

SUMMARY OF ANNUAL REPORT HAURAKI DISTRICT COUNCIL



For the year ending 30 June 2008



Message from Mayor and Chief Executive

Thank you for taking the time to read this Summary of the Hauraki District Council 2007/08 Annual Report. The Annual Report demonstrates Council's performance for the year 1st July 2007 to 30th June 2008 and reports against the Hauraki Community Plan 2006-16. This document is a Summary of the Annual Report for 2007/08.

This year the Annual Report identifies the continued progress towards achieving the Community Outcomes identified by Council in 2006 and reports on the progress of initiatives and programmes that Council was committed to for 2007/08. Council has made some good progress towards our strategic community goals and towards achieving legislative requirements including:



*John Tregidga
Mayor*

*Langley Cavers
Chief Executive*

Key highlights during 2007/08 have been:

- Welcoming new Councillors following the October 2007 elections.
- Becoming accredited as a Building Control Authority in May 2008.
- Completing an extensive Bylaw Review process.
- Additional Foreshore protection works at Waitakaruru to provide agreed protection levels.
- Focusing on youth leadership and development through holding events such as a Youth Leadership Camp.
- Progression of the household recycling initiative.
- Completion of the 14 lot subdivision (stage 2) at Kerepehi for purposes of industrial growth.
- Completion of Community Triennial Survey in November 2007.
- Adopting a Development Contributions Policy.
- The renewal of stormwater lines in Marshall Street and Wharf Street, Paeroa.
- The completion of a new water main installation from Kerepehi to Bush Road.
- The cumulative completion of 7.3km of kerb and channel since 2006/07.
- Upgrade of the Rocket Slide at Victoria Park children's playground in Waihi.

Thank you for taking the time to read our Annual Report. We look forward to working with you in 2008/09.

John Tregidga
Mayor

Langley Cavers
Chief Executive

This document is a summary of the Annual Report 2007/08 adopted by Council on Wednesday 19th November 2008. It does not provide a complete understanding of the full Annual Report. The complete report is available from the Hauraki District Council offices in Ngatea, Paeroa or Waihi; by telephoning 07 862 8609 or 0800 734 834 (from within the District); or by downloading from Council's website - www.hauraki-dc.govt.nz

Non Financial Performance Measures

Council had 97 non financial performance measures listed in its Annual Plan for 2007/08.

- 46 were achieved.
- 40 were not achieved.
- 4 were not applicable for the current year and are expected to be completed in accordance within their stated timelines.
- 4 were unable to measure the performance as no event occurred during 2007/08 year.
- 2 are on target to complete in 2008/09 period.
- 1 was deferred to the 2008/09 financial year.

Some key measures are highlighted in this summary with the full lists of the 97 measures being detailed in the full Annual Report for 2007/08.

Significant Activities

Council manages and operates five groups of activities. These include Governance and Leadership, Network Services, Community Services, Community Development and Regulatory Services. Each group of activity contains the following summarised information:

- Brief description
- Operating cost
- Non Key Financial Performance Measures
- Council projects that have contributed to Community Outcomes



Governance and Leadership Group

The purpose of local government as defined in the Local Government Act 2002 is:

- To enable democratic local decision-making and action by, and on behalf of, communities; and
- To promote the social, economic, environmental, and cultural well-being of communities, in the present and for the future.

The Leadership Group is comprised of the Democracy, Iwi Liaison and Policy Development activities.

What is the operating cost of the Governance and Leadership activity?

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
OPERATING EXPENDITURE			
Democracy	1,206	1,197	1,083
Policy Development	808	761	763
Iwi Liaison	38	55	35
	2,052	2,013	1,881
OPERATING REVENUE			
Fees and Charges	-	1	51
General Rates	1,875	1,875	1,763
	1,875	1,876	1,814
OPERATING SURPLUS/(DEFICIT)	(177)	(137)	(67)

Key Non-Financial Performance Measures

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2007/08
Democracy	Council will conduct all its business in an open and transparent manner.	All procedural requirements are met in accordance with the Local Government Act 2002, Local Government Official Information and Meetings Act 1987, Standing Orders and other appropriate legislation.	No complaints upheld by the Ombudsman.	Achieved: There have been no complaints upheld by the Ombudsman during the 2007/08 period.
Iwi Liaison	Provide opportunities for Maori to be involved in decision-making processes.	Conclude discussions on the possible development of an Iwi Liaison Forum.	Forum is established by 30 June 2009.	On target: One formal meeting was held in 2006/07 to progress establishment of the Iwi Forum. The forum is still to be convened as programmed by 30 June 2009.
Policy Development	Provide local legislation.	Reviews of by-laws undertaken.	30 June 2008	Achieved: 102 bylaw parts reviewed and a single consolidated bylaw was published and in effect as of 1st March, 2008.

