

**Notice of Meeting:**

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

**Date:** Wednesday 7 August 2024  
**Time:** 10:00am  
**Venue:** Council Chamber, Level 2, Dunedin Public Art Gallery, The Octagon, Dunedin

Sandy Graham  
Chief Executive Officer

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## Finance and Council Controlled Organisations Committee

### PUBLIC AGENDA

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**MEMBERSHIP**

<b>Chairperson</b>	Cr Lee Vandervis	
<b>Deputy Chairperson</b>	Cr Cherry Lucas	
<b>Members</b>	Cr Bill Acklin	
	Cr Sophie Barker	Cr David Benson-Pope
	Cr Christine Garey	Cr Kevin Gilbert
	Cr Carmen Houlahan	Cr Marie Laufiso
	Cr Mandy Mayhem	Cr Jim O'Malley
	Mayor Jules Radich	Cr Steve Walker
	Cr Brent Weatherall	Cr Andrew Whiley

**Senior Officer** Carolyn Allan, Chief Financial Officer

**Governance Support Officer** Lauren Riddle

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Lauren Riddle  
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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	Items for consideration by the Chair.	
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**1 PUBLIC FORUM**

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

**2 APOLOGIES**

Apologies have been received from Cr Steve Walker and Cr Steve Walker.

That the Committee:

**Accepts** the apologies from Cr Steve Walker and Cr Steve Walker.

**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

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### 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

	<b>Title</b>	<b>Page</b>
<a href="#">↓A</a>	Finance and Council Controlled Organisations Committee Register of Interest	6

Finance and Council Controlled Organisations Committee Register of Interest as at 31 July 2024				
Councillors are members of all committees				
Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Mayor 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	No conflict identified	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.
	Director/Shareholder	Southern Properties (2007) Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Arrenway Drive Investments Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Golden Centre Holdings Ltd	No conflict identified	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	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	Dunedin Hospital Local Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Council of Social Services (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	Tertiary Sector Steering Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Club	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Mayor Jules Radich (cont)	Member	Connecting Dunedin (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Bill Acklin	Shareholder/Director	Dunedin Brokers Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	APRA - AMCOS	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Entertainer	Various functions	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.
	Casual Employee	Insulmax	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	Toitū Otago Settlers Museum Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Sophie Barker	Director	Ayrmed 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.
	Mentor	Business Mentors NZ	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Southern Heritage Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Friends Otago Museum	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Peninsula Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Orokonui Ecosanctuary	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Volunteer	Blue Penguins Pukekura	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Vegetable Growers Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Committee Member	Otago Anniversary Day Dinner	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Dunedin Heritage Fund (Council Appointment)	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Gasworks Museum Trust (Council Appointment)	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Otaru Sister City Society (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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Cr Sophie Barker (cont)	Deputy Chair	Dunedin Food and Drink Tourism Story Group	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Te Ao Tūroa Partnership (Council Appointment)	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.
Cr 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 (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)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Christine Garey	Member	Otago Museum Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Garey Family Trust - Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Women of Ōtepoti	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member (alternate)	Grow Dunedin Partnership (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Museum Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Sophia Charter (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Study Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Ashburn Hall Charitable Trust Board	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	St Paul's Cathedral Foundation (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Kevin Gilbert	Member	Theomin Gallery Management Committee (Olveston) (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Gipfel Limited - Bakery	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Schlubert Trust - Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Schlup Family Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	BNI	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
Cr Kevin Gilbert (cont)	Member	Business South	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Air New Zealand	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Kevin Gilbert and Esther Gilbert Partnership - Residential Rental Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Biddies Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Advisors	Ronald McDonald House Supper Club Committee	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.
	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.
	Member (alternate)	Otago Regional Transport Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Toitū Otago Settlers Museum Board (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	Otago Settlers Association (Council Appointment)	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.
	Chair	Food Equity and Education Dunedin (FEED) Charitable Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	National Industry Advisors Group Food and Beverage (Workforce Development Council)	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.
Cr 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.
	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	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	Creative Dunedin Partnership (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
Cr Carmen Houlahan (cont)	Trustee	KBCLR Family Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Theatre Trust (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Marie Laufiso	Property Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Moray Place 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.
	Chair	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 public excluded, to leave the room.
	Member	Women of Ōtepoti Recognition Initiative	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Family Member	Staff member a relative	Potential conflict depending on level of staff member involvement	Managed by staff at officer level if a perceived conflict of interest arises.
	Secretary	<del>Brockville Improvements and Amenities Society (BIAS)</del>	<del>No conflict identified.</del>	<del>Seek advice prior to the meeting if actual or perceived conflict of interest arises.</del>
	Trustee	Corso Ōtepoti Dunedin Trust	Potential grants recipient	Withdraw from discussion and leave the table. If in public excluded 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.
	Secretary	BIAS Charitable Trust	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.
	<del>Member</del>	<del>Green Party of Aotearoa New Zealand</del>	<del>No conflict identified</del>	<del>Seek advice prior to the meeting if actual or perceived conflict of interest arises.</del>
	Secretary	Dunedin Abrahamic Interfaith Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee and Secretary	Refugee Support Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Dunedin <del>Former</del> Refugee Steering Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Social Wellbeing Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Cherry Lucas	Member	District Licensing Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Grants Subcommittee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Farmers Market	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago A & P Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Henderson Lucas Family Trust - Residential Dunedin Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	NZ Institute of Chartered Accountants	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
Cr Cherry Lucas (cont)	Member	Otago Museum Trust Board (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	Toitū Otago Settlers Museum Board (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.
	Member (alternate)	Grow Dunedin Partnership (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Taieri Airport Trust (Council Appointment)	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.
	Member	Te Pōari a Pukekura Partnership (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Mandy Mayhem	Chairperson	Waitati Hall Society Inc	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Blueskin News Committee	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-ordinator	Waitati Market	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-ordinator	Emergency response group, Blueskin area	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	FENZ Local Advisory Committee for Otago	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Waitati Music Festival Committee	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Blueskin Bay Amenities Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Blueskin A & P Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Keep Dunedin Beautiful (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Zone Representative and Board Member	Keep New Zealand Beautiful	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Coastal Community Cycleway Network	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.
	Member	Disability Issues Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Property Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Social Wellbeing Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Jim O'Malley	Owner	Biocentrix 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
Cr Jim O'Malley (cont)	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	Northern AFC	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	<b>Director</b>	<b>Ocho Newco Limited</b>	<b>No conflict identified</b>	<b>Seek advice prior to the meeting if actual or perceived conflict of interest arises.</b>
	Member	Ice Sports Dunedin Incorporated (Council Appointment)	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.
	Member	Dunedin Hospital Local Advisory Group (Council Appointment)	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.
	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.
Cr 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 public excluded leave the room. Seek advice prior to the meeting.
	Member	District Licensing Committee (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.
Cr Steve Walker	Trustee	Dunedin Wildlife Hospital Trust	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in public excluded leave the room. Seek advice prior to the meeting.
	Member	Orokonui Ecosanctuary	Potential grants recipient	Withdraw from discussion and leave the table. If the meeting is in public excluded 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	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.
	Shareholder	Various publicly listed companies	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
Cr Steve Walker (cont)	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)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Justice of the Peace		No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Predator Free Dunedin	No conflict	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Predator Free Dunedin (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Brent Weatherall	Member	Urban Access	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Business George Street, Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Brent Weatherall Jeweller Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Weatherall Trustee Company	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Residential Rental Properties	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 Public Art Gallery Society (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Andrew Whiley	Owner/Operator	Whiley Golf Inc and New Zealand Golf Travel Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder 22 May 2017	Estate of Grace Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Japek (Family Trust) - Property Ownership - Dunedin	Duties to Trust may conflict with duties of Council Office.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Golf Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin South 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	National Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Chair	Volunteer South	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	New Zealand PGA (Professional Golf Association)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chair	Dunedin Community House Executive Committee	Potential grants recipient	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	Hereweka Harbour Cone Trust (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
Cr Andrew Whiley (cont)	Member	Otago Peninsula Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Shanghai Association (Sister City Society) (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Grow Dunedin Partnership (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	NZ Masters Games Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	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.
	Board Member	Dunedin Christmas Charitable Trust	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 - 22 MAY 2024**

#### **RECOMMENDATIONS**

That the Committee:

- a) **Confirms** the public part of the minutes of the Finance and Council Controlled Organisations Committee meeting held on 22 May 2024 as a correct record.

#### **Attachments**

	<b>Title</b>	<b>Page</b>
<a href="#">A</a> 	Minutes of Finance and Council Controlled Organisations Committee meeting held on 22 May 2024	16

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## **Finance and Council Controlled Organisations Committee MINUTES**

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**Minutes of an ordinary meeting of the Finance and Council Controlled Organisations Committee held in the Council Chamber, Level 2, Dunedin Public Art Gallery, The Octagon, Dunedin on Wednesday 22 May 2024, commencing at 10:00 a.m.**

### **PRESENT**

<b>Chairperson</b>	Cr Lee Vandervis	
<b>Deputy Chairperson</b>	Cr Cherry Lucas	
<b>Members</b>	Cr Bill Acklin	Cr Sophie Barker
	Cr David Benson-Pope	Cr Christine Garey
	Cr Kevin Gilbert	Cr Carmen Houlahan
	Cr Marie Laufiso	Cr Mandy Mayhem
	Cr Jim O'Malley	Mayor Jules Radich
	Cr Steve Walker	Cr Brent Weatherall
	Cr Andrew Whiley	

### **IN ATTENDANCE**

Sandy Graham (Chief Executive Officer); Carolyn Allan (Chief Financial Officer); Robert West (General Manager Corporate Services); Leanne Mash (Deputy CEO/General Manager Business and Community Engagement); Jeanette Wikaira (General Manager Arts, Culture and Recreation); Dave Ward (General Manager 3 Waters and Transition); Paul Henderson (Acting General Manager Customer and Regulatory); Nicola Morand (Manahautū, General Manager Policy and Partnerships); Anna Nilsen (Group Manager Property Services); Mr Richard Davey (Treasurer, Dunedin City Holdings Ltd); Mr Peter Hocking (General Manager, Dunedin City Holdings Limited); Cam McCracken (Director – DPAG, Toitū, Lan Yuan and Olveston); Heath Ellis (Group Manager Parks and Recreation); Karilyn Canton (Chief In-House Legal Counsel); Mr Tim Loan (Chairperson Dunedin City Holdings Ltd)

<b>Governance Support Officer</b>	Lauren Riddle
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### **1 PUBLIC FORUM**

There was no Public Forum.

**2 APOLOGIES**

An apology was received from Cr Laufiso.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

**Accepts** the apology from Cr Laufiso for absence.

**Motion carried (FCCO/2024/001)**

**3 CONFIRMATION OF AGENDA**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

**Confirms** the agenda without addition or alteration.

**Motion carried**

**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.

There were no updates to the Register of Interest advised.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

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

**Motion carried (FCCO/2024/002)**

**5 CONFIRMATION OF MINUTES****5.1 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETING - 15 AUGUST 2023**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Confirms** the minutes of the Finance and Council Controlled Organisations Committee meeting held on 15 August 2023 as a correct record.

**Motion carried (FCCO/2024/003)**

Cr Carmen Houlahan entered the meeting at 10:05 a.m.

**PART A REPORTS****6 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE - FORWARD WORK PROGRAMME**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the Finance and Council Controlled Organisations Committee forward work programme for May 2024.

**Motion carried (FCCO/2024/004)**

**7 FINANCIAL REPORT - PERIOD ENDED 31 MARCH 2024**

The report from Finance provided the financial results for the period ended 31 March 2024.

The Chief Financial Officer (Carolyn Allan); General Manager Corporate Services (Robert West); General Manager 3 Waters and Transition (Dave Ward); Group Manager Property Services (Anna Nilsen); Group Manager Parks and Recreation (Heath Ellis) and Director DPAG, Toitū and Olveston (Cam McCracken) spoke to the report and responded to questions.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the Financial Performance for the period ended 31 March 2024 and the Financial Position as at that date.

