



Selwyn District Council

Summary  
Annual  
Report

2018/19

[selwyn.govt.nz](http://selwyn.govt.nz)



*Cover: Extended library hours were introduced in 2018.*

# Welcome to Selwyn District Council's Summary Annual Report 2018/2019

This summary provides an overview and summary of Selwyn District Council and group's activities and services for the year ended 30 June 2019. The information has been extracted from the full Annual Report for the year ended 30 June 2019 adopted by the Council on 9 October 2019. The full financial statements have been prepared in accordance with, and comply with, Tier 1 PBE accounting standards. The summary has been prepared in accordance with generally accepted accounting practice in New Zealand as it relates to summary financial statements.

The summary cannot be expected to provide as complete an understanding of the Council's performance as the full Annual Report. The full Annual Report has been audited and an unmodified opinion issued.

The summary financial statements have been prepared in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$000). The functional currency of the Council and its subsidiaries and associate is New Zealand dollars.



# From the Mayor and Chief Executive

Dear Selwyn ratepayers and residents

Around the time we were putting this Annual Report together, the first release of 2018 Census data was issued – with confirmation that Selwyn has continued to be one of the fastest-growing districts in New Zealand. In mid-2019 we estimate our population at 63,000 and we're forecasting this to grow to over 80,000 by 2029. This continued strong population growth has been great news for our district, as people, especially young families, have embraced all Selwyn has to offer as a rural district with growing towns, new facilities and great schools, close to Christchurch.

We're seeing consistently high consent numbers for housing – over 300 new houses each quarter – and for commercial activity. Economic data shows Selwyn regularly ranks among the fastest-growing economies in the country, outstripping other areas in Canterbury, and we currently have the lowest unemployment rate in the country. We have a diverse economy, mixing farming with a growing industrial area in Rolleston's Izone and inland port, retail and Lincoln University.

Manufacturing, building and agriculture remain the three biggest employers in the district, and small businesses continue to grow and thrive.

The Council has been responding constructively to growth over a number of years. In this Annual Report we're pleased to see the ongoing success of the long-term, strategic approach to planning that we've taken. The district-wide approach to the provision and funding of our assets, including water, wastewater, halls, community centres and reserves, is providing greater certainty for the future of our assets, and helps us plan with confidence.

Financial results for the year have been positive. Expenditure was slightly below forecast, and revenue was higher than budgeted, largely due to population growth. Development contributions, fees and charges and vested asset revenue were also ahead of budget. We were especially pleased this year to receive a credit rating of AA+ from rating agency Fitch Ratings – the highest credit rating of any council in New Zealand. The rating is a reflection of the strength of our financial management and of the district's economy, and recognises the Council's prudent financial forecasting and management.

Across the district we issued 2,218 building consents and 603 resource consents during 2018/19, slightly down on last year but still a strong level of demand. Many local townships and communities have enjoyed new services and facilities, such as new community centres at West Melton, Lakeside and Weedons, a skate park at Lincoln, campground improvements and new public toilets, and a park-and-ride facility in Rolleston. We have extended library opening hours, launched a new community fund, and celebrated each other's successes with our revamped Selwyn Awards.

We have made good progress on major projects such as the Rolleston town centre and Te Ara Ātea, and planning is well advanced for the extension of Selwyn Aquatic Centre and new indoor facilities at Foster Park – where a functional approach to design means we can provide a highly-usable facility at moderate cost. Our partnership with Te Taumutu Rūnanga has continued to grow in importance, with Selwyn's cultural heritage increasingly reflected in the designs of new buildings and in the services we provide. Relationships with other agencies including Environment Canterbury and the Department of Conservation are also important, especially in working together to address climate change concerns.

To all our residents, elected members and staff – thanks for your contribution to our thriving district. We are privileged to be able to lead for Selwyn's future, by listening to our community, and implementing good decisions for the long-term benefit of the district.



Sam Broughton, Mayor



David Ward, Chief Executive







# Service performance



**403,088**  
VISITS TO COUNCIL POOLS  
AND SELWYN AQUATIC CENTRE



**7.63 million**  
CUBIC METRES OF WATER  
SUPPLIED TO HOUSEHOLDS



**74.2km**  
ROAD RESEALING COMPLETED

**69%**

OF RESIDENTS  
RATED COUNCIL'S PERFORMANCE AS  
GOOD OR VERY GOOD



Southbridge Community Pool



## Our services

Throughout the 2018/19 year, the Council has continued to provide services that help make Selwyn a great place to live.

Some of the things we do every day include:

- Maintaining around 2,500 kilometres of roads.
- Providing rubbish and recycling services to more than 21,000 households. More than 92% of residents rated these services as good or very good.
- Providing and maintaining 455 reserves and playgrounds, and 706 hectares of recreation reserves. 82% of people living in Selwyn visited a park last year.
- Providing and running the Selwyn Aquatic Centre and community pools. A total of 403,088 admissions were recorded at Selwyn Aquatic Centre, Southbridge Pool and Darfield Pool – equivalent to 6.4 swims for each Selwyn resident.
- Providing and maintaining 27 community centres and halls. 72% of residents have used a community centre or hall this year.
- Operating a district network of libraries in Darfield, Lincoln, Leeston, Rolleston and a mobile outreach service, and assisting two volunteer libraries. 83% of residents rated libraries services as good or very good.
- Issuing building and resource consents. 98% of resource consents and 93% of building consents were issued on time. The average time to process a building consent in the past year was 13 working days compared to the statutory timeframe of 20 working days.
- Operating 30 community water supplies, supplying clean, safe drinking water to 81% of the district's population.



# Significant performance measures

The following is a selection of performance measures from our significant activities.

✓ 82%

of residents have used or visited a public park in the past 12 months  
(target 80%).

✓ 85%

of transportation service requests were responded to within five days  
(target 75%).

✓ 80%

of townships where all residents are serviced by a reserve within 500 metres (target 70%).

✗ 74km

of sealed road network resurfaced during the year (target 75km).

✓ 6.4

swims per capita of district population  
(target 4.5).

