

Attachment 3 Compliance with Treasury Risk Management

As at 30 September 2011

Total Council Limit Compliance Analysis	<i>Compliant</i>				<i>Compliant</i>		
	Yes	No	actual %		Yes	No	actual %
The fixed net interest rate debt and swaps are to be between 40% and 95% of the total forecasted debt in 12 month time	✓		68%	The repricing of liquid financial investments are to occur within the following timebands			
The maturity of fixed rate debt is within the following timebands				0 -1 year	✓		100%
1 - 3 years	✓		33%	1 - 3 years	✓		0%
3 - 5 years	✓		15%	3 - 5 years	✓		0%
> 5 years	✓		52%	5 -10 years	✓		0%
The maturity of total external debt less liquid financial investments to fall within the following timebands				Core Council External Borrowing Limits - Ratios			
0 - 3 years	✓		36%	Net debt per capita <\$400	✓		\$106
3 - 5 years		✗	18%	The percentage of net external debt to annual rates and levies <210%	✓		47.2%
> 5 years	✓		45%	Net interest expense on net external debt as a percentage of annual rates and levies < 25%	✓		2.4%
Countreparty credit exposure with New Zealand registerd banks which have a credit rating of at least A-, long term, and A2 short term	✓			Liquidity (Total debt + committed loan facilities + liquid investments to total debt) > 110%	✓		151%
Other countreparty exposure within policy limits	✓			Note : The breach of the 3-5 year band is a timing issue till new debt is issued. The Policy wants to see an even maturity of debt.			
Maximum countreparty exposure with a NZ registered bank is within \$70 million limit	✓						
Diesel Hedging - Hedging in place, Yes/No		No					