

Notice of Meeting:

I hereby give notice that an ordinary meeting of the Finance and Council Controlled Organisations Committee will be held on:

Date: Tuesday 9 February 2021
Time: 1.00 pm
Venue: Edinburgh Room, Municipal Chambers, The Octagon, Dunedin

Sandy Graham
Chief Executive Officer

Finance and Council Controlled Organisations Committee
PUBLIC AGENDA

MEMBERSHIP

Chairperson	Cr Mike Lord	
Deputy Chairperson	Cr Doug Hall	
Members	Cr Sophie Barker	Cr David Benson-Pope
	Cr Rachel Elder	Cr Christine Garey
	Mayor Aaron Hawkins	Cr Carmen Houlahan
	Cr Marie Laufiso	Cr Jim O'Malley
	Cr Jules Radich	Cr Chris Staynes
	Cr Lee Vandervis	Cr Steve Walker
	Cr Andrew Whiley	
Senior Officer	Gavin Logie, Acting General Manager Finance	
Governance Support Officer	Wendy Collard	

Wendy Collard
Governance Support Officer

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Note: *Reports and recommendations contained in this agenda are not to be considered as Council policy until adopted.*

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1 PUBLIC FORUM

At the close of the agenda no requests for public forum had been received.

2 APOLOGIES

At the close of the agenda no apologies had been received.

3 CONFIRMATION OF AGENDA

Note: Any additions must be approved by resolution with an explanation as to why they cannot be delayed until a future meeting.

DECLARATION OF INTEREST

EXECUTIVE SUMMARY

1. Members are reminded of the need to stand aside from decision-making when a conflict arises between their role as an elected representative and any private or other external interest they might have.
2. Elected members are reminded to update their register of interests as soon as practicable, including amending the register at this meeting if necessary.

RECOMMENDATIONS

That the Committee:

- a) **Notes/Amends** if necessary the Elected Members' Interest Register attached as Attachment A; and
- b) **Confirms/Amends** the proposed management plan for Elected Members' Interests.

Attachments

	Title	Page
↓A	Elected Members' Register of Interest	7

Councillor Register of Interest - Current as at 25 January 2021				
Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Aaron Hawkins	Trustee	West Harbour Beautification Trust	Potential conflict WHBT work with Parks and Reserves to co-ordinate volunteer activities	Withdrawal from all West Harbour Beautification Trust/ DCC discussions involving this relationship.
	Trustee	St Paul's Cathedral Foundation	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Residential Property Owner - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Thank You Payroll	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	ICLEI Oceania Regional Executive	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Hospital Local Advisory Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Green Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Connecting Dunedin (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Museum Trust Board (Council appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Otago Theatre Trust (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Member	Otago Polytech's Research Centre of Excellence	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	LGNZ National Council	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Alexander McMillan Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Cosy Homes Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Chair	LGNZ Policy Advisory Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Member	Local Government New Zealand Zone 6 Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Sophie Barker	Director	Ayrmed Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Ocho Newco Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Various publicly listed companies	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Property Owner	Residential Property Owner - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Beneficiary	Sans Peur Trust (Larnach Castle)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Society (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Chairperson	Dunedin Heritage Fund Trust (Council appointment)	Duty to Trust may conflict with duties of Council Office	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Trustee	Dunedin Midwinter Carnival	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin Gas Works Museum Trust (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
David Benson-Pope	Owner	Residential Property Ownership in Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee and Beneficiary	Blind Investment Trusts	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Yellow-eyed Penguin Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	New Zealand Labour Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Heritage Fund Trust (Council appointment)	Duty to Trust may conflict with duties of Council Office	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Connecting Dunedin (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Delegation holder	Second Generation District Plan (2GP) Authority to Resolve Appeals on behalf of Council (Council appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Hospital Local Advisory Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Regional Transport Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Commissioner (Community Representative)	District Licensing Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Rachel Elder	Owner	Residential Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Greater South Dunedin Action Group	Decisions may be considered on the future of South Dunedin.	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Host Parent	Otago Girls High School	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Advisor/Support Capacity	Kaffelagic	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tracks and Trails Interest Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Trails Networks Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Manufacturing Holdings	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chair	Southern Urban Dunedin Community Response Group	Decisions about emergency response recovery may be conflicted	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Craigieburn Reserve Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Keep Dunedin Beautiful (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Okia Reserve Management Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Member	Toitu Otago Settlers Museum Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Disability Issues Advisory Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Christine Garey	Trustee	Garey Family Trust - Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chair	Creative Dunedin Partnership (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Symphony Orchestra Foundation Board of Trustees (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Theomin Gallery Management Committee (Olveston) (Council appointment)	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Chair	Grants Subcommittee (Council Appointment)	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Personal Submitter	Speed Limit Bylaw	May be a conflict when the Bylaw is adopted at Council	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	External family member is a Principal Security Consultant	Major supplier to DCC	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Local Government New Zealand Zone 6 Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Doug Hall	Director/Owner	Hall Brothers Transport Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Dunedin Crane Hire	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Wood Recyclers Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Dunedin Concrete Crushing Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Anzide Properties Ltd - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	The Woodshed 2014 Limited	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Owner	Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Farmlands	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Ravensdown Fertiliser	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	PGG Wrightson	Currently no likely conflict	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Silver Fern Farms	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Valley View Development Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Shareholder	Geekfix Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Hall Family Trust, Invercargill	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Milburn Processing Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Donor of the use of a building free of charge to the group	Fire Brigade Restoration Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Appellant	2GP	Appellant to the 2GP	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Financial Donor	Dunedin North Community Patrol	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Donor of the use of a building free of charge to the group	North Dunedin Blokes Shed	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Loan of a four wheel drive truck free of charge to the group for cartage of gravel	Mountainbiking Otago	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Partner	Highland Helicopters	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Supplier	Southweight Truck and Weights for testing Weighbridges Otago & Southland	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Craigieburn Reserve Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Chinese Garden Advisory Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Toitu Otago Settlers Museum Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Carmen Houlahan	Owner	Residential Property - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Rental Property - North Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Part Owner	Adobe Group Ltd, Wanaka	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Rotary Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Institute of Directors	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Property Investors Association	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Company Owner/Sole Director	Shelf Company - RU There	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Toitu Otago Settlers Museum Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Acquisitions Committee (Council appointment)	Possible grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Shareholder	Startup Business	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel Taieri Community Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Marie Laufiso	Property Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Community Building Trust - Trust Owner of Property 111 Moray Place	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Mental Health Trust	Potential grants applicant which would result in pecuniary interest. Duty to Trust may conflict with duties of Council Office	Do not participate in consideration of grants applications. If the meeting is in confidential, to leave the room.
	Trustee	Brockville Community Support Trust	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Trustee	Corso Ōtepoti Dunedin Trust	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Member	Dunedin Manufacturing Holdings Inc	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	National Secretary	P.A.C.I.F.I.C.A Inc	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Dunedin Branch Treasurer	P.A.C.I.F.I.C.A Inc	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Dunedin Branch delegate to Arai Te Uru Marae Council	P.A.C.I.F.I.C.A Inc	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Green Party of Aotearoa New Zealand	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Age Concern (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Abrahamic Interfaith Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Refugee Steering Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Settlers Association (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Fair Trading Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Deputy Chair	Grants Subcommittee	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Member	Social Well Being Advisory Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Mike Lord	Trustee	ML Lord Family Trust - Owner of Residential Properties - Dunedin	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Fonterra	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Federated Farmers	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Mosgiel Rotary Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel RSA	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Member	National Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Federated Farmers Charitable Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Various publicly listed companies	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Otago Rural Support Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Youth Adventure Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Strath Taieri Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Hereweka Harbour Cone Trust (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	District Licensing Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Jim O'Malley	Owner	Biocentrix Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel Association Football Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Ocho Newco Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Residential Property Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Ayrmed Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ice Sports Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Manufacturing Holdings	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ice Sports Dunedin Incorporated (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Member	Connecting Dunedin (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Okia Reserve Management Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Waikouaiti Coast Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Jules Radich	Shareholder	Izon Science Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Taurikura Drive Investments Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Golden Block Developments Ltd	The Auditor General has issued a declaration under section 6(4) of LAMIA allowing Cr Radich to participate on the grounds that it is in the interests of the electors and inhabitants of the area that he be allowed to do so. The declaration applies to the Council meeting on 25 May 2020 and to discussion and deliberations on the Annual Plan 2020/21 up to and including the adoption of the Annual Plan	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Director	Cambridge Terrace Properties Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Southern Properties (2007) Ltd	The Auditor General has issued a declaration under section 6(4) of LAMIA allowing Cr Radich to participate on the grounds that it is in the interests of the electors and inhabitants of the area that he be allowed to do so. The declaration applies to the Council meeting on 25 May 2020 and to discussion and deliberations on the Annual Plan 2020/21 up to and including the adoption of the Annual Plan	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Golden Centre Holdings Ltd	The Auditor General has issued a declaration under section 6(4) of LAMIA allowing Cr Radich to participate on the grounds that it is in the interests of the electors and inhabitants of the area that he be allowed to do so. The declaration applies to the Council meeting on 25 May 2020 and to discussion and deliberations on the Annual Plan 2020/21 up to and including the adoption of the Annual Plan	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	IBMS Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Raft Holdings Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Otago Business Coaching Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Effectivise Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Athol Street Investments Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Allandale Trustee Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Aberdeen St No2 Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Acquisitions Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Society (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Road Safety Action Plan	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council appointment - alternate)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Saddle Hill Community Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Chris Staynes	Chairman	Cargill Enterprises	Contractor and service provider to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room.
	Director	Wine Freedom	Supplier to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room.
	Patron	Otago Model Engineering Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Balmacewen Lions Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Southland Manufacturers Association Trust	Possible co-funder of ED project. Duties to the Trust may conflict with duties of Council	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Deputy Chair	Cancer Society of Otago/Southland	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Past President	Patearoa Golf Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	President	Balmacewen Lions	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	CJ and CA Staynes Family Trust - Property Owner - Dunedin and Patearoa	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	George Street Wines Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Saddle Hill Investment Trust Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	NZ Association of Amateur Radio and Transmitters	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Museum Trust Board (Council appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Trustee	Theomin Gallery Trust (Council appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Chairman	Grow Dunedin Partnership (Council appointment)	Duties may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin Shanghai Association (Sister City Society) (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
Member	Social Well Being Advisory Group (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Member	Local Government New Zealand Zone 6 Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Lee Vandervis	Director	Lee Vandervis, Antonie Alm-Lequeux and Cook Allan Gibson Trustee Company Ltd - Residential Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Bunchy Properties Ltd - Residential Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Vandervision Audio and Lighting - Hire, Sales and Service Business	May contract and provide service to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
Steve Walker	Chairperson	Dunedin Wildlife Hospital Trust	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Chairperson	West Harbour Beautification Trust	Potential conflict WHBT work with Parks and Reserves to co-ordinate volunteer activities	Withdrawal from all West Harbour Beautification Trust/ DCC discussions involving this relationship.
	Member	Orokonui Ecosanctuary	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Member	Port Chalmers Golf Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Keep New Zealand Beautiful	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Member	Society of Beer Advocates	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	New Zealand Labour Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Port Chalmers Historical Society	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Owner	Residential Property - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Various publicly listed companies	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	NZ Sea Lion Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Edinburgh Sister City Society (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Connecting Dunedin (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Te Ao Turoa Partnership (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Keep Dunedin Beautiful (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council appointment - alternate)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	West Harbour Community Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Andrew Whiley	Owner/Operator	Whiley Golf Inc and New Zealand Golf Travel Ltd	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Director/Shareholder 22 May 2017	Estate of Grace Limited	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Trustee	Japek (Family Trust) - Property Ownership - Dunedin	Duties to Trust may conflict with duties of Council Office.	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Otago Golf Club	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin South Rotary Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	New Zealand Professional Golfers Assn	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Institute of Directors	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Member	National Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairman	Volunteering Otago	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Otago Sister City Society (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Society (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Grow Dunedin Partnership (Council appointment - alternate)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	NZ Masters Games Trust Board (Council appointment)	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin Community House Executive Committee	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Puketai Residential Centre Liaison Committee (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Peninsula Community Board (Council appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

