

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 10 August 2021
Time: 1.30 pm (or at the conclusion of the previous meeting)
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, Chief Financial Officer	
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 3 August 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.
	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.
	Trustee	Dunedin Midwinter Carnival	Potential grants recipient	With draw 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
	Committee Member	Otago Anniversary Day Dinner	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 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	Kaffelologic	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.
	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	Okoa Reserve Management Committee (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.
	Chairperson	Disability Issues Advisory Group	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
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.
	Member	External family member is a Principal Security Consultant Local Government New Zealand Zone 6 Committee (Council Appointment)	Major supplier to DCC No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises. 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.
	Shareholder	Geekfix Limited	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.	

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
	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.
	Shareholder	Startup Business	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.
	Member	Dunedin Public Art Gallery Society (Council appointment)	Possible grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Member	Mosgies 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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Board Member	Otago Mental Health Support 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 Communications Officer	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.
	Chair	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.
	Chair	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.
	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
	Director	Cambridge Terrace Properties Ltd	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
	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.
	100% Shareholder/Director	Panorama Developments Limited	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.
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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
	Life Member	Otago Chamber of Commerce	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Deputy Chair	Cancer Society of Otago/Southland	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	NZ Cancer Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	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.
	Trustee	For Trades Apprenticeship Training Trust	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.
	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.
	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
	Member	National Party	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
	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.
	Acting Chair	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 Property Investors Association	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Chisholm Links Golf Club	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 - 8 MARCH 2021

RECOMMENDATIONS

That the Committee:

- a) **Confirms** the minutes of the Finance and Council Controlled Organisations Committee meeting held on 08 March 2021 as a correct record.

Attachments

	Title	Page
A 	Minutes of Finance and Council Controlled Organisations Committee meeting held on 8 March 2021	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 08 March 2021, commencing at 1.00 pm

PRESENT

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	

IN ATTENDANCE

Sandy Graham (Chief Executive Officer), Gavin Logie (Acting General Manager, Finance), Jemma Cooper (General Manager, Dunedin City Holdings Ltd), Keith Cooper (Chairperson, Dunedin City Holdings Ltd) Simon Drew (General Manager, Infrastructure), Nicola Pinfold (Group Manager, Community and Planning)?, and Clare Sullivan (Team Leader, Civic)

Governance Support Officer Wendy Collard

1 PUBLIC FORUM

There was no Public Forum.

2 APOLOGIES

There were no apologies.

3 CONFIRMATION OF AGENDA

Moved (Cr Mike Lord/Mayor Aaron Hawkins):

That the Committee:

Confirms the agenda without addition or alteration

Motion carried (FCCO/2021/009)

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.

Moved (Cr Mike Lord/Cr Steve Walker):

That the Committee:

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

Motion carried (FCCO/2021/010)

5 CONFIRMATION OF MINUTES

**5.1 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETING - 9
FEBRUARY 2021**

Moved (Cr Mike Lord/Cr Doug Hall):

That the Committee:

Confirms the public part of the minutes of the Finance and Council Controlled Organisations Committee meeting held on 09 February 2021 as a correct record.

Motion carried (FCCO/2021/011)

PART A REPORTS

6 DUNEDIN CITY HOLDINGS LIMITED GROUP COMPANIES - INTERIM REPORTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

A report from Dunedin City Holdings Limited provided the interim reports for the six months ended 31 December 2020 for the Dunedin City Holdings Limited (DCHL) Group Companies.

The Chairperson of DCHL (Keith Cooper) and the General Manager, DCHL (Jemma Adams) spoke to the report and responded to questions.

Moved (Cr Andrew Whiley/Cr Doug Hall):

That the Committee:

- a) **Notes** the Dunedin City Holdings Limited Group Companies Interim Reports for the six months ended 31 December 2020.

Motion carried (FCCO/2021/012)

7 DRAFT 2021/22 STATEMENTS OF INTENT - DUNEDIN CITY HOLDINGS LIMITED GROUP COMPANIES

A report from Dunedin City Holdings Limited provided the draft 2021/22 Statements of Intent of Dunedin City Holdings Group companies for Council comments and/or noting.

The Chief Executive Officer (Sandy Graham), the Chairperson of DCHL (Keith Cooper) and the General Manager, DCHL (Jemma Adams) spoke to the report and responded to questions.

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

That the Committee:

- a) **Notes** the draft 2021/22 Statements of Intent of Dunedin City Holdings Group companies.

Motion carried (FCCO/2021/013)

8 FINANCIAL RESULT - PERIOD ENDED 31 JANUARY 2021

A report from Finance provided the financial results for the seven months ended 31 January 2021 and the financial position as at that date.

The Chief Executive Officer (Sandy Graham) and 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:

- a) **Notes** the Financial Performance for the seven months 31 January 2021 and the Financial Position as at that date.

Motion carried (FCCO/2021/014)

9 ITEMS FOR CONSIDERATION BY THE CHAIR

There were no items for consideration by the Chair.

The meeting concluded at 2.18 pm.

.....
CHAIRPERSON

REPORTS

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).
- 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 Actions from resolutions of Finance and Council Controlled Organisations Committee meetings shown in Attachment A.

DISCUSSION

- 3 This report provides an update on resolutions that have been actions and completed since the last Finance and Council Controlled Organisations Committee meeting.
- 4 There are currently no closed actions for the Finance and Council Controlled Organisations Committee.

NEXT STEPS

- 5 An updated actions report will be provided at all Finance and Council Controlled Committee meetings.

Signatories

Author:	Wendy Collard - Governance Support Officer
Authoriser:	Clare Sullivan - Manager Governance

Attachments

	Title	Page
↓A	Public Open Actions	23

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	To be confirmed	Report will be prepared and presented to a Council meeting

PART A REPORTS

FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE - FORWARD WORK PROGRAMME

Department: Corporate Policy

EXECUTIVE SUMMARY

- 1 The purpose of this report is to provide the forward work programme for the 2021-2022 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.

DISCUSSION

- 3 The forward work programme is a regular agenda item which shows areas of activity, progress and expected timeframes for decision making across a range of areas of work.
- 4 As an update report, purple highlights show changes to timeframes. New items added to the schedule are highlighted in yellow. Items that have been completed or updated are shown as bold.
- 5 Months where no Committee meetings are scheduled are highlighted as grey. At this stage, the 2022 meeting dates have not been confirmed.

