55,000	45,000
53,968		67,733	53,913
36,032	Net cash inflow from financing activities	27,267	26,794
(433)	Net increase/(decrease) in cash and cash equivalents	4,008	(3,180)
16,029	Total cash and cash equivalents at 1 July	3,867	25,652
15,596	NET CASH AND CASH EQUIVALENTS AT 30 JUNE	7,875	22,472

Prospective statement of reserves and special funds

Reserves are held to ensure that funds received for a specified purpose are applied to that purpose and any surplus result is managed in accordance with the purpose for which the reserve was established. Council holds seven reserves, of which three are classified as restricted reserves. Restricted reserves are subject to rules under legal obligation that restrict the uses to which Council may apply the funds. The remaining Council-created reserves are discretionary reserves that have been established for the fair and transparent use of funds. Reserves are not separately held in cash and the funds are managed as part of Council's treasury management activities.

Below is a list of current reserves held by Council, outlining the purpose for holding each reserve as well as the activity to which the reserve relates.

	Prospective Opening Balance			Prospective Closing Balance
	1 July 2023 \$000	Transfers into reserve \$000	Transfers out of reserve \$000	30 June 2024 \$000
Council Restricted Reserves				
Waikanae Property Fund				
The purpose of the reserve is to fund improvements to Council-owned properties in Waikanae. The source of funds is the proceeds from the sale of other Council property in the Waikanae Ward (excluding districtwide funded properties).	172	1	-	173

	Prospective Opening Balance			Prospective Closing Balance	
	1 July 2023 \$000	Transfers into reserve \$000	Transfers out of reserve \$000	30 June 2024 \$000	
Waikanae Capital Improvements Fund					
The purpose of the reserve is to fund capital improvements in the Waikanae Ward and also to provide capital grants to Waikanae organisations in accordance with approved criteria. The source of funds is the Waikanae Ward's share of the property assets of the Horowhenua District Council and interest earned on the capital sum.	883	8	(40)	851	
Plant Purchase and Renewal Fund					
The purpose of the reserve is to fund ongoing replacement of plant and vehicles when required. The reserve is funded from the depreciation charges on current plant and vehicles.	1,167	489	(489)	1,167	
Total Council Restricted Reserves	2,222	498	(529)	2,191	
Council Created Reserves					
Roading Reserve Upgrading Contributions					
The purpose of the reserve is to fund road upgrading works. The source of funds is the road upgrading development contributions from developers and interest earned.	787	-	-	787	

	Prospective Opening Balance		Prospective Closing Balance	
	1 July 2023 \$000	Transfers into reserve \$000	Transfers out of reserve \$000	30 June 2024 \$000
Contingency Fund				
The purpose of the reserve is to fund unexpected expenditure across the District, e.g. leaky home claims, flood events and insurance excess. The source of funds includes rates and rates penalties.	954	150	-	1,104
Paekākāriki Campe Estate				
The purpose of the reserve is to fund administration of the Paekākāriki Campe Estate for the benefit of the youth of Kāpiti. The source of the funds is the proceeds from sale of the property owned by Mr Campe plus interest earned on the capital sum.	108	1	-	109

	Prospective Opening Balance		Prospective Closing Balance	
	1 July 2023 \$000	Transfers into reserve \$000	Transfers out of reserve \$000	30 June 2024 \$000
Financial contribution reserve				
Financial contribution are a contribution of money, land, or a combination of both. The purpose of a financial contribution (consisting mainly of reserves contributions) is to address the specific adverse effects generated by a land use activity or subdivision. This includes effects on open spaces and reserves; upgrading off-site infrastructure, before programmed works that will address any environmental effects created by the proposed development; significant heritage and ecological features; and riparian margins.	9,231	1,807	(2,796)	8,242
Total Council Created Reserves	11,080	1,958	(2,796)	10,242
Total Reserve and Special Funds	13,302	2,456	(3,325)	12,433

Prospective Council-wide funding impact statement

Annual Plan 2022/23 \$000		Annual Plan 2023/24 \$000	Long-term Plan 2023/24 \$000
Sources of operating funding			
29,718	General rate, uniform annual general charge, rates penalties	32,614	31,881
52,664	Targeted rates	56,812	59,113
2,845	Grants and subsidies for operating purposes	7,170	2,603
11,057	Fees and charges	11,892	10,452
1,500	Interest and dividends from investments	3,915	550
52,037	Local authorities fuel tax, fines, infringement fees, and other	38,558	30,147
149,821	Total operating funding	150,960	134,746
Applications of operating funding			
74,356	Payment to staff and suppliers	78,021	70,334
8,983	Finance costs	12,838	8,913
-	Internal charges and overheads applied	-	-
-	Other operating funding applications	-	-
83,339	Total applications of operating funding	90,860	79,247
66,482	SURPLUS/(DEFICIT) OF OPERATING FUNDING	60,100	55,499