CONFIRMATION OF MINUTES

FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETING - 19 OCTOBER 2020

RECOMMENDATIONS

That the Committee:

Confirms the public part of the minutes of the Finance and Council Controlled Organisations Committee meeting held on 19 October 2020 as a correct record.

Attachments

	Title	Page
A↓	Minutes of Finance and Council Controlled Organisations Committee meeting held on 19 October 2020	18

**Finance and Council Controlled Organisations Committee
MINUTES**

Minutes of an ordinary meeting of the Finance and Council Controlled Organisations Committee held in the Edinburgh Room, Municipal Chambers, The Octagon, Dunedin on Monday 19 October 2020, commencing at 1.00 pm

PRESENT

Chairperson Cr Mike Lord
Deputy Chairperson Cr Doug Hall

Members

Cr Sophie Barker	Cr David Benson-Pope
Cr Christine Garey	Mayor Aaron Hawkins
Cr Carmen Houlahan	Cr Marie Laufiso
Cr Jim O'Malley	Cr Jules Radich
Cr Chris Staynes	Cr Lee Vandervis
Cr Steve Walker	Cr Andrew Whiley

IN ATTENDANCE Sandy Graham (Chief Executive Officer), Gavin Logie (Acting General Manager, Finance), John Christie (Director, Enterprise Dunedin) and Clare Sullivan (Team Leader, Civic)

Governance Support Officer Wendy Collard

1 PUBLIC FORUM

There was no Public Forum.

2 APOLOGIES

Moved (Cr Mike Lord/Cr Jim O'Malley):

That the Committee:

Accepts the apology from Cr Rachel Elder (for absence) and Cr Doug Hall (for lateness)

Motion carried (FCCO/2020/016)

3 CONFIRMATION OF AGENDA

Moved (Cr Mike Lord/Mayor Aaron Hawkins):

That the Committee:

Confirms the agenda with the following addition or alteration:

that standing order 21.4 Option C be adopted in relation to moving and seconding and speaking to amendments.

Motion carried (FCCO/2020/017)

Cr Doug Hall entered the meeting at 1.02 pm

4 DECLARATIONS OF INTEREST

Members were reminded of the need to stand aside from decision-making when a conflict arose between their role as an elected representative and any private or other external interest they might have.

Cr Vandervis provided an update to his register of interests.

Moved (Cr Mike Lord/Cr Doug Hall):

That the Committee:

- a) **Amends** the Elected Members' Interest Register; and
- b) **Confirms** the proposed management plan for Elected Members' Interests.

Motion carried (FCCO/2020/018)

PART A REPORTS

5 FINANCIAL RESULT - PERIOD ENDED 30 SEPTEMBER 2020

A report from Finance provided the financial results for the period ended 30 September 2020 and the financial position as at that date.

The Acting General Manager Finance (Gavin Logie) spoke to the report and responded to questions.

Moved (Mayor Aaron Hawkins/Cr Christine Garey):

That the Committee:

Notes the Financial Performance for the period ended 30 September 2020 and the Financial Position as at that date.

Motion carried (FCCO/2020/019)

6 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE FORWARD WORK PROGRAMME

A report from Civic provided the forward work programme for the 2020-2021 year.

The Acting General Manager Finance (Gavin Logie) spoke to the report and responded to questions.

Moved (Cr Mike Lord/Cr Doug Hall):

That the Committee:

Notes the Finance and Council Controlled Organisations Committee forward work.

Motion carried (FCCO/2020/020)

7 ACTIONS FROM RESOLUTIONS OF FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETINGS

A report from Civic detailed the open and completed actions from resolutions of Finance and Council Controlled Organisations Committee meetings from the start of the triennium in October 2019.

The Chief Executive Officer (Sandy Graham) and the Acting General Manager Finance (Gavin Logie) spoke to the report and responded to questions.

Moved (Cr Steve Walker/Cr Jim O'Malley):

That the Committee:

Notes the Open and Completed Actions from resolutions of Finance and Council Controlled Organisations Committee meetings.

Motion carried (FCCO/2020/021)

8 ITEMS FOR CONSIDERATION BY THE CHAIR

Cr Vandervis requested a report to Council regarding making Standing Order 21.4 option C the default option for the speaking/moving of motions.

The meeting concluded at 1.12 pm.

.....
CHAIRPERSON

PART A REPORTS

FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE FORWARD WORK PROGRAMME

Department: Civic

EXECUTIVE SUMMARY

- 1 The purpose of this report is to provide the forward work programme for the 2020-2021 year (Attachment A).
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

RECOMMENDATIONS

That the Committee:

- a) **Notes** the Finance and Council Controlled Organisations Committee forward work programme as shown in Attachment A.

NEXT STEPS

- 3 An updated report will be provided to future meetings of the Finance and Council Controlled Organisations Committee.

Signatories

Author:	Wendy Collard - Governance Support Officer
Authoriser:	Clare Sullivan - Team Leader Civic

Attachments

	Title	Page
↓A	Finance and CCO Committee Work Programme	23

Key	
New item	
Changes to timeframes	
Completed; progress to date update	Bold

Finance and Council Controlled Organisations Committee Forward Work Programme 2021 - February 2021														
Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframes											
			Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec
Financial Results	To update the Committee the financial result (YTD) and the financial position as at the date of the report	Noting the Non-Financial Activity Report. Progress to date: <i>Monthly reporting to the Committee or to Council</i>		Noting				Noting			Noting	Noting		Noting
Waipori Fund Quarterly Report	To update the Committee on the results of the Waipori Fund	Noting the Dunedin City Treasury Limited's report on the Waipori Fund Progress to date: <i>Quarterly reporting to the Committee.</i>		Noting				Noting			Noting			Noting
Outstanding Actions	Report on status of outstanding actions arising from resolutions pass at the Finance and Council Controlled Committee	Noting the outstanding actions and progress towards their completion. Progress to date: <i>This report will be presented to each of the Economic Development Committee meeting</i>		Noting							Noting	Noting		Noting
Letter of Expectation for the Council Controlled Organisations (CCO) and Council Controlled Trading Organisations (CCTO)	Council is required to provide Letters of Expectation to the Dunedin City Holdings Limited Group	Approves the content of the Letter of Expectation for CCOs and CCTOs Progress to date: <i>Presented annually in November to either the Committee or Council</i>												Approves
Draft Statements of Intent for the CCOs and CCTOs	To provide the Committee a copy of the draft activities and intentions for the next three financial years on the CCOs and CCTOs activities. This is to allow the Committee to provide comments. I.e.: outlining the Council's key priorities and deliverables within each of the statements of intent.	Notes the draft Statements of Intent for the CCOs and CCTOs; and Provides comments on the draft Statements of Intent by 1 May Progress to date: <i>Presented annually in March and comments are to be made by 1 May</i>			Considers									

Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframes													
			Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec		
Dunedin City Holdings Limited	To provide the Committee with a copy of the parent financial for the financial year.	Notes the parent financial for the Dunedin City Holdings Limited Progress to date:									Nothing					

ACTIONS FROM RESOLUTIONS OF FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETINGS

Department: Civic

EXECUTIVE SUMMARY

- 1 The purpose of this report is to detail the open and completed actions from resolutions of Finance and Council Controlled Organisations Committee meetings from the start of the triennium in October 2019 (Attachment A and B).
- 2 As this report is an administrative report only, there are no options or Summary of Considerations.