✓ 97%

of residents rated the Council's rubbish collection service as very good or good (target 90%).

✓ 100%

100% of all urgent dog callouts were attended to within four hours (target 100%).

✓ 99.9%

compliance with national standards for water standards for bacteria compliance (target 99%).

✗ 85%

of residents rating the performance of libraries in the resident survey as good or very good (target 90%).

✓ 76%

of the urban fire district area is within 135 metres of one hydrant and 270m of two (target 60%).

✓

The 2018/19 annual report was adopted on time (target within statutory timeframes).

✓

An average of 15.2 hectares of Izone land sold over the last three years (target 10ha).

✓ 69%

of residents rated the overall performance of Council as very good or good (target 65%).

✓

Total average operating cost per serviced property for water supply was \$289 per annum (target \$330).

✗ 94%

of building consents were issued within statutory time frames (target 95%).

✓ 0.34m<sup>3</sup>

of water consumed per resident on average per day (target 0.6m<sup>3</sup>).

✗ 78%

of resource consent applicants very satisfied or satisfied (target 85%).



## Financial performance

Selwyn has continued to experience high levels of population and economic growth during the 2018/19 financial year.

The financial results for the year reflect the success of the district as a whole.

**Expenditure for the year was \$106 million compared with the budget of \$108 million. The main variances compared with budget were:**

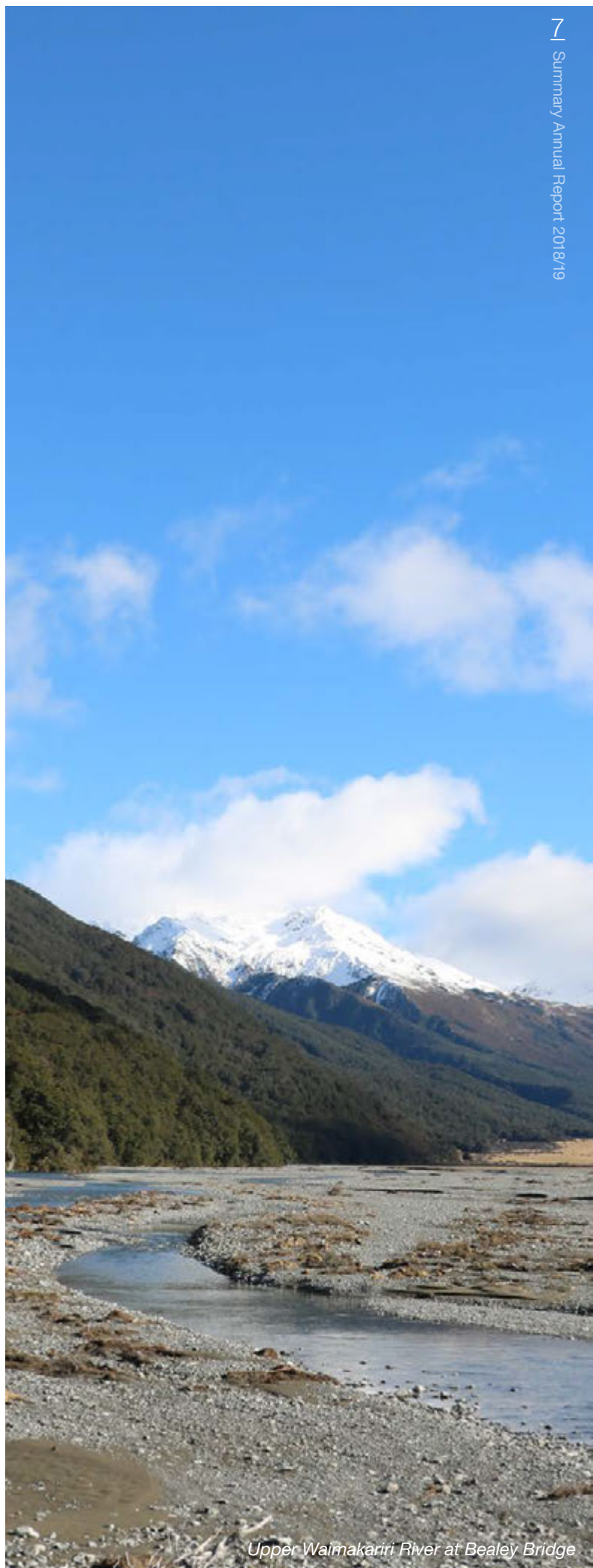
- Employee benefit expenditure \$1 million below budget due to the timing of recruitment of staff.
- Finance costs \$900,000 below budget, due to a reduced borrowing requirement due to positive cash flows and some capital projects that have not yet been completed.
- Depreciation and amortisation expenditure \$2.5 million below budget due to the timing of completion of some significant capital projects.
- Cost of sales \$1.3 million higher than budget due to the recognition of the cost of land sold in the Izone Southern Business Hub.
- Subsidised maintenance and operational expenditure \$864,000 higher than budget.

**Revenue for the year was \$166 million compared with the budget of \$146 million. The main variances compared with budget were:**

- Rates revenue was \$1.3 million above budget due to higher levels of population growth in the district compared with those projected in the budget.

In our revenue statement we have also incorporated a number of extraordinarily high revenue items including:

- Development contributions revenue \$7 million above budget as the level of housing development in the district continues to be more rapid than expected. Development contributions are retained in a separate account to fund new infrastructure and are not available to reduce the level of rates.
- Fees and charges revenue \$2.3 million above budget due to building and resource consent revenue being higher than forecast due to growth in the district.
- Vested asset revenue \$8.9 million higher than budget due to the higher than expected level of subdivision activity. Vested assets are predominantly infrastructure, such as roads and water services, established by developers then transferred to the council for ongoing ownership and management. This is a non-cash item and is not available to reduce rates.
- Land sales revenue was lower than budget by \$4.5 million due to the sale of land in the Izone Southern Business Hub being below what was budgeted.
- Gains from movement in the fair value of investment property were \$2.4 million above budget, largely due to the movement in the valuation of the new Sicon building in Izone.
- Gains on the disposal of property, plant and equipment and property intended for sale were \$1.2 million above budget.