**Motion carried (FCCO/2024/005)**

**8 WAIPORI FUND - QUARTER ENDING 31 MARCH 2024**

The report from the Dunedin City Treasury Limited (DCTL) provided information on the results of the Waipori Fund for the quarter ended 31 March 2024.

The Treasurer for Dunedin City Holdings Ltd (Richard Davey) and the Chief Financial Officer (Carolyn Allan) spoke to the report and responded to questions.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the report from Dunedin City Treasury Limited on the Waipori Fund for the quarter ended 31 March 2024.
- b) **Notes** that the Waipori Fund Statement of Investment Policy and Objectives (SIPO) will be reviewed as part of the 9-year plan 2025-34 process.

**Motion carried (FCCO/2024/006)**

**9 DUNEDIN CITY HOLDINGS LTD GROUP UPDATE FOR QUARTER ENDING 31 MARCH 2024**

The report from Dunedin City Holdings Limited (DCHL) Group provided a quarterly update for the period ended 31 March 2024.

The Chair DCHL (Mr Tim Loan) and DCHL General Manager (Mr Peter Hocking) spoke to the report and responded to questions.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) Notes the Dunedin City Holdings Limited (DCHL) Group quarterly update for the period ended 31 March 2024.

**Motion carried (FCCO/2024/007)**

**RESOLUTION TO EXCLUDE THE PUBLIC**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

Pursuant to the provisions of the Local Government Official Information and Meetings Act 1987, exclude the public from the following part of the proceedings of this meeting namely:

<b>General subject of the matter to be considered</b>	<b>Reasons for passing this resolution in relation to each matter</b>	<b>Ground(s) under section 48(1) for the passing of this resolution</b>	<b>Reason for Confidentiality</b>
C1 Property Services Update	<p>S7(2)(h) The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.</p> <p>S7(2)(i) The withholding of the information is necessary to enable the local authority to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).</p>	S48(1)(a) The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.	

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987, and the particular interest or interests protected by Section 6 or Section 7 of that Act, or Section 6 or Section 7 or Section 9 of the Official Information Act 1982, as the case may require, which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public are as shown above after each item.

**Motion carried (FCCO/2024/008)**

**10 ITEMS FOR CONSIDERATION BY THE CHAIR**

There were no Items for consideration by the Chair.

The meeting concluded at 12:42pm.

.....  
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 a regular update of the Finance and Council Controlled Organisations Committee forward work programme to show areas of activity, progress and expected timeframes for decision making across a range of areas of work. (Attachment A). 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 for August 2024.

#### DISCUSSION

- 2 The forward work programme will be a regular agenda item which shows areas of activity, progress and expected timeframes for decision making across a range of areas of work.
- 3 As an update report, purple highlights show changes to timeframes. New items added to the schedule will be highlighted in yellow. Items that have been completed or updated are shown as bold.

#### Signatories

Author:	Lauren Riddle - Governance Support Officer
Authoriser:	Carolyn Allan - Chief Financial Officer

#### Attachments

	Title	Page
<a href="#">A</a>	Forward Work Programme - August 2024	23



Finance and Council Controlled Organisations Committee Forward Work Programme 2024/2025 - August 2024														
Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframe											
			Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July
Financial Results	To update the Committee the financial result (YTD) and the financial position as at the date of the report, <b>and provide a quarterly update on capital programme expenditure</b>	Noting the financial results.  <b>Progress to date:</b> Financial result reports will continue to be presented to future meetings.	Report			Report			Report			Report		
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  <b>Progress to date:</b> These reports will be presented to future meetings.	Report			Report			Report			Report		
Investment Plan	Develop an Investment Plan	Consider and decide on an investment plan.  <b>Progress to date:</b> The Investment Plan will be developed as part of the 9 year plan 2025-2034												
Submissions to central government and other external parties.	Provide feedback on proposals from central government and other external parties.	Consider and decide on draft submission on central government and other external parties proposals as required.		As required										
<b>Council Controlled Organisations</b>														
Council controlled organisations - Statements of Intent	Statutory requirement under section 64 of the LGA, and the Energy Companies Act, to provide statements of intent to its shareholders. Section 65 of the LGA requires local authorities to agree to the statements of intent, or if not agreed to, take steps to have them notified.	Provide feedback on draft statements of intent. Agree to the final statements of intent adopted by the Boards of each CCO.  <b>Progress to date:</b> DCHL Group Companies Statements of Intent were presented to the 25 June 2024 Council meeting.				Draft Letter of Expectation				Draft Statements of Intent			Final Statements of Intent	
DCHL Quarterly reporting	To provide the Committee with a copy of the quarterly financial statements.	Noting the quarterly update.  The next quarterly report will be presented to the August 2024 meeting.	Report			Report			Report			Report		

Area of Work	Reason for Work	Council role (decision and/or direction)	Expected timeframe											
			Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June	July
DCHL Parent Annual Report	To provide the Committee with a copy of the parent financial statements for the financial year.	The parent financial report for the year ended 30 June 24 will be presented to Council in October 2024.			Council Report									

## FINANCIAL REPORT - PERIOD ENDED 30 JUNE 2024

Department: Finance

### EXECUTIVE SUMMARY

- 1 This report provides the provisional financial results for the period ended 30 June 2024 and the financial position as at that date. Note the 30 June result presented is subject to final adjustments and external audit.
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

#### Financial Overview

For the period ended 30 June 2024

\$ Million	Actual YTD	Budget YTD	Variance YTD		Last Year YTD
Revenue	383.219	373.458	9.761	F	367.697
Expenditure	417.451	405.436	(12.015)	U	409.708
Net Surplus/(Deficit) excluding Waipori	(34.232)	(31.978)	(2.254)	U	(42.011)
Waipori Fund Net	5.446	3.367	2.079	F	5.630
Net Surplus/(Deficit) including Waipori	(28.786)	(28.611)	(0.175)	U	(36.381)
<b>Capital Expenditure</b>	206.018	212.510	6.492		208.326
<b>Debt</b>					
Current Year Loan	130.200	128.700	(1.500)	U	126.000
Prior Year Loan	460.273	460.273	-		334.273
Accrued Interest	4.554	-	(4.554)	U	-
<b>Total Debt</b>	595.027	588.973	(6.054)	U	460.273

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the period ended 30 June 2024 and the Financial Position as at that date.
- b) **Notes** the year 30 June result is subject to final adjustments and external audit, conducted by Audit New Zealand.

## BACKGROUND

- 3 This report provides the financial statements for the period ended 30 June 2024. It includes reports on financial performance, financial position, cashflows and capital expenditure. Summary information is provided in the body of this report with detailed results attached. The operating result is also shown by group, including analysis by revenue and expenditure type.

## DISCUSSION

- 4 This report includes a high-level summary of the financial information to 30 June 2024. Please refer to Attachment I for the detailed financial update.

### Statement of Financial Performance

- 5 Revenue was \$383.219 million for the year or \$9.761 million greater than budget.
- 6 External revenue was favourable \$3.710 million mainly due to Waste and Environmental Services revenue being greater than budget due to an increase in waste volume entering the Green Island Landfill. Waste levy revenue from the Ministry for the Environment was also greater than budgeted. These favourable variances were offset by lower-than-expected revenue from the Parking, Cemeteries/Crematorium and Building Services activities.
- 7 Grants revenue was favourable \$5.340 million due to \$6.680 million of additional roading funding reflecting a higher level of maintenance and capital delivery. This was offset by unfavourable variances due to the timing of revenue grants relating to the FIFA Women's World Cup.
- 8 The contributions revenue budget includes \$3.053 million for the vesting of assets (non-cash). Vesting will be completed as part of the year end final adjustments.
- 9 Expenditure was \$417.451 million for the year to date, or \$12.015 million greater than budget.
- 10 Operational expenditure was greater than expected due to additional Transport and Three Waters maintenance expenditure and costs to meet consent conditions for landfills.
- 11 These unfavourable variances were partially offset by savings in interest and depreciation costs.
- 12 Despite the overall favourable variance, the volatility of world markets continues to impact the performance of the Waipori Fund. Following the negative results in the previous month, both international equities and fixed interest investments saw increases in value during June. New Zealand equities decreased in value for the month.

### Statement of Financial Position

- 13 Capital expenditure was \$206.018 million or 96.9% of the full year budget, which is down from 100% of YTD budget in May 2024. Expenditure on the Retail Quarter upgrade was ahead of budget reflecting the project being ahead of the original programme for both the central carriageway and enabling works. The result also reflects the purchase of the Forbury Park property. This expenditure is offset by an underspend in Parks and Recreation.
- 14 The term loans balance now includes accrued interest of \$4.554 (representing the loan interest owing but not yet paid at 30 June). Previously this was classified separate to the loan balance,

however the accounting standards now require this to be included. The actual loan balance at 30 June was \$590.473 million, \$1.500 million higher than budget.

- 15 Attachment B includes a chart showing actual group and DCC debt for the years ending June 2003-2024. It provides forecast information for the years ending June 2024-2026 based on the current Statements of Intent (SOI).

### Final Adjustments and External Audit

- 16 Final adjustments in addition to this report include:

- Completion of vested assets
- Revaluations of assets (Roading, Waters, Property and Parks)
- Landfill aftercare provisions
- Depreciation

- 17 Audit New Zealand is scheduled to start their audit in early September 2024, with an expected signoff date of 31 October 2024.

### OPTIONS

- 18 As this is an administrative report only, there are no options provided.

### NEXT STEPS

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

### Signatories

Author:	Hayden McAuliffe - Financial Services Manager
Authoriser:	Carolyn Allan - Chief Financial Officer

### Attachments

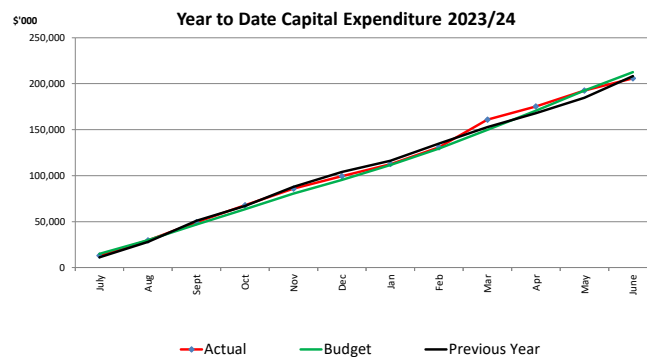
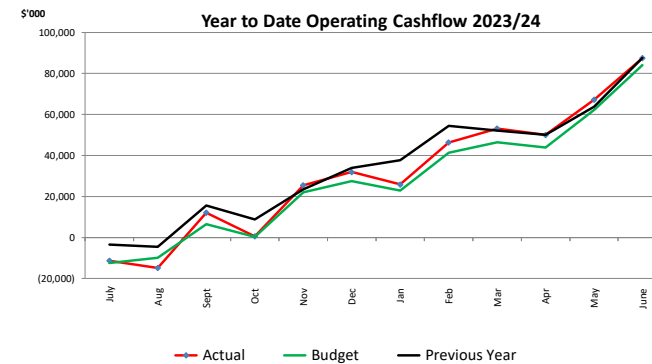
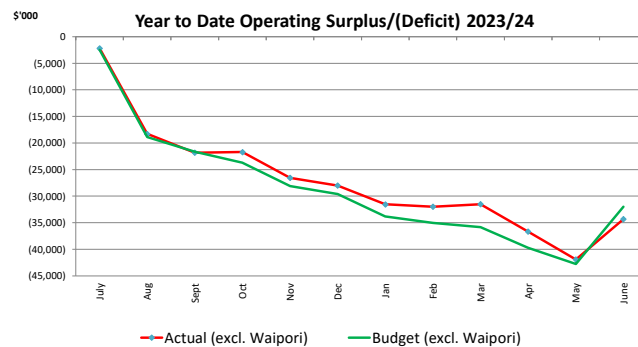
	<b>Title</b>	<b>Page</b>
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**DUNEDIN CITY COUNCIL**

