

statement of service performance

land transport

Land Transport

	Activity (#)	Actual 07/08 (\$'000)	Budget 07/08 (\$'000)	Actual 06/07 (\$'000)
EXPENDITURE				
Operating Expenditure				
Transport Planning	1	76	208	111
Subsidised Passenger Transport	2	1,186	1,138	985
Regional Road Safety	3	269	261	0
Total Operating Expenditure		1,531	1,607	1,096
TOTAL EXPENDITURE		1,531	1,607	1,096
REVENUE				
Activity Revenue				
Direct Charges		44	63	0
Total Activity Revenue		44	63	0
Other Revenue				
Targeted Rates		476	468	428
Interest		0	9	0
Grants		799	758	306
Total Other Revenue		1,275	1,235	734
TOTAL REVENUE		1,319	1,298	734
TOTAL FUNDING REQUIREMENT				
		(212)	(309)	(362)
Special Reserve Funding				
Movement in Specific Scheme Reserves		122	87	257
Total Special Reserve Funding		122	87	257
NET GENERAL FUNDING REQUIREMENT				
		(90)	(222)	(105)
MET BY				
General Funding Rates		23	54	26
Investment Income		71	162	82
Operating Reserves		(4)	6	(3)
		90	222	105

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role

Land transport covers the development and implementation of the Regional Land Transport Strategy and Regional Passenger Transport Plan (RPTP), the undertaking of reviews of the transport network and the operation of subsidised transport services. By statute Council must review the Regional Land Transport Strategy every 3 years.

The relevant legislation for this function includes the Land Transport Management Act 2003, Transit New Zealand Act 1989 and Transport Services Licensing Act 1989.

Activity 1 - transport planning (Project 397)

how this programme links to community outcomes

This activity supports *a vibrant community* and *a prosperous region* by ensuring that Council plans, facilitates and provides a wide range of transport initiatives in order to develop an integrated, safe, responsive and environmentally sustainable transport system.

the levels of service for 2007/08

- Council will provide a strategic planning framework for the development of an integrated, safe, responsive and environmentally sustainable land transport system in Hawke's Bay.

the following measures to monitor progress were planned (and achieved)

- The Minister of Transport is satisfied with the development of the Regional Land Transport Strategy (RLTS).
Submissions on the RLTS were heard in July 2007. A final RLTS was adopted by Council at its February 2008 meeting.
- Information is available annually about how effective the RLTS is in contributing to the transport planning aim.
The annual implementation report has not been prepared in light of the imminent adoption of the reviewed Regional Land Transport Strategy, and its amended outcomes.
- People are provided with adequate opportunity for input into the review of the RLTS.
Following extensive consultation during preparation of the Draft RLTS the document was available for public submissions for a one-month period.
- Land Transport New Zealand deadlines are met for submission of regional priorities.
Land Transport NZ were advised of regional priorities for 2008/09 year.
- 100% of submissions are lodged within the required timeframe.
Submissions have been prepared on the Sea Change Strategy, and the Land Transport Management Amendment Bill.
- Road Safe Hawke's Bay Annual Plan targets are met.
Targets have been met.

FINANCIAL VARIANCES EXPLAINED (\$132,000 Favourable)

Costs for this activity were \$132,000 favourable as against budget. This is because the approved expenditure for the stock truck effluent site at Glengarry Road was not spent within the financial year. These unspent funds have been carried across to 08/09 as the site will be developed during the construction season.

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Activity 2 - subsidised public transport (Project 490)

how this programme links to community outcomes

This activity supports *a vibrant community* and *a prosperous region* by ensuring that transport services are available for identified parts of the community, and particularly for the less able and disadvantaged. It also supports *a clean and healthy environment* by providing an alternative to private vehicles and traffic congestion.

the levels of service for 2007/08

- Council will make passenger transport services available in higher density population areas in a manner that is consistent with the Regional Land Transport Strategy (RLTS) and Regional Land Transport Plan (RLTP) to ensure people have alternatives to private transport options.

the following measures to monitor progress were planned (and achieved)

- Passengers are satisfied, within the constraints of the services offered, with public transport services when surveyed.