NEXT STEPS

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

Signatories

Author:	Sharon Bodeker - Corporate Planner
Authoriser:	Gavin Logie - Chief Financial Officer

Attachments

	Title	Page
↓A	Forward work programme - August 2021	27

Key	
New item	
Changes to timeframes	
Completed; progress to date update	Bold
No meeting month	

Finance and Council Controlled Organisations Committee Forward Work Programme - August 2021															
Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframes												
			July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June	July
Financial Results	To update the Committee the financial result (YTD) and the financial position as at the date of the report	Noting the financial results. Progress to date: Financial result reports will continue to be presented to future meetings.		Notes	Notes		Notes			Notes			Notes		
Waipori Fund Quarterly Report	To update the Committee on the results of the Waipori Fund	Noting the Dunedin City Treasury Limited's quarterly report on the Waipori Fund Progress to date: These reports will be presented to future meetings.		Notes			Notes			Notes			Notes		
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: The most recent Letter of Expectation was approved at the 23 February 21 Council meeting. The next letter will be presented to the Committee or Council in November 2021.					Approve								
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.	Provides feedback on draft statements of intent. Agree to the final statements of intent adopted by the Boards of each CCO. Progress to date: The 2021/22 Statements of Intent were agreed to at the 30 June 21 Council meeting. The 2022/23 draft statements will be presented in March with feedback to be received by May.									Considers		Feedback	Agrees	

Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframes													
			July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	March	April	May	June	July	
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: The next parent financial report for the year ended 30 June 21 will be presented to the committee in early 2022.									Notes					

WAIPORI FUND - QUARTER ENDING JUNE 2021

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 30 June 2021.
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

RECOMMENDATIONS

That the Committee:

- a) **Notes** the report from Dunedin City Treasury Limited on the Waipori Fund for the quarter ended 30 June 2021.

BACKGROUND

- 3 Not applicable.

DISCUSSION

- 4 Not applicable.

OPTIONS

- 5 Not applicable.

NEXT STEPS

- 6 Not applicable.

Signatories

Author:	Richard Davey - Treasury Manager
Authoriser:	Gavin Logie - Chief Financial Officer

Attachments

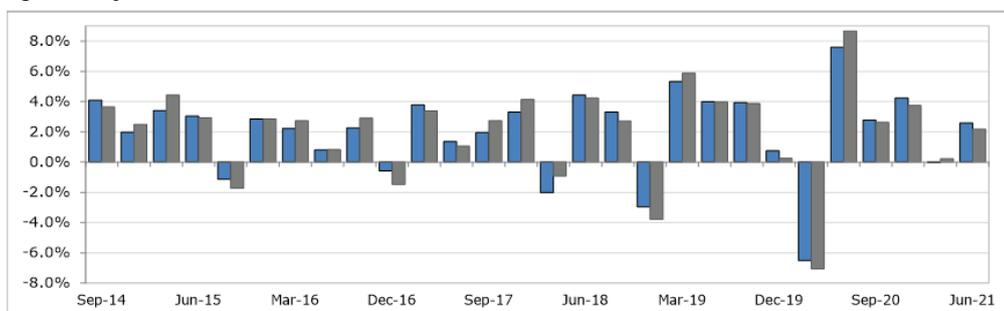
	Title	Page
↓A	Waipori Fund - Quarter ending June 2021	30

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: 21 July 2021
SUBJECT: **WAIPORI FUND - JUNE 2021 QUARTER**

Quarterly Returns vs Benchmark



June 2021 Quarter

The Fund made a positive return over the quarter relative to the Benchmark return of 2.2%. The main contributor was International Equities with a positive return of 8.9% which was also 1.7% above Benchmark. Australian Equities produced positive returns over the quarter however were the only sector of equities in the Fund to perform below Benchmark.

NZ Equities showed a great Financial Year Return of 25.5% against a benchmark return of 10.5%. The best NZ Equities performers over the Financial Year were Mainfreight (95.3%), Freightways (75.2%), Oceania Healthcare (65.5%) and EBOS Group (49.5%).

Fund Returns

Period ended 30 June 2021	Waipori		Benchmark	
	Quarter %	FY %	Quarter %	FY %
NZ Equities (NZ50 Gross)	3.0	25.5	0.7	10.5
Australian Equities (Australian All Acc)	4.4	15.3	7.2	30.7
Int'l Equities (MSCI World Gross)	8.9	18.6	7.2	28.3
Property Equities (NZ Real Estate)	2.4	22.8	2.2	20.4
Short Term Interest (NZ 90 day bb)	0.0	0.0	0.1	0.3
Fixed Interest (NZ Corp Bond index)	0.2	0.6	0.3	-1.0
TOTAL	2.6	9.9	2.2	9.0

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

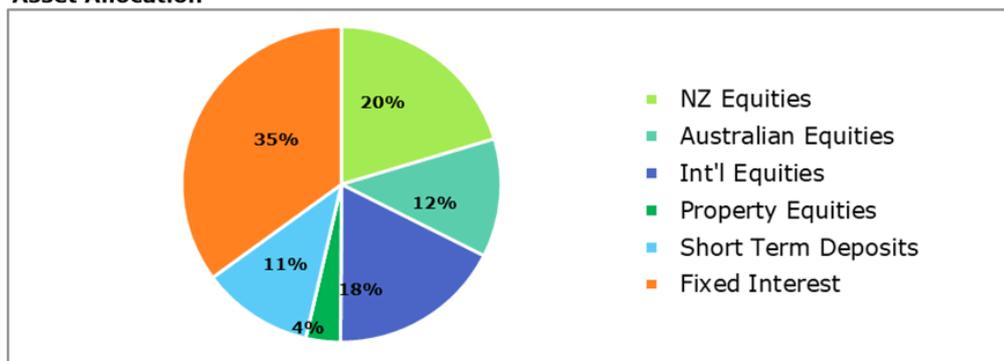
Waipori is diversified across asset classes with 53.6% invested in growth assets (equities and property) and 46.4% invested in income assets (fixed interest investments and short term deposits/cash).

The market value of the investment portfolio as at 30 June 2021 was \$100.0 million.

Summary of Investments

As at 30 June 2021	Market Value	Percentage of Portfolio	Benchmark/ Exposure Range*
NZ Equities	20,342,644	20.3	16.0
Australian Equities	12,135,150	12.1	11.0
Int'l Equities	17,621,340	17.6	15.0
Equities	50,099,134	50.1	20.0 - 60.0
Property Equities	3,509,032	3.5	3.0
Property	3,509,032	3.5	0.0 - 10.0
Short Term Deposits	11,349,412	11.3	10.0
Fixed Interest	35,054,569	35.1	45.0
Fixed Interest	46,403,981	46.4	40.0 - 70.0
TOTAL	100,012,147	100.0	100.0

Asset Allocation



Outlook

At the May 2021 RBNZ Monetary Policy meeting the RBNZ published OCR forecasts for the first time since the onset of COVID-19. They are forecasting an OCR of 1.75% by Mid 2024 which is largely reflected in the current yield curve. The OCR currently remains at 0.25% percent. At the July 2021 OCR review, the RBNZ signalled a reduction in Monetary Policy stimulus by ending the Large Scale Asset Purchase programme. Based on their most recent comments they are now widely expected to increase the OCR at their next meeting in August 2021 from 0.25% to 0.50%. Recent CPI data showed NZ CPI at the highest level post 2008 (looking through the GST rise in 2020).

The fourth quarter of FY2021 was another strong period for global equities. The outlook remains positive with economic activity and corporate earnings likely to continue improving over the year. Rising inflationary pressures, higher long term interest rates and growing concerns over the rapid spread of the Delta variant of COVID-19, could see volatility return at any point. Even with some increases in cash rates now expected, equities should continue to provide favourable returns as an asset class.

