



Annual Report Summary 2009/10



chatham islands council

From the Mayor and General Manager

It is our pleasure to present the 2009/10 Annual Report for the Chatham Islands Council.

The year has been full of both challenges and achievements.

The Owenga Wharf was officially opened in late January by Hon Annette King MP for the Chatham Islands. This project had been on Council's books for a number of years awaiting financial support. This finally came through the New Zealand Transport Agency, which provided 87% of the estimated \$1.6m cost. It was pleasing to see the project completed ahead of time and within budget which was a credit to the engineers and contractors involved. It was also pleasing to see Hunter Makeri Contracting win an award at the New Zealand Contractors' Federation Conference.

Towards the end of the year Council awarded the roading contract to Downer NZ for another five year period. The Council was one of the first in New Zealand to produce a compliant Procurement Statement which permitted renewal by negotiation. The contract, with a value of \$15m, was the largest signed in the Council's history.

During the year the Council issued three resource consents for major projects being, the Owenga Wharf, the wind turbine generators at Owenga and the proposed wave power generation at Durham on the South Coast. All consents were issued on time without the need for a full hearing as applicants and submitters were able to agree on consent conditions. This saved both the applicants and the Council considerable expense and eliminated opportunity for appeals.

Our financial results can be described as satisfactory. One area that was, and still is, a test for Council was its cash flow. The tight cash position Council is in has been caused by the slow and often erratic payment of Council Dues by shipping companies serving the Islands. Council has been reluctant to take actions against the companies as the community has, for the first time in a long while, enjoyed enough capacity to serve its transport needs. Council is a preferential creditor under the Chatham Islands Council Act 2005, a position which provides some comfort.

In January 2010 Council's long serving Mayor, Mr Patrick Smith QSM, retired from office. Patrick Smith was first elected to the Chatham Islands County Council in 1966 as a Councillor. He was elected to the Office of Mayor following the Local Government Reforms in 1989, a position he held until his retirement. We acknowledge Patrick's service to these Islands and wish him well for the future. As the retirement of the Mayor occurred within twelve months of the next election, Council elected Councillor Alfred Preece to the position until the October 2010 elections.

During the year Council worked closely with the Chatham Islands Enterprise Trust in response to the Governance Review undertaken by Hugh Rennie and Basil Morrison. This work is ongoing and we look forward to finding a result that meets the Islands' needs.

We continue to work hard to ensure progress for these Islands. We extend our thanks to the Council Staff, Consultants and Contractors, and look forward to another year of progress.



Alfred Preece
Mayor



Owen Pickles JP
General Manager

Community outcomes

A review of the Community Outcomes was undertaken during the year ended 30 June 2006. These outcomes form the basis of the Council's Long Term Community Plan 2009-2019 which came into effect on 1st July 2009.

The community outcomes reflect local priorities:

- Social well-being: a safe and healthy community
- Economic well-being: an enterprising and innovative community
- Environmental well-being: an environmentally conscious community
- Cultural well-being: a culturally enriched community



Council responsibilities: issues and projects during 2009/10

Democracy

Democracy includes the planning and support for the Council and its Committees, the provision of information regarding Council business, and the general oversight of the processes that underpin representative local government in the Chatham Islands territory, including elections.

1. Meeting legislative requirements for governance, planning and reporting.

Measure	Target	Actual
The percentage of official meetings of elected representatives conducted in compliance with the Local Government Official Information and Meeting Act 1987 and Council Standing Orders.	100%.	Achieved.
LTCCP/Annual Plan and Annual Report compliant with the Local Government Act 2002.	Audited without qualification.	Achieved – audited without qualification.
The Council's governance statement is kept up to date.	Kept up to date with legal requirements.	Achieved – An up-to-date governance statement that meets legal requirements is in place.

2. Providing effective governance and leadership to the Chatham Islands community.

Measure	Target	Actual
The percentage of residents who feel confident that council decisions are made in the best interests of the community.	85% of residents are confident or very confident (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 57% of respondents were confident or very confident, 19% not confident or not very confident and 24% had no opinion that Council decisions are made in the best interests of the community. This year's result is less than the target of 85% set in the LTCCP, but more than the 48% in the 2008/09 Annual Report.
The percentage of residents who are satisfied with the advocacy by the mayor and councillors on behalf of the community.	85% of residents are satisfied or very satisfied (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 75% of respondents were satisfied or very satisfied, 9% dissatisfied or very dissatisfied and 16% had no opinion. Again, this year's result is lower than the 85% set in the LTCCP but a significant improvement on the 59% reported in the 2008/09 Annual Report.