RECOMMENDATIONS

That the Committee:

- a) **Notes** the Open and Completed Actions from resolutions of Finance and Council Controlled Organisations Committee meetings shown in Attachment A and B.

NEXT STEPS

- 3 Updated actions report will be provided to future meetings of the Finance and Council Controlled Organisations Committee.

Signatories

Author:	Wendy Collard - Governance Support Officer
Authoriser:	Clare Sullivan - Team Leader Civic

Attachments

	Title	Page
↓A	Public Open Actions	27
↓B	Public Closed Actions	28

PUBLIC OPEN ACTIONS - FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE RESOLUTIONS 2019-2022						
Meeting Date	Resolution	Report	Resolution or Action to be taken	Group	Due Date	Status
31 August 2020	FCCO/2020/015	Financial Result - year ended 30 June 2020	A report be provided to Council on the comprehensive analysis of the total direct and indirect costs of the COVID-19 lockdown to the Council in support of the community	Finance	8 December 2020	Report will be prepared and presented to a Council meeting

PUBLIC COMPLETED ACTIONS - FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE RESOLUTIONS 2019-2022							
Meeting Date	Resolution	Report	Resolution or A	Group	Due Date	Status	Date Completed

FINANCIAL RESULT - PERIOD ENDED 31 DECEMBER 2020

Department: Finance

EXECUTIVE SUMMARY

- 1 This report provides the financial results for the six months ended 31 December 2020 and the financial position as at that date.
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

\$ Million	Actual	Budget	Variance		Last Year
Revenue	155.346	154.469	0.877	F	154.165
Expenditure	164.259	165.027	0.768	F	161.984
Net Surplus/(Deficit) excluding Waipori	(8.913)	(10.558)	1.645	F	(7.819)
Waipori Fund Net	6.728	2.558	4.170	F	4.381
Net Surplus/(Deficit) including Waipori	(2.185)	(8.000)	5.815	F	(3.438)
Capital Expenditure	43.265	65.058	21.793		43.258
Debt					
Short Term Borrowings	8.000	42.000	34.000	F	12.000
Term Loans	243.973	243.973	-		218.973
Total Debt	251.973	285.973	34.000	F	230.973

RECOMMENDATIONS

That Council:

- a) **Notes** the Financial Performance for the period ended 31 December 2020 and the Financial Position as at that date.

BACKGROUND

- 3 This report provides the financial statements for the period ended 31 December 2020. It includes reports on: financial performance, financial position, cashflows and capital expenditure. The operating result is also shown by group, including analysis by revenue and expenditure type.

DISCUSSION

- 4 The year to date favourable revenue variance included increased activity at the Green Island Landfill, funding for economic development projects and higher building services activity. Aquatic services revenue was also higher due to increased gym memberships. Some of the membership revenue represents renewals deferred from last year. Grants funding for transport capital projects was lower than expected due to a lower level of associated capital expenditure.
- 5 Grants funding for transport capital projects was lower than expected due to a lower level of associated capital expenditure. This unfavourable variance was partially offset by grants funding provided to fund predator control and community hall maintenance.
- 6 Overall expenditure was a favourable spend of \$768k. This was due to favourable interest costs, the timing of some grant and service level agreement payments and software licensing expenditure year to date being less than anticipated. The timing of some maintenance costs in Parks and Transportation also contributed to the favourable variance.
- 7 These favourable variances were partially offset by higher ETS and variable contract costs at the Green Island Landfill as a result of increased activity, and Transportation development costs relating to the major projects programme and the Shaping Future Dunedin project.
- 8 The Waipori Fund was favourable year to date with positive movements across all equity markets.
- 9 Capital expenditure across all areas was running behind budget, with the timing of some expenditure delayed while project briefs and procurement activities are completed.

NEXT STEPS

- 10 Financial Result Reports will continue be presented to future meetings of either the Finance and Council Controlled Organisation Committee or Council.

Signatories

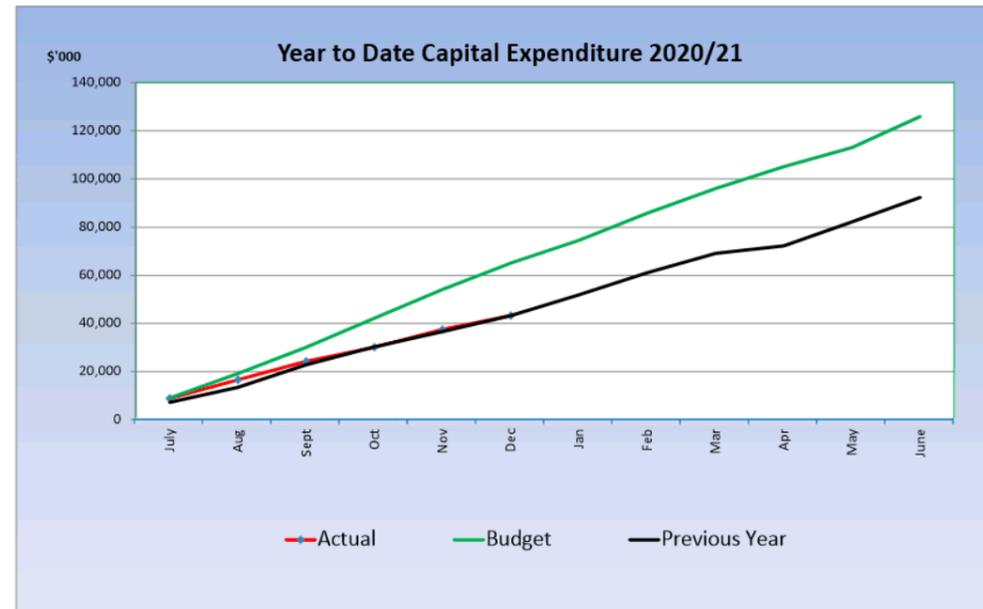
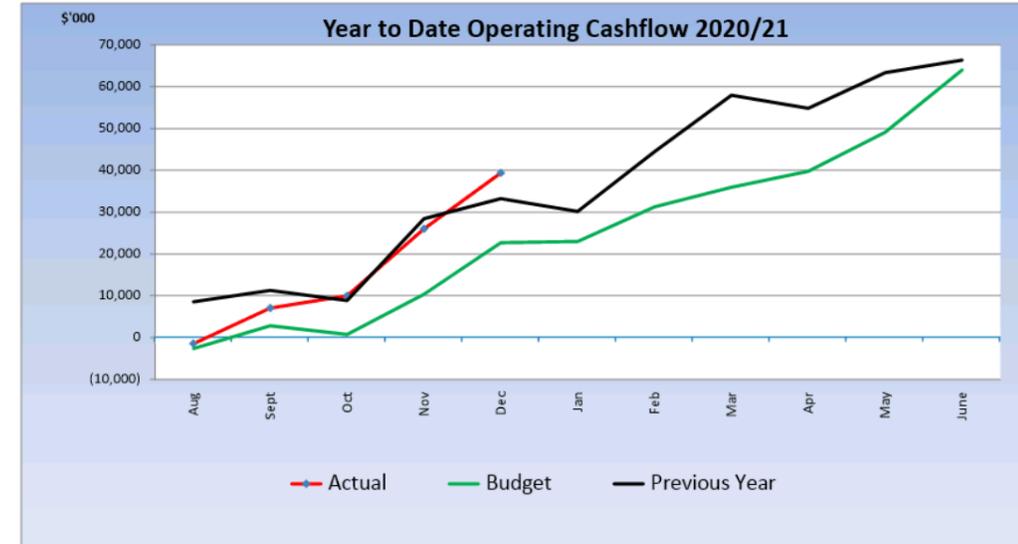
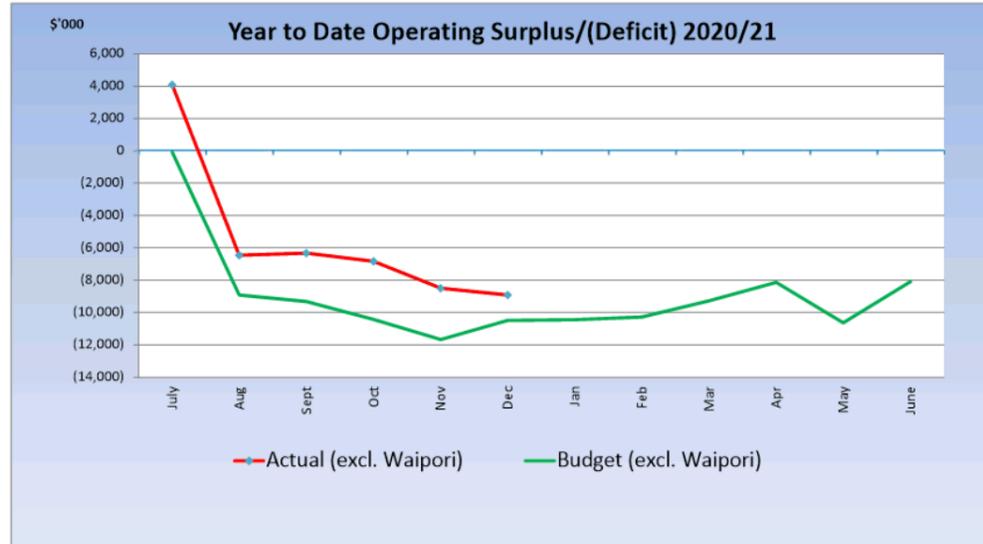
Author:	Lawrie Warwood - Financial Analyst
Authoriser:	Gavin Logie - Acting General Manager Finance