The fund is positioned as a long-term investor and is diversified to withstand market volatility, 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**

30 June 2021

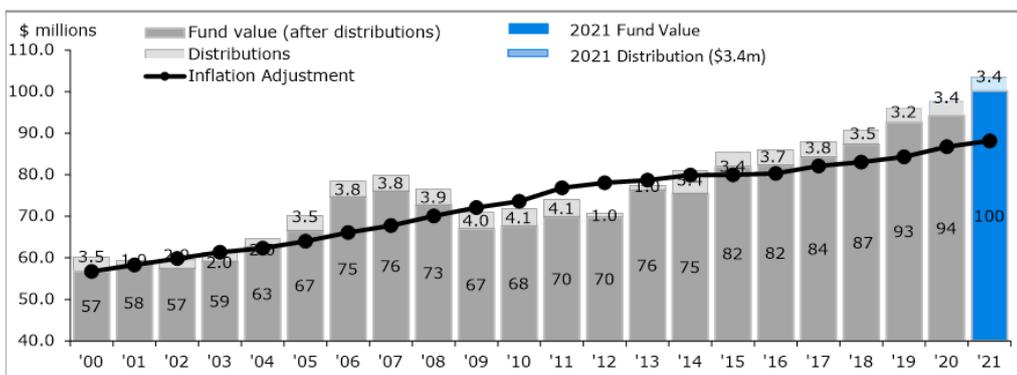
1. INCOME

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%	22

2. CAPITAL GROWTH

Objective	Fund Value 30 Jun 2021	Revised Capital Base	Achieved
FUND VALUE LESS ACCUMULATED DISTRIBUTION: 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)	\$100,178,838	\$88,151,613	✓

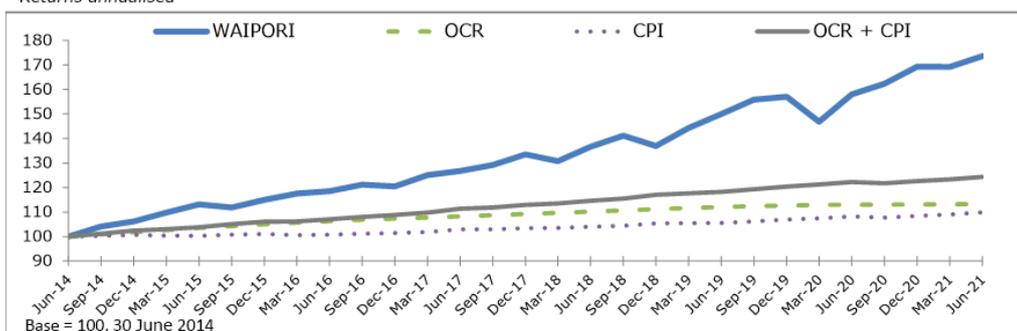
Fund value less distribution (\$3,368,900)



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).	8.2%	1.8%	1.4%	3.2%	✓	7.00

*Returns annualised



WAIPORI FUND

Statement of Financial Performance for quarter ended 30 June 2021

Quarter 30-Jun-20	Actual YTD 30-Jun-20		Actual	Quarter Target	Variance	Actual	Year to Date Target	Variance	Target Full Year
		Income							
299,293	1,269,070	Dividends	305,872	284,136	21,736	1,102,494	1,205,299	(102,805)	1,205,299
294,380	1,547,819	Interest	288,991	347,655	(58,664)	1,312,018	1,401,797	(89,779)	1,401,797
(338,560)	(235,940)	Surplus on sale of Equities	(108,168)	-	(108,168)	(54,032)	-	(54,032)	-
		Unrealised Gains/(Losses)							
6,132,970	1,209,794	Equities	2,509,581	n.a.	n.a.	8,822,262	n.a.	n.a.	n.a.
(528,196)	742,430	Exchange Movements	(73,415)	n.a.	n.a.	(564,044)	n.a.	n.a.	n.a.
5,604,774	1,952,224	Revaluation of Equities	2,436,166	256,507	2,179,659	8,258,218	1,026,030	7,232,188	1,026,030
1,072,825	646,412	Revaluation of Bonds	(241,191)	-	(241,191)	(1,053,800)	-	(1,053,800)	-
19,089	9,926	Revaluation of \$AUD Bank A/C	(3,117)	-	(3,117)	(1,411)	-	(1,411)	-
6,951,801	5,189,511	Total Income	2,678,553	888,298	1,790,255	9,563,487	3,633,126	5,930,361	3,633,126
		less Expenses							
-	-	Management Fees	-	47,900	(47,900)	-	191,599	(191,599)	191,599
59,281	241,106	Equity Management Advice	60,199	11,552	48,647	235,560	46,209	189,351	46,209
37	133	Bank Fees	37	31	6	179	126	53	126
59,318	241,239	Total Expenses	60,236	59,483	753	235,739	237,934	(2,195)	237,934
6,892,483	4,948,272	Net Surplus/(Deficit)	2,618,317	828,815	1,789,502	9,327,748	3,395,192	5,932,556	3,395,192

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 30 June 2021

30-Jun-20		30-Jun-21
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	1,416,184
30,735,430	Closing Balance	32,151,614
	Retained Earnings	
8,357,804	Opening Balance	7,484,491
4,948,272	Net Surplus/(Deficit)	9,327,748
(2,432,535)	Transfer to Inflation Adjustment Reserve	(1,416,184)
(3,389,050)	Distribution to Council	(3,368,900)
7,484,491	Closing Balance	12,027,155
94,219,921	Total Fund at End of the Period	100,178,769

Statement of Financial Position
As at 30 June 2021

30-Jun-20		30-Jun-21
1,677,308	Current Assets	674,281
272,953	Bank Account	321,879
13,963,022	Debtors/Prepayments	10,675,130
15,913,283	Short Term Investments	11,671,290
	Total Current Assets	
45,208,591	Investments	53,608,166
33,207,294	Equities	35,054,569
78,415,885	Term Financial Instruments	88,662,735
94,320,168	Total Assets	100,334,025
	less	
109,247	Current Liabilities	155,256
109,247	Accruals	155,256
94,219,921	Total Current Liabilities	100,178,769
	Total Value of Fund	

* Note \$8.35m of Bonds in the Fund are classed as Green Bonds - Includes Contact Energy, Meridian Energy and Mercury Energy.

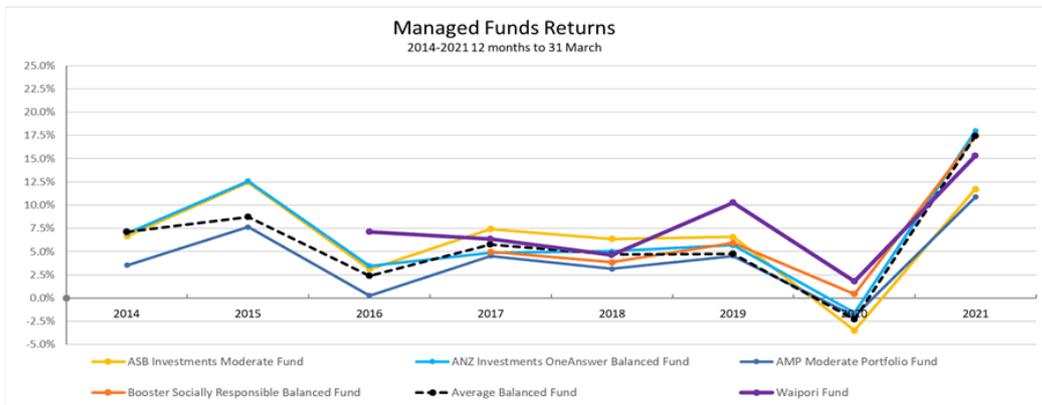
**WAIPORI FUND
PERFORMANCE VERSUS EXTERNAL FUNDS**

30 June 2021

1. Asset Allocation

Management has completed an analysis of the Waipori Funds performance against a selection of similar managed funds. Waipori is best described as having an asset allocation profile between "Balanced" and "Conservative". A number of funds were selected to show how the risk profile impacts the returns of the funds.