Summary of Annual Report 2007/08 Hauraki District Council

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2007/08
Policy Development	Council meets statutory planning requirements.	Draft proposed District Plan is notified by 30 June 2008.	By 30 June 2008	Not achieved: Early 2007/08 Council made the decision to postpone the notification of Proposed District Plan until the appropriate consultation had been undertaken. Committee workshops are continuing. Sections of District Plan are being drafted.

Council projects that have contributed to Community Outcomes

Project	What initiated this project	Contributes to which Community Outcomes	Achievement in 2007/08
Strategic Planners Network	The need for an integrated regional approach to strategic planning in the Waikato region.	All outcomes	Good progress towards the monitoring of community outcomes regionally and locally especially through MARCO project team; the Project Team Steering Group and WINFO project team.
Better Futures Hauraki	Community Outcomes Identification process	<ul style="list-style-type: none"> ▪ Youth ▪ Health 	Continued participation and networking with other agencies.
Apprenticeship Scheme	Mayors Task Force for Jobs initiative.	<ul style="list-style-type: none"> ▪ Youth 	In 2007/08 the Apprenticeship scheme initiative was established in conjunction with Ministry of Social Development. Local mechanical and automotive engineering industry bought into the scheme by supporting the initiative and steps have been taken with organisations such as WINTEC to launch the Apprenticeship Scheme.
Waikato Primary Health	An already established project seeking greater local representation.	<ul style="list-style-type: none"> ▪ Health ▪ Social 	Involvement in the dissemination of funding locally for programmes such as Fit for School, Rural Health Scholarships; Maori Health Plans etc
Community Feedback Network (CFN)	Desire to have regular and sound community direction on specific issues.	<ul style="list-style-type: none"> ▪ Potentially all 	Feedback sort on - Establishment of CFN; Five requests for information were sought on liquor and gaming issues; the Hauraki Youth Forum; Election returns; Climate Change and Level of Service review.
Climate Change – A discussion paper for Hauraki	A combination of issues led towards the development of a Policy Stance for Hauraki on Climate Change. With respect to the land drainage and stormwater issues in the Plains, there was a necessity to evaluate climate change impacts for the future. In addition there was a need to respond to climate change scenarios prescribed by the ongoing and increasing central government debate.	<ul style="list-style-type: none"> ▪ Rural ▪ Environment ▪ Infrastructure 	The Climate Change discussion paper was adopted in April 2008 and subsequently reviewed in June 2008 when further information became available.

Summary of Annual Report 2007/08 Hauraki District Council

Network Services

Network Services are also often referred to as infrastructural assets and have generally been seen to be Council's core activities. The activities that comprise the Network Services Group are Roothing, Water, Wastewater, Land Drainage, Stormwater and Solid Waste.

What is the operating cost of the Network Services activity?

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
OPERATING EXPENDITURE			
Roothing	7,299	6,098	5,743
Water	3,931	3,176	3,519
Wastewater	3,047	2,806	2,972
Land Drainage	1,242	1,205	1,026
Stormwater	588	581	495
Solid Waste	1,460	1,217	1,190
	17,567	15,083	14,945
OPERATING REVENUE			
Fees and Charges	501	636	463
External Subsidies	3,939	3,596	3,867
Targeted Rates	9,121	8,900	8,692
General Rates	1,815	1,547	1,712
	15,376	14,679	14,734
OPERATING SURPLUS/(DEFICIT)	(2,191)	(404)	(211)
CAPITAL EXPENDITURE			
Reseals	915	905	734
Area Wide Pavement Treatment	809	1,165	1,042
Minor Safety Works	1	285	433
Major Drainage Control	377	577	829
Seal Extensions	199	320	367
Waihi Wastewater Treatment Upgrade	77	-	78
Waitakaruru Wastewater Scheme Upgrade	10	172	30
Wharepoa Rd Water Main	-	-	150
Kerepehi Water Treatment Upgrade	638	1,850	44
SH2 from Kerepehi Main Rd to Bush St Water	1,009	800	-
Streetscape Stormwater Improvements	387	147	473
Waitete Wastewater	689	-	-
Waitakaruru Raw Water Storage	22	1,563	-
Other Capital Expenditure	2,275	3,797	2,304
	7,408	11,581	6,484

The main reason for the substantial variance of \$2.5 million for Network Services is the need for urgent work to repair prolonged drought damage on the roading network; for the additional monitoring of the water supply systems during the drought; for the need to repair access roads in major storm events and the higher than expected costs for outsourced work for the preparation of management plans and operational manuals, and for the higher than expected costs for the refuse collection and recycling activities.