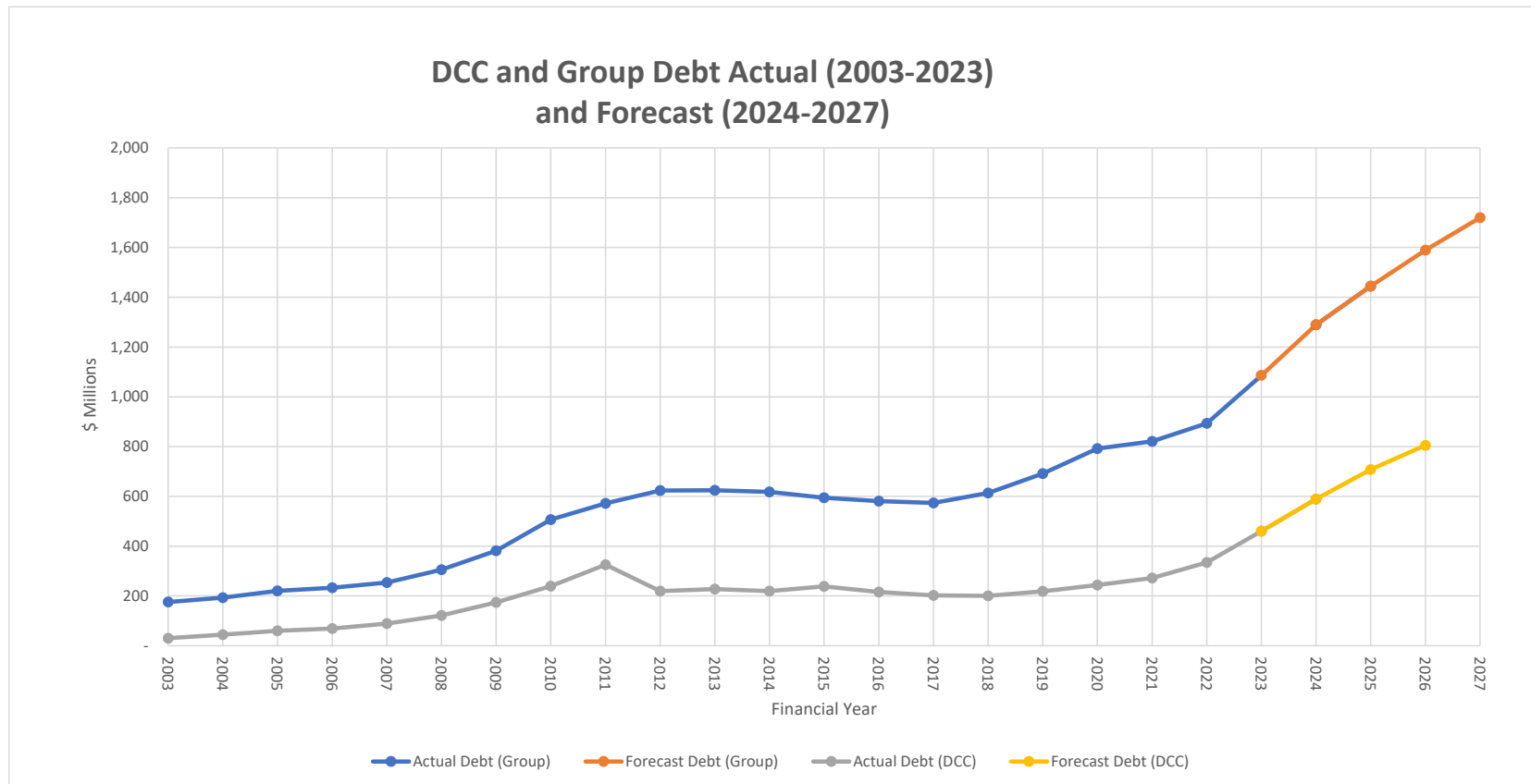
**Summary Financial Information  
For the Twelve months Ending 30 June 2024**



**Year to Date Borrowing Metrics 2023/24**

	Target	Actual	Budget
DCC Interest as a % rates revenue	< 30% *	12.0%	12.9%
DCC Interest as a % total revenue	< 20% *	7.1%	7.8%
DCC Debt as a % total revenue	< 250%	171.9%	175.1%

\* Represents the ability to fund interest costs from revenue



**Sources:**

*Actual debt: Dunedin City Council annual reports from 2003 to 2023.*

*Forecast debt (Group): Dunedin City Treasury Ltd Statement of Intent for the year ending 30 June 2025.*

**DUNEDIN CITY COUNCIL**
**Statement of Financial Performance**  
**For the Twelve Months Ending 30 June 2024**  
 Amount : \$'000

Month Actual	Month Budget	Month Variance		Year to Date Actual	Year to Date Budget	Year to Date Variance	LY Full Year Actual	Full Year Budget
<b>REVENUE</b>								
17,534	16,946	588 F	Rates Revenue	203,945	203,358	587 F	191,150	203,358
115	158	43 U	Rates Penalties	1,654	1,000	654 F	1,234	1,000
17,777	17,794	17 U	External Revenue	91,351	87,641	3,710 F	80,033	87,641
3,691	2,547	1,144 F	Grants	42,847	37,507	5,340 F	51,252	37,507
143	3,205	3,062 U	Contributions	3,791	6,844	3,053 U	5,215	6,844
3,514	3,092	422 F	Internal Revenue	39,631	37,108	2,523 F	38,813	37,108
42,774	43,742	968 U	<b>TOTAL REVENUE</b>	383,219	373,458	9,761 F	367,697	373,458
<b>EXPENDITURE</b>								
6,473	6,649	176 F	Personnel Costs	83,042	81,212	1,830 U	75,285	81,212
7,224	6,941	283 U	Operations & Maintenance	82,794	76,925	5,869 U	88,851	76,925
2,079	1,329	750 U	Occupancy Costs	33,396	32,348	1,048 U	31,367	32,348
4,553	2,761	1,792 U	Consumables & General	27,585	23,766	3,819 U	38,409	23,766
206	211	5 F	Grants & Subsidies	10,835	10,668	167 U	11,168	10,668
3,514	3,104	410 U	Internal Charges	39,631	37,108	2,523 U	38,813	37,108
9,760	9,777	17 F	Depreciation	115,702	117,128	1,426 F	110,128	117,128
1,286	2,190	904 F	Interest	24,466	26,281	1,815 F	15,687	26,281
35,095	32,962	2,133 U	<b>TOTAL EXPENDITURE</b>	417,451	405,436	12,015 U	409,708	405,436
7,679	10,780	3,101 U	<b>NET SURPLUS (DEFICIT)</b>	(34,232)	(31,978)	2,254 U	(42,011)	(31,978)
<b>Add</b>								
1,177	281	896 F	<b>Waipori Fund Net Operating</b>	5,446	3,367	2,079 F	5,630	3,367
8,856	11,061	2,205 U	<b>NET SURPLUS (DEFICIT)</b>	(28,786)	(28,611)	175 U	(36,381)	(28,611)

F: (favourable variance to budget) U: (unfavourable variance to budget)

**DUNEDIN CITY COUNCIL**
**Statement of Financial Position**  
**As at 30 June 2024**  
 Amount : \$'000

30-Jun-23 LY Full Year Actual		30-Jun-24 This Month Actual	30-Jun-24 This Month Budget	30-Jun-24 Full Year Budget	30-Jun-23 LY Month Actual
	<b>Current Assets</b>				
9,085	Cash and Deposits	8,555	11,590	11,590	9,085
27,816	Sundry Debtors	29,029	18,581	18,581	27,816
4,396	Short Term Investments	13,749	4,380	4,380	4,396
905	Assets held for Resale	-	-	-	905
346	Inventories	566	318	318	346
42,548	<b>Total Current Assets</b>	51,899	34,869	34,869	42,548
	<b>Non Current Assets</b>				
334,140	Investments	333,631	337,407	337,407	334,140
4,519,804	Fixed Assets	4,609,904	4,780,202	4,780,202	4,519,804
4,853,944	<b>Total Non Current Assets</b>	4,943,535	5,117,609	5,117,609	4,853,944
4,896,492	<b>TOTAL ASSETS</b>	4,995,434	5,152,478	5,152,478	4,896,492
	<b>Current Liabilities</b>				
9,627	Sundry Creditors	14,832	11,500	11,500	9,627
53,019	Accrued Expenditure	40,730	44,943	44,943	53,019
62,646	<b>Total Current Liabilities</b>	55,562	56,443	56,443	62,646
	<b>Non Current Liabilities</b>				
460,273	Term Loans	595,027	588,973	588,973	460,273
18,595	Other Non-Current Liabilities	18,641	16,584	16,584	18,595
478,868	<b>Total Non Current Liabilities</b>	613,668	605,557	605,557	478,868
541,514	<b>TOTAL LIABILITIES</b>	669,230	662,000	662,000	541,514
4,354,978	<b>COUNCIL EQUITY</b>	4,326,202	4,490,478	4,490,478	4,354,978
4,896,492		4,995,432	5,152,478	5,152,478	4,896,492

**Statement of Change in Equity**  
**As at 30 June 2024**  
 Amount : \$'000

30-Jun-23 LY Full Year Actual		30-Jun-24 This Month Actual	30-Jun-24 This Month Budget	30-Jun-24 Full Year Budget	30-Jun-23 LY Month Actual
4,309,630	Opening Balance	4,354,978	4,399,089	4,399,089	4,309,630
(36,381)	Operating Surplus (Deficit)	(28,786)	(28,611)	(28,611)	(36,381)
81,729	Movements in Reserves	-	120,000	120,000	81,729
4,354,978		4,326,192	4,490,478	4,490,478	4,354,978

**DUNEDIN CITY COUNCIL**
**Statement of Cashflows**  
**For the Twelve Months Ending 30 June 2024**  
Amount : \$'000

	Year to Date Actual	Year to Date Budget	Full Year Budget	LY YTD Actual
<b>Cash Flow from Operating Activities</b>				
<i>Cash was provided from operating activities</i>				
Rates Received	202,929	202,646	202,646	190,154
Other Revenue	114,874	114,649	114,649	122,214
Interest Received	8,238	7,548	7,548	7,814
Dividend Received	12,487	12,254	12,254	6,821
Income Tax Refund	394	370	370	1,220
<i>Cash was applied to</i>				
Suppliers and Employees	(228,542)	(228,795)	(228,795)	(234,120)
Interest Paid	(22,763)	(24,649)	(24,649)	(14,599)
<b>Net Cash Inflow (Outflow) from Operations</b>	<b>87,617</b>	<b>84,023</b>	<b>84,023</b>	<b>79,504</b>
<b>Cash Flow from Investing Activities</b>				
<i>Cash was provided from investing activities:</i>				
Sale of Assets	1,090	120	120	161
Reduction in Loans & Advances	-	-	-	-
Reduction in Investments Other	5,965	-	-	-
<i>Cash was applied to:</i>				
Increases in Loans & Advances	-	-	-	-
Increase in Investments DCHL	(2,550)	(2,550)	(2,550)	(2,550)
Increase in Investments Other	(9,553)	-	-	(634)
Capital Expenditure	(213,299)	(209,726)	(209,726)	(205,382)
<b>Net Cash Inflow (Outflow) from Investing Activity</b>	<b>(218,347)</b>	<b>(212,156)</b>	<b>(212,156)</b>	<b>(208,405)</b>
<b>Cash Flow from Financing Activities</b>				
<i>Cash was provided from financing activities:</i>				
Loans Raised	130,200	128,700	128,700	126,000
Increase in Short Term Borrowings	-	-	-	-
<i>Cash was applied to:</i>				
Loans Repaid	-	-	-	-
Decrease in Short Term Borrowings	-	-	-	-
<b>Net Cash Inflow (Outflow) from Financing Activity</b>	<b>130,200</b>	<b>128,700</b>	<b>128,700</b>	<b>126,000</b>
<b>Total Increase/(Decrease) in Cash</b>	<b>(530)</b>	<b>567</b>	<b>567</b>	<b>(2,901)</b>
<b>Opening Cash and Deposits</b>	<b>9,085</b>	<b>11,023</b>	<b>11,023</b>	<b>11,986</b>
<b>Closing Cash and Deposits</b>	<b>8,555</b>	<b>11,590</b>	<b>11,590</b>	<b>9,085</b>