Attachments

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↓A	Summary Financial Information	33
↓B	Statement of Financial Performance	34
↓C	Statement of Financial Position	35

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↓F	Summary of Operating Variances	38
↓G	Financial Review	39

DUNEDIN CITY COUNCIL
SUMMARY FINANCIAL INFORMATION AS AT 31 DECEMBER 2020



Borrowing Metrics	LGFA Target	Actual	Budget
Interest as a % rates revenue	< 30% *	5.4%	7.3%
Interest as a % total revenue	< 20% *	3.2%	4.3%
Debt % annualised revenue	250.0% Max.	91.6%	104.3%

* represents the ability to fund interest costs from revenue

<p style="text-align: center;">DUNEDIN CITY COUNCIL Statement of Financial Performance For the Period Ending 31 December 2020 Amount : \$'000</p>										
										
Mth Actual	Mth Budget	Mth Variance		Year to Date Actual	Year to Date Budget	Year to Date Variance	LY YTD Actual	LY Full Year Actual	Full Year Budget	
REVENUE										
13,594	13,541	53 F	Rates Revenue	81,557	81,247	310 F	78,348	156,967	163,136	
137	(10)	147 F	Rates Penalties	566	166	400 F	553	766	333	
5,606	5,298	308 F	Other Operating Revenue	35,329	32,994	2,335 F	37,571	73,113	66,172	
1,954	4,032	2,078 U	Grants	19,176	22,054	2,878 U	19,337	40,052	40,701	
181	69	112 F	Contributions	976	416	560 F	570	6,083	3,832	
2,949	2,931	18 F	Internal Revenue	17,742	17,592	150 F	17,786	35,349	35,180	
24,421	25,861	1,440 U	TOTAL REVENUE	155,346	154,469	877 F	154,165	312,330	309,354	
EXPENDITURE										
6,163	6,008	155 U	Personnel Costs	33,965	34,552	587 F	33,671	67,488	67,972	
5,926	5,624	302 U	Operations & Maintenance	35,741	34,442	1,299 U	34,369	67,593	68,293	
803	945	142 F	Occupancy Costs	14,838	15,086	248 F	14,745	24,825	26,235	
1,884	1,767	117 U	Consumables & General	12,117	11,665	452 U	12,753	27,255	23,629	
237	526	289 F	Grants & Subsidies	8,628	9,116	488 F	8,252	10,095	10,790	
2,949	2,932	17 U	Internal Charges	17,742	17,593	149 U	17,786	35,349	35,180	
6,158	6,107	51 U	Depreciation	36,844	36,644	200 U	35,125	73,097	73,289	
721	990	269 F	Interest	4,384	5,929	1,545 F	5,283	10,014	12,051	
24,841	24,899	58 F	TOTAL EXPENDITURE	164,259	165,027	768 F	161,984	315,716	317,439	
(420)	962	1,382 U	NET SURPLUS (DEFICIT) EXCLUDING WAIPORI	(8,913)	(10,558)	1,645 F	(7,819)	(3,386)	(8,085)	
Add										
1,473	426	1,047 F	Waipori Fund Net Operating Result	6,728	2,558	4,170 F	4,381	4,948	5,115	
1,053	1,388	335 U	NET SURPLUS (DEFICIT) INCLUDING WAIPORI	(2,185)	(8,000)	5,815 F	(3,438)	1,562	(2,970)	

		 DUNEDIN CITY COUNCIL Statement of Financial Position As at 31 December 2020 Amount : \$'000			
As at 30-Jun-20		As at 31-Dec-20	Budget 31-Dec-20	Budget 30-Jun-21	As at 31-Dec-19
	Current Assets				
15,362	Cash and Deposits	10,584	9,879	9,558	8,364
24,357	Sundry Debtors	21,258	18,775	19,379	17,957
7,163	Short Term Investments	10,123	9,733	9,733	8,108
-	Assets held for Resale	-	-	-	-
352	Inventories	353	288	288	288
47,234	Total Current Assets	42,318	38,675	38,958	34,717
	Non Current Assets				
317,036	Investments	325,188	317,444	320,869	320,908
3,065,159	Fixed Assets	3,071,568	3,130,860	3,195,493	3,049,946
3,382,195	Total Non Current Assets	3,396,756	3,448,304	3,516,362	3,370,854
3,429,429	TOTAL ASSETS	3,439,074	3,486,979	3,555,320	3,405,571
	Current Liabilities				
13,284	Sundry Creditors	21,563	12,000	10,000	13,539
36,300	Accrued Expenditure	31,962	22,498	27,407	29,129
-	Short Term Borrowings	8,000	42,000	-	12,000
2,052	Derivative Financial Instruments	1,257	874	367	2,859
51,636	Total Current Liabilities	62,782	77,372	37,774	57,527
	Non Current Liabilities				
243,973	Term Loans	243,973	243,973	308,873	218,973
12,241	Other Non-Current Liabilities	12,133	11,360	11,360	11,420
256,214	Total Non Current Liabilities	256,106	255,333	320,233	230,393
307,850	TOTAL LIABILITIES	318,888	332,705	358,007	287,920
3,121,579	COUNCIL EQUITY	3,120,186	3,154,274	3,197,313	3,117,651
3,429,429		3,439,074	3,486,979	3,555,320	3,405,571
	Statement of Change in Equity				
3,120,186	Opening Balance	3,121,579	3,161,587	3,161,587	3,120,186
1,562	Operating Surplus (Deficit)	(2,185)	(8,000)	(2,970)	(3,438)
(2,382)	Movements in Reserves	(3)	-	37,500	(503)
2,213	Adjustment Derivatives	795	687	1,196	1,406
3,121,579		3,120,186	3,154,274	3,197,313	3,117,651

 DUNEDIN kaunihera CITY COUNCIL a-rohe o Ōtepoti				
DUNEDIN CITY COUNCIL Statement of Cashflows For the Period Ending 31 December 2020 Amount : \$'000				
	Year to Date Actual	Year to Date Budget	Full Year Budget	LY YTD Actual
Cash Flow from Operating Activities				
<i>Cash was provided from operating activities</i>				
Rates Received	83,259	83,569	162,974	79,974
Other Revenue	62,455	49,574	100,611	56,875
Interest Received	3,646	4,142	8,105	897
Dividend Received	667	766	1,531	1,128
Income Tax Refund	-	-	850	-
<i>Cash was applied to</i>				
Suppliers and Employees	(105,513)	(109,679)	(198,532)	(101,065)
Interest Paid	(5,142)	(5,701)	(11,571)	(4,576)
Net Cash Inflow (Outflow) from Operations	39,372	22,671	63,968	33,233
Cash Flow from Investing Activities				
<i>Cash was provided from investing activities:</i>				
Sale of Assets	24	-	120	708
Reduction in Loans & Advances	-	-	-	-
Reduction in Investments	-	-	-	-
<i>Cash was applied to:</i>				
Increases in Loans & Advances	(5,408)	-	-	(2,342)
Increase in Investments	-	-	(2,550)	-
Capital Expenditure	(46,766)	(62,753)	(124,841)	(47,140)
Net Cash Inflow (Outflow) from Investing Activity	(52,150)	(62,753)	(127,271)	(48,774)
Cash Flow from Financing Activities				
<i>Cash was provided from financing activities:</i>				
Loans Raised	-	-	64,900	-
Increase in Short Term Borrowings	22,000	42,000	-	31,000
<i>Cash was applied to:</i>				
Loans Repaid	-	-	-	-
Decrease in Short Term Borrowings	(14,000)	-	-	(19,000)
Net Cash Inflow (Outflow) from Financing Activity	8,000	42,000	64,900	12,000
Total Increase/(Decrease) in Cash	(4,778)	1,918	1,597	(3,541)
Opening Cash and Deposits	15,362	7,961	7,961	11,905
Closing Cash and Deposits	10,584	9,879	9,558	8,364

DUNEDIN CITY COUNCIL		Capital Expenditure Summary by Activity		For the Period Ending 31 December 2020		Amount : \$'000	
Description	Year to Date Actual	Year to Date Budget	Year to Date Variance	Over Under Spend	LY YTD Actual	Full Year Budget	
Arts and Culture	611	895	284	U	489	2,267	
Community and Planning	-	204	204	U	263	644	
Corporate Services	894	2,193	1,299	U	1,490	4,060	
Enterprise Dunedin	1	-	1	O	-	-	
Property	4,447	10,753	6,306	U	5,284	18,966	
Parks and Recreation	1,563	2,443	880	U	1,544	9,769	
Customer and Regulatory Services	128	867	739	U	51	1,752	
Transport	22,926	30,561	7,635	U	23,507	55,487	
Waste & Environmental	713	876	163	U	560	2,012	
Three Waters	11,982	16,266	4,284	U	10,070	30,999	
	<u>43,265</u>	<u>65,058</u>	<u>21,793</u>	<u>U</u>	<u>43,258</u>	<u>125,956</u>	