Summary of Annual Report 2007/08 Hauraki District Council

Key Non-Financial Performance Measures

Activity	Current levels of service	Measure	Target 2006-09	Achievement in 2007/08
Roading	Delivery of a roading network that addresses safety and amenity issues.	An up to date Road Safety Management System is maintained and implemented.	To implement the Road Safety Management System internally in Council by 30 June 2008.	Not achieved: Implementation strategy for Road Safety Management System was adopted by Council on 17/9/07. The Road Safety Management Strategy is programmed to be implemented during 2008/09.
	Extend pavement life of sealed roads.	Reseal an average of 40km of sealed roads per year over a three year rolling average.		Achieved. A rolling average of 43 km has been resealed in the three years to 30 June 2008.
Water Supply	To continually improve Councils water reticulation network.	Number of water breaks.	<275	Achieved: 211 water breaks were recorded for the 2007/08 period.
	Quality customer communication, consultation and service provided.	Minimum 48 hours notification given of planned interruptions to water supply.	100%	Achieved: 16 of 16 (100%) of planned interruptions have been notified with a minimum of 48 hours in advance of any shutdown to supplies.
Wastewater	Quality customer communication, consultation and service provided.	Incidents of noise and odour complaints within a 1km radius of water pump station recorded.	<5 complaints.	Achieved: Received one complaint for the 2007/08 year.
Stormwater	The storm water infrastructure protects people and the environment.	Stormwater resource consents comply with the resource consent conditions.	Compliance	On Target: No report yet received from Environment Waikato. Environment Waikato advised that consents are to be reviewed in 2008.
Solid Waste	Waste reduction and recycling is encouraged.	Implementation of Council's Waste Management Plan.	Continue to implement	Achieved: Refuse Options Report completed, kerbside recycling scheme adopted by Council 28 May and implemented on 1st July 2008.

Summary of Annual Report 2007/08 Hauraki District Council

Council projects that have contributed to Community Outcomes

Project	What initiated this project?	Contributes to which Community Outcomes	Achievement in 2007/08
Five year programme to extend seal.	Community demand for safe roads.	<ul style="list-style-type: none"> ▪ Infrastructure 	1.75km scheduled for the financial year has been completed.
Smart Water Use Campaign	The need for public education on water conservation.	<ul style="list-style-type: none"> ▪ Education ▪ Environment ▪ Rural 	A campaign was undertaken district wide to promote the smart use of water. This was heightened during the months of January – March 2008 (at the time of the drought).
Kerepehi treatment plant upgrade.	Community demand for improved water and the decommissioning of Plains East water treatment plant highlighted this need.	<ul style="list-style-type: none"> ▪ Infrastructure ▪ Health ▪ Environment 	Resource consent has been applied for the upgrade of the Kerepehi treatment plant. Following an assessment of the programmed upgrade, verification will be provided on the recommended capital programme.
Paeroa septage facility.	The need to build a plant that can continue to accept high level toxic material from private contractors.	<ul style="list-style-type: none"> ▪ Infrastructure ▪ Environment 	Progress is being made, with expected completion January 2009.
Educational Campaigns	Driven by the Land Transport Programme, Council is working alongside LTNZ and the NZ Police to reduce the number and severity of accidents in the Hauraki District.	<ul style="list-style-type: none"> ▪ Education ▪ Health ▪ Recreation ▪ Youth ▪ Environment 	Continued coordination and facilitation of road safety programmes and initiatives in the District. Council continues to employ a part time Road Safety Coordinator in conjunction with Thames Coromandel District Council (TCDC) and Matamata Piako District Council (MPDC).
	Continued misuse of drains, resulting in the need for remedial action.	<ul style="list-style-type: none"> ▪ Education ▪ Infrastructure 	A campaign was run in the HDC News page, in the local newspaper, to increase the level of awareness of the health of open drains and access.
	The need to remind the community that stormwater drains are for stormwater only.	<ul style="list-style-type: none"> ▪ Infrastructure ▪ Environmental ▪ Education 	A publicity campaign has continued promoting the safe and efficient use of stormwater systems, by the promoting of the "Tip no waste" fish symbols fixed to stormwater drains in Paeroa, by information being written in the HDC News page in the local newspaper.