**DUNEDIN CITY COUNCIL**
**Capital Expenditure Summary by Activity**  
**For the Twelve Months Ending 30 June 2024**  
 Amount : \$'000

Group	Year to Date Actual	Year to Date Budget	Year to Date Variance	LY YTD Actual	Full Year Budget	YTD Actual vs FY Budget
Community & Planning	1	505	504 U	199	505	0.2%
Economic Development	486	500	14 U	6	500	97.2%
Galleries, Libraries & Museums	1,836	2,527	691 U	2,055	2,527	72.7%
Governance & Support Services	2,050	4,224	2,174 U	3,188	4,224	48.5%
Property	36,658	27,012	9,646 O	18,604	27,012	135.7%
Regulatory Services	104	605	501 U	9	605	17.2%
Reserves & Recreational Facilities	8,518	20,079	11,561 U	25,519	20,079	42.4%
Roading & Footpaths	61,355	50,344	11,011 O	61,929	50,344	121.9%
Three Waters	80,223	95,008	14,785 U	91,887	95,008	84.4%
Waste Management	14,787	11,706	3,081 O	4,930	11,706	126.3%
	206,018	212,510	6,492 U	208,326	212,510	96.9%

U: (favourable variance/underspend to budget) O: (unfavourable variance/overspend to budget)

**Capital Expenditure Detail by Activity**  
**For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Community & Planning	City Development	New Capital	Minor Amenity Centres Upgrades	(1,860)	400,000	(401,860)	400,000	
			Street Trees and Furniture	-	100,000	(100,000)	100,000	
		Total New Capital		(1,860)	500,000	(501,860)	500,000	
	Total City Development			(1,860)	500,000	(501,860)	500,000	
	Community Development & Events	Renewals Capital	Task Force Green	2,547	5,000	(2,453)	5,000	
		Total Renewals Capital		2,547	5,000	(2,453)	5,000	
	Total Community Development & Events			2,547	5,000	(2,453)	5,000	
Total Community & Planning				687	505,000	(504,313)	505,000	
Economic Development	Destination Marketing	New Capital	Digital Content - Camera and Video gear	14,258	-	14,258	-	
		Total New Capital		14,258	-	14,258	-	
	Total Destination Marketing			14,258	-	14,258	-	
	Visitor Centre	Renewals Capital	ISITE Octagon Premises Refresh	471,359	500,000	(28,641)	500,000	
		Total Renewals Capital		471,359	500,000	(28,641)	500,000	
	Total Visitor Centre			471,359	500,000	(28,641)	500,000	
	Total Economic Development				485,618	500,000	(14,382)	500,000
Galleries, Libraries & Museums	Dunedin Public Art Gallery	New Capital	Acquisitions - DPAG Society Funded	32,087	30,000	2,087	30,000	
			Acquisitions - Rates Funded	109,174	110,000	(826)	110,000	
			Acquisitions Donation Funded	-	35,000	(35,000)	35,000	
			Art in Public Places	65,500	100,000	(34,500)	100,000	
			Minor Capital Works	59,378	40,000	19,378	40,000	
			Total New Capital	266,139	315,000	(48,861)	315,000	
			Renewals Capital	Exhibition Lighting	49,143	49,000	143	49,000
				Heating and Ventilation System	60,000	62,000	(2,000)	62,000
			Total Renewals Capital	109,143	111,000	(1,857)	111,000	
		Total Dunedin Public Art Gallery			375,282	426,000	(50,718)	426,000
	Dunedin Public Libraries	New Capital	Heritage Collection Purchases	42,011	66,000	(23,989)	66,000	
		Total New Capital		42,011	66,000	(23,989)	66,000	
		Renewals Capital	Acquisitions - Operational Collection	959,609	967,000	(7,391)	967,000	
			Minor Capital Equipment	40,295	58,000	(17,705)	58,000	
		Total Renewals Capital		999,904	1,025,000	(25,096)	1,025,000	
	Total Dunedin Public Libraries			1,041,914	1,091,000	(49,086)	1,091,000	
	Olveston House	Renewals Capital	Minor Capital Works	76,203	77,000	(797)	77,000	
		Total Renewals Capital		76,203	77,000	(797)	77,000	
	Total Olveston House			76,203	77,000	(797)	77,000	
	Toitū Otago Settlers Museum	New Capital	Acquisitions - Rates Funded	7,855	100,000	(92,145)	100,000	
			Minor Capital Works	24,161	40,000	(15,839)	40,000	
		Total New Capital		32,017	140,000	(107,983)	140,000	
		Renewals Capital	Asset Renewals	262,159	-	262,159	-	
				Gallery Furniture and Office/Gallery Renewal	-	515,000	(515,000)	515,000
				Minor Equipment Renewals	1,978	196,000	(194,022)	196,000
				Plant Renewal	46,844	82,000	(35,156)	82,000
			Total Renewals Capital		310,981	793,000	(482,019)	793,000
		Total Toitū Otago Settlers Museum			342,998	933,000	(590,002)	933,000
Total Galleries, Libraries & Museums				1,836,397	2,527,000	(690,603)	2,527,000	

**Capital Expenditure Detail by Activity**  
**For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Governance & Support services	Fleet Operations	New Capital	EV Charging Infrastructure	-	100,000	(100,000)	100,000
		Total New Capital		-	100,000	(100,000)	100,000
		Renewals Capital	Fleet Replacement	572,301	500,000	72,301	500,000
		Total Renewals Capital		572,301	500,000	72,301	500,000
	Total Fleet Operations			572,301	600,000	(27,699)	600,000
		Internal Services Workstream	91,206	768,000	(676,794)	768,000	
		Value added External Services	458,414	1,150,000	(691,586)	1,150,000	
	Total New Capital		549,620	2,018,000	(1,468,380)	2,018,000	
	Renewals Capital	Internal Legacy Corrections	901,581	1,106,000	(204,419)	1,106,000	
		Internal Services Workstream	26,611	500,000	(473,389)	500,000	
	Total Renewals Capital		928,192	1,606,000	(677,808)	1,606,000	
	Total Information Solutions			1,477,812	3,624,000	(2,146,188)	3,624,000
	Total Governance & Support services				2,050,113	4,224,000	(2,173,887)
Property	Property-Commercial	New Capital	Commercial Property Purchases	13,232,073	-	13,232,073	-
		Total New Capital		13,232,073	-	13,232,073	-
		Renewals Capital	Asset Renewals	32,334	2,065,000	(2,032,666)	2,065,000
		Total Renewals Capital		32,334	2,065,000	(2,032,666)	2,065,000
	Total Property-Commercial			13,264,407	2,065,000	11,199,407	2,065,000
	Total New Capital		977,823	1,505,000	(527,177)	1,505,000	
	Renewals Capital	Asset Renewals	776,282	350,000	426,282	350,000	
		Community Halls Renewal	239,612	250,000	(10,388)	250,000	
		Edgar Centre Refurbishment	11,687	-	11,687	-	
		Public Toilet Renewals	267,231	250,000	17,231	250,000	
		Railway Station Exterior and Lift	1,055,996	1,100,000	(44,004)	1,100,000	
		Tarps	75,632	-	75,632	-	
	Total Renewals Capital		2,426,441	1,950,000	476,441	1,950,000	
	Total Property-Community			3,404,263	3,455,000	(50,737)	3,455,000
	Total New Capital		398,050	1,350,000	(951,950)	1,350,000	
	Renewals Capital	Asset Renewals	1,256,920	1,000,000	256,920	1,000,000	
		Fitzroy St Housing Upgrade	212,387	1,500,000	(1,287,613)	1,500,000	
		Healthy Homes Upgrades	2,364,812	1,100,000	1,264,812	1,100,000	
		Palmyra Refurbishment	(60,562)	-	(60,562)	-	
	Total Renewals Capital		3,773,556	3,600,000	173,556	3,600,000	
	Total Property-Housing			4,171,606	4,950,000	(778,394)	4,950,000
		Lift Replacements	(96,728)	719,000	(815,728)	719,000	
		Seismic Remediation	4,546,641	3,300,000	1,246,641	3,300,000	
	Total Renewals Capital		5,323,652	4,669,000	654,652	4,669,000	
	Total Property-Investment			5,323,652	4,669,000	654,652	4,669,000



**Capital Expenditure Detail by Activity  
For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Property	Property-Operational	New Capital	Asset Renewals	6,629	-	6,629	-	
			South Dunedin Library and Community Complex	3,089,817	100,000	2,989,817	100,000	
		Total New Capital		3,096,446	100,000	2,996,446	100,000	
		Renewals Capital	Asbestos Remediation	-	250,000	(250,000)	250,000	
			Asset Renewals	1,702,832	3,152,000	(1,449,168)	3,152,000	
			Civic Centre - Exterior, Roof	4,848,438	6,250,000	(1,401,562)	6,250,000	
			Dunedin Public Art Gallery Refurbishment	(23,331)	221,000	(244,331)	221,000	
			Olveston House Renewal	316,416	600,000	(283,584)	600,000	
			Town Hall/Municipal Chamber Exterior and Lift	553,728	2,300,000	(1,746,272)	2,300,000	
		Total Renewals Capital		7,398,082	12,773,000	(5,374,918)	12,773,000	
		Total Property-Operational		10,494,528	12,873,000	(2,378,472)	12,873,000	
		Timing Adjustment	Renewals Capital	Asset Renewals	-	(1,000,000)	1,000,000	(1,000,000)
			Total Renewals Capital		-	(1,000,000)	1,000,000	(1,000,000)
		Total Timing Adjustment			-	(1,000,000)	1,000,000	(1,000,000)
Total Property				36,658,457	27,012,000	9,646,457	27,012,000	
Regulatory Services	Compliance Solutions	Renewals Capital	Animal Services Body Worn Camera Renewals	7,170	12,000	(4,830)	12,000	
		Total Renewals Capital		7,170	12,000	(4,830)	12,000	
	Total Compliance Solutions			7,170	12,000	(4,830)	12,000	
	Parking Operations	Renewals Capital	Car Park Buildings Equipment	89,619	250,000	(160,381)	250,000	
			Parking Meter Rewneals	2,061	317,000	(314,939)	317,000	
	Total Renewals Capital		91,680	567,000	(475,320)	567,000		
	Total Parking Operations			91,680	567,000	(475,320)	567,000	
	Parking Services	Renewals Capital	Electronic Ticket Writers Renewals	5,336	26,000	(20,664)	26,000	
		Total Renewals Capital		5,336	26,000	(20,664)	26,000	
	Total Parking Services			5,336	26,000	(20,664)	26,000	
Total Regulatory Services				104,186	605,000	(500,814)	605,000	
Reserves & Rec facilities	Aquatic Services	New Capital	Moana Pool Improvements	-	625,000	(625,000)	625,000	
			Mosgjel Pool	136,865	-	136,865	-	
		Total New Capital		136,865	625,000	(488,135)	625,000	
		Renewals Capital	Hydroslide Renewal	(85,398)	7,550,000	(7,635,398)	7,550,000	
			Moana Pool Renewals	3,358,535	4,874,000	(1,515,465)	4,874,000	
			Port Chalmers Pool Renewals	-	53,000	(53,000)	53,000	
			St Clair Pool Renewals	(154,348)	1,097,000	(1,251,348)	1,097,000	
		Total Renewals Capital		3,118,789	13,574,000	(10,455,211)	13,574,000	
	Total Aquatic Services			3,255,654	14,199,000	(10,943,346)	14,199,000	
	Botanic Gardens	New Capital	Botanic Garden Improvements	109,259	125,000	(15,741)	125,000	
		Total New Capital		109,259	125,000	(15,741)	125,000	
		Renewals Capital	Botanic Garden Renewals	29,741	402,000	(372,259)	402,000	
		Total Renewals Capital		29,741	402,000	(372,259)	402,000	
	Total Botanic Gardens			139,001	527,000	(387,999)	527,000	