Upper Waimakariri River at Bealey Bridge

# Highlights 2018/19

## Making progress on our Long-Term Plan

In our Long-Term Plan 2018-2028 we consulted with the community on a number of significant new projects. Here's how these have progressed during the year to 30 June 2019..

## District-wide rating for community centres, halls and reserves

The new rate introduced in 2018/19 is helping the Council to increase support for local facilities including a centralised booking system, more consistent charging, streamlined processes for maintenance and renewal, and improved systems and processes for budgeting, employment and health and safety matters.

## Selwyn Aquatic Centre extension

Construction will start soon on the new 10-lane, 25-metre pool facility, which will more than double the current lane capacity and accommodate increasing demand from aquafitness, casual swimming, deep water and other activities. The project also includes refurbishing the existing pool and expanding changing rooms and administration space.

## Foster Park indoor courts

Planning and design is in progress for the multi-purpose indoor courts and sports hub complex. It will include four indoor courts built to competition standards, plus four covered courts for sports such as netball, tennis, basketball and futsal, and space for community events. The project also incorporates administration areas and a sports hub to accommodate changing rooms, toilets, storage and meeting space.

## Water quality improvements

The Council completed a comprehensive risk assessment of water supplies across the district, to identify those most at risk of possible contamination. Improvements completed this year include a new water supply bore at Southbridge, treatment upgrades at Lake Coleridge, Malvern Hills-Hartleys Rd, Hororata Rural water supply, the connection of Johnson Road and Edendale water supplies to West Melton, and storage upgrades at Dunsandel and Upper Selwyn Huts.

Design work is under way for treatment plant upgrades for schemes at Leeston, Lincoln, Tai Tapu, Te Pirita, Springston, Springfield, Kirwee, Acheron, Darfield, Claremont, Castle Hill, Arthur's Pass, Sheffield, Waddington, Raven Drive, Rakaia Huts, and Malvern Hills-Dalethorpe. These works will span over two financial years.

## Changes to community grants

The new Selwyn Community Fund was launched in 2018 and just under \$40,000 was allocated to community groups in the first funding round.

## New community centres

Initial consultation is under way with the Leeston community on the township's proposed new community centre and planning will start soon on new facilities for Prebbleton and Hororata.

## Rolleston Council offices and parking

A new park-and-ride facility next to the Council offices in Rolleston opened in 2019. It provides 79 public car spaces as well as extra capacity for Council staff and visitors. Work is well under way on the planned extension to the building which will include a new centralised customer services area, and seismic enhancements for civil defence purposes.

## Walking and Cycling Strategy

The first stage of the new Doyleston to Leeston Cycleway will be completed in the current year. Over the next two years work will continue to construct six kilometres of missing or additional township footpaths, identified in this strategy's action plan as part of an ongoing programme.



# Service highlights

## Region-leading growth

Selwyn's sustained economic and population growth has continued over the past year – putting it at the forefront of the Canterbury region. The fastest-growing district in New Zealand over the past 10 years, Selwyn's population has now reached an estimated 63,000 people, and is forecast to grow to pass 80,000 in 10 years' time.

The Council sees this growth reflected in the levels of building consents and resource consents issued during the year. While the recent strong growth curve is showing signs of returning to normal levels, the numbers are still strong. In 2018/19 a total of 2,218 building consents were issued, and 603 resource consent applications processed. Non-residential building consent numbers have increased, with significant business development continuing in Rolleston's industrial and commercial areas in and adjacent to the Council's Izone business park development. The district's wider economy also continues to outpace regional and national averages, with gross domestic product (GDP) growing at 4.7% for the year to 30 June 2019 – significantly ahead of Canterbury (1.7%) and New Zealand (2.5%) averages. Manufacturing, agriculture and construction continue to be the major contributors to economic activity. Unemployment in Selwyn averaged 2.1% for the financial year, almost half the national rate of 4.1% and well below the Canterbury regional average of 3.7%. It is estimated there are around 6,700 businesses in Selwyn, with around 21,500 full time employees.

A further indicator of Selwyn's economic activity is the growth in consumer spending, which increased by 11.7% over the year, compared to a 4% increase nationally. Similarly tourism expenditure grew by 10.5%, more than double the Canterbury level of 4.5%. House sales in Selwyn increased by 0.4% compared with the previous year. Growth outperformed relative to New Zealand, where sales decreased by 0.9%.

## Setting future directions

The review of Selwyn's District Plan, which controls the activities allowed on different properties and areas of the district, has progressed significantly during the year. The Council has undertaken extensive consultation with affected landowners and stakeholders on detailed draft rules and policies across a range of topics relevant to business, rural or residential communities. Most of the proposed detailed policies and rules for the Proposed Plan have now been drafted and consulted on. It's expected that the Proposed District Plan will be notified for formal public consultation in early 2020 and be fully in place, subject to any Environment Court appeals, in mid-2022.



Tai Tapu Community Centre

## Services at the heart of communities

As Selwyn's population grows, so too does the demand for facilities, services, events and programmes that meet the needs of an increasingly diverse community. New research received this year indicates that a large proportion of the district's recent growth (59%) has come from regional migration, and a further 26% from international migration – and young families make up a significant part of the newcomer population.

The Council is continuing to invest strongly in programmes that help to build strong and cohesive communities, and it's pleasing to see that residents continue to rate community connectedness highly. A total of 12,573 residents attended the 141 different events held during the 2018/19 year, ranging from teddy bears' picnics to skate jams and a popular new programme marking Matariki.

During the year we welcomed 281 new citizens at our monthly citizenship ceremonies, from as far afield as Bhutan, India, Nigeria, Ireland and Uzbekistan. CultureFest continues to grow as a spectacular, colourful celebration of the district's cultural diversity through performance, food and community activity.