Community Services

Community Services provide for the community's need for recreational, social, cultural and amenity activities. The activities that comprise the Community Services Group are Parks and Reserves, Libraries, and Community Facilities which include Halls, Pensioner Housing, Public Toilets, Cemeteries and Swimming pools.

What is the operating cost of the Community Services activity?

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
OPERATING EXPENDITURE			
Parks and Reserves	1,381	1,046	1,161
Libraries	557	513	544
Community Facilities	1,762	1,460	1,590
	3,700	3,019	3,295
OPERATING REVENUE			
Fees and Charges	407	375	393
Targeted Rates	1,699	1,651	1,522
General Rates	983	983	984
	3,089	3,009	2,899
OPERATING SURPLUS/(DEFICIT)	(611)	(10)	(396)
CAPITAL EXPENDITURE			
Gilmour Lake Development	-	93	211
Paeroa Domain Sports Field Drainage	-	-	85
Ohinemuri Park Toilets	-	-	102
Library Books	62	52	59
Paeroa Streetscape	-	-	486
Paeroa Town Centre Toilets	-	-	-
Ngatea Pool - Water Treatment Plant Upgrade	-	-	329
Paeroa Memorial Hall - Upgrade	-	-	5
Paeroa Domain Sportsfield Lighting	-	104	-
Hugh Hayward Sports Centre Development	-	206	-
Paeroa Domain Seats, Tables & Benches	124	-	-
Waitakaruru - New Toilet Block	-	93	-
Waihi Cemetery Upgrade	68	77	-
Other Capital Expenditure	437	257	408
	691	882	1,685

Summary of Annual Report 2007/08 Hauraki District Council

Key Non-Financial Performance Measures

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2007/08
Parks & Reserves	Operates and improves the reserves and recreational assets on behalf of residents.	Play equipment and fall areas are provided and maintained in accordance with the NZ playground standards.	Baseline increasing to 80% by 30 June 2009.	Achieved: 100% of play equipment and fall areas are in accordance with NZ playground standards.
Libraries	A range of fiction, non-fiction, paperback, large print, reference books for both children and adults and audio titles are available.	Books issued per capita.	Increasing	Achieved: Total circulation for the year was 124,117. This is an increase of 14% on 2006/07.
Swimming Pools	Safe public swimming pool complexes are provided at Paeroa and Ngatea.	Swimming Pool water tests will be compliant with NZS 5826:2000.	>95%	Achieved: Regular tests were taken of pool water quality as defined in the NZ Standard 5826:2000. Collectively the tests averaged 98.5% compliance.
Pensioner Housing	Affordable pensioner housing provided to people who meet the Hauraki District Council Eligibility criteria.	Occupancy rate.	95%	Achieved: Housing has been full on an average 96.7% for the 2007/08 year. One unit was empty for a short period due to refurbishing after fire damage.

Council projects that have contributed to Community Outcomes

Project	What initiated this project?	Contributes to which Community Outcomes	Achievement in 2006/07
Victoria Park rocket slide upgrade.	Health and Safety issues arising from the deterioration of the old slide, along with the misuse of amenity by the public.	<ul style="list-style-type: none"> ▪ Recreation ▪ Youth 	The rocket slide upgrade was completed in February 2008.
Morgan Park skateboard upgrade.	Directive from the Waihi Ward members due to deterioration of the existing skateboard park, along with damage from vandalism.	<ul style="list-style-type: none"> ▪ Recreation ▪ Youth 	Consultation undertaken in August 2008 with a decision expected in September 2008.
Library Services Review and Improvement Program. General Funding increase.	Collection management planning and evaluation and Action Plan. The need to re-evaluate library priorities, and bring organisational systems up to date. These increases are the next step in program of overhaul of HDC libraries.	<ul style="list-style-type: none"> ▪ Recreation ▪ Education 	Significant increase in annual new materials budget for 2008/09 and subsequent years. Additional increases also approved for Magazines, Online Resources, programs, staffing levels and new Library Management Computer System.
Library Partnerships with Schools.	The need to encourage usage by schools and school children. Also to receive guidance on children's wants and needs.	<ul style="list-style-type: none"> ▪ Recreation ▪ Education 	Pilot term-time reading program held with Miller Ave School in term 4 2007, with 35 children taking part.
Tennis Courts at Whiritoa.	Concerns with drainage of water on courts.	<ul style="list-style-type: none"> ▪ Recreation 	The tennis courts at Whiritoa were relevelled to improve the court drainage.