<p style="text-align: center;">DUNEDIN CITY COUNCIL Summary of Operating Variances For the Period Ending 31 December 2020</p> <p style="text-align: right;">Amount : \$'000</p>											
Group	Year to Date Surplus(Deficit)			Year to Date Variance Favourable (Unfavourable)							
	Actual	Budget	Variance	Rates Revenue	Other Ext Revenue	Int Revenue	Staff	Ops & Other Exps	Internal Costs	Interest	Depr'n
Waipori Fund	6,728	2,558	4,170	-	4,183	-	-	(13)	-	-	-
Arts and Culture	(69)	(622)	553	-	270	11	219	18	2	-	33
Community and Planning	(1,260)	(1,114)	(146)	-	(7)	15	237	(349)	(46)	-	4
Corporate Services	320	(328)	648	-	(4)	21	17	676	11	-	(73)
Enterprise Dunedin	239	(311)	550	-	503	1	153	(102)	(1)	-	(4)
Property	(1,476)	(1,520)	44	-	226	4	(33)	(319)	(7)	-	173
Investment	(3,561)	(5,681)	2,120	389	3	-	-	75	6	1,647	-
Otago Museum Levy	(2,267)	(2,267)	-	-	-	-	-	-	-	-	-
Other	128	(176)	304 *	321	(1)	2	118	(44)	11	(102)	(1)
Parks and Recreation	480	(1,167)	1,647	-	613	1	147	934	(3)	-	(45)
Customer and Regulatory Services	1,389	994	395	-	219	(53)	(121)	310	12	-	28
Transport	761	5,375	(4,614)	-	(3,540)	-	165	(1,129)	(4)	-	(106)
Waste & Environmental	(31)	(382)	351	-	1,233	148	(5)	(1,006)	14	-	(33)
Three Waters	(3,566)	(3,359)	(207)	-	502	-	(310)	(79)	(144)	-	(176)
Total Council	(2,185)	(8,000)	5,815	710	4,200	150	587	(1,028)	(149)	1,545	(200)

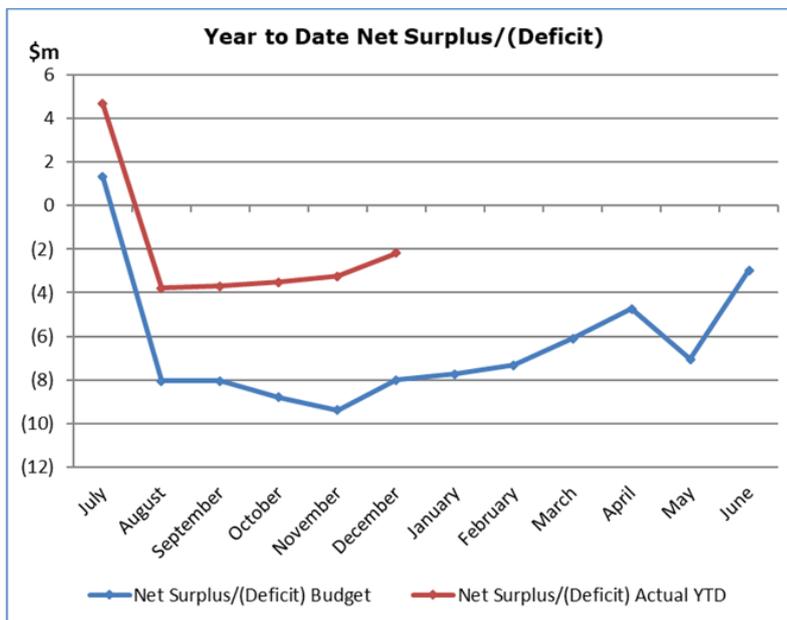
* Other includes: Corporate Management, Dunedin Centre, Finance, Human Resources and Warm Dunedin

FINANCIAL REVIEW

For the period ended 31 December 2020

This report provides a detailed commentary on the Council’s financial result for the period ended 31 December 2020 and the financial position at that date.

NET SURPLUS/(DEFICIT) (INCLUDING WAIPORI)



The net deficit (including Waipori) for the period ended 31 December 2020 was \$2.185 million or \$5.185 million lower than budget.

REVENUE

The total revenue for the period was \$155.346 million or \$877k greater than budget.

The major variances were as follows:

Other Operating Revenue

Actual \$35.329 million, Budget \$32.994 million, Favourable variance \$2.335 million

Waste and Environmental revenue was favourable \$1.233 million due to higher than expected tonnage entering the Green Island landfill. This was partially offset by an increase in landfill variable costs – see comments below.

Aquatic Services revenue was favourable \$276k due to greater than budgeted revenue for the gym and the swim school. The various covid-19 alert levels have had an impact on the timing of the provision of some services at Moana Pool. This included the renewal of gym memberships delayed from the lockdown period.

Regulatory Services revenue was favourable \$453k primarily due to increased building services activity.

Economic Development revenue was favourable \$454k due to unbudgeted funding received for the Centre of Digital Excellence and Otago Regional Economic Development projects.

Grants and Subsidies Revenue

Actual \$19.176 million, Budget \$22.054 million, Unfavourable variance \$2.878 million

Transportation revenue was unfavourable \$3.564 million due to the lower level of subsidised capital expenditure – see comments below.

This unfavourable variance was partially offset by unbudgeted government funding of \$213k allocated to the maintenance of community halls, \$110k for Water Reform work, funding of \$106k for the Urban Link predator control project, \$40k War Memorial Restoration grant and \$70k Responsible Camping grant.

EXPENDITURE

The total expenditure for the period was \$164.259 million or \$768k less than budget.

The major variances were as follows:

Operations and Maintenance Costs

Actual \$35.741 million, Budget \$34.442 million, Unfavourable variance \$1.299 million

Waste and Environmental Services costs were \$1.153 million higher than budgeted due to additional ETS costs and landfill variable costs associated with the higher tonnage entering the Green Island Landfill.

Property costs were higher than budget due to reactive maintenance costs on a number of properties including community halls funded from the government grant discussed above.

Economic Development costs were higher than budget due to expenditure on the Centre of Digital Excellence and Otago Regional Economic Development projects. This expenditure was funded by unbudgeted revenue – see comments above.

These unfavourable variances were partially offset by timing/savings related to the greenspace maintenance contracts in Parks. These savings were in part due to improved management of the scheduled works programme and prioritising of requests.

Consumable and General Costs

Actual \$12.117 million, Budget \$11.665 million, Unfavourable variance \$452k

Transport costs were unfavourable \$961k due to planning and project management costs for Shaping Future Dunedin and the Major Projects program.

This unfavourable variance was partially offset by:

BIS costs were favourable \$328k due to the timing of software licensing and IT consultant's expenditure.

Waste and Environmental consultant expenditure was favourable \$277k due to timing of consultancy costs for phase two of the Waste Futures project.

Grants and Subsidies Costs

Actual \$8.628 million, Budget \$9.116 million, Favourable variance \$488k

Grant costs across the organisation were favourable due to the timing of payments including various community grants, and disbursements from the Covid19 support fund.

Interest

Actual \$4.384 million, Budget \$5.929 million, Favourable variance \$1.545 million

Interest expenditure was less than budget due to a favourable floating interest rate applied to the non-fixed interest borrowing, along with a lower loan balance.

Note that as at 31 December, \$20.0 million of the term loan balance was subject to historical fixed rates of interest, with the balance being charged at the floating rate as set by Dunedin City Treasury Limited.

WAIPORI FUND NET OPERATING RESULT

Actual \$6.728 million, Budget \$2.558 million, Favourable variance \$4.170 million

The Waipori Fund was favourable year to date due to fair value gains across all equity portfolios. This included a strong performance for NZ Equities in particular.

STATEMENT OF FINANCIAL POSITION

A Statement of Financial Position is provided as Attachment C.

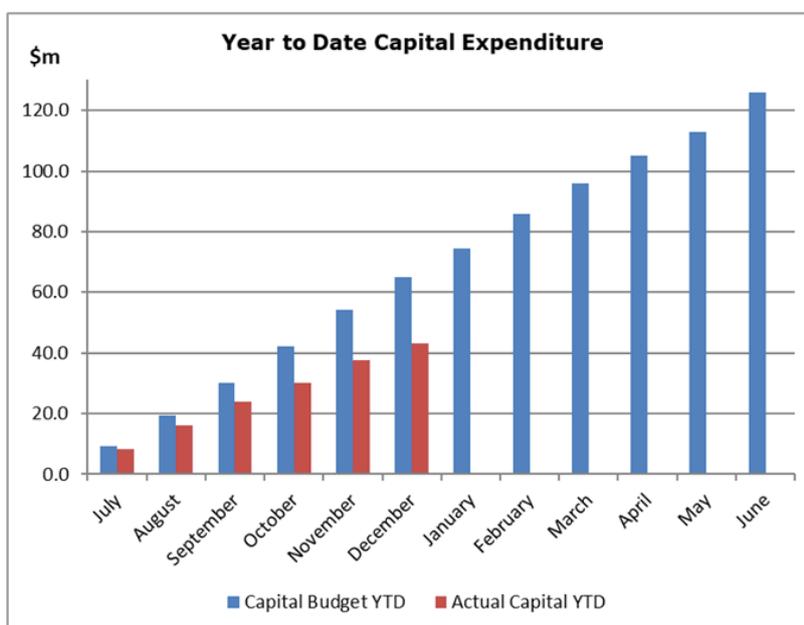
Short term investments of \$10.123 million relate to the Waipori Fund.

Total Debt was below budget year to date primarily reflecting the lower level of capital expenditure.

CAPITAL EXPENDITURE

A summary of the capital expenditure programme by Activity is provided as Attachment E.

Total capital expenditure for the period was \$43.265 million or 66.5% of the year to date budget.



Corporate Services capital expenditure was \$1.299 million underspent

The underspend was primarily driven by lower than expected expenditure on a number of key IT projects including the Payroll System Replacement, Online Services, Infrastructure Program and Records Management System.

Property capital expenditure was \$6.306 million underspent

The underspend was due the delayed timing of projects including the Civic Centre Roof Renewal, the School St housing renewal, and the Wall St Manuka Causeway project.