Infrastructure services

Land Transport (Roothing)

Council is responsible for all public roads on the Chatham Islands and for all roading related assets – footpaths, kerbs, street lighting and signs.

Measure	Target	Actual
The percentage of maintenance work identified in the Annual Roothing Strategy undertaken.	100%.	100% of maintenance work identified.
Number of motor vehicle crashes causing inquiry.	Less than three injury crashes.	There were five motor vehicle crashes causing injury. The crash data relates to the 2009 calendar year as this is the most recent information available. This data was sourced from NZTA CAS database.
The percentage of projects identified in the Annual Roothing Strategy to address black/grey accident spots completed.	100%.	100%. No black/grey spots.
The number of infestations of plant pests within the road reserve found in quarterly inspections.	None.	No infestations reported. Plant infestation is based primarily on no observed infestations during MWH's quarterly network inspections. This is also supported by no public complaints being received.
The number of requests or complaints about the road network.	No more than 10 complaints a year.	In total nine complaints were received. There was one pothole complaint, one slip complaint, two blocked culvert complaints, one damaged fence complaint, two road sign complaints, one grading request and one bridge plank lifting complaint. Complaints were addressed through the work programme.
The time to respond to written requests or complaints.	100% within five working days.	Depending on the nature of the request/complaint these are addressed by either Downer EDI or MWH. 100% of requests/complaints received by Downer EDI to action are responded to within five working days. 69% of requests/complaints received by MWH to action are responded to within five working days. The 31% relating to the inability in response time is due to the nature of the request/complaint and isolation factor in so far as the practicality and timing of on-Islands visits by MWH in response to requests/complaints.
The percentage of residents who are satisfied with the overall extent and safety of the urban and rural road network.	75% of residents are satisfied or very satisfied. (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 52% of respondents were satisfied or very satisfied, 32% dissatisfied or very dissatisfied and 16% had no opinion. There was some improvement on the 41% reported in 2008-2009 but still a significant way off the 75% target in the LTCCP.



Solid and Hazardous Waste Management

Council provides waste management services for public health reasons and to protect the environment. The current system provides refuse disposal sites at Te One, Kaingaroa and Owenga. These are 24-hour, no supervision operations. The Government has agreed to assist the Council with the establishment of a waste management system that will meet modern health and environmental standards.

1. Providing convenient and effective resource recovery and waste management facilities for the Chatham Islands that are economically and environmentally sustainable and protect public health

Measure	Target	Actual
The percentage of the population within 20km of a transfer station or landfill.	75%.	Three refuse sites provided ensuring 75% of residents within 20 km.
Number of complaints about facilities.	No more than two complaints a year.	Five complaints received. Complaints related to an excessive build up of solid-waste at sites and roadside rubbish outside of the Waitangi site.
Time to respond to written requests or complaints.	100% within five working days of notification.	Achieved. All complaints were responded to within 5 working days. Action taken was the burying of solid-waste at the sites and roadside clean up.

Water supply

Activities involved in delivering this group of activities are:

- Provision of a public water supply to consumers in part of the Waitangi village,
- Provision of fire fighting capability in part of the Waitangi village.

1. Providing a safe and reliable water supply for Waitangi

Measure	Target	Actual
Compliance of monthly water quality testing with New Zealand Drinking Water Standards.	100% compliant.	Due to changes to standards and cost and logistics this target is not achieved. Weekly testing indicates the absence of contaminants.
The percentage of customers who are satisfied with the Waitangi water supply scheme.	80% of customers are satisfied or very satisfied. (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	32% of respondents (35) were connected to the Waitangi water supply. Of those that were connected, 68% (23) were satisfied or very satisfied, 18% (6) dissatisfied and 15% (5) had no opinion. Satisfaction with the water supply was 77% in 2008/09 and there is still some way to go to reach the LTCCP target of 80%.
The number of complaints about the water supply.	No more than five complaints a year.	Achieved – two complaints were received.
The time taken to respond to complaints and to restore lost supply.	95% of complaints are responded to within two hours and lost supply restored within 8 hours of notification.	Achieved – complaints responded to immediately. No supply outages for more than eight hours.