Community Development

Community Development encompasses a wide range of activities that encourage the Council and community to be involved in initiatives to improve social, cultural, economic and environmental aspects of everyday life. The activities that comprise the Community Development Group are Community Growth and Community Initiatives.

What is the operating cost of the Community Development activity?

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
OPERATING EXPENDITURE			
Community Growth	638	649	621
Community Initiatives	489	656	466
	1,127	1,305	1,087
OPERATING REVENUE			
Fees and Charges	26	5	11
External Subsidies	44	-	-
Targeted Rates	384	385	405
General Rates	690	690	654
	1,144	1,080	1,070
OPERATING SURPLUS/(DEFICIT)	17	(225)	(17)

Key Non-Financial Performance Measure

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2006/07
Community Growth	Promote Hauraki as a quality visitor destination.	Increase in visitor night.	> 5%	Not achieved: A decrease of 13.2% of visitors stayed overnight in Hauraki District in 2007/08. A total 46,668 visitors in 2007/08 compared to 53,767 visitors in 2006/07.
Community initiatives	Assist in the coordination of community initiatives to reduce erosion across the foreshore sand dunes at Whiritoa Beach.	Assist with maintenance on restored sand dunes through holding working bees at Whiritoa.	2 working bees	Not achieved: No working bees were held at Whiritoa Beach. Whiritoa Beach dunes survived well over 2007/08 and the consultant considered there was no requirement for working bees. However Council did replace sand on accessways.

Summary of Annual Report 2007/08 Hauraki District Council

Council projects that have contributed to Community Outcomes

Project	What initiated this project?	Contributes to which Community Outcomes	Achievement in 2007/08
Labour Forum	Labour shortages in the District of both skilled and unskilled labour.	<ul style="list-style-type: none"> ▪ Economic ▪ Rural 	Implementation of the Labour Market strategy has begun with focus being on working with the business community to find solutions to staff recruitment issues, immigration options and productivity improvement.
Hauraki Coromandel Development Group	The Hauraki Coromandel Development Group has been in place for a number of years now collaboratively across Hauraki District and Thames Coromandel Districts.	Potentially all outcomes but particularly economic.	<ul style="list-style-type: none"> ▪ The Annual 2 day Leadership programme was carried out, with 25 attendees. ▪ The Coromandel Customer Care programme was held to help raise service levels in the region. ▪ Assistance provided to the Waihi Discovery Centre Project to apply to Central Government for Major Regional Initiative funding of \$1.8million, which was successfully granted.
Whiritoa Entranceway Upgrade – Gardens & Signage	The Whiritoa Liaison Committee approached Council about the idea, which Council have endorsed and are actioning.	<ul style="list-style-type: none"> ▪ Environmental ▪ Rural 	The Whiritoa entranceway upgrade was completed in January 2008.
Volunteer recognition - Young Achievers and Citizen Awards	Council wants to recognise achievers in its community	<ul style="list-style-type: none"> ▪ Recreation 	During August 2007 Council recognised over volunteers for their efforts made in the volunteering of time and services.
Sister City Project	A close relationship developed by a previous Council and the need to sustain this.	<ul style="list-style-type: none"> ▪ Recreation 	Student and teacher exchanges held with Jiading in Shanghai. Two delegations represented Hauraki District and visited Jiading, and two delegations from Jiading visited Hauraki District.
Support for local agencies addressing social wellbeing	Contestable Social Fund	<ul style="list-style-type: none"> ▪ Health & Social Services 	Provided financial support for some local agencies that are providing counselling, general advice, budgeting advice and support to the Hauraki Community.
Support for youth initiatives	Contestable Social Fund	<ul style="list-style-type: none"> ▪ Youth ▪ Recreation 	Specific support for agencies holding events for youth including YheeUthXL; the Hauraki Youth Forum leadership retreat; the partial funding of an indoor children's playground; support for the Hauraki Plains Scout Jamboree Contingent to attend the Centennial Jamboree; support for specific Maori youth mentoring initiatives by the way of supporting the holding of 3 youth camps.

Regulatory Services

Regulatory Services are a group of responsibilities placed on Council by Central Government to ensure community compliance with national standards and guidelines.

The activities that comprise the Regulatory Services Group are Resource Management Implementation, Building Control, Community Protection and Animal Control.

What is the operating cost of the Regulatory activity?