Annual Plan 2021/22 \$000		Annual Plan 2022/23 \$000	Long-term Plan 2022/23 \$000
Sources of capital funding			
13,992	Grants and subsidies for capital expenditure	11,761	5,290
3,949	Development and financial contributions	3,865	5,533
36,376	Increase (decrease) in debt	49,963	30,561
-	- Gross proceeds from sale of assets	-	-
-	- Lump sum contributions	-	-
-	- Other dedicated capital funding	-	-
54,317	Total sources of capital funding	65,589	41,384
Applications of capital funding			
Capital expenditure			
5,914	>to meet additional demand	8,481	9,034
47,086	>to improve the level of service	49,938	32,574
31,700	>to replace existing assets	31,040	30,803
36,099	Increase (decrease) in reserves	36,231	24,472
-	- Increase (decrease) in investments	-	-
120,799	Total applications of capital funding	125,689	96,883
(66,482)	SURPLUS/(DEFICIT) OF CAPITAL FUNDING	(60,100)	(55,499)
-	FUNDING BALANCE	-	-

Funding impact statements – rating policies

Definitions

Urban/rural rating areas of the district

Some rates, such as the districtwide general rate, depend on what rating area the land is in. The maps of the rating areas are available at the Civic Administration Building and on the Council's website.

Kāpiti Coast District Council rate codes and categories	
Urban rating areas of the district	
U1	Paekākāriki urban rating area
	Paraparaumu/Raumati urban rating area
	Waikanae urban rating area
	Ōtaki urban rating area
Rural rating areas of the district	
R1, R2, R3	Paekākāriki rural rating area
	Paraparaumu/Raumati rural rating area
	Waikanae rural rating area
	Ōtaki rural rating area

Differentials

For the districtwide general rate, a differential system has been applied to the rural areas to reflect their lower population density and demand for services. The differentials are:

Kāpiti Coast District Council differentials		
Urban rating area		Percentage of urban rate in the dollar
U1	All rateable rating units	100%
Rural rating area		Percentage of urban rate in the dollar
R1	Rural rating units less than 50 hectares excluding any such rating units in categories R2 or R3	38%

Kāpiti Coast District Council differentials		
Rural rating area		Percentage of urban rate in the dollar
R2	Rural rating units equal to or greater than 50 hectares and rating units less than 50 hectares which are part of one farming operation which in total is equal to or greater than 50 hectares	22%
R3	Rural rating units which are identified in the rural village differential rating area maps	70%

At this stage the Council is not inviting ratepayers to make lump sum contributions in relation to any targeted rate.

Rating unit

The rating unit is determined according to rules made by the Valuer General. It is generally a property which has one record of title but can include two or more records of title or part records of title, dependent on whether the land is owned by the same person or persons and is used jointly as a single unit and is contiguous.

Rating definitions

Separately used or inhabited part of a rating unit

A separately used or inhabited part of a rating unit (SUIP) includes any portion inhabited or used by the owner or a person other than the owner, who has the right to use or inhabit that portion by virtue of a tenancy, lease, licence, or other agreement.

This definition includes separately used parts, whether or not actually occupied at any particular time, which are used by the owner for rental (or other form of occupation) on an occasional or long-term basis by someone other than the owner.

For the purpose of this definition, vacant premises offered or intended for use or habitation by a person other than the owner and usually used as such are defined as 'used'.

For the avoidance of doubt, a rating unit that has a single use or occupation or is vacant land is treated as having one separately used or inhabited part.

Examples of separately used or inhabited parts include rating units that have multiple offices, shops, commercial units, dwellings or flats, rating units with a dwelling with a consented family flat or minor flat, dwellings that contain more than one kitchen as defined in Council's operative District Plan, and dwellings used as a home and place of business where the above requirements are met.

In relation to motels, camping grounds, hotels, hostels, lodges, licensed hotels, and taverns, a separately used or inhabited part of a rating unit includes a part provided by a commercial business:

- for separate use as an entertainment area or for conference activities and/or any type of residential accommodation by virtue of an agreement requiring payment of a fee, or
- for accommodation (with or without fixed cooking and food preparation facilities), or
- for parking areas for caravans/mobile homes with an electric power source and access to washing/toilet facilities.

Accommodation/Hospitality:

Means rating units used principally or exclusively as motels, camping grounds, hotels, hostels, lodges, licensed hotels, and taverns.

Commercial:

Means rating units used principally or exclusively for commercial, industrial, business or utility network purposes.

This includes rating units used for:

- Commercial or industrial purposes
- Retail purposes
- Offices, administrative and/or associated functions including administrative or operational rating units of Central and Local Government
- Accommodation/hospitality
- Utility networks
- Business-related premises used principally for private pecuniary benefit

In situations where a change in use does not require a Council consent, but warrants a change in rating category, the onus is on the ratepayer to inform Council. Any change in use during a rating year will apply from 1 July of the following rating year.

Districtwide water supply rate differential categories

General	Separately used or inhabited part of a rating unit that is connected to the district's water supply (excluding medium and large-scale rating units, and accommodation/hospitality)
Medium scale	Rating unit or separately used or inhabited parts of a rating unit, where there are 10 or more, but less than 20, whose water is collectively supplied through one or more water meters and individual check meters have not been installed
Large scale	Rating units or separately used or inhabited parts of a rating unit where there are 20 or more whose water is collectively supplied through one or more water meters and individual check meters have not been installed
Accommodation/ Hospitality	Separately used or inhabited part of a rating unit connected to the district's water supply and used principally or exclusively as motels, camping grounds, hotels, hostels, lodges, licensed hotels and taverns
Serviceable	Rating units not connected to the district's water supply, but within 100 metres of a water main and capable of being connected

Note: The Council does not assess a uniform annual general charge.