All public New Zealand managed funds are listed on the Sorted website for comparison, showing returns, asset allocation and fees at 31 March each year. They also display the average returns, asset allocation and fees of all funds in a specified risk profile. This has been included as a pseudo fund to show a broader benchmark of all balanced funds.

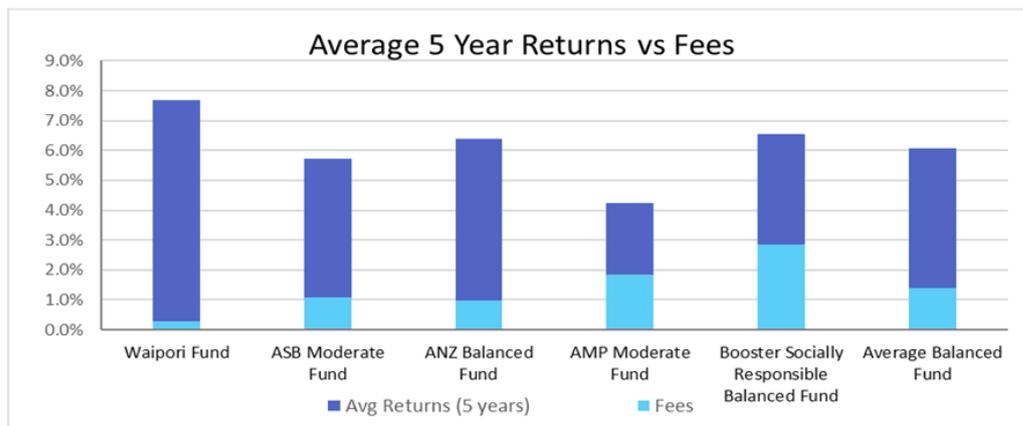


The above graph shows annualised returns for each year to 31 March. The returns data for Waipori starts at June 2014, therefore the first full year of data for Waipori is to 31 March 2016.

2. Fund Fees

The comparison of fees paid is also included in this benchmarking analysis. The below graph shows the average returns for each of the funds over the last five years including fees + tax and the current level of fees charged on money invested in each of the Funds.

In comparison to any other registered balanced fund reported in New Zealand – Waipori has the least expensive fee. Registered fund fees range from the 0.37% to 2.84%.



FINANCIAL RESULT - YEAR ENDED 30 JUNE 2021

Department: Finance

EXECUTIVE SUMMARY

- 1 This report provides the financial results for the twelve months ended 30 June 2021 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	318.584	309.354	9.230	F	312.330
Expenditure	322.402	317.439	(4.963)	U	315.716
Net Surplus/(Deficit) excluding Waipori	<u>(3.818)</u>	<u>(8.085)</u>	<u>4.267</u>	F	<u>(3.386)</u>
Waipori Fund Net	9.328	5.115	4.213	F	4.948
Net Surplus/(Deficit) including Waipori	<u>5.510</u>	<u>(2.970)</u>	<u>8.480</u>	F	<u>1.562</u>
Capital Expenditure	110.825	125.955	15.130		92.319
Debt					
Short Term Borrowings	-	-	-		-
Term Loans	271.973	308.873	36.900	F	243.973
Total Debt	<u>271.973</u>	<u>308.873</u>	<u>36.900</u>	F	<u>243.973</u>

RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the twelve months ended 30 June 2021 and the Financial Position as at that date.
- b) **Notes** that the year end result is subject to final adjustments and external audit by Audit New Zealand.

BACKGROUND

- 3 This report provides the financial statements for the twelve months ended 30 June 2021. 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 full year operating result was positive given the economic uncertainty over the last 12 months. Anticipated revenue shortfalls did not materialise with positive variances across most areas of the organisation. The net return from the Waipori Fund also contributed to the favourable net surplus.
- 5 The favourable revenue variance (\$9.230 million) included increased activity: Green Island Landfill, Aquatic Facilities, and Building Services. It also included unbudgeted government project funding for Economic Development, Three Waters, Property and Parks.
- 6 These favourable variances were partially offset by lower grants funding in Transport due to a lower level of subsidised capital expenditure and a shortfall in renewals funding from Waka Kotahi. Parking revenue was also impacted due to the temporary closure of the St Andrew Street and Dowling Street carparks while on-site works were completed.
- 7 Overall expenditure for the year was higher than budget. Variances included:
 - higher ETS and variable contract costs at the Green Island Landfill as a result of increased activity,
 - development/scoping costs in Transport related to the major projects programme. Roothing maintenance was also ahead of budget due in part to increased expenditure for road marking and street cleaning activities,
 - unbudgeted expenditure related to the government project funding discussed above, and
 - unbudgeted costs associated with the second-generation district plan.

- 8 These unfavourable variances were partially offset by:
- favourable interest expenditure due to the lower level of borrowing and a favourable floating interest rate, and
 - favourable personnel costs reflecting vacancies during the year across the organisation.
- 9 Capital expenditure was \$110.825 million for the full year or 88% of budget. Activity in the final quarter has seen this spend exceed initial forecasts with the predominant activity in renewals for Three Waters and Transport.