Stormwater

Council's main role is to control the level of Te Whanga by opening Hikurangi channel as and when required. This is necessary to protect productive land around the shores of Te Whanga from inundation and to maintain the balance of marine life within the lagoon. There is a small amount of urban stormwater reticulation within the Waitangi village.

1. Managing the level of Te Whanga and minimising flooding of land

Measure	Target	Actual
The frequency of opening Te Whanga outlet.	Te Whanga outlet will be opened a minimum of once every two years or more frequently as required.	No opening required during 2009/10.

Wastewater (sewerage)

In 2004 Council completed construction of a scheme that serves all of Waitangi and replaced the earlier disposal system with a new one. This work was dependent on approval of Government funding.

1. Providing a reliable, environmentally friendly sewerage system

Measure	Target	Actual
Compliance with resource consent conditions (monthly monitoring of the system and an annual soil test).	100% compliance, other than minor non-compliance with nil or minor short-term adverse environmental effects.	Achieved – 100% compliance, other than minor non-compliance with nil or minor short-term adverse environmental effects.
The number of complaints about odours or any other nuisances.	No more than two complaints a year.	Achieved. No complaints about odors were received.
The time taken to respond to complaints of loss of service and to restore lost service.	95% of complaints are responded to within 2 hours and investigated within 12 hours and minor faults remedied within 24 hours of notification.	Achieved. Downer NZ Ltd is responsible for responding to complaints for loss of service. No complaints were received.



Community and regulatory services

This group of activities includes, Arts and Heritage (includes Chatham Islands Museum), Morgue and Cemeteries, Community Support, Housing, Town Hall, Parks and Reserves, Library Services, Public Conveniences, and Grants and Donations.

Council provides grants and donations for social and community development groups from within existing budgets and assists community groups to access funds from other (non-Council) sources. It also works with specific sectors of the community to provide liaison between community organisations, and develops partnerships with and between central Government and non-government organisations.

1. Providing community services

Measure	Target	Actual
The percentage of residents who are satisfied with community services.	85% of residents are satisfied or very satisfied. (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 73% of respondents were satisfied or very satisfied, 17% dissatisfied or very dissatisfied and 11% had no opinion. There has been a good increase from the 59% identified in 2008-2009 and there is still a way to go to reach the CLITCP target of 85%.
The number of complaints about community services.	No complaints.	Actual – Community buildings, 10 – Leading lights, 1 – Community housing, 20.
Time taken to respond to complaints about operations and facilities and to remedy faults.	100% are investigated within 12 hours and minor faults remedied within 24 hours of notification.	Achieved. There were 10 complaints for community buildings, 20 complaints for community housing and 1 complaint for leading lights.
Compliance with NZS 5828 for safety of playground equipment.	100% compliance.	Achieved.
The occupancy rate for council housing.	Greater than 95%.	Achieved. 100% occupancy.
The increase in the number of social houses on the Chatham Islands, in collaboration with Housing New Zealand and Chatham Islands Housing Trust.	Two new houses.	No increase in the number of social housing.

2. Provision of a local library service

Measure	Target	Actual
Community satisfaction with the existing Library service.	100%	Achieved – (in response to question: “How satisfied are you with community services such as the maintenance of parks, council buildings and cemeteries, the library and the provision of grants?” , overall, 73% of respondents were satisfied or very satisfied, 17% dissatisfied or very dissatisfied and 11% had no opinion. There has been a good increase from the 59% identified in 2008/09 and there is still a way to go to reach the CLITCP target of 85%.
Renewal of library books.	Books renewed every six weeks.	Achieved. Books are renewed every 6 weeks through Council’s arrangement with Wellington City Council.

Licensing and buildings

The Resource Management Act 1991 charges Council with the statutory function of receiving, processing and granting resource consents including certificates of compliance. Council is responsible for Regional, District, as well as coastal functions. There are five types of consents that Council must process:

- Land use, including the erection of buildings and land disturbance as well as the use of riverbeds and lakes.
- Subdivision of land.
- Coastal marine, including reclamation of the foreshore or seabed, the erection or demolition of structures and occupancy of the coastal marine area, including marine farming.
- Water, including the taking, damming or diversion of water.
- Discharge of contaminants into the environment being water, land and air.

