

Attachment 3 Compliance with Treasury Risk Management Policy

As at 30 September 2009

Total Council Limit Compliance Analysis	Compliant				Compliant		
	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		✓	104%	The repricing of liquid financial investments are to occur within the following timebands			
				0 - 1 year		40% - 100%	✓ 65%
The maturity of fixed rate debt is within the following timebands				1 - 3 years		0% - 60%	✓ 35%
1 - 3 years		✓	20%	3 - 5 years		0% - 40%	✓ 0%
3 - 5 years		✓	7%	5 - 10 years		0% - 20%	✓ 0%
> 5 years		✓	73%	Core Council External Borrowing Limits - Ratios			
The maturity of total external debt less liquid financial investments to fall within the following timebands				Net debt per capita <\$400			✓ \$85
0 - 3 years		✓	79%	The percentage of net external debt to annual rates and levies <210%			✓ 39.5%
3 - 5 years		✓	1%	Net interest expense on net external debt as a percentage of annual rates and levies <25%			✓ 0.8%
> 5 years		✓	20%	Liquidity (Total debt + committed loan facilities + liquid investments to total debt) > 110%			✓ 152%
Countreparty credit exposure with New Zealand registered banks which have a credit rating of at least A-, long term, and A2 short term		✓		Note: The new Treasury Management Policy became effective on 01 July 09. Please note that there is a 12 month phase in period from 1 July 2009 to comply with debt and interest rate control limits.			
Other countreparty exposure within policy limits		✓					
Maximum countreparty exposure with a NZ registered bank is within \$70 million limit		✓					
Diesel Hedging - Hedging in place, Yes/No		✓					