Districtwide wastewater disposal rate differential categories

General	Rating units connected to the sewerage systems with one water closet or urinal other than rating units in the "Community" or "Educational" or "Recreational" or "Large Scale Commercial/Residential" categories. A rating unit used primarily as a residence for one household will not be treated as having more than one water closet
Community	Rating units connected to the sewerage systems and used principally or exclusively as places of religious worship and instruction, marae, hospital and welfare homes, community health services and charitable institutions that provide maintenance or relief
Educational	Rating units connected to the sewerage systems and used exclusively or principally by schools (with the exception of schoolhouses), colleges, polytechnics, children's health camps and early childhood centres
Recreational	Rating units connected to the sewerage systems and used principally or exclusively by recreational, sporting, other community organisations and Council community properties
Large Scale Commercial/ Residential	Rating units connected to the sewerage systems and used for large scale commercial or residential purposes as characterised by having more than one water closet or urinal and residential rating units connected to the sewerage system and used primarily as a residence for more than one household
Serviceable	Rating units not connected to the sewerage systems but within 30 metres of a sewer main and capable of being connected

Rate instalment payment dates

All property rates (including the Hautere/Te Horo water supply rate, but excluding the districtwide water supply and volumetric rates) will be payable in four instalments as described below:

Property rate instalment payment dates		
Instalment	Due dates	Penalty dates
Instalment one	7 September 2023	8 September 2023
Instalment two	7 December 2023	8 December 2023
Instalment three	7 March 2024	8 March 2024
Instalment four	7 June 2024	10 June 2024

All payments made will be receipted against the earliest outstanding amount in accordance with authorised accounting procedures.

All water rates (excluding the Hautere/Te Horo water supply rate) will be payable as described below:

Water rates

All water rates (excluding the Hautere/Te Horo water supply rate) will be invoiced separately on a quarterly basis dependent on when the relevant meter is read. The due dates for each area are specified below. The districtwide water supply fixed rate is invoiced as a daily rate for convenience.

Area	Water meters invoiced in	Due date	Penalty date
Paraparaumu/Raumati/ Raumati Beach/Raumati South/ Paekākāriki	Jul-23	28-Aug-23	29-Aug-23
	Oct-23	27-Nov-23	28-Nov-23
	Jan-24	26-Feb-24	27-Feb-24
	Apr-24	27-May-24	28-May-24
Ōtaki/Peka Peka/ Waikanae Beach	Aug-23	27-Sep-23	28-Sep-23
	Nov-23	4-Jan-24	5-Jan-24
	Feb-24	27-Mar-24	28-Mar-24
Waikanae/Nikau Valley/ Otaihanga/Paraparaumu Beach	May-24	26-Jun-24	27-Jun-24
	Sep-23	26-Oct-23	27-Oct-23
	Dec-23	24-Jan-24	25-Jan-24
	Mar-24	26-Apr-24	29-Apr-24
	Jun-24	26-Jul-24	29-Jul-24

All payments made will be receipted against the earliest water rate outstanding amount in accordance with authorised accounting procedures.

Penalties

The Council will apply the following penalties on unpaid rates in accordance with Sections 57 and 58 of the Local Government (Rating) Act 2002:

- a charge of ten percent (10%) on so much of any property rate instalment that has been assessed after 1 July 2023 and which remains unpaid after the payment due dates, to be added on the penalty dates;
 - a charge of ten percent (10%) on so much of any property rates (including previously applied penalties) assessed before 1 July 2023 that remain unpaid on 6 July 2023. The penalty will be added on 7 July 2023;
 - a charge of ten percent (10%) will be added to any portion of a current water rates invoice that remains unpaid after the due date specified. Penalty will be added on the penalty dates shown above.
-

Rates for 2023/24

1. Funding mechanism: rate – districtwide general

Purposes applied: districtwide general expenses including democratic services, general insurance, emergency management, public toilets and cemeteries, social wellbeing, economic development, environmental sustainability, districtwide coastal protection of the Council's infrastructure, districtwide strategic flood protection and public contribution towards the following regulatory services that are not met by user charges: resource consents, building consents, development management, environmental health, liquor licensing, hazardous substances, environmental monitoring, and animal control.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
U1	Rate in \$ of land value	
R1	38% of urban rate in \$ of land value	
R2	22% of urban rate in \$ of land value	37,047
R3	70% of urban rate in \$ of land value	

2. Funding mechanism: targeted rate – community facilities rate

Purposes applied: Libraries, parks and reserves, swimming pools, public halls, and community centres.