The majority of resource consents are approved subject to conditions. Council will work closely with consent holders to ensure compliance.

1. Processing liquor licenses and building consents

Measure	Target	Actual
The percentage of applications processed within statutory timeframes.	95%.	Liquor Licenses – achieved 100%. 14 new liquor licences were issued. Building Consents – achieved 100%. The Chatham Islands Council no longer issues building consents. This function is performed by Christchurch City Council.

2. Monitoring and enforcing compliance with liquor license and building consent conditions

Measure	Target	Actual
The frequency of inspections of food premises, and premises registered as hairdressers, camping grounds, offensive trades, funeral directors and mobile traders to assess compliance with public health standards.	At least one inspection annually.	Achieved. One inspection undertaken by a Health Protection Officer through Council’s arrangement with Hawkes Bay District Health Board.
The number of complaints about non-compliance with consent conditions.	No more than five complaints a year.	Achieved. No complaints received.
Time taken to respond to complaints about non-compliance with consent conditions.	100% are resolved or have a resolution strategy in place within 21 days of notification.	Achieved



Dog and Animal Control

Council carries out animal control functions in accordance with the Dog Control Act 1996, the Impounding Act 1995 and animal control bylaws. This includes control of dogs, stock on public roads and other domestic animals. A large part of the activity involves dogs and dog registrations.

1. Providing a safe and secure living environment for the community

Measure	Target	Actual
The number of complaints about dog and animal control.	No more than five complaints a year.	Not achieved. 5 dog complaints, 16 stock complaints.
The time taken to respond to complaints.	100% are responded to as follows: a. Dog attacks and rushes attended to within one hour of notification. b. Possible threats to public safety attended to within five hours. c. Complaints of general nuisance attended to within 48 hours. d. All other complaints investigated within two working days.	Achieved. a. No dog attacks reported. b. No incidences on possible treats to public safety received. c. Achieved. Complaints were minimal. All complaints were responded to within required time frames. d. Achieved. Complaints were minimal. All complaints were responded to within required time frames.
The number of island-wide inspections (including Pitt Island) carried out each year to make sure dogs are registered and to check animal welfare.	Two inspections.	Not achieved. One inspection undertaken.
The percentage of residents who are satisfied with dog and animal control services.	100% of residents are satisfied or very satisfied. (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 55% of respondents were satisfied or very satisfied with dog and animal control, 27% dissatisfied or very dissatisfied and 18% had no opinion. These figures are significantly less than the 100% identified in the CILTCP and an increase on the 48% reported in 2008/09. The combining of dog and stock control in the question may be a factor in the result.
The level of cost recovery achieved through registration fees and fines.	100%.	Not achieved. 63% cost recovery.

Environmental services

Resource Management

The environment function of Council is carried out to meet the requirements of the Resource Management Act 1991 (RMA). This function requires the monitoring and reporting on the state of the Chatham Islands environment – its land, air, water and coastal resources; and review, at not less than 10 year intervals, of policy for managing the natural and physical resources of the Chatham Islands.

1. Authorising the use of natural and physical resources

Measure	Target	Actual
The percentage of resource consents processed within statutory time frames.	100%	Achieved. Three consents issued for Owenga wharf, wind turbine generators and wave power generation.

2. Responding to breaches of the Resource Management Acts

Measure	Target	Actual
The time taken to respond to and initiate investigations for: • breaches of the Resource Management Act, • breaches of consent conditions.	Within one hour of notification.	No complaints received.
The time taken to develop a plan to resolve individual breaches.	80% within one week and 100% within one month.	No complaints received.

3. Keeping the Resource Management Document compliant and up-to-date

Measure	Target	Actual
Efficiency and effectiveness review of the Chatham Islands Resource Management Document.	Review completed 2009/10 and will be repeated in 2014/15.	To be completed.
Full review of the document.	2010/11.	Yet to be undertaken.
Changes to the Chatham Islands Resource Management Document are drafted, so as to give effect to the New Zealand Coastal Policy Statement (NZCPS) as necessary.	2010/11.	Yet to be undertaken.



