

TREASURY MANAGEMENT POLICY COMPLIANCE REPORT

For the six months ended 31 December 2000

<u>Total Council Limit Compliance Analysis</u>		Yes	No
No more than 33% of total debt is subject to refinancing in any financial year.		✓	
Access to undrawn committed lines and liquid investments of no less than \$5m .		✓	
Access to undrawn committed lines and liquid financial investments of no less than \$25m for Council's self insured infrastructural asset risks and contingency reserves.		✓	
Less than 40% of total debt has a floating rate profile.		✓	
Counterparty exposures:	ANZ < \$1 Om	✓	
	NBNZ < \$50m	✓	
	BNZ < \$1 Om	✓	
	WestpacTrust < \$10m	✓	

<u>Total Council Borrowing Limits Compliance Analysis</u>		
Ratio	Actual	TMP Limits
Net Interest Expense to Rates and Levies	10%	20%
Net External Debt to Rates and Levies	122%	175%
Net External Debt / Head of Population	\$205	\$300

<u>Significant Activity Compliance Analysis</u>			
Activity	Ratio	Actual	TMP Limits
Regional Water Supply	Net Debt to Water Supply Levy	254%	300%
	Net Financial Costs to Water Supply Levy	22%	40%
Flood Protection - Western Region	Net Debt to Rates	353%	400%
	Net Financial Costs to Rates	30%	50%
Flood Protection - Wairarapa Region	Net Debt to Rates	52%	80%
	Net Financial Costs to Rates	4%	10%
Regional Parks	Net Debt to Rates	24%	50%
	Net Financial Costs to Rates	2%	10%
Corporate Properties	Net Debt to Investments & Capital Assets **	37%	75%
	Net Financial Costs to Revenue	25%	50%
Forestry Business Units - Combined	Net Debt to Forestry Market Value *	49%	60%

* Market Value is based on valuation as at 30 June 2000 at a discount rate of 9%.

** Investments and Capital Assets includes the value of total equity in WRCH Ltd (estimated at 30 June 2000) as well as the value of net Fixed Assets in the Administrative Properties activity.