Categories	Rating basis	Revenue sought \$000 (incl. GST)
All rateable rating units other than accommodation/ hospitality, motels and camping grounds	Fixed charge per separately used or inhabited part of a rating unit (base charge)	
Accommodation/ Hospitality (other than motels and camping grounds)	200% base charge per separately used or inhabited part of a rating unit	25,981
Motels and camping grounds	30% base charge per separately used or inhabited part of a rating unit	

3. Funding mechanism: targeted rate – districtwide roading capital value rate

Purposes applied: Roading expenditure.

Categories	Rating basis	Revenue sought \$000 (incl. GST)
Whole district	Rate in \$ of capital value	13,997

4. Funding mechanism: targeted rate – districtwide stormwater rate

Purposes applied: Operating and loan servicing costs of stormwater in the district's stormwater drainage areas. Maps showing the district's stormwater rating areas are available on the Council's website.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
Paekākāriki stormwater rating area		
Paraparaumu/ Raumati stormwater rating area		
Waikanae stormwater rating area	Rate in \$ of capital value	2,767
Ōtaki stormwater rating area		
As defined in the stormwater rating area maps.		

5. Funding mechanism: targeted rate – districtwide water supply fixed rate

Purposes applied: Water supply system, excluding the Hautere/Te Horo Water scheme. Funding is apportioned fifty to fifty five percent between the districtwide water supply fixed rate and the districtwide water supply volumetric rate.

Categories	Rating basis	Revenue sought \$000 (incl. GST)
General rating units	Fixed charge per separately used or inhabited part of a rating unit (base charge)	
Medium scale rating units	90% base charge per separately used or inhabited part of a rating unit	
Large scale rating units	80% base charge per separately used or inhabited part of a rating unit	6,694
Accommodation/Hospitality rating units	200% base charge per separately used or inhabited part of a rating unit	
Serviceable rating units	100% base charge per rating unit	

6. Funding mechanism: targeted rate – districtwide water supply volumetric rate

Purposes applied: Water supply system, excluding the Hautere/Te Horo Water scheme. Funding is apportioned fifty to fifty five percent between the districtwide water supply fixed rate and the districtwide water supply volumetric rate.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rating units provided with a metered water supply service	Fixed rate per cubic metre of water consumed or supplied	5,504

7. Funding mechanism: targeted rate – Hautere/Te Horo water supply rate

Purposes applied: Water supply system for the Hautere/Te Horo water scheme.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rating units with a unit allocation to Hautere/Te Horo water supply	Fixed charge per unit of allocation (annual allocation of 1 unit = 1 cubic metre of water per day)	332

8. Funding mechanism: targeted rate – districtwide wastewater disposal rate

Purposes applied: Wastewater disposal in the Waikanae, Paraparaumu, Raumati and Ōtaki rating areas.

Categories	Rating basis	Revenue sought \$000 (incl. GST)
General rating units	Fixed charge per rating unit (base charge)	
Community rating units	50% base charge for every water closet or urinal	
Educational rating units	45% base charge for every water closet or urinal	10,948
Recreational rating units	25% base charge for every water closet or urinal	
Large scale commercial/residential rating units	50% base charge for every water closet or urinal	
Serviceable rating units	50% base charge per rating unit	

9. Funding mechanism: targeted rate – Paraparaumu/Raumati community rate

Purposes applied: Historic debt servicing costs of roading and stormwater activities, coastal protection, Matai Road industrial area improvements, and community board expenses for Paraparaumu and Raumati, including local grants.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rateable rating units in the Paraparaumu and Raumati urban and rural rating areas as per Council's rating area maps	Rate in \$ of capital value	181

10. Funding mechanism: targeted rate – Waikanae community rate

Purposes applied: Historic debt servicing costs of roading and stormwater activities and Waikanae Community Board expenses, including local grants.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rateable rating units in the Waikanae urban and rural rating areas as per Council's rating area maps	Rate in \$ of capital value	110

11. Funding mechanism: targeted rate – Ōtaki community rate

Purposes applied: Historic debt servicing costs for roading and stormwater activities. Support for community initiatives of significance to the Ōtaki community, such as grants to the Ōtaki Heritage Bank Preservation Trust to assist with the funding of the museum activities. Ōtaki Community Board expenses, including local grants.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rateable rating units in the Ōtaki urban and rural rating areas as per Council's rating area maps	Rate in \$ of capital value	84

12. Funding mechanism: targeted rate – Paekākāriki community rate

Purposes applied: Historic debt servicing costs for roading, stormwater and coastal protection. Paekākāriki Community Board expenses, including local grants.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All rateable rating units in the Paekākāriki urban and rural rating areas as per Council's rating area maps	Rate in \$ of capital value	55

13. Funding mechanism: targeted rate – Commercial rate

Purposes applied: A portion of the cost of providing economic development in the Kāpiti Coast District. The remainder is funded by the Districtwide General rate

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
All Commercial rating units	Rate in \$ of capital value	758

TOTAL (GST inclusive)

\$104,458

14. Funding mechanism: targeted rate – water conservation device loan rate

Purposes applied: Repayment of interest free water conservation devices loans.