Transport capital expenditure was \$7.635 million underspent

This underspend primarily relates to timing associated with new projects pending completion of design and procurement activities. This includes Urban cycleways and intersection improvements. Renewals expenditure was also tracking below budget – in particular carriageway expenditure due to a late start to the resealing season.

Three Waters capital expenditure was \$4.284 million underspent

The underspend was driven in part by some project budgets being phased within the first quarter of the year, whereas project delivery is going to occur later in the year. The timing of projects is dependent on a number of activities including finalisation of the planning work and completing a successful procurement process.

COMMENTS FROM GROUP ACTIVITIES

Attachment F, the Summary of Operating Variances, shows by Group Activity the overall net surplus or deficit variance for the period. It also shows the variances by revenue and expenditure type.

Arts and Culture - \$553k Favourable

Revenue was favourable due to better than expected visitor fees for Lan Yuan and Olveston along with strong merchandise sales for the Art Gallery. The group was also received greater grant funding for the six months including CNZ and Olveston Foundation.

Staff costs were favourable due to current vacancies.

Corporate Services - \$648k Favourable

Operating expenses were favourable due to the timing of software licence fees, IT consultants and IT managed services. Grants expenditure was also favourable due to the timing of the Aukaha grant.

Economic Development - \$550k Favourable

Economic Development revenue was favourable due to unbudgeted funding received for the Centre of Digital Excellence and Otago Regional Economic Development projects.

Parks and Recreation - \$1.647 million Favourable

Overall revenue was favourable with the various Covid-19 alert levels having an impact on the timing of the provision of some services at Moana Pool. Gym memberships in particular were higher than budget with renewals deferred from the last quarter in 2019/20 now being completed. Revenue was also favourable due to the government funding received for the Urban Link predator control project.

Parks operating costs were favourable \$650k primarily due to improved management of the greenspace maintenance contracts.

Customer and Regulatory Services - \$395k Favourable

Building Services revenue was favourable for the period due the volume of inspections and building consents.

Expenditure was favourable due to delayed timing of costs associated with the mobility services project.

Transportation - \$4.614 million Unfavourable

Capital subsidies revenue was unfavourable due to the lower than budgeted level of subsidised capital expenditure year to date.

Operating costs were unfavourable due to planning and project management costs for Shaping Future Dunedin and the Major Projects program.

Waste and Environmental - \$351k Favourable

This variance reflected the net impact of higher than expected tonnage entering the Green Island landfill.

WAIPORI FUND - QUARTER ENDING DECEMBER 2020

Department: Finance

EXECUTIVE SUMMARY

- 1 The attached report from Dunedin City Treasury Limited provides information on the results of the Waipori Fund for the quarter ended 31 December 2020.

RECOMMENDATIONS

That the Committee:

- a) **Notes** the report from Dunedin City Treasury Limited on the Waipori Fund for the quarter ended 31 December 2020.

BACKGROUND

- 2 Not applicable.

DISCUSSION

- 3 Not applicable.

OPTIONS

- 4 Not applicable.

NEXT STEPS

- 5 Not applicable.

Signatories

Author:	Richard Davey - Treasury Manager
Authoriser:	Jemma Adams - General Manager, Dunedin City Holdings Ltd

Attachments

	Title	Page
↓A	Waipori Fund - December 2020 quarter	47

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This report relates to providing local infrastructure, public services and regulatory functions for the community.

Fit with strategic framework

	Contributes	Detracts	Not applicable
Social Wellbeing Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Economic Development Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Environment Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Arts and Culture Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
3 Waters Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Spatial Plan	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Integrated Transport Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Parks and Recreation Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Other strategic projects/policies/plans	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

This report has no direct contribution to the Strategic Framework.

Māori Impact Statement

There are no know implications for tangata whenua.

Sustainability

There are no known implications for sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report fulfils the financial reporting requirements for Council.

Financial considerations

Not applicable – reporting only.

Significance

Not applicable – reporting only.

Engagement – external

This report has been prepared for and approved by the Board of Dunedin City Treasury Limited.

Engagement - internal

There has been no internal engagement.

Risks: Legal / Health and Safety etc.

There are no known risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

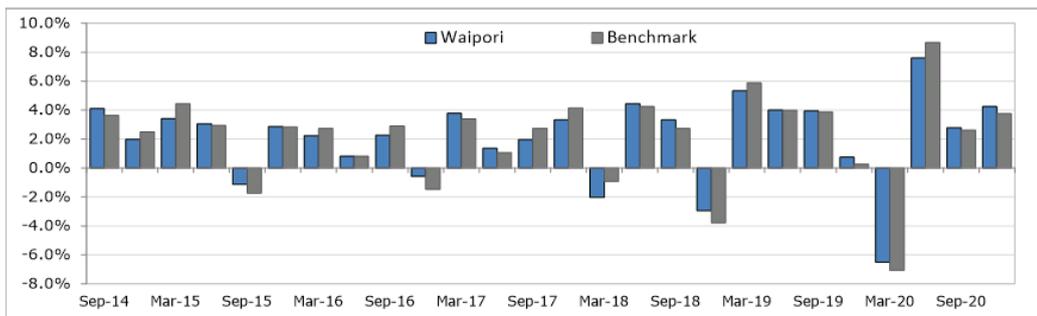
There are no known implications for Community Boards.

Dunedin City Treasury Ltd

50 The Octagon
PO Box 5045
Dunedin 9058
New Zealand
Telephone (03) 474 3696
Facsimile (03) 474 3594
Email dunedincitytreasury@dcc.govt.nz

TO: Chief Executive, Dunedin City Council
FROM: Dunedin City Treasury Limited
DATE: 03 February 2021
SUBJECT: **WAIPORI FUND - DECEMBER 2020 QUARTER**

Quarterly Returns vs Benchmark



December 2020 Quarter

The value of the Waipori Fund exceeded \$100 million at the end of December 2020. The Fund outperformed benchmark over the quarter with returns of 4.2% compared to 3.8%. The main positive contributors to returns were New Zealand and Property Equities each contributing to the Fund's significant increase in value over the quarter. The Australian benchmark returns outperformed Waipori Australian Equity returns over the quarter as the benchmark includes mining and fossil fuel extraction related stocks which the Waipori SIPO precludes the Fund from holding. Three of the top resource companies in the ASX200 (benchmark index) BHP Group Ltd, Fortescue Metals Group Ltd and RIO Tinto Ltd saw gains in share prices of 19.2%, 43.7% and 20.7% respectively.

Fund Returns

Period ended	Waipori		Benchmark	
	Quarter %	FY %	Quarter %	FY %
31 December 2020				
NZ Equities (NZ50 Gross)	19.3	27.1	11.4	14.3
Australian Equities (Australian All Acc)	5.2	4.3	13.0	15.2
Int'l Equities (MSCI World Gross)	-0.6	4.4	4.8	10.5
Property Equities (NZ Real Estate)	10.8	25.7	8.5	22.9
Short Term Interest (NZ 90 day bb)	0.1	0.3	0.1	0.2
Fixed Interest (NZ Corp Bond index)	-0.4	1.1	-1.0	0.7
TOTAL	4.2	7.1	3.8	6.5

Note: The Benchmarks used are the best available based on broad market indices and therefore their returns are not directly comparable with Waipori's returns. DCTL continues to review the appropriateness of the benchmark indices used and are comfortable that they are the best available at this time.

Investment Profile

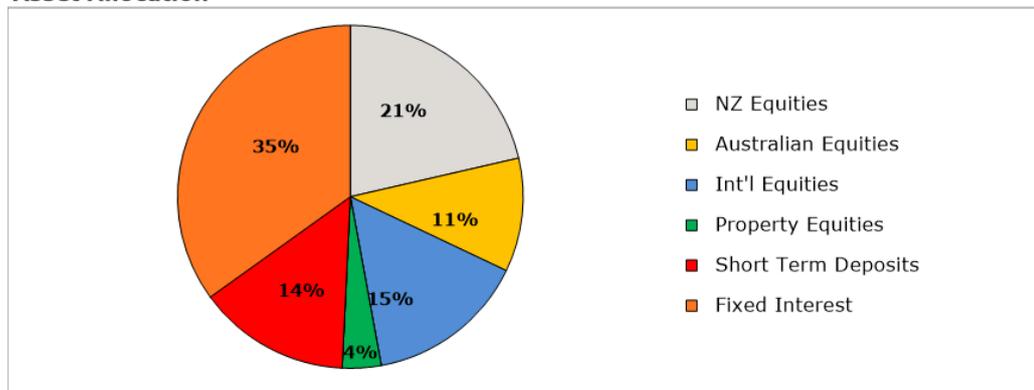
Waipori is diversified across asset classes with 50.8% invested in growth assets (equities and property) and 49.2% invested in income assets (fixed interest investments and short term deposits/cash).

The market value of the investment portfolio as at 31 December 2020 was \$100.9 million.

Summary of Investments

As at 31 December 2020	Market Value	Percentage of Portfolio	Benchmark/ Exposure Range*
NZ Equities	21,558,378	21.4	16.0
Australian Equities	10,798,138	10.7	11.0
Int'l Equities	15,175,456	15.0	15.0
Equities	47,531,972	47.1	20.0 - 60.0
Property Equities	3,657,016	3.6	3.0
Property	3,657,016	3.6	0.0 - 10.0
Short Term Deposits	14,421,943	14.3	10.0
Fixed Interest	35,241,838	34.9	45.0
Fixed Interest	49,663,781	49.2	40.0 - 70.0
TOTAL	100,852,769	100.0	100.0

Asset Allocation



Outlook

The improving economic conditions of the past few months has seen local banks change their outlook for the Official Cash Rate (OCR). Previously interest rates were trending down and two OCR cuts were priced into the yield curve, down to 0%. Westpac is now expecting the OCR to remain on hold at 0.25% for the foreseeable future. ANZ is still expecting one cut of 0.15% down to 0.10% in April 2021. Either way the OCR will remain very low due to low inflation and high unemployment (estimated to have increased to 6%).