Celebrating Success in Selwyn was the theme of the biennial Selwyn Awards which culminated in a Gala evening in August 2018. The Council has developed its Business Directory to encourage local businesses and residents to "think local" when buying goods or services. We are also working with local and regional partners to attract visitors to the Selwyn district. This year, Council hosted the second Selwyn Tourism Sector Forum, and has begun redeveloping the website and associated brand that promotes Selwyn as a destination.

Facilities provided by the Council have a major impact on both the social and cultural quality of life for Selwyn residents. New facilities opened during 2018/19 included community centres in West Melton, Lakeside, Tai Tapu and Weedons – modern, multi-purpose facilities that provide a valuable local hub but also contribute to the wider district-wide network of facilities. Planning and design has also continued on the Rolleston town centre and Te Ara Ātea, with construction expected to start on this cornerstone district facility later in 2019.

Also opened this year were a skate park in Lincoln, seven public toilet facilities and campground improvements, some funded through the Tourism Infrastructure Fund. Anzac Day provided the backdrop for a rewarding project that saw the installation of new feature lighting on many local township war memorials.

Extended library hours, including longer weekend opening, were introduced in early 2019 in response to customer demand and have been well received. The number of visits, programmes and activities has increased markedly from previous years.

## Infrastructure

The sustained level of population and economic growth in Selwyn continues to put pressure on the Council to ensure adequate provision is made for core infrastructure to meet current and future demand. In the year to June 2019 traffic flows in Selwyn increased by 1.6%, double the Canterbury regional rate of 0.8%. Responding to this growth, the Council has completed a number of roading upgrades including Dynes Road and Dunns Crossing Road in Rolleston, while Robinsons Road was sealed to connect to the new Southern Motorway. In Prebbleton the Tosswill Road domain frontage was upgraded and in Lincoln, West Belt North underwent additional seal widening, and Birchs Road was upgraded to cater for the new housing developments.

Good progress was made this year on the ongoing replacement of around 5,800 old and inefficient street lights with new, energy efficient LED versions. In partnership with Environment Canterbury, the Council supported a trial of new bus services connecting Darfield and Leeston with Christchurch. A new park and ride facility was also opened in Rolleston, adjacent to the Council headquarters.

Community consultation, planning and design work has progressed for the street and intersection upgrades needed for the Rolleston town centre development, which is planned to commence later in 2019. In addition to the Council's investment, around 19 kilometres of new roads and 9.5km of new footpaths were vested in the Council by developers from new subdivisions and developments in 2018/19.

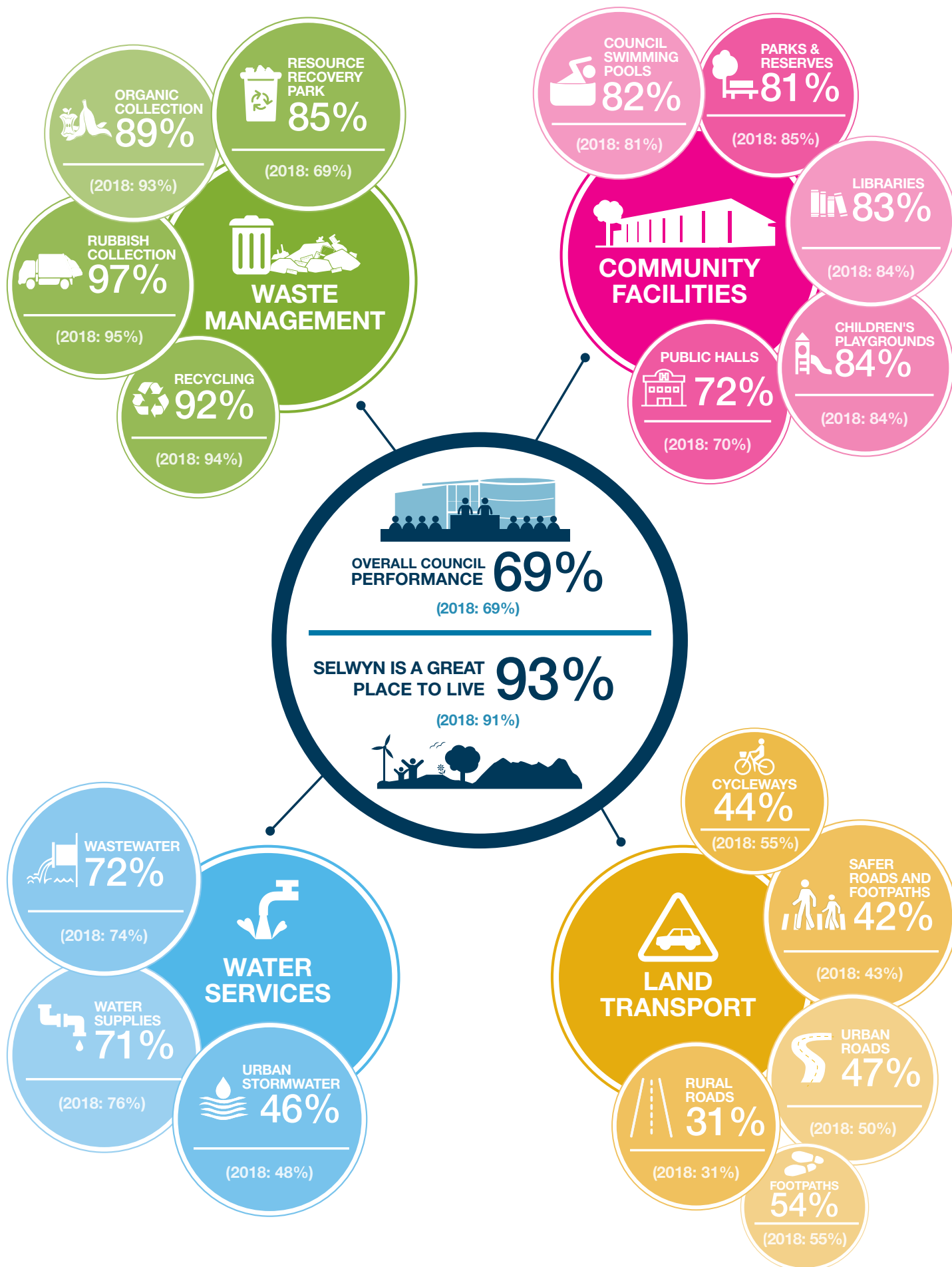
The Council continues to provide comprehensive solid waste management regime and is making good progress in reducing overall waste. Selwyn residents are using their organic bins a lot more, resulting in strong growth in organic waste tonnes, with nearly 1200 tonnes or 22% more organic waste received than at this time last year. The total amount of residual waste sent to landfill decreased by 8% per capita during the 2018/19 year.