Categories – rating areas	Rating basis	Revenue sought \$000 (incl. GST)
A targeted rate on those rating units that have received an interest free loan (maximum of \$5,000 per rating unit) for approved water conservation devices from the Council that has not yet been fully repaid	10% of the amount of the original loan plus GST	58

Analysis of total rates for 2023/24

	Excl. GST \$000	Incl. GST \$000
Rates (including Hautere, excluding fixed and volumetric water rates)	80,226	92,260
Fixed water rates (Excluding Hautere)	5,821	6,694
Volumetric water rates	4,786	5,504
Total	90,833	104,458
Water conservation device loan	50	58
Total	90,883	104,516

Paraparaumu and Raumati Rating Areas: urban examples 2023/24 rates inclusive of GST

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Water volumetric (based on 255m3)	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV	CV	Fixed					
190,000	490,000	2022/23	669.12	270.09	859.00	10.58	97.66	466.00	222.00	303.45	2,897.90		
190,000	490,000	2023/24	724.20	343.64	909.50	8.87	78.25	461.00	222.00	303.45	3,050.91	153.01	5.28%
390,000	660,000	2022/23	1,373.46	363.79	859.00	14.26	131.54	466.00	222.00	303.45	3,733.50		
390,000	660,000	2023/24	1,486.52	462.86	909.50	11.95	105.40	461.00	222.00	303.45	3,962.68	229.18	6.14%
1,280,000	1,850,000	2022/23	4,507.78	1,019.72	859.00	39.96	368.71	466.00	222.00	303.45	7,786.61		
1,280,000	1,850,000	2023/24	4,878.85	1,297.41	909.50	33.49	295.45	461.00	222.00	303.45	8,401.13	614.52	7.89%
Median property													
370,000	670,000	2022/23	1,303.03	369.30	859.00	14.47	133.53	466.00	222.00	303.45	3,670.79		
370,000	670,000	2023/24	1,410.29	469.87	909.50	12.13	107.00	461.00	222.00	303.45	3,895.24	224.45	6.1%

Paraparaumu and Raumati Rating Areas: rural examples 2023/24 rates inclusive of GST (excluding districtwide fixed and volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Stormwater charge	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV	CV			
150,000	520,000	2022/23	200.73	286.62	859.00	11.23	103.64	1,461.22		
150,000	520,000	2023/24	217.26	364.68	909.50	9.41	83.04	1,583.89	122.67	8.40%
(Rural less than 50 ha)										
510,000	1,080,000	2022/23	1,257.25	595.30	859.00	23.33		2,734.88		
510,000	1,080,000	2023/24	1,360.73	757.40	909.50	19.55		3,047.18	312.31	11.42%
(Rural village)										
1,250,000	1,740,000	2022/23	968.50	959.09	859.00	37.58		2,824.17		
1,250,000	1,740,000	2022/23	1,048.25	1,220.26	909.50	31.49		3,209.51	385.33	13.64%
(Rural 50 ha or more)										
Median property										
590,000	1,080,000	2022/23	789.54	595.30	859.00	23.33		2,267.16		
590,000	1,080,000	2023/24	854.56	757.40	909.50	19.55		2,541.01	273.85	12.08%

Waikanae Rating Area: urban examples 2023/24 rates inclusive of GST

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Water volumetric (based on 255m3)	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV	CV	Fixed					
240,000	550,000	2022/23	845.21	303.16	859.00	10.07	109.62	466.00	222.00	303.45	3,118.50		
240,000	550,000	2023/24	914.78	385.72	909.50	10.23	87.84	461.00	222.00	303.45	3,294.51	176.02	5.64%
400,000	730,000	2022/23	1,408.68	402.38	859.00	13.36	145.49	466.00	222.00	303.45	3,820.35		
400,000	730,000	2023/24	1,524.64	511.95	909.50	13.58	116.58	461.00	222.00	303.45	4,062.70	242.34	6.34%
1,740,000	2,480,000	2022/23	6,127.76	1,366.98	859.00	45.38	494.26	466.00	222.00	303.45	9,884.83		
1,740,000	2,480,000	2023/24	6,632.18	1,739.22	909.50	46.13	396.06	461.00	222.00	303.45	10,709.54	824.71	8.34%
Median property													
365,000	710,000	2022/23	1,285.42	391.35	859.00	12.99	141.50	466.00	222.00	303.45	3,681.72		
365,000	710,000	2023/24	1,391.23	497.92	909.50	13.21	113.39	461.00	222.00	303.45	3,911.70	229.98	6.25%

Waikanae Rating Area: Rural examples 2023/24 rates inclusive of GST (excluding districtwide fixed and volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV			
270,000	560,000	2022/23	665.60	308.67	859.00	10.25	1,843.52		
270,000	560,000	2023/24	720.39	392.73	909.50	10.42	2,033.03	189.51	10.28%
(Rural village)									
250,000	670,000	2022/23	334.55	369.30	859.00	12.26	1,575.12		
250,000	670,000	2023/24	362.10	469.87	909.50	12.46	1,753.93	178.82	11.35%
(Rural less than 50 ha)									
700,000	1,390,000	2022/23	542.36	766.17	859.00	25.44	2,192.97		
700,000	1,390,000	2023/24	587.02	974.81	909.50	25.85	2,497.18	304.22	13.87%
(Rural over 50 ha)									
2,850,000	3,850,000	2022/23	3,813.87	2,122.12	1,718.00	70.46	7,724.45		
2,850,000	3,850,000	2023/24	4,127.94	2,700.01	1,819.00	71.61	8,718.56	994.11	12.87%
(Rural less than 50 ha with 2 SUIP)									
Median property									
560,000	1,010,000	2022/23	749.39	556.71	859.00	18.48	2,183.59		
560,000	1,010,000	2023/24	811.10	708.31	909.50	18.79	2,447.70	264.12	12.10%