4. Maintaining the water quality of Chatham Islands streams and rivers

Measure	Target	Actual
Nutrient concentrations.	Annual median nitrogen concentrations (DIN) are maintained or reduced.	No actual for 2009/10. Baseline data shown. See table.

Awamata Stream	0.01275
Awatotara Creak	0.0625
Te Awainanga River	0.095
Washout Creek	0.0845
Whangamoe Inlet Stream	0.022
Trib draining Rakautahi	0.01725
Blind Jims Creek	0.00725
Waitaha Creek	0.01825
Mangape Creek	0.08575
Maungahou Stream	0.01975
Te One Creek	0.0175
Waitamaki Creek	0.01725
Waimahana Creek	0.01475

5. Maintaining the water quality of Chatham Island lakes

Measure	Target	Actual
The trophic state (Trophic Level Index) of lakes.	The TLI of lakes is not increasing.	No actual for 2009/10. Baseline data shown. See figure.

Lake	2009/10
Tennants	MESO Hypertrophic
Rangitai	MESO Supertrophic
Huro	HYPER Eutrophic
Te Wapu	SUPER Mesotrophic
Marakapia	EUTRO Oligotrophic

6. Maintaining the water quality of Te Whanga

Measure	Target	Actual
The percentage of times a year when chlorophyll concentrations at a site are less than 4 milligrams per litre (ANZECC 2000 trigger value).	The percentage is increasing.	No actual for 2009/10. Baseline data shown in the table.

Site - Te Whanga Lagoon	Date	CHI. a(plankton)
Northern Basin	18 Sep 09	20.5
	14 Dec 09	6.7
	17 Mar 10	18.7
	12 Jun 10	6.2
Central Basin	17 Sep 09	1.4
	10 Dec 09	0.9
	16 Mar 10	2.1
	16 Jun 10	7.9
Southern Basin	18 Sep 09	7.3
	12 Dec 09	0.7
	16 Mar 10	4.2
	10 Jun 10	1.3



Biosecurity (Animal and Plant Pest Control)

Council carries out pest management in accordance with National and Regional Pest Management Strategies prepared in conjunction with stakeholders and in compliance with the Resource Management Document.

1. Preventing the arrival and establishment of new pests

Measure	Target	Actual
Results of inspection of at risk sites.	Improving trends.	Surveillance programme based on Land Research NZ Ltd. Criteria have been put in place for high risk species on Chatham Island and Pitt Island. No high risk species have been found.
Maintaining an internal border between Chatham Island, Pitt Island and New Zealand.	Training provided to freight handlers at major ports supplying the Chatham Islands. Establishing a partnership with Biosecurity NZ to develop a marine Biosecurity plan as a part of the internal border.	Achieved. Training provided to freight handlers at major ports supplying the Chatham Islands. Plan completed and funding obtained.
Public awareness.	Regular media coverage of pests.	Achieved. Articles were written for the local newspaper, the Chatham Islander.

2. Monitoring and enforcing operational and property plans

Measure	Target	Actual
Results of enforcement action to ensure landowners and occupiers do not introduce, sell, propagate or distribute pest species. Results of enforcement action to ensure landowners carry out control of feral goats and gorse.	80% of plans implemented.	No enforcement action required in 2009/10.

Emergency management

Council is part of the Chatham Islands Civil Defence Emergency Management Group which has been delegated the full powers and responsibilities of the Rural Fire Authority and is required to have in place an up to-date CDEM Group Plan and Rural Fire and Maritime Oil Spill plans.

1. Co-ordinating hazard analysis and planning, providing an effective emergency response and recovery capability and raising community preparedness

Measure	Target	Actual
The state of readiness of the Emergency Operations Centre, including staff and volunteers, emergency management equipment, control facilities and communication systems.	a. 100% readiness, 24-hours/7 days. b. 100% of staff and volunteers are appropriately trained and resourced.	a. Achieved. b. Achieved.
The percentage of members of the multi-agency response team who have completed basic specialist emergency services training.	80%	44% (nine members, four holding certificate in Emergency Management Training).
The percentage of residents who consider they are prepared and know what to do in an emergency.	75% of residents are well prepared or prepared on a scale of well prepared, prepared, not well prepared.	a. 20% have a home civil defence kit. b. 60% know where to go in an emergency. c. This is the first year that this question has been asked and there are, therefore, no previous data available. Overall, 80% of respondents felt they were prepared or well prepared, 15% felt they were not prepared or not very well prepared and 6% had no opinion. This exceeds the target of 75% in the CILTCP.