No survey was carried out in 2007/08.

- The RPTP is reviewed on schedule.

The review of the RPTP was completed by the RLTC at its February meeting and the draft plan was adopted for public consultation by Council at its March 2008 meeting. The RPTP was adopted by Council in July 2008 following consideration of submissions.

- Land Transport New Zealand Audit requirements are satisfied.

Land Transport New Zealand conducted an audit on October 2006 and the final audit released in March 2007 showed compliance with LTNZ requirements. No audit was undertaken in 2007/08.

- Applications for scheduled and non-scheduled service registrations are processed within 21 days of receipt.

All service registrations have been processed within 21 days of receipt.

FINANCIAL VARIANCES EXPLAINED (\$48,000 Unfavourable)

Costs for this activity were \$32,000 unfavourable as against budget, however this variance was transferred to Council's subsidized transport scheme reserve. The majority of this variance arose from an outstanding claim covering bus operating subsidies of \$78,000 which is currently under consideration by Land Transport NZ.

statement of service performance

economic, cultural and social well-being

Economic, Cultural and Social Well-being

	Actual	Budget	Actual
Activity	07/08	07/08	06/07
(#)	(\$'000)	(\$'000)	(\$'000)
EXPENDITURE			
Operating Expenditure			
Grants Assistance	164	191	397
Economic Development Support	313	417	441
Specific Regional Projects	218	608	1
Sister City Relationships	9	9	0
Strategic Development	195	0	0
Total Operating Expenditure	899	1,225	839
TOTAL EXPENDITURE	1 899	1,225	839
REVENUE			
Activity Revenue			
Direct Charges	25	0	0
Interest	0	0	0
Total Activity Revenue	25	0	0
TOTAL REVENUE	25	0	0
TOTAL FUNDING REQUIREMENT	(874)	(1,225)	(839)
Special Reserve Funding			
Movement in Sale of Land Reserve	22	23	125
Movement in Specific Regional Project Reserve	218	608	1
Total Special Reserve Funding	240	631	126
NET GENERAL FUNDING REQUIREMENT	(634)	(594)	(713)
MET BY			
General Funding Rates	160	145	180
Investment Income	502	434	562
Operating Reserves	(28)	15	(29)
	634	594	713

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economic, cultural and social well-being

role

The Local Government Act 2002 provided Council with a broader role. It allows Council to consider new ways to promote the social, economic, environmental, and cultural well-being of communities in the present and for the future within specified requirements. A key requirement in this respect is a Regional Council must exercise its powers under the Act wholly or principally for the benefit of all or a significant part of its region and not for the benefit of a single district. This group of activities focuses on initiatives which are directly related to the social, economic and cultural well-being of communities.

The relevant legislation for this function of Council is the Local Government Act 2002.

Activity 1 - Economic, Cultural & Social Well-being (Projects 374, 376 and 377)

how this programme links to community outcomes

Council believes support for the economic development entities will help broaden and strengthen the base of the regional economy and lead to **a more prosperous region** and **a vibrant community**. Likewise, support for various organisations that help progress the cultural and social well-being of the Hawke's Bay community and funding to various specific regional projects will help support and develop **a vibrant community**.

the levels of service for 2007/08

- Progress the cultural and social well-being of the Hawke's Bay community.
- Help broaden and strengthen the base of the regional economy.

the following measures to monitor progress were planned (and achieved)

- Provide the grants as stated and monitor any reporting requirements associated with accountability for these grants.

Grants have been provided to date to the following organisations:

- Lowe Corporation Rescue Helicopter Service (\$2,000)
- Te Mata Park Trust (\$21,836)
- Hawke's Bay Coast Guard (\$15,000)
- Creative Hawke's Bay (\$10,000)
- Faraday Centre (\$10,000)
- HB Cultural Trust (\$60,000)
- Heritage Trail Districts (\$2,205)
- Sport Hawke's Bay (\$10,000)
- Mokotahi Hill Enhancement (\$1,985)
- Heipipi Pa Development (\$5,000)

All reporting requirements associated with accountability for these grants have been met.