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
OPERATING EXPENDITURE			
RMA Implementation	797	676	680
Building Services	872	840	818
Community Protection	425	500	414
Animal Control	318	345	324
	2,412	2,361	2,236
OPERATING REVENUE			
Fees and Charges	1,230	1,116	1,070
General Rates	1,245	1,245	1,208
	2,475	2,361	2,278
OPERATING SURPLUS/(DEFICIT)	63	-	42

Non-Financial Performance Measures

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2007/08
Resource Management Implementation	Resource consent applications will be decided and issued within statutory timeframes.	Non-notified resource consent decisions not requiring a hearing are issued within 20 working days.	>95%	Not achieved: 106/175 (60.5%) of non-notified resource consent applications (not requiring a hearing) were decided and issued within 20 working days. Average processing time = 24.25 days/ consent.
	Provide a monitoring service which ensures compliance with consent conditions.	To ensure 90% of all land use resource consents are monitored for compliance.	Within 3 months of being granted.	Not achieved. 28/46 (60.86%) of Land Use resource consents were issued within time.
Building Services	Building consent applications will be processed in a timely and effective manner.	Building consent applications not requiring additional information processed within 20 working days.	>90%	Achieved: 94.9% of the 236 building consent applications, without further information required were processed in time.
Community Protection	Council's readiness for a Civil Defence or	Respond to requests for fire permits.	Within 2 working days.	Achieved: 100% (173) fire permits were

Summary of Annual Report 2007/08 Hauraki District Council

Activity	Current Levels of Service	Measure	Target 2006-09	Achievement in 2007/08
	Rural Fire or Civil Defence Emergencies.			issued within 2 days for the 2007/08 period.
Animal Control	Council will ensure compliance with the Dog Control legislation and by-law, and Stock Impounding Act.	Number of known dogs registered at 30 June.	>85%	Achieved: (99.5%) 4067 dogs registered to 30/06/08. 19 known dogs were not registered.

Council projects that have contributed to Community Outcomes

Project	What initiated this project?	Contributes to which Community Outcomes	Achievement in 2007/08
<u>RMA</u> Memorandum of Understanding (MOU) with Waihi Mine.	Martha Mine South Wall stability cutback and it's proximity to residential and commercial areas.	<ul style="list-style-type: none"> ▪ Environmental ▪ Economic ▪ Health 	A MOU with the company has continued to remain in effect and has proven to be effective in terms of responses to issues.
<u>Building Services</u> Building Control Accreditation	The need to ensure compliance for all building consents to the Building Act and Building Code using systems and processes that have been independently accredited by a National Accreditation Agency.	<ul style="list-style-type: none"> ▪ Economic ▪ Environmental 	Accreditation was achieved in May 2008.
<u>Community Protection</u> Rural Fire	Council's readiness for a Rural Fire emergency.	<ul style="list-style-type: none"> ▪ Rural ▪ Environmental; 	Achieved: Two events were responded to by Council staff who took over responsibility for the fires within 1 hour (100%) of receiving official notification from the NZ Fire Service.
<u>Animal Control</u> The public is aware of their rights and responsibilities of dog and stock ownership.	Number of education articles through public news media.	At least 2 times a year.	Achieved: Four educational articles published in the Hauraki Herald HDC News page titled - <ul style="list-style-type: none"> ▪ Dangerous and Menacing Dogs - 14/8/07 ▪ Exercising dogs in public areas - 21/8/07 ▪ Whiritoa Dog Laws - 4/12/07 ▪ Caring for your dog over summer - 4/1/08.

Summary of Accounting Policies

Reporting Entity

Hauraki District Council is a territorial local authority governed by the Local Government Act 2002. These Financial Statements have been prepared in accordance with the provisions of the Local Government Act 2002. The presentation currency is thousands of NZ dollars where indicated by "\$000". The summary financial statements were adopted by Council on Wednesday 19th November 2008.

The financial statements in the full 2007/08 Annual Report, that these statements are based upon, comply with NZ IFRS, other applicable Financial Reporting Standards, and NZ GAAP, as appropriate for public benefit entities. The disclosures in the summary financial statements have been extracted from the financial statements included in the full Annual Report.

The measurement base adopted is historical cost, modified by the revaluation of certain assets.

The councillors and management of Hauraki District Council confirm the provisions of the Local Government Act 2002 regarding financial management and borrowing, have been complied with. Councillors and management believe the financial statements fairly reflect the financial position and operation of Council and accept responsibility for the preparation of, and the internal controls supporting, the Summary Annual Report.

