

Statement of Financial Position (Council only)

As at 31 March 2022	Actual Mar-22 \$'000	Actual Mar-21 \$'000	Actual Variance \$'000	Long Term Plan Jun-22 \$'000	Actual Jun-21 \$'000
Current assets					
Cash and cash equivalents	25,714	6,792	18,922 *1	3,512	1,007
Trade and other receivables from non-exchange transactions	5,180	8,803	(3,623) *2	7,684	16,175
Trade and other receivables from exchange transactions	15,343	11,721	3,622 *2	11,391	13,014
Inventories	62	51	11	53	44
Other financial assets	13,000	10,000	3,000 *3	15	-
Other current assets	6,686	1,509	5,177 *4	2,278	3,705
Total current assets	65,985	38,876	27,109	24,933	33,945
Non-current assets					
Investment in subsidiaries	5,412	5,412	-	8,907	5,412
Other financial assets	4,628	3,198	1,430 *3	-	3,628
Property, plant and equipment	2,208,495	2,016,454	192,041 *5	2,178,820	2,093,383
Forestry Assets	950	1,467	(517)	-	950
Intangible assets	5,203	5,579	(376)	-	4,989
Investment property	47,335	58,160	(10,825) *6	60,877	47,335
Development property	15,878	11,266	4,612 *7	11,266	15,766
Total non-current assets	2,287,901	2,101,536	186,365	2,259,870	2,171,463
Total assets	2,353,886	2,140,412	213,474	2,284,802	2,205,408
Current liabilities					
Trade and other payables from exchange transactions	89,919	52,407	37,512 *8	24,656	51,914
Borrowings	25,005	47,682	(22,677) *9	103,000	25,005
Other financial liabilities	1,382	1,248	134	-	1,382
Other current liabilities	10,039	24,896	(14,857) *10	36,525	47,534
Employee entitlements	2,426	2,033	393	-	2,840
Total current liabilities	128,771	128,266	505	164,181	128,675
Non-current liabilities					
Borrowings	261,245	103,046	158,199 *9	239,371	136,918
Other financial liabilities	2,780	5,876	(3,096) *11	-	2,780
Other non-current liabilities	-	10,961	(10,961) *12	-	-
Total non-current liabilities	264,025	119,883	144,142	239,371	139,698
Total liabilities	392,796	248,149	144,647	403,552	268,373
Net assets	1,961,090	1,892,263	68,827	1,881,250	1,937,035
Equity					
Reserves	1,192,654	1,146,723	45,931	1,099,465	1,192,656
Accumulated funds	768,436	745,540	22,896	781,785	744,379
Total equity attributable to Council	1,961,090	1,892,263	68,827	1,881,250	1,937,035

Commentary

- *1 Movement in cash on hand relates to timing of creditor payments and funding received from MBIE for Kickstart grant initiatives which is yet to be paid out to recipients. To note, \$2.4m of MBIE funding have been paid out as at 31 March with the majority for the implementation grants.
- *2 Refer to Debtors Analysis for commentary.
- *3 Current portion is an increase in term deposits and non-current relates to additional LGFA borrower notes. The \$13m relates to MBIE funding that was received that was not able to be paid out as soon as planned due to Covid delays so has been put on term deposit. The term deposit matures the first week of May 2022.
- *4 Increase in prepayments which relates to \$4m ETS Carbon Credits prepaid to cover the next financial year.
- *5 Movement includes \$46m revaluation movement for 3 waters infrastructural assets and \$150m of additions for the year ended 30 June 2021 reduced with depreciation expense which is \$32m for the FY22 to Mar2022.
- *6 Investment property year end revaluation increase of \$1.8m offset with future Lakeview lots and reserve land transferred to development property and Property, Plant &
- *7 Increase for recognition of Lakeview future lots transferred from investment property.
- *8 Trade creditors make up \$18.0m of this balance compared to \$15.9m at Mar '21 which is consistent with the increase in capex spend in the FY22. There is still \$27m of MBIE kickstart grants funding received which will be paid out to successful applicants in the coming months which is recognised as a current liability.
- *9 Increase in total borrowing to fund capital programme and a \$20m portion of the current borrowings being repaid during this financial year.
- *10 Reduction in provision for legal claims due to settlement payment in July 2021.
- *11 Reduction to recognise the FY21 year-end movement in interest rate swaps.
- *12 Removal of previously recognised Wanaka Airport long term lease.

Borrowing Limits (%)	Actual Mar-22	Long Term Plan Jun-22	Borrowing Limit	Actual Mar-21	Actual Jun-21
Interest Expense/Rates < 30% (2020/21: < 30%)	6.2%	7.9%	30.0%	4.4%	4.9%
Interest Expense/Total Revenue < 20% (2020/21: < 20%)	4.1%	5.1%	20.0%	2.7%	3.1%
Net Debt/Total Revenue < 300% (2020/21: < 280%)	178.2%	227.3%	300.0%	100.4%	114.4%

- Measure is well within the borrowing limit
 ● Measure is within 5% of the borrowing limit
 ● Measure is outside of the borrowing limit