NEXT STEPS

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

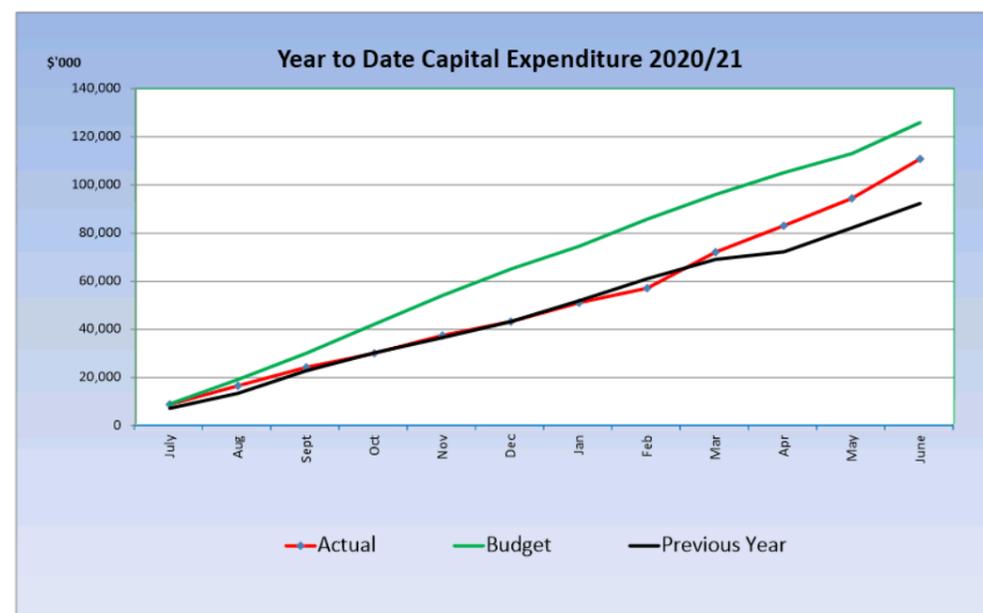
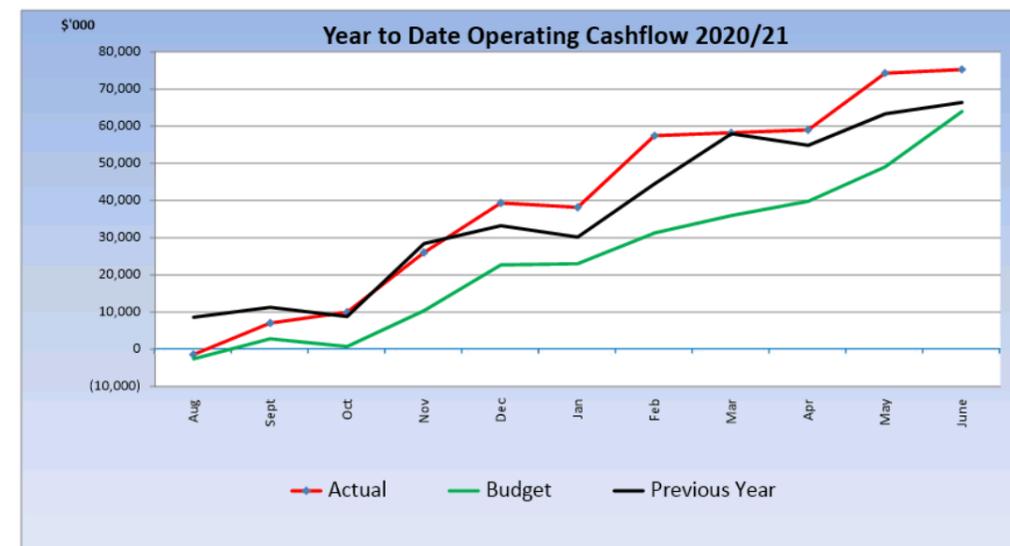
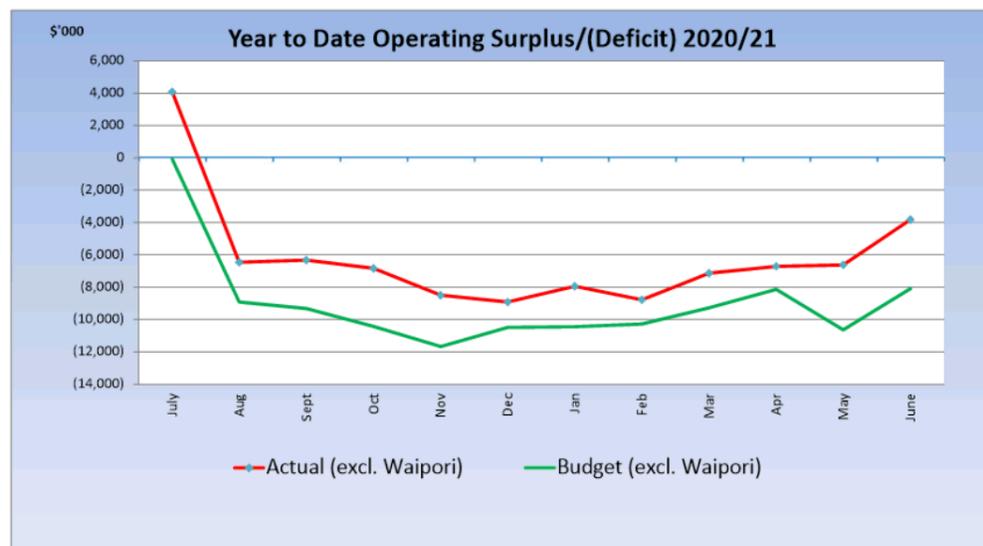
Signatories

Authoriser:	Gavin Logie - Chief Financial Officer
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Attachments

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DUNEDIN CITY COUNCIL
SUMMARY FINANCIAL INFORMATION AS AT 30 JUNE 2021



Borrowing Metrics	LGFA Target	Actual	Budget
Interest as a % rates revenue	< 30% *	5.0%	7.4%
Interest as a % total revenue	< 20% *	2.9%	4.4%
Debt % annualised revenue	250.0% Max.	96.2%	112.7%

* represents the ability to fund interest costs from revenue

				DUNEDIN CITY COUNCIL		Statement of Financial Performance		For the Year Ending 30 June 2021		Amount : \$'000	
				DUNEDIN kaunihera CITY COUNCIL a-rohe o Ōtepoti							
Mth	Mth	Mth			Full Year	Full Year	Full Year			LY Full	
Actual	Budget	Variance		REVENUE	Actual	Budget	Variance		Actual	Year	Actual
13,979	14,183	204	U	Rates Revenue	163,502	163,136	366	F	156,967		
72	(13)	85	F	Rates Penalties	1,045	333	712	F	766		
6,667	6,435	232	F	Other Operating Revenue	71,628	66,172	5,456	F	73,113		
5,152	2,519	2,633	F	Grants	41,461	40,701	760	F	40,052		
3,055	3,069	14	U	Contributions	5,153	3,832	1,321	F	6,083		
3,060	2,929	131	F	Internal Revenue	35,795	35,180	615	F	35,349		
31,985	29,122	2,863	F	TOTAL REVENUE	318,584	309,354	9,230	F	312,330		
				EXPENDITURE							
5,827	5,546	281	U	Personnel Costs	65,970	67,972	2,002	F	67,488		
8,081	5,480	2,601	U	Operations & Maintenance	75,649	68,293	7,356	U	67,593		
1,088	1,150	62	F	Occupancy Costs	25,584	26,235	651	F	24,825		
4,101	2,580	1,521	U	Consumables & General	26,420	23,629	2,791	U	27,255		
350	479	129	F	Grants & Subsidies	10,587	10,790	203	F	10,095		
3,060	2,927	133	U	Internal Charges	35,795	35,180	615	U	35,349		
6,438	6,108	330	U	Depreciation	74,294	73,289	1,005	U	73,097		
242	1,189	947	F	Interest	8,103	12,051	3,948	F	10,014		
29,187	25,459	3,728	U	TOTAL EXPENDITURE	322,402	317,439	4,963	U	315,716		
				NET SURPLUS (DEFICIT)							
				EXCLUDING WAIPORI							
2,798	3,663	865	U		(3,818)	(8,085)	4,267	F	(3,386)		
				Add							
				Waipori Fund Net Operating							
				Result							
1,763	425	1,338	F		9,328	5,115	4,213	F	4,948		
4,561	4,088	473	F	NET SURPLUS (DEFICIT)	5,510	(2,970)	8,480	F	1,562		
				INCLUDING WAIPORI							