Community water supplies nationwide have been under close scrutiny since the Havelock North water contamination event in 2017 and the Council has continued its programme of water quality and water treatment improvements. As signaled in the 2018-2028 Long-Term Plan, the Council has completed a comprehensive risk based assessment of the district's water supply schemes. Protection of schemes with filtration, UV treatment and chlorination, where needed, is currently being progressed.





West Melton Community and Recreation Centre



# 2019 RESIDENTS SURVEY

SELWYN DISTRICT COUNCIL



# Residents survey

## Hearing from our community

Each year the Council conducts a survey of residents to ask their views on how the Council is performing.

Information from this survey is used in performance targets which measure the level of service provided by the Council and indicate trends over time. The survey is also used by Council departments to help develop, plan and improve the services they provide to the community, and provides a valuable way for residents to give feedback on how well Council is performing.

### Key results

In this year's survey, 69% of residents rated the Council's overall performance as good or very good, the same as in 2018. The overall performance rating has risen steadily from 58% in 2013.

In questions about living in Selwyn, 93% of people said Selwyn was a great place to live, 2% more than in the last survey.

Across 26 services or facilities surveyed for residents' opinion of satisfaction, two recorded no change from last year, 11 recorded an increase in satisfaction, and 13 recorded a decrease in satisfaction.




Among the highest rated services were rubbish collection (97% rated good or very good), organics collection (89%), recycling (92%), playgrounds (84%), libraries (83%), swimming pools (82%), parks and reserves (81%) and sewerage and wastewater (72%). The Pines Resource Recovery Park was rated good or very good by 85% of people who had used the facility.

Community facilities continue to be well used and enjoyed by residents. Public halls have been used at least once in the past year by 72% of respondents, while 82% have visited a park or reserve and 62% have used the public library network. Satisfaction with parks and reserves and playgrounds recorded increases.



### How the survey works

The survey was carried out in June and July 2019 by an independent research company, and surveyed 401 people using telephone, cellphone and online surveys to provide a statistically representative sample of Selwyn's population. The survey typically has a margin of error of +/-4.9%.

# How your rates were spent 2018/19

| Area of spend  | Capital spend                                | Operating spend                                   | How costs are funded   | Rates spend per \$100 |
|--|--|---|------------------------|-----------------------|
| <b>Community Facilities</b><br>    | <b>\$21.9m</b><br><i>(including renewal)</i> | <b>\$19.1m</b><br><i>(excluding depreciation)</i> | RATES 61%<br>OTHER 39% | <b>\$32</b>           |
| <b>Community Services</b><br>     | <b>\$0m</b><br><i>(including renewal)</i>    | <b>\$2.5m</b><br><i>(excluding depreciation)</i>  | RATES 93%<br>OTHER 7%  | <b>\$4</b>            |
| <b>Democracy</b><br>              | <b>\$0m</b><br><i>(including renewal)</i>    | <b>\$5.1m</b><br><i>(excluding depreciation)</i>  | RATES 99%<br>OTHER 1%  | <b>\$7</b>            |
| <b>Environmental Services</b><br> | <b>\$0m</b><br><i>(including renewal)</i>    | <b>\$14.3m</b><br><i>(excluding depreciation)</i> | RATES 53%<br>OTHER 47% | <b>\$11</b>           |



| Area of spend   | Capital spend                                | Operating spend                                   | How costs are funded   | Rates spend per \$100   |
|---|--|---|------------------------|---|
| <b>Five Waters Service</b>      | <b>\$13.7m</b><br><i>(including renewal)</i> | <b>\$16.9m</b><br><i>(excluding depreciation)</i> | RATES 54%<br>OTHER 46% | <b>\$22</b>   |
| <b>Izone</b>                   | <b>\$0m</b><br><i>(including renewal)</i>    | <b>\$0.7m</b><br><i>(excluding depreciation)</i>  | RATES 0%<br>OTHER 100% | <b>\$0</b>   |
| <b>Solid Waste Management</b>  | <b>\$0.1m</b><br><i>(including renewal)</i>  | <b>\$9.6m</b><br><i>(excluding depreciation)</i>  | RATES 72%<br>OTHER 28% | <b>\$10</b>  |
| <b>Transportation</b>          | <b>\$13.6m</b><br><i>(including renewal)</i> | <b>\$11.1m</b><br><i>(excluding depreciation)</i> | RATES 51%<br>OTHER 49% | <b>\$14</b>  |

# The year in review

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**\$106 million**  
**TOTAL EXPENDITURE**  
(COMPARED WITH BUDGET OF \$108 MILLION)

**\$57.4 million**  
**RATES REVENUE LEVIED**  
(COMPARED WITH BUDGET OF \$56.2 MILLION)

**\$22.9 million**  
**RECEIVED IN DEVELOPMENT  
CONTRIBUTIONS REVENUE**  
(COMPARED WITH BUDGET OF \$15.9 MILLION)

**\$1.66 billion**  
**TOTAL COUNCIL NET ASSETS**  
(2018 \$1.58 BILLION)







# Summary financial statements

Selwyn has continued to experience high levels of population and economic growth during the 2018/19 financial year. The financial results for the year reflect the success of the district as a whole.

**Expenditure** for the year was \$106 million compared with the budget of \$108 million.

**Revenue** for the year was \$166 million compared with the budget of \$146 million.

**Rates revenue** was \$1.3 million above budget due to higher levels of population growth in the district compared with those projected in the budget.