Ōtaki Rating Area: urban examples 2023/24 rates inclusive of GST

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Water volumetric (based on 255m3)	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV	CV	Fixed					
200,000	450,000	2022/23	704.34	248.04	859.00	11.52	89.69	466.00	222.00	303.45	2,904.04		
200,000	450,000	2023/24	762.32	315.59	909.50	11.25	71.87	461.00	222.00	303.45	3,056.97	152.94	5.27%
360,000	600,000	2022/23	1,267.81	330.72	859.00	15.36	119.58	466.00	222.00	303.45	3,583.92		
360,000	600,000	2023/24	1,372.18	420.78	909.50	15.00	95.82	461.00	222.00	303.45	3,799.73	215.80	6.02%
450,000	790,000	2022/23	1,584.77	435.45	859.00	20.22	157.45	466.00	222.00	303.45	4,048.33		
450,000	790,000	2023/24	1,715.22	554.03	909.50	19.75	126.16	461.00	222.00	303.45	4,311.11	262.78	6.49%
Median property													
240,000	490,000	2022/23	845.21	270.09	859.00	12.54	97.66	466.00	222.00	303.45	3,075.95		
240,000	490,000	2023/24	914.78	343.64	909.50	12.25	78.25	461.00	222.00	303.45	3,244.87	168.93	5.49%

Ōtaki Rating Area: rural examples 2023/24 rates inclusive of GST (excluding districtwide fixed and volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate		Community facilities rate	Local community rate		Total rates	Annual rates increase	Annual % change
			LV	CV		Fixed	CV			
170,000	485,000	2022/23	227.49	267.33	859.00	12.42	1,366.24			
170,000	485,000	2023/24	246.23	340.13	909.50	12.13	1,507.98	141.74	10.37%	
(Rural less than 50 ha)										
335,000	650,000	2022/23	825.84	358.28	859.00	16.64	2,059.76			
335,000	650,000	2023/24	893.81	455.85	909.50	16.25	2,275.41	215.65	10.47%	
(Rural village)										
490,000	800,000	2022/23	655.72	440.96	859.00	20.48	1,976.16			
490,000	800,000	2023/24	709.72	561.04	909.50	20.00	2,200.26	224.10	11.34%	
(Rural less than 50 ha)										
2,050,000	3,380,000	2022/23	1,588.34	1,863.06	1,718.00	86.53	5,255.92			
2,050,000	3,380,000	2023/24	1,719.13	2,370.39	1,819.00	85.40	5,993.02	737.10	14.02%	
(Rural 50 ha or more, 2 SUIP)										
Median property										
450,000	800,000	2022/23	602.19	440.96	859.00	20.48	1,922.63			
450,000	800,000	2023/24	651.78	561.04	909.50	20.00	2,142.32	219.69	11.43%	

Paekākāriki Rating Area: urban examples 2023/24 rates inclusive of GST

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Stormwater charge	Water fixed charge	Water volumetric (based on 255m3)	Total rates	Annual rates increase	Annual % change
			LV	CV	Fixed	CV	CV					
275,000	650,000	2022/23	968.47	358.28	859.00	57.14	129.55	222.00	303.45	2,897.88		
275,000	650,000	2023/24	1,048.19	455.85	909.50	53.76	103.81	222.00	303.45	3,096.55	198.67	6.86%
495,000	840,000	2022/23	1,743.24	463.01	859.00	73.84	167.41	222.00	303.45	3,831.95		
495,000	840,000	2023/24	1,886.74	589.09	909.50	69.47	134.15	222.00	303.45	4,114.40	282.45	7.37%
900,000	1,110,000	2022/23	3,169.53	611.83	859.00	97.57	221.22	222.00	303.45	5,484.60		
900,000	1,110,000	2023/24	3,430.44	778.44	909.50	91.80	177.27	222.00	303.45	5,912.90	428.29	7.81%
Median property												
430,000	760,000	2022/23	1,514.33	418.91	859.00	66.80	151.47	222.00	303.45	3,535.97		
430,000	760,000	2023/24	1,638.99	532.99	909.50	62.85	121.37	222.00	303.45	3,791.15	255.19	7.22%