- Provide the following grants funded from the Sale of Land Account:
 - Historical site plaques on Wairoa Township River Walkway (\$12,600)
 - Wairoa District Heritage and Museum Trust (\$10,000)

The following grants have been paid:

- Wairoa Township River Walkway (\$12,600)
- Wairoa District Heritage and Museum Trust (\$10,000)

- Provide the following grants funded from the Special Regional Projects Reserve:
 - Wairoa Community Centre (\$164,954+Interest)

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economic, cultural and social well-being

- Hawke's Bay Cultural Trust Archive Facility (\$320,000+Interest)
- Hawke's Bay Cultural Trust Earthquake Exhibition (\$121,000+Interest)

The status of the grants from the Special Regional Projects Reserve are given below:

- *A grant to the value of \$163,000 has been made to the Wairoa Community Centre.*
 - *Concept plans for the proposed new Museum are currently being considered by Napier City Council. This facility will include the archives. No payment has been made in this financial year.*
 - *The Earthquake Exhibition has been completed and the permanent exhibition opened on 15 February 2008. The Council's contribution to this project was \$50,000. This left a balance of funds of \$71,000 available for payment when further work is completed on the earthquake display as part of the Museum redevelopment.*
- Make the agreed grant payment to Hawke's Bay Incorporated in four equal installments paid in advance.

The payments to HBI for the three quarters to 31 March 2008 of the current financial year have been made. The fourth quarterly instalment of \$100,000 has been carried forward for payment during the 2008/09 financial year.

- Ensure input into the Statement of Intent annually and specifically in 2006, 2009 and 2012 and renew Council's binding commitment to funding Hawke's Bay Incorporated (subject to Hawke's Bay Incorporated's adherence to the Statement of Intent) for a further 3 years each time.

The Statement of Intent for the three years ended 30 June 2008 required no input from Council. From the 1st July 2008, HBI ceased to be a Council-controlled organisation and became a business unit of the Regional Council and therefore no further Statement of Intent was prepared.

- Monitor and report to Council on the performance of Hawke's Bay Incorporated as measured against the Performance Targets and Measures specified in the Statement of Intent.

The Report on Council Controlled Organisations sets out HBI's performance against its targets and measures specified in the Statement of Intent for the financial year ended 30 June 2008.

- Develop a Relationship Agreement by February 2007 for the sister city Xuzhou, and specific activities and outputs for the calendar year ending 2008 by 31 December 2007.

Two delegations from Xuzhou have been hosted during this year, one in October 2007 and a further in April 2008.

A survey of Hawke's Bay businesses has identified 22 organisations interested in developing or expanding their exports into China. Work is now progressing to identify products that these businesses wish to export or have manufactured in China and matching them with an organisation in China. It is expected that this will lead to a trade delegation to China in late 2008 or early 2009. This work is being undertaken in conjunction with Napier City Council and Chamber of Commerce.

A delegation which included Napier City Council and Chamber of Commerce travelled to China during July 2008 to identify products and needs that match industries in Hawke's Bay.

FINANCIAL VARIANCES EXPLAINED (\$521,000 Favourable)

Economic Development support was underspent by \$100,000 as the fourth quarter instalment payable to HBI has been carried forward to the 2008/09 year and will be paid during that year.

As the redevelopment of the museum in Napier is still under review, the payments from the special projects reserve of \$320,000 for the museum redevelopment and a further payment of \$71,000 for the earthquake display has been carried forward to the 2008/09 year.

A sum of \$95,000 was spent on strategic development activities for Council. This activity was not budgeted for in the Annual Plan. Council at their meeting on 29th August 2007 resolved to allocate up to \$350,000 from funds unspent at the end of the financial year 30th June 2007, to be used for the development of a strategic planning process and strategic plan ahead of developing the LTCCP 2009/19. These strategic plan tasks included provision for economic analysis, provision of strategic financial and investment analysis and marketing and communication initiatives.