**Development contributions** revenue \$7 million above budget as the level of housing development in the district continues to be more rapid than expected. Development contributions are retained in a separate account to fund new infrastructure and are not available to reduce the level of rates.

**Fees and charges** revenue \$2.3 million above budget due to building and resource consent revenue being higher than forecast due to growth in the district.

**Vested asset revenue** \$8.9 million higher than budget due to the higher than expected level of subdivision activity. Vested assets are predominantly infrastructure, such as roads and water services, established by developers then transferred to the council for ongoing ownership and management. This is a non-cash item and is not available to reduce rates.

**Land sales revenue** was lower than budget by \$4.5 million due to the sale of land in the Izone Southern Business Hub being below what was budgeted.





Izone Southern Business Hub

## Equity

The value of the Council's net assets increased by \$79 million for the year ended 30 June 2019.

The increase was due to total comprehensive revenue and expense of \$79 million.

The value of the Council's net assets is \$1.627 billion (2018: \$1.548 billion).

## Assets

**Cash** and cash equivalents held at year end is higher than budgeted by \$5.5 million.

**Inventory** is higher than budgeted by \$2.3 million due to the timing of sale of land at Izone.

**Other financial assets** which includes term deposits held by council are lower than budget by \$23.5 million.

**Property, plant and equipment** is lower than budget by \$43.8 million due to the timing of completion of some large capital projects.

## Liabilities

**Borrowings** are lower than budget by \$45.0 million because the budget included higher borrowing levels in the current year to fund capital projects which have been funded using existing cash reserves or have been carried forward for completion in future periods.

## Cash flow

The Council has a positive **operating cash flow** of \$49 million. The operating cash flow is used to fund the capital expenditure programme.

**Investing activities** are the acquisition and disposal of long-term assets and other investments not included in cash equivalents.

**Financing activities** are activities that result in changes in the size and composition of the contributed equity and borrowings of the Council.

## Events after balance date

There were no significant post balance date events. (2018: There were no significant post balance date events.)

## Summary statement of comprehensive revenue and expense

for the year ended 30 June 2019

|   | Council   | Council   | Council  | Group     | Group     |
|---|-----------|-----------|----------|-----------|-----------|
|   | 2018/19   | Budget    | 2017/18  | 2018/19   | 2017/18   |
|   | \$000     | \$000     | \$000    | \$000     | \$000     |
| Total revenue   | 166,112   | 146,036   | 145,956  | 197,729   | 188,407   |
| Other expenditure   | (104,689) | (106,081) | (99,535) | (138,416) | (139,615) |
| Finance costs   | (940)     | (1,880)   | (1,100)  | (1,093)   | (1,208)   |
| Operating surplus/(deficit) before taxation                     | 60,483    | 38,075    | 45,321   | 58,220    | 47,584    |
| Income taxation expense (benefit)                               | (33)      | -         | 36       | 294       | 1,042     |
| Surplus/(deficit) after taxation                                | 60,516    | 38,075    | 45,285   | 57,926    | 46,543    |
| <i>Other comprehensive revenue and expense</i>                  |           |           |          |           |           |
| <i>Items that will be reclassified to surplus/(deficit)</i>     |           |           |          |           |           |
| Financial assets at fair value                                  | -         | -         | -        | -         | -         |
| Realisation of assets   | -         | -         | -        | -         | -         |
| <i>Items that will not be reclassified to surplus/(deficit)</i> |           |           |          |           |           |
| Gain/(loss) on infrastructure assets revaluation                | 68        | -         | -        | 68        | -         |
| Gain on land and building revaluation                           | 18,772    | 24,235    | -        | 20,999    | (15)      |
| Deferred taxation on revaluation                                | -         | -         | -        | -         | -         |
| Total other comprehensive revenue and expense                   | 18,840    | 24,235    | -        | 21,067    | (15)      |
| Total comprehensive revenue and expense                         | 79,356    | 62,310    | 45,285   | 78,993    | 46,527    |
| <i>Total comprehensive revenue and expense attributable to:</i> |           |           |          |           |           |
| Selwyn District Council   | 79,356    | 62,310    | 45,285   | 78,993    | 46,679    |
| Non-controlling interest  | -         | -         | -        | -         | (152)     |
| Total comprehensive revenue and expense                         | 79,356    | 62,310    | 45,285   | 78,993    | 46,527    |

## Summary statement of changes in equity

for the year ended 30 June 2019

|  | Council   | Council   | Council   | Group     | Group     |
|--|-----------|-----------|-----------|-----------|-----------|
|  | 2018/19   | Budget    | 2017/18   | 2018/19   | 2017/18   |
|  | \$000     | \$000     | \$000     | \$000     | \$000     |
| Balance at 1 July                                      | 1,548,140 | 1,543,768 | 1,502,855 | 1,547,081 | 1,500,554 |
| Total comprehensive revenue and expense for the year   | 79,356    | 62,310    | 45,285    | 78,993    | 46,527    |
| Contributions from minority interest                   | -         | -         | -         | (3,002)   | -         |
| Balance at 30 June                                     | 1,627,496 | 1,606,078 | 1,548,140 | 1,623,072 | 1,547,081 |
| <i>Components of equity:</i>                           |           |           |           |           |           |
| General funds  | 957,632   | 973,011   | 903,907   | 964,068   | 912,510   |
| Fair value through other comprehensive revenue reserve | 65,577    | 65,577    | 65,577    | 52,326    | 52,326    |
| Special funds  | 67,428    | 21,030    | 57,742    | 67,428    | 57,742    |
| Asset revaluation reserve                              | 536,859   | 546,460   | 520,914   | 539,250   | 521,078   |
| Non-controlling interest                               | -         | -         | -         | -         | 3,425     |
| Total equity   | 1,627,496 | 1,606,078 | 1,548,140 | 1,623,072 | 1,547,081 |