Equity markets performed generally positively in the December quarter however markets weakened towards quarter end due to varying levels of renewed COVID-19 lockdowns for many parts of Europe. US markets reacted well to the confirmation of a new Democratic President. Congress approved USD900 Billion stimulus package near the end of December with more to come in the new year. Geopolitical risks are still impacting international markets including the Australia - China trade negotiations.

The fund is positioned as a long-term investor and is diversified which we believe positions the Fund well in the current environment.

Keith Cooper
CHAIR

Olivia White
ASSISTANT TREASURER

Richard Davey
TREASURER

**WAIPORI FUND
PERFORMANCE VERSUS INVESTMENT OBJECTIVES**

31 December 2020

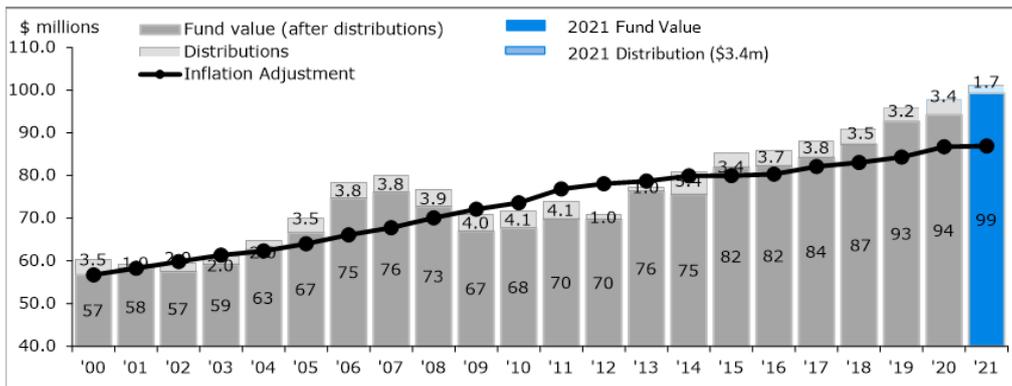
1. INCOME

Objective	2021 Est. Income	2021 Est. Yield	Average Yield	Period Years
The primary objective of the Fund will be to maximise its income, subject always to a proper consideration of investment risk.	\$2,607,095	2.8%	4.5%	21 1/2

2. CAPITAL GROWTH

Objective	Fund Value 31 Dec 2020	Revised Capital Base	Achieved
Subject to the income distribution needs of the Council and the provisions for capital protection, a key objective will be to grow the Fund's capital. Each calendar quarter, the Fund's capital base is to be adjusted by the movement in the CPI as follows: Revised capital base = previous capital base x (1 + quarterly CPI movement)	\$99,253,810	\$86,920,571	✓

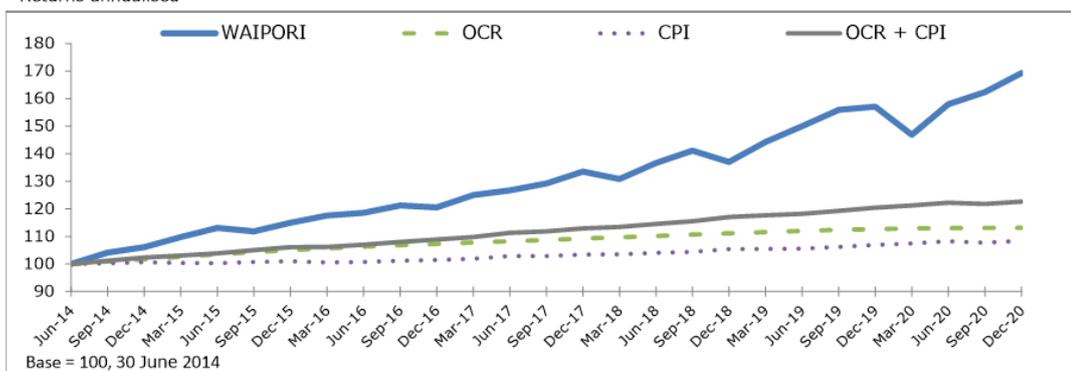
Fund value less distribution (\$1,694,525)



3. TOTAL RETURN (Period June 2014 - June 2021)

Objective	Waipori Return*	OCR*	CPI*	OCR + CPI	Achieved	Period Years
The Council envisages a minimum return over the medium to long-term, net of all fees and charges attributable to the Fund, equivalent to the weighted average Official Cash Rate (OCR) plus the movement in the "all groups" Consumer Price Index (CPI).	8.4%	1.9%	1.3%	3.2%	✓	6.50

*Returns annualised



P 3

WAIPORI FUND

Statement of Financial Performance for quarter ended 31 December 2020

Quarter 31-Dec-19	Actual YTD 31-Dec-19		Quarter			Year to Date			Target Full Year
			Actual	Target	Variance	Actual	Target	Variance	
		Income							
	417,935	Dividends	267,630	357,790	(90,160)	581,046	691,907	(110,861)	1,205,299
	386,857	Interest	356,994	352,554	4,440	702,094	705,898	(3,804)	1,401,797
	68,196	Surplus on sale of Equities	60,936	-	60,936	54,136	-	54,136	-
	<u>1,760,701</u>	Unrealised Gains/(Losses)							
	2,928,780	Equities	5,086,601	n.a.	n.a.	6,973,900	n.a.	n.a.	n.a.
	<u>(1,145,702)</u>	Exchange Movements	(1,129,007)	n.a.	n.a.	(1,164,414)	n.a.	n.a.	n.a.
	614,999	Revaluation of Equities	3,957,594	256,507	3,701,087	5,809,486	513,015	5,296,471	1,026,030
	(679,764)	Revaluation of Bonds	(477,544)	-	(477,544)	(296,529)	-	(296,529)	-
	<u>(10,944)</u>	Revaluation of \$AUD Bank A/C	(985)	-	(985)	(1,519)	-	(1,519)	-
	797,279	Total Income	4,164,625	966,851	3,197,774	6,848,714	1,910,820	4,937,894	3,633,126
		less Expenses							
	-	Management Fees	-	47,899	(47,899)	-	95,799	(95,799)	191,599
	60,750	Equity Management Advice	60,877	11,552	49,325	120,267	23,104	97,163	46,209
	33	Bank Fees	48	31	17	102	63	39	126
	60,783	Total Expenses	60,925	59,482	1,443	120,369	118,966	1,403	237,934
	<u>736,496</u>	Net Surplus/(Deficit)	<u>4,103,700</u>	<u>907,369</u>	<u>3,196,331</u>	<u>6,728,345</u>	<u>1,791,854</u>	<u>4,936,491</u>	<u>3,395,192</u>

Targets are calculated based on assumptions of returns for each asset class by Craigs' Investment Partners and current yields. Targets do not split out contribution from market and exchange movements.

WAIPORI FUND

Statement of Movement in Principal of Fund
For Period to 31 December 2020

30-Jun-20		31-Dec-20
56,000,000	Principal	56,000,000
	Inflation Adjustment Reserve	
28,302,895	Opening Balance	30,735,430
2,432,535	Transfer from Retained Earnings	185,142
<u>30,735,430</u>	Closing Balance	<u>30,920,572</u>
	Retained Earnings	
8,357,804	Opening Balance	7,484,491
4,948,272	Net Surplus/(Deficit)	6,728,345
(2,432,535)	Transfer to Inflation Adjustment Reserve	(185,142)
(3,389,050)	Distribution to Council	
<u>7,484,491</u>	Closing Balance	<u>14,027,694</u>
<u>94,219,921</u>	Total Fund at End of the Period	<u>100,948,266</u>

Statement of Financial Position
As at 31 December 2020

30-Jun-20		31-Dec-20
1,677,308	Current Assets	1,298,776
272,953	Bank Account	300,880
13,963,022	Debtors/Prepayments	13,123,168
<u>15,913,283</u>	Short Term Investments	14,722,824
	Total Current Assets	
45,208,591	Investments	51,188,988
33,207,294	Equities	35,241,838
78,415,885	Term Financial Instruments	86,430,826
<u>94,329,168</u>	Total Investments	<u>101,153,650</u>
	Total Assets	
	less	
109,247	Current Liabilities	205,384
109,247	Accruals	205,384
<u>94,219,921</u>	Total Current Liabilities	<u>100,948,266</u>
	Total Value of Fund	

DUNEDIN CITY HOLDINGS LIMITED PARENT FINANCIALS - YEAR ENDED 30 JUNE 2020

Department: Executive Leadership Team

EXECUTIVE SUMMARY

- This report provides the financial results for the year ended 30 June 2020 and the financial position as at that date for the Dunedin City Holdings Limited parent company.