statement of service performance community representation

Community Representation

	Actual 07/08 (\$'000)	Budget 07/08 (\$'000)	Actual 06/07 (\$'000)
EXPENDITURE			
Operating Expenditure			
Community Representation	1,045	1,063	957
Total Operating Expenditure	1,045	1,063	957
TOTAL EXPENDITURE	1	1,045	1,063
REVENUE			
Activity Revenue			
Direct Charges	0	0	0
Total Activity Revenue	0	0	0
TOTAL REVENUE	0	0	0
TOTAL FUNDING REQUIREMENT	(1,045)	(1,063)	(957)
NET GENERAL FUNDING REQUIREMENT	(1,045)	(1,063)	(957)
MET BY			
General Funding Rates	264	259	241
Investment Income	825	776	755
Operating Reserves	(44)	28	(39)
	1,045	1,063	957

statement of service performance

community representation

role

Community representation through elected Councillors and Iwi representation is an important part of the democratic process and the open running of Councils.

The relevant legislation for this function includes the Local Government Act 2002, Resource Management Act 1991, Local Government (Rating) Act 2002, Local Government Official Information and Meetings Act 1987 and Local Electoral Act 2001.

Activity 1 - Community Representation (Project 200)

how this programme links to community outcomes

This activity supports a **clean and healthy environment** and a **prosperous region** by the Councillors establishing policies, priorities and allocation of resources for Council activities. **A vibrant community** is supported by the nine Councillors from constituencies through Hawke's Bay representing their communities and reflecting community views on policies before Council, and by Council as a whole involving the community in many aspects of our work.

the levels of service for 2007/08

- Provide to the community a channel for representation through elected Councillors and Iwi representation to enable access and influence of the democratic process and the open running of councils.
- Ensure high performance levels of Council and the monitoring of these levels.
- Involvement of Maori in the decision making of Council and provide the opportunities for the views of Maori to be put to Council.

the following measures to monitor progress were planned (and achieved)

- Issue the draft Annual Plan or LTCCP for public consultation by the end of April of each year.
The draft Annual Plan 2008/09 was available for consultation on 14 April 2008.
- Adopt the Annual Plan or LTCCP by the end of June of each year.
Pending.
- Adopt the Annual Report by 31 October of each year.
The 2006/07 Annual Report was adopted by Council at its meeting on 26 September 2007.
- Publish Council papers on Council's website, no later than three business days before the meeting.
Most Council papers were published on the web site no later than three business days before the meeting.
- Adopt a "triennial agreement" by 1 March subsequent to the year of the triennial election, (the next triennial election being in October 2007.)
This agreement was adopted by Council on 27 February 2008.
- Review the Code of Conduct in the month prior to the triennial elections with a view to presenting the results of that review to the new council for consideration and adoption, as soon as practicable following the elections.
The Code of Conduct was adopted on 2 November 2007.
- Adopt a "Local Governance Statement" by 31 December annually other than in or after an election year when it will be 6 months after the date of the elections.
The annual Local Governance Statement was adopted by Council at its meeting held on 28 May 2008. This is later than provided for in the Act because of extensive changes required following the election of a new Council on 13 October 2007.

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community representation

- Hold Council elections during October 2007 (and 3 yearly thereafter) as required by the Local Electoral Act 2001, and hold the inaugural meeting by the end of October in each election year.

Elections were held on 13 October 2007 and the inaugural meeting of Council was held on 30 October 2007.

- Complete budgets to provide sufficient resources. Such budgets to be compiled by staff no later than the end of January for draft annual plans and no later than the end of December for LTCCPs.

Budgets for 2008/09 were completed by staff by the end of January 2008.

- Statutory requirements associated with monthly meetings and Committee meetings, achieving at least 90% attendance by elected and appointed members.

Council held 14 meetings over this period, with attendance rate of 96.03%. A further 44 meetings of other committees were held during this period with an attendance rate of 92.83%.

- Create a Maori Committee, which will meet as required.

The new members of the Maori Committee have been appointed for the new triennium. The first meeting of the Maori Committee for this new term was on 27 November 2007.

- Provide representation for appointees from Council's Maori Committee on the Environmental Management and Asset Management and Biosecurity Committees.

Council on 28 November 2007 approved the representation from the Maori Committee on the Environmental Management and Asset Management and Biosecurity committees of Council.

FINANCIAL VARIANCES EXPLAINED

Costs for this activity were in accordance with budget.