DUNEDIN CITY COUNCIL				
Statement of Financial Position				
As at 30 June 2021				
Amount : \$'000				
As at 30-Jun-20		As at 30-Jun-21	Budget 30-Jun-21	As at 30-Jun-20
	Current Assets			
15,362	Cash and Deposits	7,939	9,558	15,362
24,357	Sundry Debtors	21,890	19,379	24,357
7,163	Short Term Investments	6,975	9,733	7,163
-	Assets held for Resale	-	-	-
352	Inventories	298	288	352
47,234	Total Current Assets	37,102	38,958	47,234
	Non Current Assets			
317,036	Investments	329,837	320,869	317,036
3,065,159	Fixed Assets	3,104,592	3,195,493	3,065,159
3,382,195	Total Non Current Assets	3,434,429	3,516,362	3,382,195
3,429,429	TOTAL ASSETS	3,471,531	3,555,320	3,429,429
	Current Liabilities			
13,284	Sundry Creditors	15,812	10,000	13,284
36,300	Accrued Expenditure	42,489	27,407	36,300
-	Short Term Borrowings	-	-	-
2,052	Derivative Financial Instruments	656	367	2,052
51,636	Total Current Liabilities	58,957	37,774	51,636
	Non Current Liabilities			
243,973	Term Loans	271,973	308,873	243,973
12,241	Other Non-Current Liabilities	12,119	11,360	12,241
256,214	Total Non Current Liabilities	284,092	320,233	256,214
307,850	TOTAL LIABILITIES	343,049	358,007	307,850
3,121,579	COUNCIL EQUITY	3,128,482	3,197,313	3,121,579
3,429,429		3,471,531	3,555,320	3,429,429
	Statement of Change in Equity			
3,120,186	Opening Balance	3,121,579	3,161,587	3,120,186
1,562	Operating Surplus (Deficit)	5,510	(2,970)	1,562
(2,382)	Movements in Reserves	598	37,500	(2,382)
2,213	Adjustment Derivatives	795	1,196	2,213
3,121,579		3,128,482	3,197,313	3,121,579

DUNEDIN CITY COUNCIL			
Statement of Cashflows			
For the Year Ending 30 June 2021			
Amount : \$'000			
	Full Year Actual	Full Year Budget	LY FY Actual
Cash Flow from Operating Activities			
<i>Cash was provided from operating activities</i>			
Rates Received	163,196	162,974	156,509
Other Revenue	115,390	100,611	100,246
Interest Received	7,240	8,105	7,563
Dividend Received	1,205	1,531	1,661
Income Tax Refund	1,027	850	1,248
<i>Cash was applied to</i>			
Suppliers and Employees	(203,447)	(198,532)	(191,276)
Interest Paid	(9,365)	(11,571)	(9,572)
Net Cash Inflow (Outflow) from Operations	75,246	63,968	66,379
Cash Flow from Investing Activities			
<i>Cash was provided from investing activities:</i>			
Sale of Assets	143	120	731
Reduction in Investments	-	-	4,499
<i>Cash was applied to:</i>			
Increase in Investments	(5,480)	(2,550)	(2,550)
Capital Expenditure	(105,332)	(124,841)	(90,602)
Net Cash Inflow (Outflow) from Investing Activity	(110,669)	(127,271)	(87,922)
Cash Flow from Financing Activities			
<i>Cash was provided from financing activities:</i>			
Loans Raised	28,000	64,900	25,000
Increase in Short Term Borrowings	-	-	-
<i>Cash was applied to:</i>			
Loans Repaid	-	-	-
Decrease in Short Term Borrowings	-	-	-
Net Cash Inflow (Outflow) from Financing Activity	28,000	64,900	25,000
Total Increase/(Decrease) in Cash	(7,423)	1,597	3,457
Opening Cash and Deposits	15,362	7,961	11,905
Closing Cash and Deposits	7,939	9,558	15,362

DUNEDIN CITY COUNCIL Capital Expenditure Summary by Activity For the Year Ending 30 June 2021 Amount : \$'000					
Description	Full Year Actual	Full Year Budget	Full Year Variance	Over Under Spend	LY FY Actual
Arts and Culture	1,667	2,267	600	U	1,152
Community and Planning	(8)	644	652	U	383
Corporate Services	1,422	4,060	2,638	U	2,804
Enterprise Dunedin	1	-	1	O	8
Property	12,858	18,966	6,108	U	9,031
Parks and Recreation	5,034	9,769	4,735	U	4,038
Customer and Regulatory Services	753	1,752	999	U	189
Transport	51,560	55,487	3,927	U	47,588
Waste & Environmental	1,670	2,012	342	U	1,744
Three Waters	35,868	30,998	4,870	O	25,382
	110,825	125,955	15,130	U	92,319

<p style="text-align: center;">DUNEDIN CITY COUNCIL Summary of Operating Variances For the Year Ending 30 June 2021</p> <p style="text-align: center;">Amount : \$'000</p>											
Group	Full Year Surplus(Deficit)			Full Year Variance Favourable (Unfavourable)							
	Actual	Budget	Variance	Rates Revenue	Other Ext Revenue	Int Revenue	Staff	Ops & Other Exps	Internal Costs	Interest	Depr'n
Waipori Fund	9,328	5,115	4,213	-	4,232	-	-	(19)	-	-	-
Arts and Culture	60	(835)	895	-	504	19	411	(80)	2	-	39
Community and Planning	14	(111)	125	-	174	20	562	(540)	(76)	-	(15)
Corporate Services	420	336	84	-	(8)	35	60	84	27	-	(114)
Enterprise Dunedin	219	(193)	412	-	1,910	43	192	(1,675)	(57)	-	(1)
Property	(1,647)	(1,752)	105	-	302	7	(24)	(372)	(9)	-	201
Investment	(3,291)	(7,484)	4,193	1,085	(248)	-	(150)	(454)	12	3,948	-
Otago Museum Levy	(84)	-	(84)	-	-	-	-	(84)	-	-	-
Other	917	(356)	1,273 *	-	132	3	483	635	21	-	(1)
Parks and Recreation	433	(808)	1,241	-	1,168	1	399	(122)	(6)	-	(199)
Customer and Regulatory Services	1,868	1,189	679	-	239	(30)	(13)	471	(46)	-	58
Transport	(232)	7,849	(8,081)	-	(5,630)	-	444	(2,665)	(7)	-	(223)
Waste & Environmental	(736)	(738)	2	-	2,372	517	69	(2,860)	34	-	(130)
Three Waters	(1,759)	(5,182)	3,423	(7)	6,622	-	(431)	(1,631)	(510)	-	(620)
Total Council	5,510	(2,970)	8,480	1,078	11,769	615	2,002	(9,312)	(615)	3,948	(1,005)