Major Variances

Financial Performance

Income was \$4.8 million higher than budget due to \$1.7 million of vested assets and \$1.5 million of gain on sale of assets, \$0.5 million of development contributions and \$0.7 million of additional internal interest. Expenditure was \$4.3 million over budget from increased expenditure in roading (\$1.2 million), Water (\$0.8 million), Overheads (\$0.8 million), Parks and Community Facilities (\$0.6 million), and Property (\$0.4 million).

Financial Position

Non-current assets are \$49 million higher than budget, and equity is \$52 million higher than budget. This is principally due to property, plant and equipment revaluations in 2007 (\$29 million) and 2008 (\$13 million).

Contingent Liabilities

➤ Weathertight Homes Claims

There were two known claims against HDC lodged with the Weathertight Homes Resolution Service as at 30 June 2008. As neither property had a building consent or code compliance certificate issued Council believes it has no liability.

➤ Insurance Claims

There were no known claims against HDC as at 30 June 2008.

➤ Guarantees

Paeroa Netball Association	15,000
Paeroa Centennial Park Board	30,000
Waihi Netball Association	\$50,000

Prior Period Adjustments

The 2007 figures were restated to disclose gains on forestry assets through the statement of financial performance. This was achieved by increasing the 2007 surplus by \$25,000 and reducing the valuation gain taken to equity by the same amount.

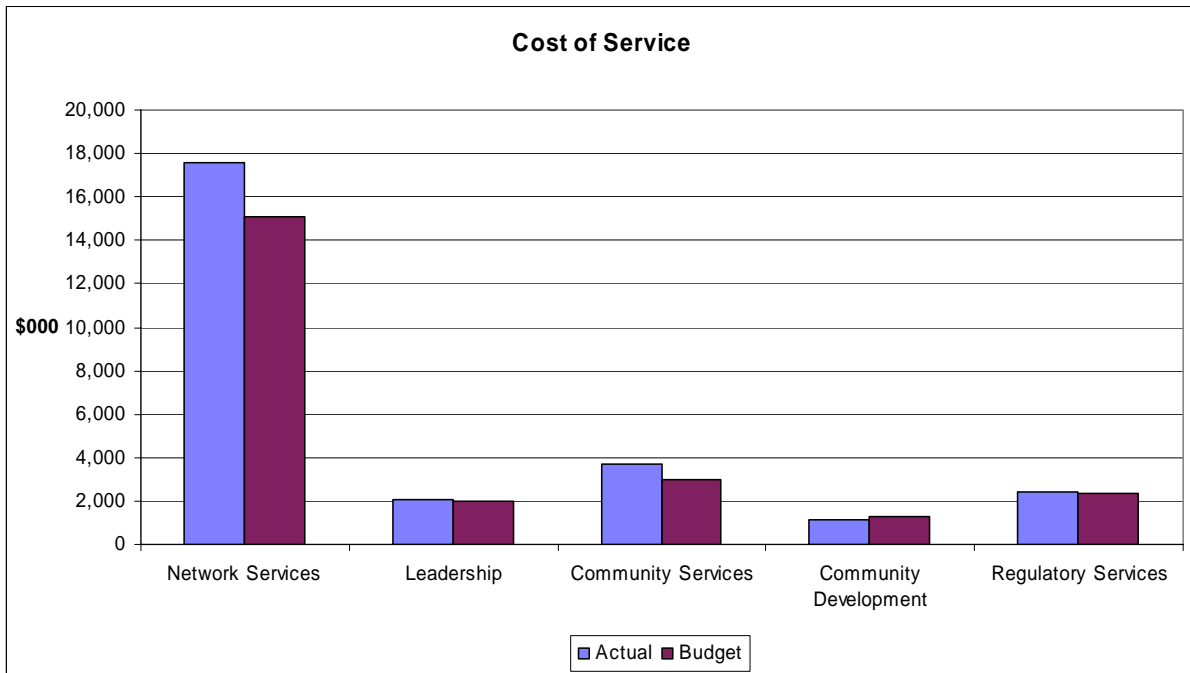
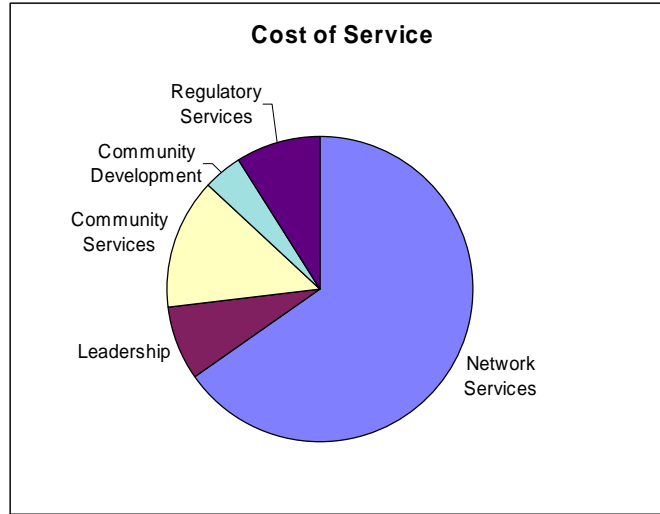
Events after Balance Date

