

Performance ratios

		Annual Plan Forecast Year 2 2010-11	LTCCP Forecast Year 3 2011-12	Annual Plan Forecast Year 3 2011-12
<u>Liquidity ratios:</u>				
These ratios measures the council's ability to meet its maturing short term obligations				
-Current ratio	Times	1.7 :1	1.2 :1	1.1 :1
This ratio measures the council ability to pay off short term obligations.				
<u>Leverage ratios:</u>				
This ratio measures the extent to which the council has been financed by debt.				
-Debt ratio	%	5.3%	5.4%	5.2%
This ratio, of total debt to total assets, measures the percentage of total funds provided by liabilities				
<u>Activity ratios:</u>				
This ratio measures how effectively the council is using its resources.				
-Average collection period	Days	27	26	27
This represents the average length of time the council must wait after making a charge before receiving payment.				
<u>Borrowing and investment policy ratios:</u>				
-Total interest expense will not exceed 10 percent of annual rates	%	6.0%	5.6%	6.5%
-Ratio of public debt to annual rates and levies will not exceed 150 percent	Times	52.6%	51.2%	59.8%
-Public debt per assessable ratepayer properties will not exceed \$2,500	\$	\$1,350	\$1,322	\$1,527
-Public debt per capita will not exceed \$1,000.	\$	\$529	\$521	\$602