\$ Million	Actual	Budget	Variance		Last Year
Revenue	7.732	9.054	(1.322)	U	10.555
Expenditure	7.606	7.526	(0.080)	U	7.578
DRL Impairment	5.322	-	(5.322)	U	-
Net Surplus/(Deficit)	<u>(5.196)</u>	<u>1.528</u>	<u>(6.724)</u>	U	<u>2.977</u>
Revenue					
Dividend Aurora Energy	-	-	-		-
Dividend City Forests	4.500	6.500	(2.000)	U	8.000
Dividend Delta Utility	1.500	1.500	-		1.500
Dividend Subsidiaries	<u>6.000</u>	<u>8.000</u>	<u>(2.000)</u>	U	<u>9.500</u>
Dividend DIAL	1.186	0.704	0.482	F	0.704
Group Management Fees	0.546	0.350	0.196	F	0.350
Other Revenue	-	-	-		0.001
Total Revenue	<u>7.732</u>	<u>9.054</u>	<u>(1.322)</u>	U	<u>10.555</u>

RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the year ended 30 June 2020 and the Financial Position as at 30 June 2020 for Dunedin City Holdings Limited Parent Company.

BACKGROUND

- 2 This report provides a commentary of the financial performance of Dunedin City Holdings Limited (Parent) for the year ended 30 June 2020 and the financial position as at that date.

DISCUSSION

- 3 The net deficit for the year was \$5.196 million or \$6.724 million worse than budget.
- 4 Dividend income from subsidiaries was impacted by Covid-19, resulting in a lower than expected receipt from City Forests. It is anticipated that this will be recovered in the 2021 financial year. The higher than expected dividend from Dunedin International Airport Limited (DIAL) reflected the operating result for the 2019 financial year and paid prior to the impact of Covid-19.

Dunedin Railway Limited Impairment

- 5 Dunedin Railways entered the 2019/20 year with a focus on developing a sustainable business model. The company was forecasting ongoing losses and had signalled additional equity would be required to ensure the ongoing viability of the business. The Dunedin Railways board were focussed on preparing a business turnaround plan and developing a sustainable business model for discussion with shareholders.
- 6 In context of its existing challenges, Dunedin Railways was unable to weather the forecast impacts of Covid-19 on the tourism sector. In April 2020 Dunedin City Council agreed that Dunedin Railways be put into hibernation as an alternative to complete closure of the business.
- 7 As part of this change, the Otago Excursion Train Trust (OETT) decided to sell its 28% shareholding in Dunedin Railways to DCHL. DCHL also acquired further shares in the company during the year, allowing Dunedin Railways to repay its debts, including its term loan held with Dunedin City Treasury Ltd.
- 8 At balance date Dunedin City Holdings Limited reviewed the carrying amount of its investment in Dunedin Railways. Given Dunedin Railways had been put into hibernation and was no longer a going concern, indicators of impairment existed. The directors of DCHL considered it appropriate to write-down the investment in Dunedin Railways to \$450,000, being the best estimate of the recoverable amount of the investment. The resulting impairment loss of \$5,322,000 was immediately expensed to the Statement of Financial Performance.
- 9 Investment in Subsidiaries as at 30 June was represented as follows:

\$ Million	Actual	Budget	Last Year
Aurora Energy Ltd	57.400	57.400	57.400
City Forests Ltd	91.725	91.725	91.725
Delta Utility Services Ltd	17.000	17.000	17.000
Dunedin City Treasury Ltd	0.100	0.100	0.100
Taieri Gorge Railway Ltd	0.450	0.802	0.802
Dunedin Stadium Property Ltd	122.679	122.679	120.429
Dunedin Venues Management Ltd	3.360	3.360	3.060
Investment in Subsidiaries	<u>292.714</u>	<u>293.066</u>	<u>290.516</u>

- 10 Total term loans as at 30 June 2020 were \$24.495 million or \$3.515 million higher than budget. This variance reflected the additional investment into Dunedin Railways Limited to allow the company to repay its debts.

OPTIONS

- 11 Not applicable.

NEXT STEPS

- 12 Not applicable.

Signatories

Authoriser:	Gavin Logie - Acting General Manager Finance
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Attachments

	Title	Page
↓A	DCHL Parent Financial Statements 30 June 2020	56

SUMMARY OF CONSIDERATIONS
Fit with purpose of Local Government

The financial expenditure reported in this report relates to providing local infrastructure, public services, commercial activities and regulatory functions for the community.

Fit with strategic framework

	Contributes	Detracts	Not applicable
Social Wellbeing Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Economic Development Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Environment Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Arts and Culture Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
3 Waters Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Spatial Plan	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Integrated Transport Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Parks and Recreation Strategy	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
Other strategic projects/policies/plans	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

This report has no direct contribution to the Strategic Framework, although the financial expenditure reported in this report has contributed to all of the strategies.

Māori Impact Statement

There are no known impacts for tangata whenua.

Sustainability

There are no known implications for sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report fulfils the DCHL parent company financial reporting requirements for Council.

Financial considerations

Not applicable – reporting only.

Significance

Not applicable – reporting only.

Engagement – external

There has been no external engagement.

Engagement - internal

This report is prepared based on information provided by DCHL.

Risks: Legal / Health and Safety etc.

There are no known risks.

Conflict of Interest

There are no known conflicts of interest.

SUMMARY OF CONSIDERATIONS

Community Boards

There are no known implications for Community Boards.

DUNEDIN CITY HOLDINGS LIMITED Statement of Financial Performance For the Year Ending 30 June 2020 Amount : \$'000					
REVENUE	2020 Full Year Actual	2020 Full Year Budget	2020 Full Year Variance		2019 Full Year Actual
Dividends Dunedin International Airport	1,186	704	482	F	704
Dividends Subsidiaries	6,000	8,000	2,000	U	9,500
Other Operating Revenue	546	350	196	F	351
Interest Income	-	-	-		-
TOTAL REVENUE	<u>7,732</u>	<u>9,054</u>	<u>1,322</u>	U	<u>10,555</u>
EXPENDITURE					
Directors Fees	322	339	17	F	311
Fees & Levies	187	150	37	U	138
General Expenses	15	25	10	F	24
Interest Term Borrowings	664	785	121	F	893
Interest Shareholder Advance	5,902	5,902	-		5,902
Management Fees	516	325	191	U	310
Impairment of DRL investment	5,322	-	5,322	U	-
TOTAL EXPENDITURE	<u>12,928</u>	<u>7,526</u>	<u>5,402</u>	U	<u>7,578</u>
NET SURPLUS (DEFICIT)	<u>(5,196)</u>	<u>1,528</u>	<u>6,724</u>	U	<u>2,977</u>

DUNEDIN CITY HOLDINGS LIMITED			
Statement of Financial Position			
As at 30 June 2020			
Amount : \$'000			
	As at 30-Jun-20	Budget 30-Jun-20	As at 30-Jun-19
Current Assets			
Cash and Deposits	35	49	41
Sundry Debtors	617	196	406
Total Current Assets	<u>652</u>	<u>245</u>	<u>447</u>
Non Current Assets			
Investments Subsidiaries	292,714	293,066	290,516
Investments Associates	4,400	4,400	4,400
Total Non Current Assets	<u>297,114</u>	<u>297,466</u>	<u>294,916</u>
TOTAL ASSETS	<u><u>297,766</u></u>	<u><u>297,711</u></u>	<u><u>295,363</u></u>
Current Liabilities			
Sundry Creditors	-	-	-
Accrued Expenditure	95	265	65
Derivative Financial Instruments	-	-	-
Total Current Liabilities	<u>95</u>	<u>265</u>	<u>65</u>
Non Current Liabilities			
Term Loans	24,495	20,980	19,800
Shareholder Advance	112,000	112,000	112,000
Other Non-Current Liabilities	-	-	-
Total Non Current Liabilities	<u>136,495</u>	<u>132,980</u>	<u>131,800</u>
TOTAL LIABILITIES	<u>136,590</u>	<u>133,245</u>	<u>131,865</u>
COMPANY EQUITY	<u>161,176</u>	<u>164,466</u>	<u>163,498</u>
	<u><u>297,766</u></u>	<u><u>297,711</u></u>	<u><u>295,363</u></u>
Statement of Change in Equity			
Opening Balance	163,498	160,228	157,534
Operating Surplus (Deficit)	(5,196)	1,528	2,977
Income Tax	324	160	371
Capital Injections	2,550	2,550	2,550
Adjustment Derivatives	-	-	66
Dividend	-	-	-
	<u>161,176</u>	<u>164,466</u>	<u>163,498</u>

DUNEDIN CITY HOLDINGS LIMITED Statement of Cashflows For the Year Ending 30 June 2020 Amount : \$'000			
	2020 Full Year Actual	2020 Full Year Budget	2019 Full Year Actual
Cash Flow from Operating Activities			
<i>Cash was provided from operating activities</i>			
Other Revenue	546	350	351
Income Tax Refund	120	202	486
Interest Received	-	-	-
Dividend Received	7,186	8,704	10,204
<i>Cash was applied to</i>			
Suppliers and Employees	(1,052)	(986)	(803)
Interest Paid	(6,531)	(6,651)	(7,023)
Net Cash Inflow (Outflow) from Operations	269	1,619	3,215
Cash Flow from Investing Activities			
<i>Cash was provided from investing activities:</i>			
Reduction in Investments	-	-	-
<i>Cash was applied to:</i>			
Increase in Investments	(7,520)	(2,550)	(2,550)
Net Cash Inflow (Outflow) from Investing Activity	(7,520)	(2,550)	(2,550)
Cash Flow from Financing Activities			
<i>Cash was provided from financing activities:</i>			
Loans Raised	8,580	2,000	9,540
Equity Injections	2,550	2,550	2,550
<i>Cash was applied to:</i>			
Loans Repaid	(3,885)	(3,620)	(12,800)
Dividends Paid	-	-	-
Net Cash Inflow (Outflow) from Financing Activity	7,245	930	(710)
Total Increase/(Decrease) in Cash	(6)	(1)	(45)
Opening Cash and Deposits	41	50	86
Closing Cash and Deposits	35	49	41