# Summary statement of financial position

for the year ended 30 June 2019

|                                     | Council          | Council          | Council          | Group            | Group            |
|-------------------------------------|------------------|------------------|------------------|------------------|------------------|
|                                     | 2018/19          | Budget           | 2017/18          | 2018/19          | 2017/18          |
|                                     | \$000            | \$000            | \$000            | \$000            | \$000            |
| Current assets                      | 94,121           | 72,516           | 93,218           | 102,832          | 102,869          |
| Non-current assets                  | 1,569,993        | 1,615,426        | 1,490,811        | 1,563,066        | 1,485,757        |
| <b>Total assets</b>                 | <b>1,664,114</b> | <b>1,687,942</b> | <b>1,584,029</b> | <b>1,665,898</b> | <b>1,588,626</b> |
| Current liabilities                 | 24,851           | 23,710           | 34,414           | 31,140           | 40,213           |
| Non-current assets                  | 11,767           | 58,155           | 1,475            | 11,686           | 1,332            |
| <b>Total liabilities</b>            | <b>36,618</b>    | <b>81,865</b>    | <b>35,889</b>    | <b>42,826</b>    | <b>41,545</b>    |
| Selwyn District Council             | 1,627,496        | 1,606,078        | 1,548,140        | 1,623,072        | 1,543,656        |
| Non-controlling interest            | -                | -                | -                | -                | 3,425            |
| <b>Total equity</b>                 | <b>1,627,496</b> | <b>1,606,078</b> | <b>1,548,140</b> | <b>1,623,072</b> | <b>1,547,081</b> |
| <b>Total liabilities and equity</b> | <b>1,664,114</b> | <b>1,687,942</b> | <b>1,584,029</b> | <b>1,665,898</b> | <b>1,588,626</b> |

# Summary statement of cash flows

for the year ended 30 June 2019

|   | Council        | Council      | Council      | Group          | Group        |
|---|----------------|--------------|--------------|----------------|--------------|
|   | 2018/19        | Budget       | 2017/18      | 2018/19        | 2017/18      |
|   | \$000          | \$000        | \$000        | \$000          | \$000        |
| Net cash flow from operating activities                     | 48,783         | 37,554       | 51,303       | 49,500         | 55,413       |
| Net cash flow from investing activities                     | (49,872)       | (79,732)     | (28,368)     | (51,633)       | (29,701)     |
| Net cash flow from financing activities                     | -              | 44,971       | (20,000)     | (3,000)        | (20,000)     |
| <b>Net increase/(decrease) in cash and cash equivalents</b> | <b>(1,089)</b> | <b>2,793</b> | <b>2,935</b> | <b>(5,133)</b> | <b>5,712</b> |
| Cash, cash equivalents at the end of the year               | 8,664          | 14,158       | 9,753        | 6,789          | 11,922       |

# Summary funding impact statement

for the year ended 30 June 2019

|   | 2018/19         | 2018/19        | 2017/18         | 2017/18        |
|---|-----------------|----------------|-----------------|----------------|
|   | Actual          | Budget         | Actual          | Budget         |
|   | \$'000          | \$'000         | \$'000          | \$'000         |
| Total operating funding (A)                         | 91,334          | 87,228         | 83,792          | 81,071         |
| Total application of operating funding (B)          | 77,472          | 78,731         | 72,578          | 74,217         |
| <b>Surplus/(deficit) of operating funding (A-B)</b> | <b>13,862</b>   | <b>8,497</b>   | <b>11,214</b>   | <b>6,854</b>   |
| Total sources of capital funding (C)                | 36,019          | 75,719         | 19,083          | 69,518         |
| Total applications of capital funding (D)           | 49,991          | 84,216         | 30,297          | 76,372         |
| <b>Surplus/(deficit) of capital funding (C-D)</b>   | <b>(13,862)</b> | <b>(8,497)</b> | <b>(11,214)</b> | <b>(6,854)</b> |
| <b>Funding balance (A-B) + (C-D)</b>                | <b>-</b>        | <b>-</b>       | <b>-</b>        | <b>-</b>       |

# Annual Report disclosure statement

## Summary for the year ended 30 June 2019

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

The Council is required to include this statement in its annual report 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.

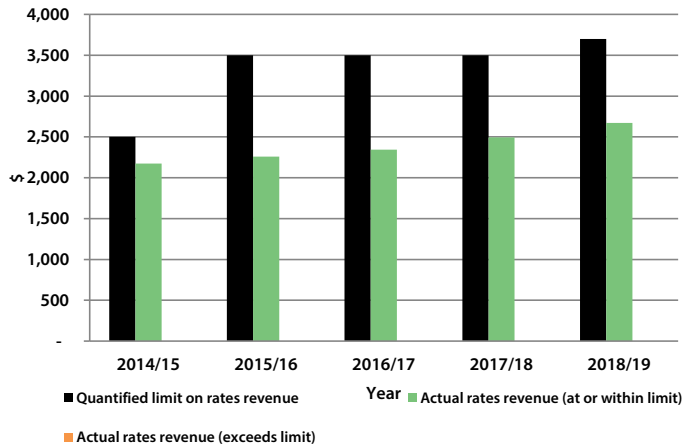
## Rating base information

The number of rating units within the district at the end of the preceding financial year: 27,485

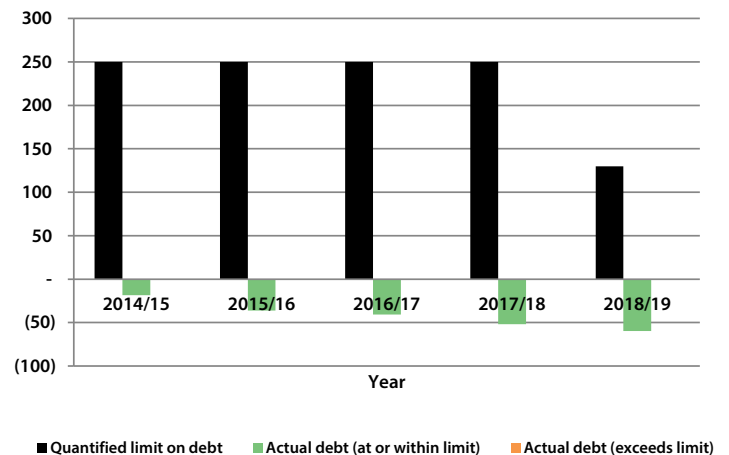
The total capital value of rating units within the district at the end of the preceding financial year: \$22.5 billion