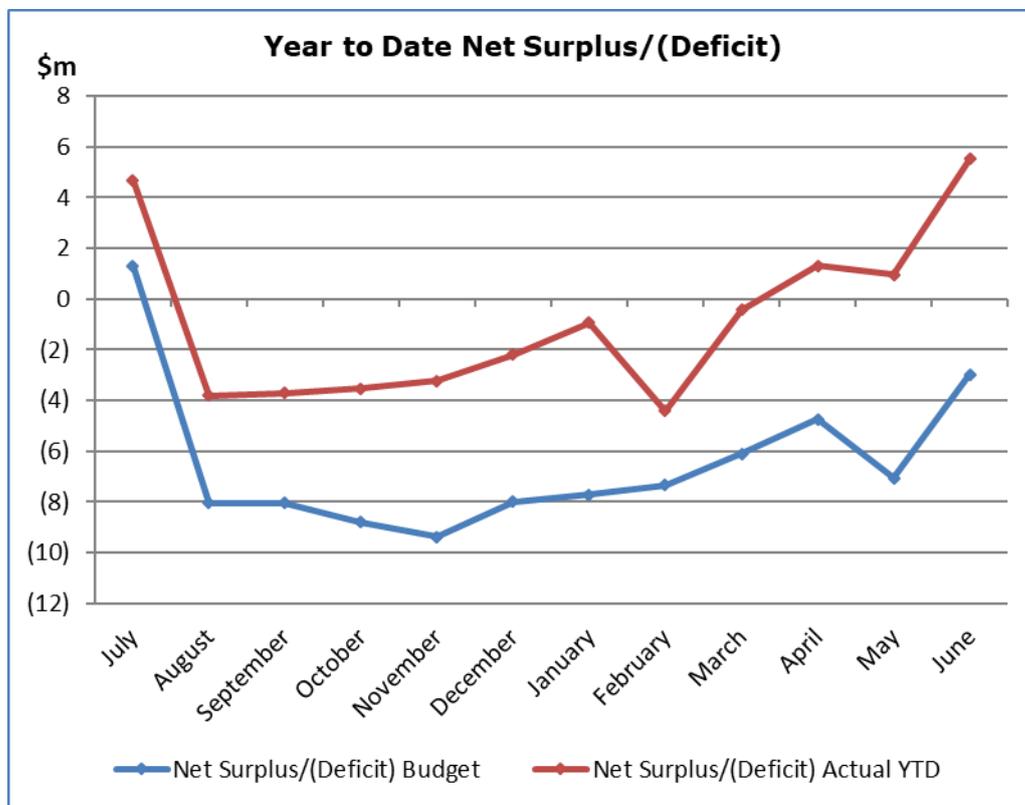
* Other includes: Corporate Management, Dunedin Centre, Finance, Human Resources and Warm Dunedin

FINANCIAL REVIEW

For the twelve months ended 30 June 2021

This report provides a detailed commentary on the Council’s draft financial result for the twelve months ended 30 June 2021 and the financial position at that date.

NET SURPLUS/(DEFICIT) (INCLUDING WAIPORI)



The net surplus (including Waipori) for the twelve months ended 30 June 2021 was \$5.510 million or \$8.480 million greater than budget.

REVENUE

The total revenue for the period was \$318.584 million or \$9.230 million greater than budget.

The major variances were as follows:

Other Operating Revenue

Actual \$71.628 million, Budget \$66.172 million, Favourable variance \$5.456 million

Aquatic Services revenue was favourable \$551k 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 last financial year.

Economic Development revenue was favourable \$1.868 million due to unbudgeted funding received for the Centre of Digital Excellence, Otago Regional Economic Development projects and from the Regional Events Fund.

Regulatory Services revenue was favourable \$828k primarily due to increased building services activity.

Waste and Environmental revenue was favourable \$2.372 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.

These favourable variances were partially offset by lower than expected off-street parking revenue due to the temporary closure of the St Andrew Street and Dowling Street carparks while upgrade works were completed and the impact of the Covid 19 level changes and more people working from home.

Grants and Subsidies Revenue

Actual \$41.461 million, Budget \$40.701 million, Favourable variance \$760k

Transportation revenue was unfavourable \$5.700 million due to the lower level of subsidised capital expenditure and a shortfall in Waka Kotahi funding for the programme of renewals.

This unfavourable variance was partially offset by unbudgeted government funding: \$426k allocated to the maintenance of community halls, \$5.475 million for Water Reform work, \$396k for the Urban Link predator control project, \$58k War Memorial Restoration grant, and \$140k Responsible Camping grant.

EXPENDITURE

The total expenditure for the period was \$322.402 million or \$4.963 million greater than budget.

The major variances were as follows:

Personnel Costs

Actual \$65.970 million, Budget \$67.972 million, Favourable variance \$2.002 million

This variance reflected vacancies across the organisation during the financial year.

Operations and Maintenance Costs

Actual \$75.649 million, Budget \$68.293 million, Unfavourable variance \$7.356 million

Waste and Environmental Services costs were \$2.192 million higher than budgeted mainly due to additional ETS costs and landfill variable costs associated with the higher tonnage entering the Green Island Landfill.

Property costs were \$373k 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 \$1.344 million 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.

Three Waters expenditure was unfavourable \$1.428 million partly due to higher than budgeted sludge removal costs due to the incinerator at Tahuna undergoing maintenance and sludge from the treatment plant being transported to the Green Island landfill for disposal. Maintenance costs were greater than budget due to these incinerator repairs as well as repair work on the landfill gas to electricity system at the Green Island treatment plant. Network maintenance costs were high due to the level of reactive maintenance of the water network, including additional costs relating to water testing, monitoring and tankered water supply to the Northern water area.

Transportation expenditure was unfavourable \$1.587 million partly due to increased road marking and street cleaning costs to maintain required levels of service.

Consumable and General Costs

Actual \$26.420 million, Budget \$23.629 million, Unfavourable variance \$2.791 million

Transport costs were unfavourable \$1.196 million due to planning and project management costs for Shaping Future Dunedin and the Major Projects program.

Waste and Environmental costs were unfavourable \$693k due to consultancy costs associated with the Waste Futures project including initial work on consenting applications for the Green Island landfill and Resource Recovery Park.

Three Waters expenditure was unfavourable \$772k due to consultant costs associated with water reform and design work for stimulus projects, as well as coastal monitoring activities.

City Development expenditure was unfavourable \$473k due to unbudgeted legal and planning consultancy costs associated with the 2GP.

Expenditure in the month was higher than budget due in part to the reclassification of project costs for planning and initial design from capital to operating expenditure. This included initial works on the Mosgiel Aquatic Facility and South Dunedin Library and Community Complex.

Interest

Actual \$8.103 million, Budget \$12.051 million, Favourable variance \$3.948 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 30 June, \$10.0 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 \$9.328 million, Budget \$5.115 million, Favourable variance \$4.213 million

The operating result for the Waipori Fund was favourable to budget with positive movements across all equity markets. The full year return from the fund was 9.9% versus the benchmark of 9.0% with NZ Equities being the main contributor. The market value of the investment portfolio at 30 June was \$100.0 million.

STATEMENT OF FINANCIAL POSITION

A Statement of Financial Position is provided as Attachment C.

Short term investments of \$6.975 million relate to the Waipori Fund.