**Capital Expenditure Detail by Activity**  
**For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Reserves & Rec facilities	Cemeteries & Crematorium	New Capital	Cem & Crem Improvements	102,424	45,000	57,424	45,000
			Cemetery Strategic Development Plan	4,302	250,000	(245,698)	250,000
			City Wide Beam Expansion	188,261	40,000	148,261	40,000
		Total New Capital		294,987	335,000	(40,013)	335,000
		Renewals Capital	Structures Renewals	236,811	368,000	(131,189)	368,000
		Total Renewals Capital		236,811	368,000	(131,189)	368,000
	<b>Total Cemeteries &amp; Crematorium</b>			<b>531,797</b>	<b>703,000</b>	<b>(171,203)</b>	<b>703,000</b>
	Parks & Recreation	New Capital	Playground Improvements	736,599	761,000	(24,401)	761,000
			Recreation Facilities Improvements	908,123	210,000	698,123	210,000
			Track Network Development	43,727	50,000	(6,273)	50,000
		Total New Capital		1,688,449	1,021,000	667,449	1,021,000
		Renewals Capital	Greenspace Renewals	257,918	480,000	(222,082)	480,000
			Playground Renewals	371,166	1,051,000	(679,834)	1,051,000
			Recreation Facilities Renewals	1,858,637	1,938,000	(79,363)	1,938,000
		Total Renewals Capital		2,487,721	3,469,000	(981,279)	3,469,000
	<b>Total Parks &amp; Recreation</b>			<b>4,176,170</b>	<b>4,490,000</b>	<b>(313,830)</b>	<b>4,490,000</b>
	St Clair-St Kilda Coastal Plan	New Capital	St Kilda Transition Plan	-	2,000	(2,000)	2,000
		Total New Capital		-	2,000	(2,000)	2,000
		Renewals Capital	Kettle Park Transition Plan	414,887	158,000	256,887	158,000
		Total Renewals Capital		414,887	158,000	256,887	158,000
	<b>Total St Clair-St Kilda Coastal Plan</b>			<b>414,887</b>	<b>160,000</b>	<b>254,887</b>	<b>160,000</b>
<b>Total Reserves &amp; Rec facilities</b>				<b>8,517,508</b>	<b>20,079,000</b>	<b>(11,561,492)</b>	<b>20,079,000</b>
Roading and Footpaths	Shaping Future Dunedin	New Capital	Central City Bike Hubs - Parking and Facilities	4,689	750,000	(745,311)	750,000
			Central City Cycle & Pedestrian Improvements	1,658,162	3,050,000	(1,391,838)	3,050,000
			Central City Parking Management	-	1,550,000	(1,550,000)	1,550,000
			Harbour Arterial Efficiency Improvements	107,322	3,202,000	(3,094,678)	3,202,000
			Mosgiel & Burnside Park & Ride	436,176	1,600,000	(1,163,824)	1,600,000
			Princes St Bus Priority & Corridor Safety Plan	72,454	200,000	(127,546)	200,000
		Total New Capital		2,278,803	10,352,000	(8,073,197)	10,352,000
	<b>Total Shaping Future Dunedin</b>			<b>2,278,803</b>	<b>10,352,000</b>	<b>(8,073,197)</b>	<b>10,352,000</b>
	Transport	New Capital	Central City Upgrade	26,879,192	10,915,000	15,964,192	10,915,000
			Dunedin Urban Cycleways	4,570,013	3,494,000	1,076,013	3,494,000
			Kettle Park Transition Plan	1,215,027	-	1,215,027	-
			LED Street Lights	(156,166)	-	(156,166)	-
			Low Cost, Low Risk Improvements	3,027,501	2,000,000	1,027,501	2,000,000
			Mosgiel West Plan Change Area	101,251	-	101,251	-
			Other Unsubsidised New Capital	1,228	-	1,228	-
			Peninsula Connection	919,050	1,500,000	(580,950)	1,500,000
		Total New Capital		36,557,096	17,909,000	18,648,096	17,909,000

**Capital Expenditure Detail by Activity  
For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Roading and Footpaths	Transport	Renewals Capital	Footpath Renewals	4,664,211	4,514,000	150,211	4,514,000
			Gravel Road Re metaling	915,053	1,326,000	(410,947)	1,326,000
			Major drainage control	3,158,205	3,944,000	(785,795)	3,944,000
			Minor Capital Works	925,527	-	925,527	-
			Pavement Rehabilitation	2,050,524	1,593,000	457,524	1,593,000
			Pavement Renewals	9,067,475	7,859,000	1,208,475	7,859,000
			Structure Component Replacement	788,407	2,050,000	(1,261,593)	2,050,000
			Traffic Services Renewal	808,111	797,000	11,111	797,000
			Unsubsidised resealing renewal	141,622	-	141,622	-
			Total Renewals Capital	22,519,134	22,083,000	436,134	22,083,000
		Total Transport	59,076,231	39,992,000	19,084,231	39,992,000	
Total Roading and Footpaths				61,355,034	50,344,000	11,011,034	50,344,000
Three Waters	Stormwater	New Capital	New Capital Supporting Growth	465,798	362,000	103,798	362,000
			South Dunedin Flood Alleviation	248,546	119,000	129,546	119,000
			Stormwater New Capital Other	2,898,349	8,655,000	(5,756,651)	8,655,000
			Total New Capital	3,612,693	9,136,000	(5,523,307)	9,136,000
		Renewals Capital	Central City Renewals	8,230,517	11,211,000	(2,980,483)	11,211,000
			Mosgiel Stormwater Pumpstation and Network	5,551	250,000	(244,449)	250,000
			Other Stormwater Renewals	4,409,547	1,973,000	2,436,547	1,973,000
			Renewals Supporting Growth	140,817	233,000	(92,183)	233,000
			Stormwater Pumpstation Renewal	944	-	944	-
			Total Renewals Capital	12,787,376	13,667,000	(879,624)	13,667,000
			Total Stormwater	16,400,069	22,803,000	(6,402,931)	22,803,000
	Wastewater	New Capital	Metro Wastewater Treatment Plant Resilience	806,548	980,000	(173,452)	980,000
			New Capital Supporting Growth	310,568	288,000	22,568	288,000
			Wastewater New Capital Other	1,598,285	576,000	1,022,285	576,000
			Total New Capital	2,715,401	1,844,000	871,401	1,844,000
		Renewals Capital	Biofilter Media Replacement	409,014	250,000	159,014	250,000
			Central City Renewals	2,828,852	4,192,000	(1,363,148)	4,192,000
			Metro Wastewater Treatment Plant Resilience	4,277,888	12,150,000	(7,872,112)	12,150,000
			Other Wastewater Renewals	13,899,894	13,213,000	686,894	13,213,000
			Renewals Supporting Growth	-	234,000	(234,000)	234,000
			Rural Wastewater Schemes	3,949,007	2,513,000	1,436,007	2,513,000
			Wastewater Pumpstation Renewals	4,492,973	3,473,000	1,019,973	3,473,000
			Total Renewals Capital	29,857,629	36,025,000	(6,167,371)	36,025,000
			Total Wastewater	32,573,030	37,869,000	(5,295,970)	37,869,000
	Water Supply	New Capital	New Capital Supporting Growth	(1,000)	288,000	(289,000)	288,000
			Port Chalmers Water Supply	120,946	1,570,000	(1,449,054)	1,570,000
			Water New Capital Other	586,629	-	586,629	-
			Water Supply Resilience	1,541,725	-	1,541,725	-
		Total New Capital	2,248,301	1,858,000	390,301	1,858,000	

**Capital Expenditure Detail by Activity  
For the Twelve Months Ending 30 June 2024**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget		
Three Waters	Water Supply	Renewals Capital	Careys Bay Renewals	2,874	663,000	(660,126)	663,000		
			Central City Renewals	4,144,127	3,333,000	811,127	3,333,000		
			Dam Safety Action Plan	143,408	-	143,408	-		
			Other Water Renewals	20,920,497	18,878,000	2,042,497	18,878,000		
			Renewals Supporting Growth	-	234,000	(234,000)	234,000		
			Water Supply Resilience	3,790,228	9,370,000	(5,579,772)	9,370,000		
				29,001,134	32,478,000	(3,476,866)	32,478,000		
		Total Renewals Capital							
	Total Water Supply			31,249,435	34,336,000	(3,086,565)	34,336,000		
Total Three Waters				80,222,534	95,008,000	(14,785,466)	95,008,000		
Waste Management	Waste Futures	New Capital	Bulk Waste System	190,919	300,000	(109,081)	300,000		
			Construction and Demolition Facility	157,185	300,000	(142,815)	300,000		
			Granulation Facility	-	200,000	(200,000)	200,000		
			Material Recovery Facility	1,354,440	3,143,000	(1,788,560)	3,143,000		
			New Collection System(Waste, Recycling, Organics & Glass)	5,864,430	1,000,000	4,864,430	1,000,000		
			Organics Facility	6,338,152	2,550,000	3,788,152	2,550,000		
			Smooth Hill Landfill	177,449	200,000	(22,551)	200,000		
		Total New Capital	14,082,575	7,693,000	6,389,575	7,693,000			
		Total Waste Futures			14,082,575	7,693,000	6,389,575	7,693,000	
		Waste & Environmental Solutions	New Capital	Community Recycling Hubs	2,000	90,000	(88,000)	90,000	
				Green Island Landfill Aftercare	127,257	250,000	(122,743)	250,000	
				Green Island Landfill and Transfer Station	7,344	-	7,344	-	
				Green Island Landfill Educational Facility	-	50,000	(50,000)	50,000	
				Green Island Landfill Gas Collection System	122,847	2,500,000	(2,377,153)	2,500,000	
				Green Island Landfill Leachate System	185,517	500,000	(314,483)	500,000	
				Sawyers Bay Closed Landfill	13,688	-	13,688	-	
	Total New Capital			458,653	3,390,000	(2,931,347)	3,390,000		
	Renewals Capital			Forester Park Landfill Culvert Pipe Renew/Line/Re-route	-	50,000	(50,000)	50,000	
				Green Island Landfill and Transfer Station	40,802	159,000	(118,198)	159,000	
		Green Island Leachate System Pump and Pumpstation	23,629	16,000	7,629	16,000			
		Kerbside Bin Replacements	119,385	211,000	(91,615)	211,000			
		North Taieri Closed Landfill	-	11,000	(11,000)	11,000			
		Public Place Recycling and Rubbish Bins	85,479	125,000	(39,521)	125,000			
			Sawyers Bay Closed Landfill	-	30,000	(30,000)	30,000		
			Waikouaiti Transfer Station	(23,515)	21,000	(44,515)	21,000		
			Total Renewals Capital	245,781	623,000	(377,219)	623,000		
			Total Waste & Environmental Solutions			704,434	4,013,000	(3,308,566)	4,013,000
Total Waste Management				14,787,008	11,706,000	3,081,008	11,706,000		
Grand Total				206,017,541	212,510,000	(6,492,459)	212,510,000		

**DUNEDIN CITY COUNCIL**
**Summary of Operating Variances  
For the Twelve Months Ending 30 June 2024  
Amount : \$'000**