The total land value of rating units at the end of the preceding financial year: \$11.6 billion

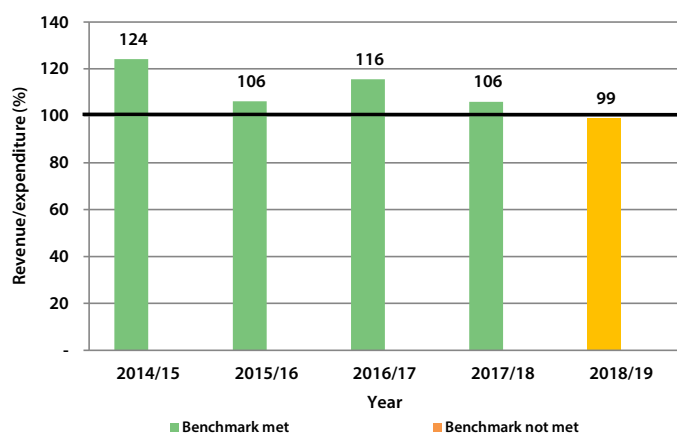
### Rates affordability benchmark



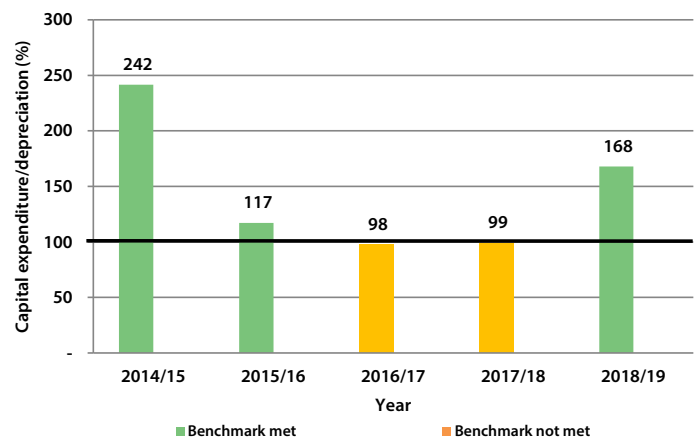
### Debt affordability benchmark



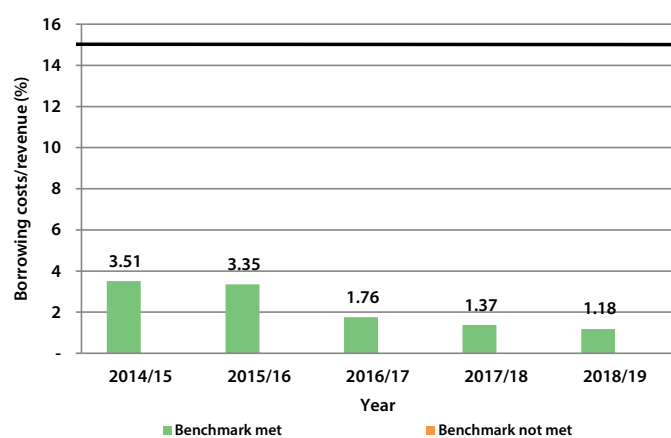
### Balanced budget benchmark



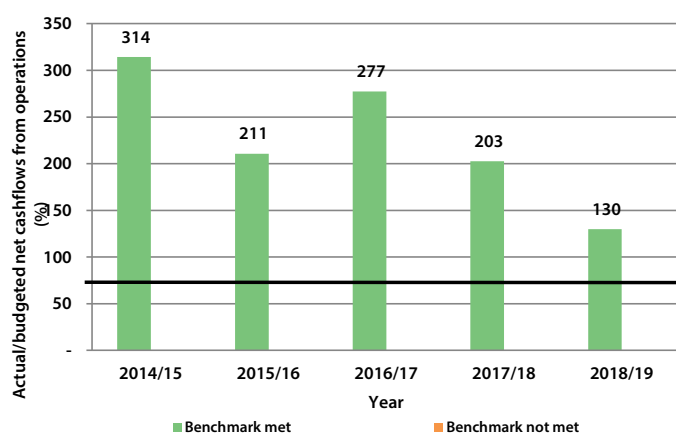
### Essential services benchmark



### Debt servicing benchmark



### Operations control benchmark



Rakaia Huts



## Independent Auditor's Report

To the readers of Selwyn District Council's summary of the annual report for the year ended 30 June 2019

The summary of the annual report was derived from the annual report of the Selwyn District Council (the District Council) for the year ended 30 June 2019.

The summary of the annual report comprises the following summary statements on pages 4 to 7, pages 12 to 13 and pages 16 to 23:

- the summary statement of financial position as at 30 June 2019;
- the summaries of the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended 30 June 2019; and
- the summary statement of service performance.

### Opinion

In our opinion:

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

### Summary of the annual report

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

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

### The full annual report and our audit report thereon

We expressed an unmodified audit opinion on the information we audited in the full annual report for the year ended 30 June 2019 in our auditor's report dated 9 October 2019.

### Council's responsibility for the summary of the annual report

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

### Auditor's responsibility

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

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

Other than in our capacity as auditor, we have no relationship with, or interests in the District Council.



John Mackey,  
Audit New Zealand  
On behalf of the Auditor-General  
Christchurch, New Zealand  
8 November 2019

## Selwyn District Council

Sam Broughton (Mayor)

Bob Mugford

Craig Watson

Debra Hasson

Grant Miller

Jeff Bland

John Morten

Malcolm Lyall

Mark Alexander

Murray Lemon

Nicole Reid

Pat McEvedy

## Malvern Community Board

Jenny Gallagher (Chairperson)

Judith Pascoe

Karen Meares

Kerry Pauling

Megan Hands