2. Encouraging lifelines utilities to increase resiliences

Measure	Target	Actual
The percentage of lifelines utilities that have identified the hazards with potential to affect their infrastructure.	100%	100% of Chatham Islands' infrastructure would be impacted by the occurrence of a natural hazard. Hazard Risk Management Plan in place.

3. Providing support and assisting the recovery of social, emotional, economic and physical well-being of individuals and communities following emergency events

Measure	Target	Actual
The effectiveness of recovery assistance after emergencies.	Subject to the scale of the emergency and the level of demand: a. Immediate welfare needs of those affected have been met. b. Systems have been established or reinstated to assist individual and community self-sufficiency. c. Essential services have been restored to minimum operating levels.	One tsunami alert had occurred during 2009/10 that resulted in response action being taken a. Yes. Two welfare centres were activated. b. Yes. System established and individual and community self-sufficiency reinstated. c. No lifeline utilities were at threat.



Rural Fire

1. Providing an effective rural fire prevention and response capability

Measure	Target	Actual
Time taken to respond to events.	100% are responded to within one hour of notification.	No events.

Oil Spill

1. Work closely with providers and community groups to ensure integrated analysis, planning and provision of services to provide a safe and secure community

Measure	Target	Actual
Number of training exercises.	At least one water equipment deployment exercise conducted annually.	Achieved. One training exercise undertaken.
Time taken to evaluate reports of oil spills.	Oil spill reports evaluated within one hour of notification.	Achieved. Two minor events attended.

Coasts, Harbours and Navigation

Council has the responsibility of addressing matters of navigation and safety within this area as required by the Local Government Act 2002 and the Maritime Transport Act 1994. The Maritime Transport Act 1994 also requires Council to prepare, maintain and review Regional Marine Oil Spill Contingency Plans. For the purpose of oil spill response, the Chatham Islands Region's area of responsibility extends to the 12 nautical mile territorial boundary.

1. The community receives a service which meets its needs for safety

Measure	Target	Actual
Public satisfaction with administration of bylaws.	Establish an upward trend for satisfaction. (Measured by annual survey on a scale of very satisfied, satisfied, dissatisfied, very dissatisfied)	Overall, 48% of respondents were satisfied or very satisfied, 6% dissatisfied or very dissatisfied and 47% had no opinion. The results of this question are skewed by the fact that 47% of respondents had no opinion. There is some justification, therefore, to consider the results based on those individuals who did give an opinion which results in 89% being satisfied and 12% dissatisfied. The target for the CILTCP is to 'establish an upward trend' from the 48% in 2008/09.
Formally respond to incidents and deal with complaints within seven days.	85% responded to within seven days.	Achieved. One incident responded to.

2. Navigational aids are maintained in proper working order

Measure	Target	Actual
The frequency of inspection of leading lights.	Outages are replaced within 24 hours. No more than 5 a year.	Leading lights are inspected quarterly Kaingaroa three inspections, Owenga one inspection.
The time to replace outages.	Outages replaced within 24 hours.	Achieved. One outage was responded to and replaced within 24 hours through a Council arrangement with Chatham Island Electricity Limited.
Number of complaints about navigation aids.	No more than five a year.	Achieved – One complaint was received that related to an outage.

3. Provide lifeline access between Chatham and Pitt islands

Measure	Target	Actual
The availability of the Owenga Wharf for safe and efficient movement of people, stock and goods.	At all times.	Achieved. No reports relating to safety and inefficiency received.