Group	Year to Date Surplus(Deficit)			Year to Date Variance Favourable (Unfavourable)							
	Actual	Budget	Variance	Rates Revenue	Operating Revenue	Internal Revenue	Staff	Ops & Other Exps	Internal Costs	Interest	Depr'n
Waipori Fund	5,446	3,367	2,079	-	2,072	-	-	7	-	-	-
Galleries, Libraries & Museums	111	-	111	-	142	(11)	(277)	57	(2)	61	141
Events and Community Development	(756)	-	(756)	-	(454)	-	172	(467)	(4)	-	(3)
Governance & Support Services	1,223	(113)	1,336	-	(467)	1,311	334	(121)	(1)	-	280
Enterprise Dunedin	172	200	(28)	-	102	6	(168)	34	(5)	-	3
Property	(2,197)	(1,427)	(770)	-	(91)	(40)	(352)	(289)	(2)	335	(331)
Investment	(2,387)	(468)	(1,919)	585	3,685	-	(1,633)	(1,485)	(2,819)	(252)	-
Parking Services/Operations	220	1,316	(1,096)	-	(1,143)	6	87	(168)	43	-	79
Parks and Recreation	348	395	(47)	-	(435)	-	(25)	(535)	(3)	166	785
Regulatory & Planning	(769)	1	(770)	-	(738)	347	(119)	(296)	1	-	35
Roading & Footpaths	(424)	(3,269)	2,845	2	6,240	330	492	(2,636)	(177)	528	(1,934)
Waste Management	2,347	670	1,677	-	4,230	(471)	(169)	(2,069)	62	76	18
Three Waters	(32,120)	(29,283)	(2,837)	-	(4,420)	1,045	(172)	(2,928)	384	901	2,353
<b>Total Council</b>	<b>(28,786)</b>	<b>(28,611)</b>	<b>(175)</b>	<b>587</b>	<b>8,723</b>	<b>2,523</b>	<b>(1,830)</b>	<b>(10,896)</b>	<b>(2,523)</b>	<b>1,815</b>	<b>1,426</b>

**DETAILED FINANCIAL UPDATE**

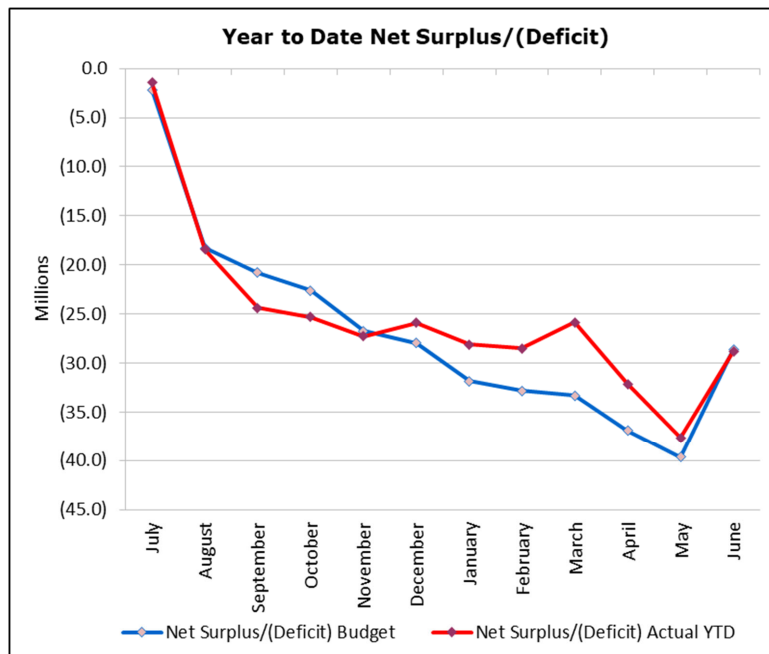
**For the period ended 30 June 2024**

This report provides a detailed commentary on the Council's financial result for the year ended 30 June 2024 and the financial position at that date.

**STATEMENT OF FINANCIAL PERFORMANCE**

The statement of financial performance is provided in Attachment C.

**NET SURPLUS/(DEFICIT) (INCLUDING WAIPORI)**



The net deficit (including Waipori) for the year ended 30 June 2024 was \$28.786 million or \$175k more than budget.

**REVENUE**

The total revenue for the period was \$383.219 million or \$9.761 million greater than budget.

The major variances were as follows:

**External Revenue**

*Actual \$91.351million, Budget \$87.641 million, Favourable variance \$3.710 million*

Waste and Environmental revenue was favourable \$3.864 million largely due to an increase in the volume of waste entering the Green Island Landfill. Waste Strategy revenue was favourable \$854k due to the level of waste levy revenue from the Ministry for the Environment.

Transport revenue was favourable \$1.350 million with corridor accessway and recoverable maintenance revenue ahead of budget.

Three Waters revenue was favourable \$796k, with water sales and Trade Waste charges being well ahead of budget.

These favourable variances were partially offset by:

On-street and off-street parking revenue was unfavourable \$1.104 million due to lower-than-expected occupancy due to the Central City upgrade and other works around the city.

Compliance Solutions revenue was unfavourable \$206k, with both Parking Enforcement and Animal Control revenue less than budget. Building Services revenue was \$587k unfavourable due to a reduction in work volume.

Cemetery and Crematorium revenue was unfavourable \$444k.

Note that external revenue includes \$148k of recoverable revenue relating to the Masters Games event, this has been provided for as a doubtful debt as at 30 June 2024 and was subsequently written off on 1 August 2024 following Council approval.

Visitor Centre commission/merchandise sales revenue was unfavourable \$108k, with merchandise sales and commissions revenue below budget.

**Grants Revenue**

*Actual \$42.847 million, Budget 37.507 million, Favourable variance \$5.340 million*

Transport revenue was favourable \$6.680 million reflecting the higher level of subsidised maintenance and capital expenditure.

Waste and Environmental Services revenue was favourable \$360k due to the grant from the Ministry for the Environment for the new kerbside bins being greater than expected.

DPAG, Toitu, Lan Yuan revenue was favourable \$264k due to an unbudgeted capital grant of \$200k for Toitu relating to the capital upgrade of the Transport Gallery, as well as operating grants from the Lotteries Board and Te Papa.

These favourable variances were partially offset by:

Three Waters revenue was unfavourable \$4.240 million due mainly to budgeted Better Off Funding revenue now sitting in the Investment Account and internal revenue, and Transition funding ceasing in December 2023 instead of June 2024 as budgeted.

Events funding was \$516k unfavourable relating to FIFA Women's World Cup revenue which was received in June 2023.

#### **EXPENDITURE**

The total expenditure for the period was \$417.451 million or \$12.015 million greater than budget.

The major variances were as follows:

##### **Personnel Costs**

*Actual \$83.042 million, Budget \$81.212 million, Unfavourable variance \$1.830 million*

The unfavourable staff variance was partially mitigated by vacancy management.

##### **Operations and Maintenance Costs**

*Actual \$82.794 million, Budget \$76.925 million, Unfavourable variance \$5.869 million*

Transport expenditure was unfavourable \$2.371 million due to greater subsidised maintenance in the following areas:

- Routine drainage maintenance \$1.128 million - this reflects a high volume of work in July and August on culverts, kerb and channels and mud tank clearance and inspections.
- Environmental maintenance \$842k - the wind events in August and September have led to additional tree removal and slip clean-up work.
- Vegetation control \$350k – due additional vegetation services including removal of hazardous trees and, contract cost fluctuations, additional vegetation removal and spraying.
- Unsealed pavement maintenance \$451k due to contract cost fluctuations.

Events costs were unfavourable \$301k mainly due to the timing of expenditure on the FIFA tournament. Over the 22/23 and 23/24 financial years the overall FIFA result showed a small favourable variance.

Three Waters maintenance expenditure was unfavourable \$2.491 million reflecting increased maintenance on reticulation and plant assets across the networks, partly due to legislative changes around water standards.

Waste and Environmental Services costs were unfavourable \$616k due mainly to higher landfill contract costs than expected (\$797k), reflecting increased volumes. Monitoring costs for Smooth Hill were unfavourable \$423k due to required baseline monitoring of the landfill being considerably more expensive than initially expected at the time the budget was prepared. The kerbside and refuse collection contract cost was \$613k higher than budgeted. ETS costs were favourable \$1.208 million, which partly offset the overall unfavourable Waste and Environmental variance.

These unfavourable variances were partially offset by:

Property costs were favourable \$621k due to both planned and reactive maintenance costs being less than budgeted across the various portfolios. The timing and necessity of planned maintenance is constantly monitored by Property staff to avoid unnecessary expenditure.



**Consumable and General Costs**

*Actual \$27.585 million, Budget \$23.766 million, Unfavourable variance \$3.819 million*

Waste and Environmental costs were unfavourable \$1.515 million mainly due to \$589k of unbudgeted costs to update the Bird Management Plan at the Green Island landfill as part of resource consent requirements as well as \$758k unbudgeted consultants costs for monitoring at Smooth Hill as part of the consent conditions for developing the new landfill. Waste levy costs were unfavourable \$258k, reflecting the greater amount of material arriving at the Green Island landfill than budgeted.

Property costs were unfavourable \$595k partly due to unbudgeted waste levy costs at the North Taieri site in Milners Road. These costs were offset by unbudgeted recoveries revenue. Valuation fees were unfavourable \$203k.

Three Waters costs were \$389k unfavourable due to reform project costs budgeted under operations and maintenance.

Events costs were unfavourable \$182k, mainly due to expenditure on the FIFA tournament. Note the budget was included in operations and maintenance codes – see the explanation above.

South Dunedin Future costs were unfavourable \$622k due to project support costs which were fully funded by Better Off Funding.

**Depreciation Costs**

*Actual \$115.702 million, Budget \$117.128 million, Favourable variance \$1.426 million*

Depreciation costs for Three Waters and Parks and Recreation are less than budget, partly offset by Property Services and Transport. The unfavourable variance in Transport reflects the 30 June 2023 revaluation.

**Interest Costs**

*Actual \$24.466 million, Budget \$26.281 million, Favourable variance \$1.815 million*

This favourable variance reflected a lower interest rate than budget (4.66% actual, 4.85% budget) and the timing of new loan advances.

**WAIPORI FUND NET OPERATING RESULT**

*Actual \$5.446 surplus, Budget \$3.367 million surplus, Favourable variance \$2.079 million*

Despite the overall favourable variance, the volatility of world markets continues to impact the performance of the Waipori Fund. Following the negative results in the previous month, both international equities and fixed interest investments saw increases in value during June. New Zealand equities decreased in value for the month.

As the Waipori Fund is not achieving the capital growth objective of the Fund, no distribution was made to DCC in the 2023/24 financial year (\$3.3 million was budgeted).

**STATEMENT OF FINANCIAL POSITION**

The Statement of Financial Position is provided as Attachment D.

- Short term investments of \$13.749 million relate to the Waipori Fund.

- The term loans balance at 30 June 2024 is \$595.027 million. This balance is made up as follows:

	Actual \$million	Budget \$million	Variance \$million	
Loan Balance	590.473	588.973	1.500	U
Accrued Interest on Loans	4.554	-	4.554	U
Total Term Loans	595.027	588.973	6.054	U

The categorisation of accrued interest has changed as required by accounting standards. Previously accrued interest was included as a current liability, within accrued expenditure, however is now classified as term loans.

Interest on term loans is mainly paid quarterly. The accrued interest amount represents interest expense accounted for but not yet paid.

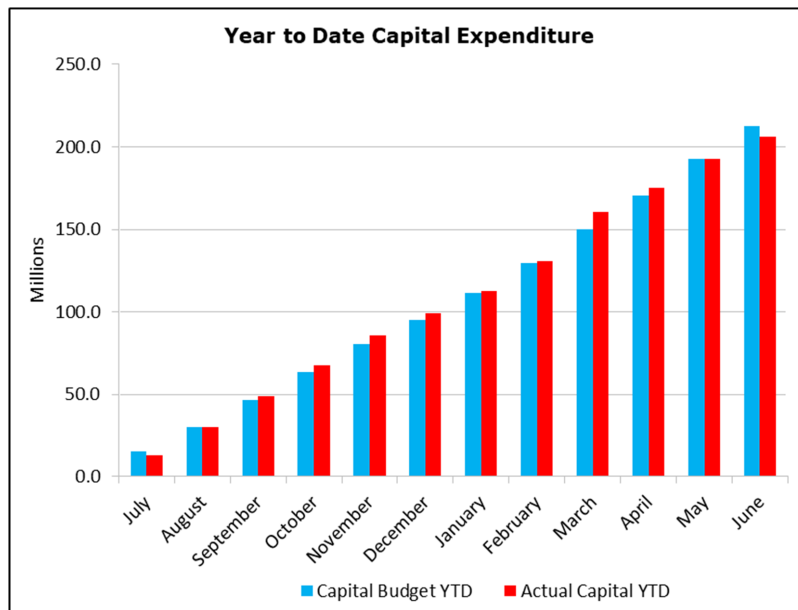
A loan repayment of \$1.500 million, scheduled for 27 June 2024 got held up in the banking system over the end of the financial year, therefore the loan balance was \$1.500 million higher than budget at 30 June 2024.