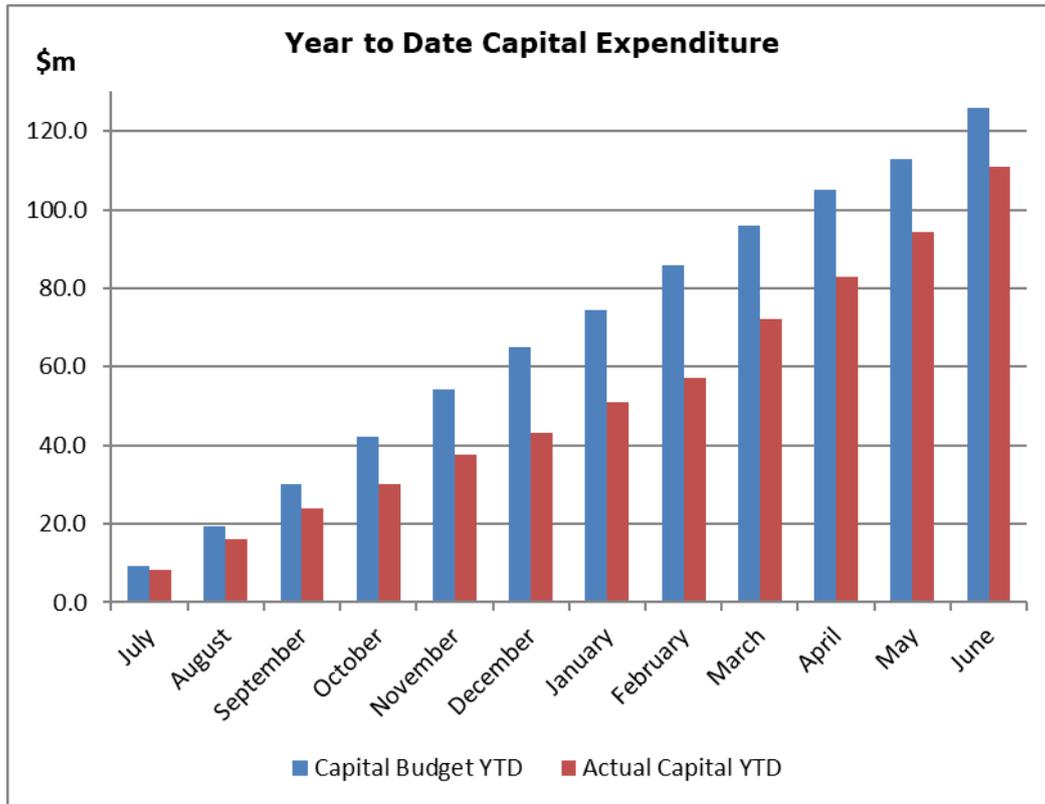
Total Debt was below budget as at 30 June primarily reflecting the lower level of capital expenditure, plus the unbudgeted receipt of Three Waters reform funding yet to be spent.

The 30 June 2021 value of fixed assets will be adjusted in the annual report to reflect the impact of valuations currently being finalised – these valuations will include land, buildings infrastructure assets and the investment property portfolio.

CAPITAL EXPENDITURE

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

Total capital expenditure for the period was \$110.825 million or 88% of the full year budget. The full year spend reflected an uplift in the final quarter of the year with the predominant activity in renewals for Three Waters and Transport.



Corporate Services capital expenditure was \$2.638 million underspent

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

Property capital expenditure was \$6.108 million underspent

A number of projects were impacted by delayed delivery including roof renewals for the Civic Centre and Art Gallery, the School St housing development, and the South Dunedin Library and Community Complex.

Refurbishment of block three at the Palmyra housing site has been completed, with the final block scheduled for completion by December 2021.

Parks and Recreation capital expenditure was \$4.735 million underspent

The underspend was primarily due to delays in delivery of the renewals programme (including Aquatics) pending completion of scoping and design work. This included the planned replacement of the hydroslide at Moana Pool.

Customer and Regulatory Services capital expenditure was \$999k underspent.

The underspend was primarily driven by the delayed purchase of the replacement mobile library. This procurement is currently being finalised for delivery in 2021/22. The underspend also reflected a delay in parking meter upgrades pending the supply of equipment.

Transport capital expenditure was \$3.927 million underspent

Renewals spend for the year was ahead of budget including carriageway and structure component projects (bridges and retaining walls).

New capital projects were underspent primarily related to timing associated with a number of projects pending completion of design and procurement activities. This includes urban cycleways, central city upgrade and intersection improvements. The LED street light installation project is generally complete, with post implementation surveying and control system commissioning underway.

Three Waters capital expenditure was \$4.870 million overspent

Renewals capital was overspent (\$10.324m), and included the replacement of pipework in Edinburgh Street, Karitane water main renewals and water and wastewater costs associated with the Peninsula project. Some of the additional renewals spend was funded from the reform stimulus monies – see grant revenue discussion above.

Three Waters new capital was underspent (\$5.452m) due to delays in the planning and design phases of projects.

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 - \$895k Favourable

Revenue was favourable due to better than expected visitor fees for Lan Yuan and Olveston along with strong merchandise sales for the Dunedin Public Art Gallery and Toitū.

Staff costs were favourable due to the current level of vacancies.

Enterprise Dunedin - \$412k Favourable

Economic Development revenue was favourable due to unbudgeted funding received for the Centre of Digital Excellence, Otago Regional Economic Development projects and from the Regional Events Fund. This variance was partially offset by associated expenditure in these areas.

Parks and Recreation - \$1.241 million Favourable

Overall revenue was favourable and included better than expected activity within Aquatic Services along with unbudgeted government funding for the Urban Link predator control project, war memorial restoration, University Oval restoration and responsible camping.

Customer and Regulatory Services - \$679k Favourable

Revenue was favourable primarily due to increased building services activity.

This favourable variance was partially offset by lower than expected off-street parking revenue due to the temporary closure of the St Andrew Street and Dowling Street carparks while upgrade works were completed and the impact of the Covid 19 level changes and more people working from home.

Group expenditure was favourable due project initiatives being deferred.

Transportation - \$8.081 million Unfavourable

Revenue was unfavourable due to the lower level of subsidised capital expenditure and a shortfall in Waka Kotahi funding for the programme of renewals.

Operating costs were unfavourable \$2.665 million due to planning and project management costs for Shaping Future Dunedin and the Major Projects program.

Three Waters - \$3.423 million Favourable

Three Waters revenue was favourable \$6.622 million due to unbudgeted grants revenue for Water Reform work and higher than expected development contributions.

Three waters expenditure was unfavourable partly due to higher than budgeted sludge removal costs due to the incinerator at Tahuna undergoing maintenance and sludge from the treatment plant being transported to the Green Island landfill for disposal.

Maintenance costs were greater than budget due to these incinerator repairs as well as repair work on the landfill gas to electricity system at the Green Island treatment plant.

Network maintenance costs were also higher due to the level of reactive maintenance of the water network, including additional costs relating to water testing, monitoring and tankered water supply to the Northern water area.

ITEMS FOR CONSIDERATION BY THE CHAIR

Any items for consideration by the Chair