Summary Statement of Comprehensive income and Movements in Equity for the year ended 30 June 2010

	\$000	\$000	\$000
	Actual 2009/10	Annual Plan 2009/10	Actual 2008/09
Grants and Subsidies	6,699	8,290	5,347
Other Revenue	833	826	878
Total Revenue	7,532	9,116	6,225
Operating Expenditure	5,642	5,534	4,677
Surplus (deficit)	1,890	3,582	1,548
Increase in Revaluation Reserve (Impairment)	248	-	(359)
Total Comprehensive income	2,138	3,582	1,189
Equity at the beginning of the year	41,722	42,077	40,533
Equity at the end of the year	43,860	45,659	41,722

Summary Statement of Financial Position as at 30 June 2010

Equity	43,860	45,659	41,722
<i>Represented by:</i>			
Total Current Assets	1,021	566	2,250
Total Non-current assets	45,255	47,132	42,708
Total Assets	46,276	47,698	44,958
<i>Less</i>			
Total Current Liabilities	1,652	1,367	2,562
Total Non-current Liabilities	764	672	674
Total Liabilities	2,416	2,039	3,236
Net Assets	43,860	45,659	41,722

Summary Statement Of Cashflows for the year ended 30 June 2010

Net Cashflows from Operating Activities	4,148	5,569	2,719
Net Cashflows from Investing Activities	(5,195)	(6,172)	(2,438)
Net Cashflows from Financing Activities	73	369	221
Net Cashflow for the Year	(974)	(234)	502
Opening Cash Balance	617	(234)	115
Closing Cash Balance	(357)	(468)	617



Financial Overview

Income is 83% of budget which is accounted for by lower grants and subsidies income, which is mainly due to NZTA subsidies being \$1.6 million under budget.

Operational expenditure is 2% ahead of budget. This increase was due to a \$128k doubtful debt that was recognised as a result of Black Robin Freighters being placed in receivership.

Notes to the Summary Financial Statements for the Year Ended June 2010

The Council has prepared the Summary Annual Report to provide users with an overview of Council performance. The Local Government Act 2002 Part 6 s98(b) requires the Council to make available a summary of the information contained in its Annual Report. The disclosures included in the Summary Annual Report have been extracted from the Annual Report adopted by Council on 28 October 2010. The full Annual Report received an unqualified audit opinion. The Summary Annual Report cannot be expected to provide as complete an understanding as the full Annual Report. The full Annual Report is available from the Council on request by phoning (03) 305-0033 or can be accessed via the Council website at www.cic.govt.nz.

The Summary Annual Report was authorised for issue by the General Manager on 10 November 2010.

Accounting Policies

These financial statements have been prepared in accordance with NZ GAAP. They comply with NZ IFRS and other applicable reporting standards, as appropriate for public benefit entities. These accounts are presented in NZ dollars and are rounded to the nearest thousand dollars. The Council is a public benefit entity.

Audit Report

AUDIT NEW ZEALAND

Mana Arotake Aotearoa

To the readers of Chatham Islands Council's summary annual financial statements, service provision information and the other requirements for the year ended 30 June 2010

We have audited the summary financial statements, service provision information and the other requirements of Schedule 10 of the Local Government Act 2002 as set out on pages 2 to 11.

Unqualified Opinion

In our opinion:

- the summary financial statements, service provision information and the other requirements represent, fairly and consistently, the information regarding the major matters dealt with in the annual report; and
- the information reported in the summary financial statements, service provision information and the other requirements complies with FRS-43: Summary Financial Statements and is consistent with the full financial statements, service provision information and the other requirements from which they are derived.

We expressed an unqualified audit opinion, in our report dated 28 October 2010, on:

- the full financial statements;
- the service provision information; and
- the Council's compliance with the other requirements of Schedule 10 of the Local Government Act 2002 that are applicable 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 the audit we have no relationship with or interests in the Council.

Responsibilities of the Council and the Auditor

The Council is responsible for preparing the summary financial statements, service provision information and the other requirements of Schedule 10 of the Local Government Act 2002 and we are responsible for expressing an opinion on those summary financial statements, service provision information and the other requirements of Schedule 10 of the Local Government Act 2002. These responsibilities arise from the Local Government Act 2002.

Julian Tan, Audit New Zealand

On behalf of the Auditor-General
Christchurch, New Zealand
10 November 2010

Matters relating to the electronic presentation of the summary audited financial statements, service provision information and the other requirements

