

Economic

Economic Well-being

Not just traditional bottom line economic success, but also in relation to the capacity of the economy to generate the employment and wealth necessary to provide many of the prerequisites for social wellbeing such as health services.

Of the total 49 data measures collected this year in the economic category, 15 have been selected for detailed comment.

Five measures are included in this section (detailed below) to present the Operating Revenue, Total Revenue (operating revenue + developer revenue), Operating Cost, Total Cost and Actual Capital Expenditure related to the water supply, wastewater and stormwater activities for each organisation, presented in terms of dollars per "Total Serviced Property".

Operating Revenue represents the total income for the organisation from billing (or rates) for core activities, excluding developer cash and asset contributions.

Developer Revenue represents the total income for the organisation obtained from developer cash and asset contributions.

Revenue represents the total income for the organisation i.e. operating revenue + developer revenue.

Operating Cost was defined by the WSAA benchmarking and excludes both depreciation and interest.

Total Cost differs from the WSAA definition and was changed in 2005/06 to **include** interest.

$$\text{Total Cost} = \text{Operating Cost} + \text{Depreciation} + \text{Interest}$$

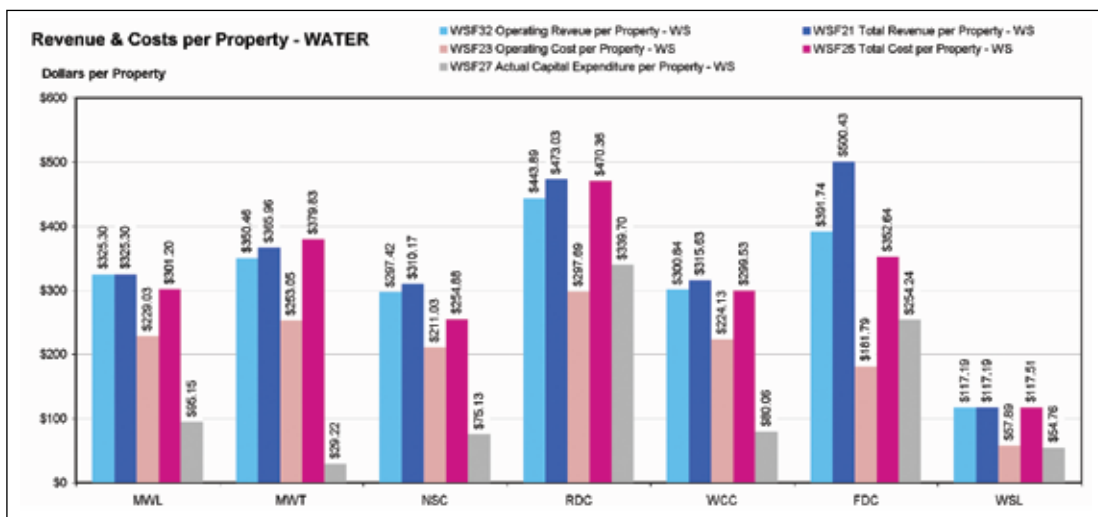
Franklin has significant Development Contribution income which appears in the Total Operating Income, but is used for growth related capital improvement works. United Water did not report financial information for this section of the report.

WSF32, WSF21, WSF23, WSF25, WSF27: Water Revenue and Costs per Property

Definition	Measure
Operating Revenue (per serviced property) for the reporting year relating to the "Total Water Serviced Area" excludes developer contributions WSF32	\$ per property
Total Water Supply Revenue (per serviced property) for the reporting year, relating to the "Total Water Serviced Area" (not unserviced properties) WSF21	\$ per property
Water Supply Operating Cost per property WSF23	\$ per property
Total Water Supply Cost per property WSF25	\$ per property
Actual capital expenditure per property WSF27	\$ per property
Confidence Gratings	Water Orgns

On a per property basis Rodney District and Franklin District spent the most on water supply capital improvement and upgrade projects in 2006/07 compared with other water operators.

Economic



WWF32, WWF21, WWF23, WWF25, WWF27:

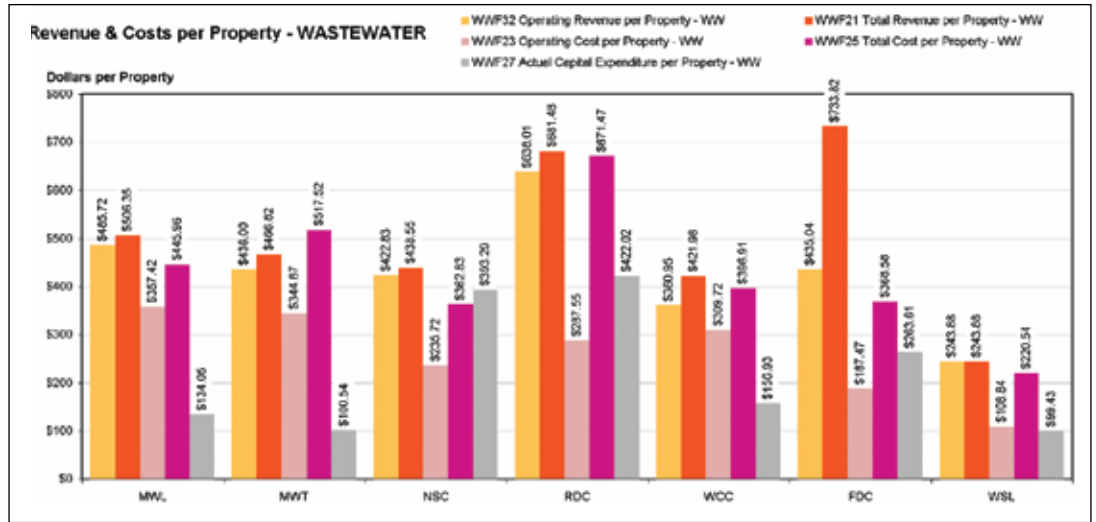
Wastewater Revenue and Costs per Property

Rodney District continued to spend, as it has for the last two years, a significant amount per property on capital wastewater reticulation and improvement projects. North Shore City had the second highest capital spend per property reflecting its substantial programme of wastewater improvement projects.

Definition

Measure

Operating Revenue (per serviced property) for the reporting year relating to the "Total Wastewater Serviced Area" excludes developer contributions WWF32	\$ per property
Total Wastewater Revenue (per serviced property) for the reporting year, relating to the "Total Wastewater Serviced Area" (not unserviced properties) WWF21	\$ per property
Total Wastewater Operating Cost per property WWF23	\$ per property
Total Wastewater Cost per property WWF25	\$ per property
Actual capital expenditure per property WWF27	\$ per property
Confidence Gratings	Wastewater Orgns



SWF32, SWF21, SWF23, SWF25, SWF27:

Stormwater Revenue and Costs per Property

Franklin District spent a significant amount per property on stormwater improvement projects in 2006/07. This high per property capital spend partly reflects the relatively low number of stormwater serviced properties but also indicates strong commitment to improvements and new developments in the area.

Definition

Measure

Operating Revenue (per serviced property) for the reporting year relating to the "Total Stormwater Serviced Area" excludes developer contributions SWF32	\$ per property
Total Stormwater Revenue (per serviced property) for the reporting year, relating to the "Total Stormwater Serviced Area" (not unserviced properties) SWF21	\$ per property
Stormwater Operating Cost per property SWF23	\$ per property
Total Stormwater Cost per property SWF25	\$ per property
Actual capital expenditure per property SWF27	\$ per property
Confidence Gratings	Councils only