Paekākāriki Rating Area: rural examples 2023/24 rates inclusive of GST (excluding districtwide fixed and volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	DW roading rate	Community facilities rate	Local community rate	Total rates	Annual rates increase	Annual % change	
			LV	CV	Fixed	CV				
400,000	400,000	2022/23	535.28	220.48	859.00	35.16	1,649.92			
400,000	400,000	2023/24	579.36	280.52	909.50	33.08	1,802.46	152.54	9.25%	
(Rural less than 50 ha)										
540,000	1,220,000	2022/23	722.63	672.46	2,577.00	107.24	4,079.33			
540,000	1,220,000	2023/24	782.14	855.59	2,728.50	100.89	4,467.12	387.79	9.51%	
(Rural less than 50 ha, 3 SUIP)										
910,000	910,000	2022/23	705.07	501.59	859.00	79.99	2,145.65			
910,000	910,000	2023/24	763.13	638.18	909.50	75.26	2,386.07	240.42	11.20%	
(Rural over 50 ha)										
1,390,000	1,970,000	2022/23	1,860.10	1,085.86	859.00	173.16	3,978.13			
1,390,000	1,970,000	2023/24	2,013.28	1,381.56	909.50	162.92	4,467.26	489.13	12.30%	
(Rural less than 50 ha)										
Median property										
640,000	975,000	2022/23	856.45	537.42	859.00	85.70	2,338.57			
640,000	975,000	2023/24	926.98	683.77	909.50	80.63	2,600.88	262.31	11.22%	

Paraparaumu and Raumati Rating Areas Commercial examples 2023/24 rates inclusive of GST (excluding districtwide volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	Commercial rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Total rates	Annual rates increase	Annual % Change
			LV	CV	CV	Fixed	CV	CV	Fixed				
325,000	630,000	2022/23	1,144.55	230.90	347.26	859.00	13.61	125.56	466.00	222.00	3,408.87		
325,000	630,000	2023/24	1,238.77	271.59	441.82	909.50	11.40	100.61	461.00	222.00	3,656.70	247.83	7.27%
(Factory - 1 SUIP)													
970,000	3,740,000	2022/23	3,416.05	1,370.71	2,061.49	859.00	80.78	745.38	1,864.00	222.00	10,619.41		
970,000	3,740,000	2023/24	3,697.25	1,612.31	2,622.86	909.50	67.69	597.28	1,844.00	222.00	11,572.90	953.49	8.98%
(Industrial - 1 SUIP, 8 WC's)													
2,880,000	7,020,000	2022/23	10,142.50	2,572.83	3,869.42	1,718.00	151.63	1,399.09	3,728.00	444.00	24,025.47		
2,880,000	7,020,000	2023/24	10,977.41	3,026.32	4,923.13	1,819.00	127.06	1,121.09	3,688.00	444.00	26,126.01	2,100.54	8.74%
(Commercial office - 2 SUIP, 16 WC's)													
Median property													
500,000	850,000	2022/23	1,760.85	311.53	468.52	859.00	18.36	169.41	466.00	222.00	4,275.66		
500,000	850,000	2023/24	1,905.80	366.44	596.11	909.50	15.39	135.75	461.00	222.00	4,611.97	336.31	7.87%

Waikanae Rating Area Commercial examples 2023/24 rates inclusive of GST (excluding districtwide volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	Commercial rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Total rates	Annual rates increase	Annual % change
			LV	CV	CV	Fixed	CV	CV	Fixed				
230,000	380,000	2022/23	809.99	139.27	209.46	859.00	6.95	75.73	466.00	222.00	2,788.41		
230,000	380,000	2023/24	876.67	163.82	266.49	909.50	7.07	60.69	461.00	222.00	2,967.23	178.83	6.41%
(Industrial - 1 SUIP)													
610,000	1,090,000	2022/23	2,148.24	399.49	600.81	3,865.50	19.95	217.24	3,728.00	444.00	11,423.21		
610,000	1,090,000	2023/24	2,325.08	469.90	764.42	4,092.75	20.27	174.07	3,688.00	444.00	11,978.49	555.28	4.86%
(Motel - 15 SUIP)													
2,150,000	2,800,000	2022/23	7,571.66	1,026.20	1,543.36	3,436.00	51.24	558.04	699.00	888.00	15,773.50		
2,150,000	2,800,000	2023/24	8,194.94	1,207.08	1,963.64	3,638.00	52.08	447.16	691.50	888.00	17,082.40	1,308.91	8.30%
(Commercial -4 SUIP)													
Median property													
385,000	615,000	2022/23	1,355.85	225.40	338.99	859.00	11.25	122.57	466.00	222.00	3,601.06		
385,000	615,000	2023/24	1,467.47	265.13	431.30	909.50	11.44	98.22	461.00	222.00	3,866.05	264.98	7.36%
(Commercial - 1 SUIP)													