- A graph showing DCC and Group debt profile is provided as Attachment B.

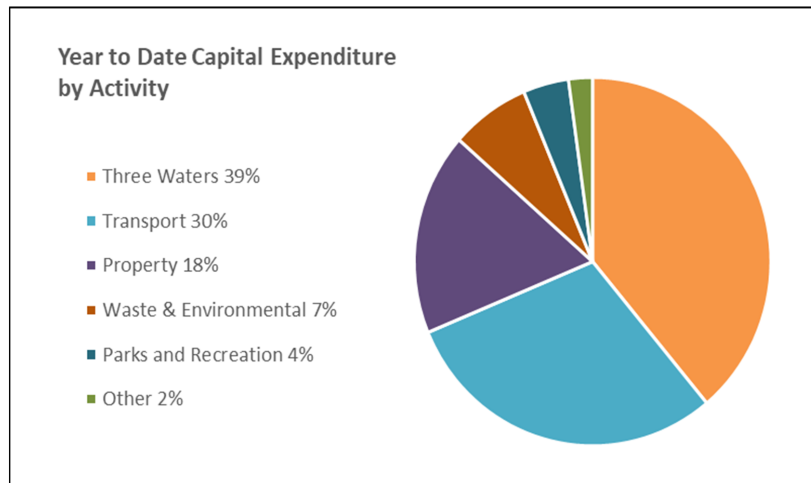
#### CAPITAL EXPENDITURE

A summary of the capital expenditure programme by Activity is provided as Attachment F. Attachment G provides the detailed capital expenditure programme.

Total capital expenditure for the year was \$206.018 million or 96.9% of the full year budget.



The chart below shows the proportion of year-to-date capital expenditure by Activity:



**Galleries, Libraries & Museums** capital expenditure was \$691k underspent.

The Toitu Otago Settlers Museum plant room upgrade project (new theatre space – theatrette) was underspent by \$515k as the project is yet to commence. The unbudgeted \$262k Transport Galley upgrade project was mainly funded by a \$200k capital grant from the Otago Motor Trust.

Other minor capital works projects and acquisitions across all three activities were generally underspent, with some projects yet to commence.

**Governance and Support Services** capital expenditure was \$2.174 million underspent.

BIS capital was underspent by \$2.146 million, driven by lower-than-expected expenditure on IT related projects – Customer Self Service Portal, Contract Management System, Project Management System, Payroll replacement, Mobility, Customer Services Management System and Hardware renewals.

**Property** capital expenditure was \$9.646 million overspent.

Renewals expenditure overall was underspent by \$5.103 million. The Fitzroy St Housing Renewal was underspent, as was the Civic Centre renewal project due to the projects being behind schedule.

The seismic remediation project at 414 Moray Place was ahead of budget with the project now completed.

The Municipal Chambers exterior upgrade and lift renewal project was underspent, but work has now commenced.

Commercial Property renewals expenditure was underspent \$2.033 million, including \$500k for the Sims Building project where work has now commenced.

New capital expenditure for the period was overspent \$14.749 million due to the progress purchase payments and associated costs on the unbudgeted property acquisition at 138 King Edward St for the South Dunedin Community Complex, as well as the purchase of the Forbury Park property. Offsetting

this, some projects, including new housing developments and the changing place public toilet, were behind schedule.

**Reserves and Recreational Facilities** capital expenditure was \$11.561 million underspent.

This underspend reflected a deferral of the Moana Pool upgrade project and the associated hydroslide replacement, as well as under expenditure on St Clair Pool renewals, Green Park cemetery expansion and Botanic Garden renewals. Partly offsetting this variance, expenditure on new recreational facilities was ahead of budget.

**Roading and Footpaths** capital expenditure was \$11.011 million overspent.

Transport's overall renewal spend was over budget \$436k, mainly due to pavement resealing, footpath resurfacing and emergency works. Part of the unfavourable variance is due to contract cost fluctuations.

In terms of new capital delivery, the budget was overspent \$10.575 million.

While the Retail Quarter Upgrade was running ahead of budget by \$15.964 million due to unbudgeted enabling works and an accelerated work program, this was partially offset by delays related to Shaping Future Dunedin projects which were underspent \$8.073 million. Cycleways project expenditure was overspent \$1.076 million.

**Three Waters** capital expenditure was \$14.785 million underspent.

Renewal's expenditure was underspent \$10.524 million. The Sawyers Bay Three Waters renewal project was ahead of budget. Offsetting this, various treatment plant, pipeline and pumping station upgrades were below budget.

New capital expenditure was \$4.262 million underspent, mainly due to the timing of expenditure on the Bath St stormwater improvements project and Port Chalmers water pipeline. Other minor renewals projects were generally ahead of budget.

**Waste and Environmental** capital expenditure was \$3.081 million overspent.

This over expenditure reflected progress in several Waste Futures projects. Construction of the Organics Facility building was well underway with practical completion achieved in mid-June, and mainly landscaping work to be completed. The project was overspent by \$3.788 million due mainly to construction cost escalations.

Consent for the first phase of the Resource Recovery Park (Material Recovery Facility) was achieved and a contractor for the build has been accepted. The rest of the Resource Recovery Park Precinct was still in the design and consenting phase with the consent application submitted in mid-March. Currently waiting for the results of the initial technical review by the Otago Regional Council. Initial indications suggest a limited notified consent process.

The new kerbside collection project was completed, with final wash-up and delivery error corrections (e.g. wrong bins, multiple bins delivered in error etc.) underway.

#### **COMMENTS FROM GROUP ACTIVITIES**

Attachment H, 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.

**Events and Community Development - \$756k Unfavourable**

Events grants revenue was \$516k unfavourable relating to FIFA Women's World Cup revenue which was received in June 2023.

Events and Community Development operating costs were unfavourable \$468k mainly due to the timing of expenditure on Major & Premier events, particularly relating to the FIFA tournament. Costs were expected in the previous financial year but were actually paid in July and August. Over the 22/23 and 23/24 financial years the overall FIFA result showed a small favourable variance.

**Governance and Support Services - \$1.336 million Favourable**

Internal revenue was \$1.311 million favourable due mainly to unbudgeted Better Off Funding revenue.

**Parking Services/Operations - \$1.096 million Unfavourable**

Parking Operations revenue was unfavourable \$1.143 million due to lower-than-expected activity. Parking continues to be impacted by changing habits with some lost revenue due to road closures.

**Parks and Recreation - \$47k Unfavourable**

Parks and Recreation external revenue was unfavourable \$435k due largely to development contributions and burial and cremation fees being less than budgeted. Aquatic Services revenue was also less than budget, particularly waterslide and learn-to-swim revenue.

Depreciation costs were favourable \$785k due to the timing of asset completion.

**Regulatory and Planning - \$770k Unfavourable**

External revenue was \$738k unfavourable. Compliance Solutions revenue was unfavourable \$206k, with both Parking Enforcement and Animal Control revenue less than budget. Building Services revenue was \$587k unfavourable due to a reduction in work volume.

Operating costs were unfavourable \$296k, with legal fees and insurance costs in the Resource Consents and City Development activities being the main contributors to this variance.

**Roading and Footpaths - \$2.845 million Favourable**

External revenue was \$6.240 million favourable primarily reflecting the increased level of subsidised maintenance and capital expenditure for the year to date.

Operating costs were unfavourable \$2.636 million. A higher than anticipated volume of work for subsidised drainage, environmental maintenance, unsealed pavement maintenance and vegetation control work contributed to the unfavourable variance. Specifically, wind events in August and September have led to additional hazardous tree removal.

Transport depreciation was unfavourable \$1.934 million, reflecting the 30 June 2023 revaluation.

**Three Waters - \$2.837 million Unfavourable**

Three Waters operating revenue was unfavourable \$4.420 million, due to \$4.240 million of lower-than-expected grant revenue from budgeted Better Off Funding now sitting in the Investment Account, and budgeted Transition funding ceasing in December 2023 instead of June 2024. Development contributions revenue was also unfavourable \$976k.

Offsetting these variances, other external revenue was favourable \$796k. Internal revenue was favourable \$1.045 million. Revenue from Better Off Funding is now managed corporately and reallocated to activities as internal revenue.

Operating costs were unfavourable \$2.928 million due to additional maintenance on reticulation and plant assets across the networks, partly due to legislative changes around water standards.

Depreciation was favourable \$2.353 million due to the valuation at 30 June 2023 being unchanged.

**Waste and Environmental - \$1.677 million Favourable**

Waste and Environmental external revenue was favourable \$4.230 million due to a higher-than-expected volume of waste received at the Green Island landfill along with greater than expected waste levy revenue from the Ministry for the Environment. The capital grant from the Ministry for the Environment to partially fund the new kerbside bins was \$360k greater than expected.

Operating expenditure was unfavourable \$2.928 million.

Consultants costs relating to updating the Bird Management Plan and baseline monitoring as part of the Smooth Hill consent conditions were unfavourable \$1.348 million. The work includes data gathering of birds and nesting sites and consultation.

Kerbside collection contract costs were unfavourable \$613k. This was due to the contract cost fluctuation negotiations for 23-24 not being completed until September 2023 (after budgets were adopted), and insufficient budget allowance for weekly collections (rather than fortnightly) of all waste and recycling in the tertiary area.

Landfill monitoring costs for the various landfills were unfavourable \$506k.

Waste levy costs were unfavourable \$258k, reflecting the greater volumes of material entering the Green Island landfill.

Partly offsetting these unfavourable variances, ETS costs were favourable \$1.208 million.

## WAIPORI FUND - QUARTER ENDING 30 JUNE 2024

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 2024.

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the report from Dunedin City Treasury Limited on the Waipori Fund for the quarter ended 30 June 2024.

### DISCUSSION

- 2 The Waipori Fund Statement of Investment Policy and Objectives (SIPO) requires quarterly reporting on the performance and financial position of the fund.
- 3 Dunedin City Treasury Limited has provided the Waipori Fund report for the June 2024 quarter. The report is provided as Attachment A.
- 4 As the Waipori Fund is not achieving the capital growth objective of the Fund, no distribution was made to DCC in the 2023/24 financial year (\$3.3 million was budgeted).

### OPTIONS

- 5 As this is a noting report, no options are provided.

### NEXT STEPS

- 6 Quarterly reporting on the performance and financial position of the fund will be provided to future meetings of either the Financial and Council Controlled Organisations Committee or Council.
- 7 The Waipori Fund SIPO will be reviewed as part of the development of the 9-year plan 2025-34.

### Signatories

Authoriser:	Carolyn Allan - Chief Financial Officer
-------------	-----------------------------------------

**Attachments**

	<b>Title</b>	<b>Page</b>
<a href="#">⬇️</a>	Waipori Fund - June 2024 Quarter	55



**SUMMARY OF CONSIDERATIONS**
***Fit with purpose of Local Government***

This decision enables democratic local decision making and action by, and on behalf of communities.

***Fit with strategic framework***

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

Reporting on the performance of the Waipori Fund does not contribute directly to the Strategic Framework.

***Māori Impact Statement***

Investment returns from the Waipori Fund impact on the level of rates payable, and therefore impact across all Dunedin communities including Māori.

***Sustainability***

There are no impacts for sustainability.

***LTP/Annual Plan / Financial Strategy /Infrastructure Strategy***

A review of the SIPO for the Waipori Fund will be taken into account when developing a Financial Strategy for the 9 year plan 2025-34.

***Financial considerations***

Financial considerations are presented in the Waipori Fund report for the March 2024 quarter.

***Significance***

This report is considered to be of low significance in terms of the Council's Significance and Engagement Policy.

***Engagement – external***

There has been no external engagement.

***Engagement - internal***

There has been no internal engagement.

***Risks: Legal / Health and Safety etc.***

There are no identified risks.

## SUMMARY OF CONSIDERATIONS

### *Conflict of Interest*

There are no known conflicts of interest.