Council has resolved to dispose of 77% of its forestry assets. No contract to sell the forests has been entered into to date.

Remuneration and Severance Disclosure

The total cost to Council of the remuneration for the 14 current and 5 previous council members and the 5 senior managers was \$1,032,000 (2007 \$988,000). Retiring allowances of \$16,000 (2007 \$59,000) were paid to employees.

Financial Information for the year ended 30 June 2008



Summary of Annual Report 2007/08

Hauraki District Council

Financial Statements for the year ended 30 June 2008

	Actual 2008 \$000	Budget 2008 \$000	Actual 2007 \$000
FINANCIAL PERFORMANCE			
Total Income	31,122	26,295	27,790
Less Total Expenditure	29,811	25,494	27,112
Less share of loss from associates/joint ventures	9	0	5
Net Surplus/(Deficit)	1,302	801	673
Total expenditure above includes finance costs of:	458	310	292
Total income above includes fair value gains/(losses) of:	(151)	0	17
MOVEMENTS IN EQUITY			
Equity at beginning of year	415,588	377,124	386,077
Property, plant & equipment valuation gains/(losses) taken to equity	13,151	(88)	28,838
Surplus/(Deficit) for the year	1,302	801	673
Total recognised income & expense	14,453	713	29,511
Equity at end of year	430,041	377,837	415,588
FINANCIAL POSITION			
Current Assets	7,300	6,850	8,714
Non-Current Assets	435,302	386,380	416,883
Total Assets	442,602	393,230	425,597
Current Liabilities	8,341	5,182	7,743
Non-Current Liabilities	4,220	10,211	2,266
Total Liabilities	12,561	15,393	10,009
Net Assets	430,041	377,837	415,588
CASHFLOWS			
Net cash from operating activities	6,039	6,996	7,172
Net cash from/(to) investing activities	(8,255)	(13,377)	(10,130)
Net cash from/(to) financing activities	2,129	6,403	1,687
Net increase/(decrease) in cash equivalents	(87)	22	(1,271)
Cash Balance at beginning of year	565	(13)	1,836
Cash Balance at end of year	478	9	565

Audit Report

The full financial statements were audited and received an unqualified audit opinion.

AUDIT NEW ZEALAND
Mana Arotake Aotearoa

AUDIT REPORT

TO THE READERS OF HAURAKI DISTRICT COUNCIL'S SUMMARY ANNUAL REPORT FOR THE YEAR ENDED 30 JUNE 2008

We have audited the summary annual report.

Unqualified Opinion

In our opinion:

- the summary annual report represents, fairly and consistently, the information regarding the major matters dealt with in the annual report; and
- the information reported in the summary financial statements complies with FRS-43: Summary Financial Statements and is consistent with the full financial statements from which it is derived.

We expressed an unqualified audit opinion, in our report dated 29 October 2008 on:

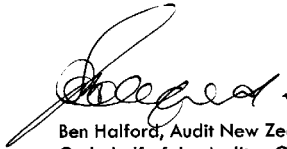
- the full financial statements; and
- the Council's compliance with the other requirements of Schedule 10 of the Local Government Act 2002 that apply to the annual report.

Basis of Opinion

Our audit was conducted in accordance with the Auditor-General's Auditing Standards, which incorporate the New Zealand Auditing Standards. Other than in our capacity as auditor, we have no relationship with or interests in Hauraki District Council.

Responsibilities of the Council and the Auditor

The Council is responsible for preparing the summary annual report and we are responsible for expressing an opinion on that report. These responsibilities arise from the Local Government Act 2002.



Ben Halford, Audit New Zealand
On behalf of the Auditor-General
Tauranga, New Zealand
19 November 2008