



SUMMARY REPORT FOR THE YEAR END 2011

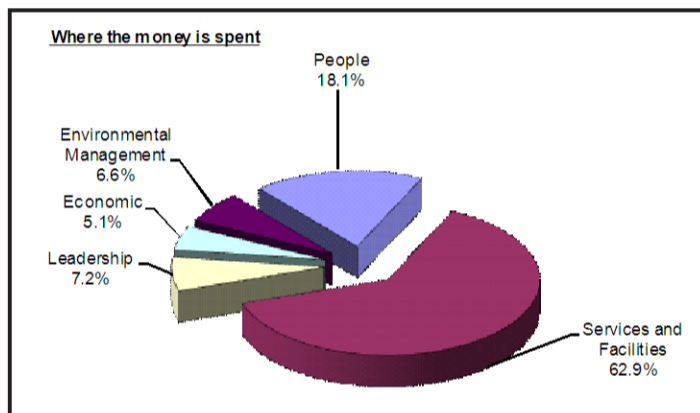
Capital Expenditure

Capital expenditure total \$3,264,536 for the year ended 30 June 2011 (\$4,036,200 last year). \$339,157 of the amount spent this year was carried over from previous years and \$77,478 was authorised additional capital expenditure. For various reasons some projects have not been commenced or have commenced but not completed. Funding for those projects has been carried forward to the 2011/2012 financial year.

For significant variations of Capital Expenditure to the Annual Plan refer to "Significant Acquisitions and Replacements" towards the end of the full Annual Report.

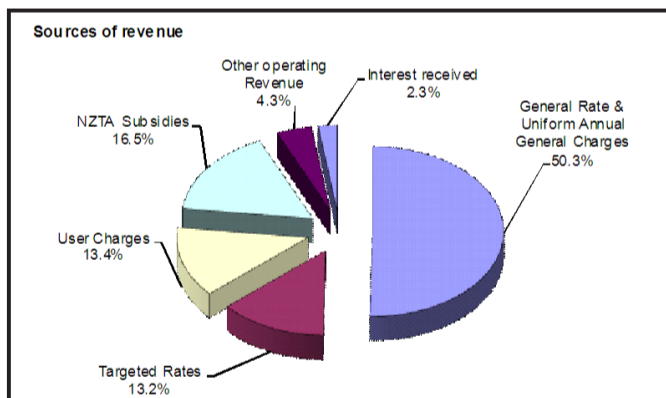
Expenditure

Where the money is spent



Revenue

Sources of revenue



Variations to the Annual Plan

Explanation of significant variances between actual and budget

Explanations for major variations from Councils estimated figures in the 2010/2011 Annual Plan are as follows:

Statement of Comprehensive Income

Expenditure is more than expected mainly due to lesser interest paid (\$176,500) as not all the loans were taken up and interest rates were less than anticipated. Revenue is above the budget mainly due to further development contribution that was not budgeted for.

Statement of Financial Position

The current assets are less than estimated and are slightly down from last year. Total assets are up from last year's figures due to the revaluation of Council's assets. Current liabilities are 17.3% less than forecast and total liabilities are down by 9.6% from previous year. This is mainly due to a decrease in borrowings.

Statement of Changes in Equity

The greatest improvement within equity is in accumulated funds due to a larger than estimated gain on the revaluation of property.

Audit Report

To the readers of Stratford District Council and group's

Summary of the Annual Report for the year ended 30 June 2011

We have audited the summary of the annual report (the summary) as set out on pages 1 to 4, which was derived from the audited statements in the annual report of the Stratford District Council (the District Council) and group for the year ended 30 June 2011 on which we expressed an unmodified audit opinion in our report dated 11 October 2011.

The summary comprises:

- the summary statement of financial position as at 30 June 2011, and summaries of the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and the notes to the summary financial statements that include accounting policies and other explanatory information; and
- the summary of the District Council and group's key projects and summaries of other information contained in its annual report.

Opinion

In our opinion, the information reported in the summary complies with FRS-43: Summary Financial Statements and represents, fairly and consistently, the information regarding the major matters dealt with in the annual report.

Basis of Opinion

The audit was conducted in accordance with the Auditor General's Auditing Standards, which incorporate the International Standards on Auditing (New Zealand).

The summary and the audited statements from which they were derived, do not reflect the effects of events that occurred subsequent to our report dated 11 October 2011 on the audited statements.

The summary does not contain all the disclosures required for audited statements under generally accepted accounting practice in New Zealand. Reading the summary, therefore, is not a substitute for reading the audited statements in the annual report of the District Council and group.

Responsibilities of the Council and the Auditor

The Council is responsible for preparing the summary in accordance with FRS-43: Summary Financial Statements. We are responsible for expressing an opinion on the summary, based on the procedures required by the Auditor General's auditing standards and the International Standard on Auditing (New Zealand) 810: Engagements to Report on Summary Financial Statements. Other than in our capacity as auditor we have no relationship with, or interest in, the District Council or any of its subsidiaries.

Clint Ramoo,
Audit New Zealand
On behalf of the Auditor General
Palmerston North, New Zealand
8 November 2011

AUDIT NEW ZEALAND
Mana Arotake Aotearoa

NOTES

1. Part 6 Section 98(4)(b) of the Local Government Act 2002 requires Councils to make publicly available a summary of the information contained in its Annual Report.
2. The specific disclosures included in the summary financial report have been extracted from the full financial report completed on 11 October 2011. This summary has been prepared in accordance with FRS-43: Summary Financial Statements. The Summary financial statements were authorised for issue by the Council on 8 November 2011.
3. The full Annual Report has been prepared in accordance with NZ GAAP and complies with NZ IFRS and other applicable financial reporting standards. The summary financial report cannot be expected to provide as complete an understanding as provided by the full financial report. The full financial report dated 11 October 2011 has received an unqualified audit report. A full copy of the financial report may be obtained from Council's office or the Library.
4. This summary financial report has been examined by the auditor for consistency with the full financial report. An unqualified auditor's report is included with this summary.
5. The Council has designated itself a public benefit entity.
6. As at 30 June 2011 the Council has a number of financial and non-financial commitments. These are detailed in Note 23 of the full Financial Report and are relating to service contracts totalling \$5,042,200 to be paid in 2011/2012 (\$3,641,000 previous year).
7. The Council and Group has no contingencies as at 30 June 2011 (2009 - Nil).
8. The financial statements are presented in New Zealand dollars and all values are rounded to the nearest thousand dollars (\$'000). The functional currency of Council is New Zealand dollars.