Ōtaki Rating Area Commercial examples 2023/24 rates inclusive of GST (excluding districtwide volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	Commercial rate	DW roading rate	Community facilities rate	Local community rate	Storm-water charge	Waste-water charge	Water fixed charge	Total rates	Annual rates increase	Annual % change
			LV	CV	CV	Fixed	CV	CV	Fixed				
155,000	385,000	2022/23	545.86	141.10	212.21	859.00	9.86	76.73	466.00	222.00	2,532.76		
155,000	385,000	2023/24	590.80	165.97	270.00	909.50	9.63	61.48	461.00	222.00	2,690.38	157.62	6.22%
(Industrial - 1 SUIP)													
290,000	550,000	2022/23	1,021.29	201.58	303.16	2,577.00	14.08	109.62	699.00	666.00	5,591.72		
290,000	550,000	2023/24	1,105.36	237.11	385.72	2,728.50	13.75	87.84	691.50	666.00	5,915.77	324.05	5.80%
(Retail – 3 SUIP)													
345,000	910,000	2022/23	1,214.99	333.52	501.59	859.00	23.30	181.36	466.00	222.00	3,801.75		
345,000	910,000	2023/24	1,315.00	392.30	638.18	909.50	22.75	145.33	461.00	222.00	4,106.06	304.31	8.00%
(Retail -1 SUIP)													
Median property													
240,000	410,000	2022/23	845.21	150.27	225.99	859.00	10.50	81.71	466.00	222.00	2,860.67		
240,000	410,000	2023/24	914.78	176.75	287.53	909.50	10.25	65.48	461.00	222.00	3,047.30	186.62	6.52%
(1 SUIP)													

Paekākāriki Rating Area Commercial examples 2023/24 rates inclusive of GST (excluding districtwide volumetric water supply rates)

Land value (LV)	Capital value (CV)	Rating year	DW general rate	Commercial rate	DW roading rate	Community facilities rate	Local community rate	Stormwater charge	Water fixed charge	Total rates	Annual rates increase	Annual % change
			LV	CV	CV	Fixed	CV	CV				
360,000	385,000	2022/23	1,267.81	141.10	212.21	859.00	33.84	76.73	222.00	2,812.70		
360,000	385,000	2023/24	1,372.18	165.97	270.00	909.50	31.84	61.48	222.00	3,032.97	220.28	7.83%
(Retail - 1 SUIP)												
360,000	760,000	2022/23	1,267.81	278.54	418.91	2,577.00	66.80	151.47	666.00	5,426.54		
360,000	760,000	2023/24	1,372.18	327.64	532.99	2,728.50	62.85	121.37	666.00	5,811.52	384.99	7.09%
(Commercial/Retail - 3 SUIP)												
1,100,000	1,920,000	2022/23	1,472.02	703.68	1,058.30	1,718.00	168.77	382.66	444.00	5,947.43		
1,100,000	1,920,000	2023/24	1,593.24	827.71	1,346.50	1,819.00	158.78	306.62	444.00	6,495.86	548.43	9.22%
(Commercial -2 SUIP)												
Median property												
300,000	745,000	2022/23	1,056.51	273.04	410.64	1,718.00	65.49	148.48	444.00	4,116.16		
300,000	745,000	2023/24	1,143.48	321.17	522.47	1,819.00	61.61	118.98	444.00	4,430.71	314.55	7.64%
(2 SUIP)												

Disclosure Statement for the year ending 30 June 2024

The purpose of this statement is to disclose Council's planned financial performance in relation to various benchmarks to enable the assessment of whether Council is prudently managing its revenue, expenses, assets, liabilities, and general financial dealings.

Council is required to include this statement in its annual plan in accordance with the Local Government (Financial Reporting and Prudence) Regulations 2014, (the regulations). Refer to the regulations for more information, including definitions of some of the terms used in this statement.

Benchmark	Quantified Limit / Target	Planned	Met
Rates affordability			
• Rates (Income) affordability	\$92.4 million	\$90.8 million	Yes
• Rates (increase) affordability	9.0%	7.8%	Yes
Debt affordability benchmark	\$331 million	\$255 million	Yes ¹
Balanced budget benchmark	100%	104%	Yes ²
Essential services benchmark	100%	296%	Yes ³
Debt servicing benchmark	10%	6.6%	Yes

1. The quantified limit for planned net debt is 280% of Total Operating Income, with a preferred limit of 250%. Net debt as at June 2024 is forecast to be 215% of total operating income.
2. Council meets the balanced budget benchmark for the year if revenue (excluding development and financial contributions, vested assets, gains on derivative financial instruments, and revaluations of property, plant and equipment) for the year exceeds operating expenses (excluding losses on derivative financial instruments and revaluations of property, plant and equipment) for the year. The balanced budget benchmark is "met" if the measure is greater than or equal to 100%.
3. Council meets the essential services benchmark for a year if capital expenditure on network services for the year equals or is greater than depreciation on network services for the year. The essential services benchmark is "met" if the measure is greater than or equal to 100%.

Forecast rating units

	2022/23	2023/24	Total capital value 2022/23	Total land value 2022/23	Total forecast capital value 2023/24	Total forecast land value 2023/24	Forecast growth
			\$000	\$000	\$000	\$000	
Rateable units	25,568	25,763	19,790,703	10,627,087	19,958,974	10,675,902	0.7%
Non-rateable units	845	866	750,718	390,025	757,637	395,912	
Total	26,413	26,629	20,541,421	11,017,112	20,716,611	11,071,814	



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Kāpiti Coast
DISTRICT COUNCIL
Me Huri Whakamuri, Ka Titiro Whakamua