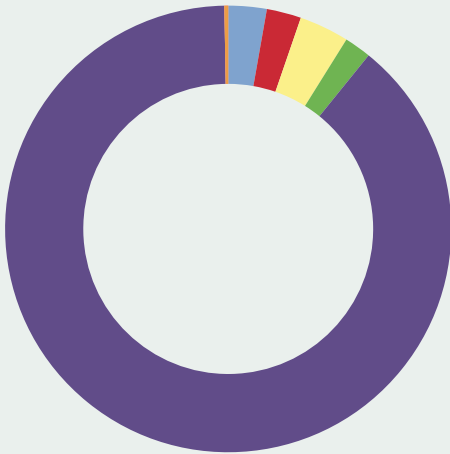
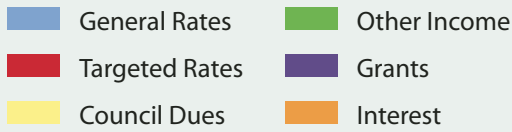
This audit report relates to the summary financial statements, service provision information and the other requirements of Chatham Islands Council for the year ended 30 June 2010 included on the Chatham Islands Council's website. The Council is responsible for the maintenance and integrity of the Chatham Islands Council's website. We have not been engaged to report on the integrity of the Chatham Islands Council's website. We accept no responsibility for any changes that may have occurred to the summary financial statements, service provision information and the other requirements since they were initially presented on the website.

The audit report refers only to the summary financial statements, service provision information and the other requirements named above. It does not provide an opinion on any other information which may have been hyperlinked to or from the summary financial statements, service provision information and the other requirements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the audited summary financial statements, service provision information and the other requirements as well as the related audit report dated 3 November 2010 to confirm the information included in the audited summary financial statements, service provision information and the other requirements presented on this website.

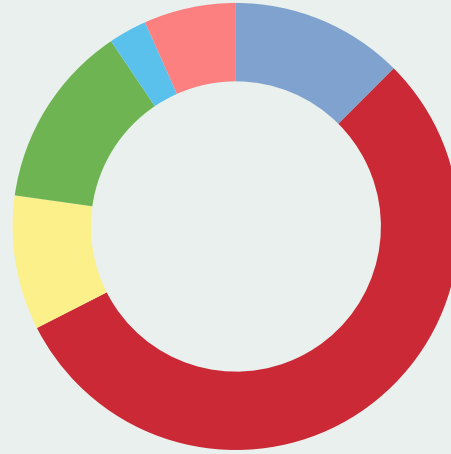
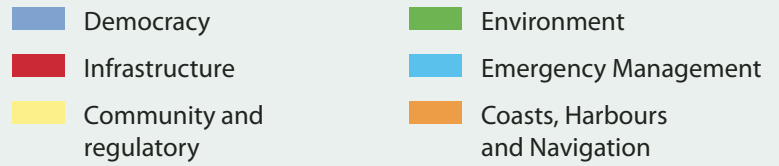
Legislation in New Zealand governing the preparation and dissemination of financial information may differ from legislation in other jurisdictions.



Sources of Revenue (\$000)



Use of Funds (\$000)



Council Financial Statistics

	Actual 2009/10	Actual 2008/09
Proportion of Rates Revenue to Total Revenue	5.4%	6.1%
Proportion of Dues Revenue to Total Revenue	3.7%	3.7%
Net Public Debt (as a percentage of Total Assets)	1.13%	0.95%
Public Debt (per rateable property)	\$923	\$798
Public Debt (per head of population)	\$819	\$699

The Chatham Islands - General Statistics

The Chatham Islands consist of a group of 10 islands of which only two are inhabited.

The total population is 612 people (Statistics New Zealand Demographic Trends 2007). The main settlements are Waitangi, Kaingaroa, Te One, Port Hutt and Pitt Island.

The Islands are serviced by ports at Waitangi and Owenga on Chatham Island with local fishing harbours at Kaingaroa, Flower Pot on Pitt and Port Hutt.

Shipping links are from Timaru and Napier with direct air service links to Christchurch, Wellington and Auckland.

Area:	963 sq km	Government Valuations	Gross Land Value	\$50,794,800
Rateable Assessments:	536		Gross Capital Value	\$107,769,950
			Net Land Value	\$46,707,300
			Net Capital Value	\$97,476,800

Council Directory

Location:
Tuku Road, Waitangi,
Chatham Islands

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Chatham Islands Council
PO Box 24
Waitangi
Chatham Islands 8942

Telephone: 03 3050 033
03 3050 034
Facsimile: 03 3050 044

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info@cic.govt.nz

Website:
www.cic.govt.nz

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General Manager
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Corporate Services Manager
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**Emergency Response
Co-ordinator**
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