### *Community Boards*

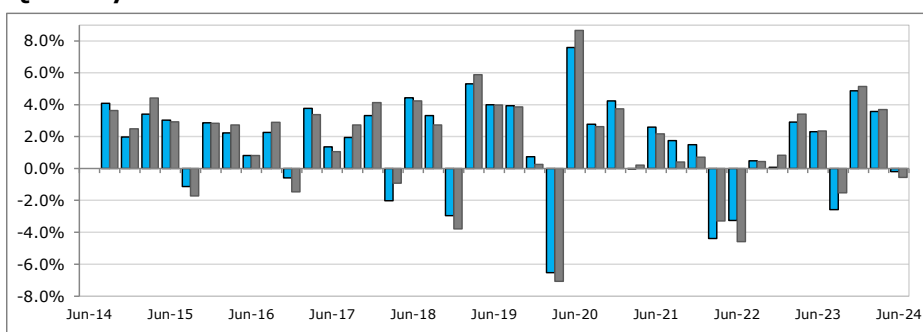
There are no implications for Community Boards.

**Dunedin City Treasury Ltd**

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PO Box 5045  
Dunedin 9058  
New Zealand  
Telephone (03) 474 3696  
Facsimile (03) 474 3594  
Email [dunedincitytreasury@dcc.govt.nz](mailto:dunedincitytreasury@dcc.govt.nz)

**TO:** Chief Executive, Dunedin City Council  
**FROM:** Dunedin City Treasury Limited  
**DATE:** 15 July 2024  
**SUBJECT:** **WAIPORI FUND - Jun 2024 Quarter**

**Quarterly Returns vs Benchmark**



**June 2024 Quarter**

The Fund made a return of -0.2% over the quarter, relative to the Benchmark return of -0.6%.  
The equity portfolio returned -1.2% for the quarter, versus the overall benchmark return of -1.6%. Overall the equity component of the portfolio returned 5.8% (gross) for the year versus the benchmark return of 8.5%. This under-performance was mainly due to the weaker relative performance of the Australian and International equities held within the Fund, compared to some of the stocks which make up a significant proportion of these Benchmarks, which the Fund does not hold.

**Fund Returns**

Period ended 30 June 2024	Waipori		Benchmark	
	Quarter %	FY %	Quarter %	FY %
NZ Equities (NZ50 Gross)	-3.9	-3.6	-3.2	-1.7
Australian Equities (Australian All Acc)	-0.7	4.6	-0.7	13.2
Int'l Equities (MSCI World Gross)	1.7	16.3	1.1	20.1
Property Equities (NZ Real Estate)	-10.6	-9.6	-8.7	-8.3
Short Term Interest (NZ 90 day bb)	10.2	15.2	1.4	5.8
Fixed Interest (NZ Corp Bond index)	1.0	7.0	1.2	6.4
<b>TOTAL</b>	<b>-0.2</b>	<b>5.6</b>	<b>-0.6</b>	<b>6.8</b>

Note: The Benchmarks used are 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.

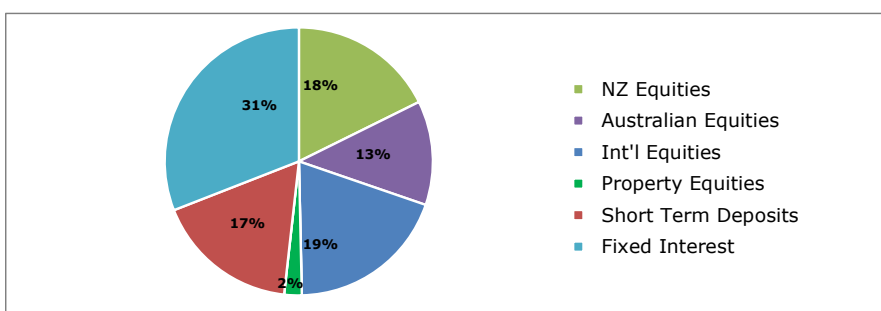
### Investment Profile

Waipori is diversified across asset classes with 51.8% invested in growth assets (equities and property) and 48.2% invested in income assets (fixed interest investments and short term deposits/cash). The market value of the investment portfolio (i.e. the total value of all financial assets held) as at 30 June 2024 was \$102.5 million.

### Summary of Investments

As at 30 June 2024	Market Value	Percentage of Portfolio	Benchmark/ Exposure Range*
NZ Equities	18,146,467	17.7	16.0
Australian Equities	12,872,669	12.6	11.0
Int'l Equities	19,901,761	19.4	15.0
<b>Equities</b>	<b>50,920,897</b>	<b>49.7</b>	<b>20.0 - 60.0</b>
Property Equities	2,172,588	2.1	3.0
<b>Property</b>	<b>2,172,588</b>	<b>2.1</b>	<b>0.0 - 10.0</b>
Short Term Deposits (incl. bank account balance)	17,733,770	17.3	10.0
Fixed Interest	31,717,918	30.9	45.0
<b>Fixed Interest</b>	<b>49,451,688</b>	<b>48.2</b>	<b>40.0 - 70.0</b>
<b>TOTAL</b>	<b>102,545,173</b>	<b>100.0</b>	<b>100.0</b>

### Asset Allocation



### Market Outlook

As expected, the RBNZ kept the OCR unchanged at 5.50% at the last Monetary Policy Review (July 2024). But there was a noticeable softening in tone. The economy is clearly responding to restrictive monetary policy. Economic activity looks likely to contract over Q2 and unemployment is set to rise further. This should mean inflation will return to the 1-3 percent target range over the second half of 2024. With a softening in language and tone, the market believes a rate cut will be delivered later this year. Market pricing has moved to price in cuts by the end of the year.

Global growth has been stronger than expected. The International Monetary Fund (IMF) has issued its latest forecasts and is expecting global growth to be steady at 3.2% p.a. Advice received suggests, that growth in the US and China is expected to weaken, offset by improving economic growth in Europe, UK and Australia. Inflation has declined, but it is still not under control.

The Fund is positioned as a long-term investor and is diversified across regions and sectors with 51.8% growth assets (equities) and 48.2% income generating assets (fixed interest). The Fund holds equities of stable dividend paying companies that have traditionally continued paying dividends in times of market uncertainty.

With strong New Zealand CPI data in prior quarters, the value of the Fund had been adversely impacted relative to the Inflation Adjusted Capital Base. With inflation expected to come within the expected range this should result in closer alignment of the Fund value with the Inflation Adjusted Capital Base.

Tim Loan  
**CHAIR**

Gerhard Riepl  
**TREASURY ANALYST**

Richard Davey  
**TREASURER**

## WAIPORI FUND PERFORMANCE VERSUS INVESTMENT OBJECTIVES

30 June 2024

### 1. INCOME

Objective	2024 Est. Cash Income	2024 Est. Yield	Yield	Period Years
The primary objective of the Fund will be to maximise its income, subject always to a proper consideration of investment risk.	\$2,890,678	3.0%	4.4%	25

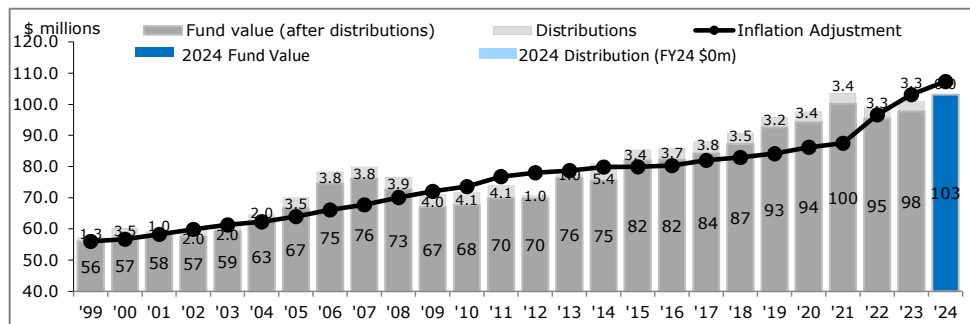
### 2. CAPITAL GROWTH - Values rounded to nearest \$100,000

Objective	Total Fund Value 30 Jun 2024	Revised Capital Base	Achieved
<b>TOTAL FUND VALUE LESS ACCUMULATED DISTRIBUTION:</b> 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)	\$103,100,000	\$107,340,000	✗

# Fund value less accrued distribution (\$'000)

No distribution made in 2024

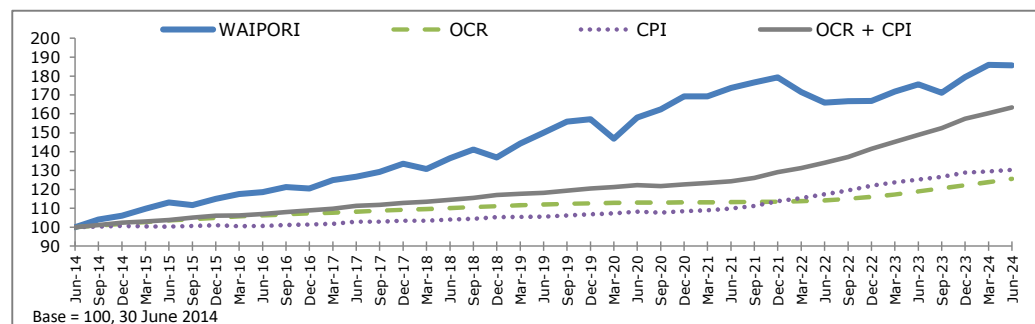
The difference between Total Fund Value and Total Summary of Investments (page 2) is other receivables such as dividends, interest and sales proceeds due but not yet received.



### 3. TOTAL RETURN (Period June 2014 - June 2024)

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).	6.4%	2.3%	2.7%	5.0%	✓	10.00

\*Returns annualised



**WAIPORI FUND**
**Statement of Financial Performance for quarter ended 30 June 2024**

Quarter 30-Jun-23	Actual YTD 30-Jun-23		Actual	Quarter Target	Variance	Actual	Year to Date Target	Variance	Target Full Year
293,008	1,255,809	<b>Income</b>	339,691	521,225	(181,534)	1,345,137	1,558,379	(213,242)	1,558,379
408,145	1,447,019	Dividends	522,747	319,189	203,558	1,812,753	1,332,299	480,454	1,332,299
-	(27,217)	Interest	(139,372)	-	(139,372)	(196,310)	-	(196,310)	-
814,257	2,780,858	Surplus on sale of Equities	(691,118)	n.a.	n.a.	1,908,070	n.a.	n.a.	n.a.
873,425	313,927	<b>Unrealised Gains/(Losses)</b>	(288,615)	n.a.	n.a.	(506,953)	n.a.	n.a.	n.a.
1,687,682	3,094,785	Equities	(979,733)	407,429	(1,387,162)	1,401,117	1,629,718	(228,601)	1,629,718
(73,813)	138,965	Exchange Movements	92,779	-	92,779	1,342,089	-	1,342,089	-
26,580	(27,550)	Revaluation of Equities	149	-	149	(1,417)	-	(1,417)	-
2,341,602	5,881,811	Revaluation of Bonds	(163,739)	1,247,843	(1,411,582)	5,703,369	4,520,396	1,182,973	4,520,396
-	-	Revaluation of \$AUD Bank A/C	64,196	48,147	16,049	192,588	192,585	3	192,585
62,143	251,543	<b>Total Income</b>	2,993	15,530	(12,537)	65,097	62,120	2,977	62,120
32	132	less Expenses	33	34	(1)	152	138	14	138
62,175	251,675	Management Fees	67,222	63,711	3,511	257,837	254,843	2,994	254,843
<b>2,279,427</b>	<b>5,630,136</b>	Equity Management Advice	(230,961)	1,184,132	(1,415,093)	5,445,532	4,265,553	1,179,979	4,265,553
		Bank Fees							
		<b>Net Surplus/(Deficit)</b>							

Targets are calculated based on assumptions of returns for each asset class at the beginning of the financial year by Craigs' Investment Partners and current yields.

**WAIPORI FUND**
**Statement of Movement in Principal of Fund  
For Period to 30 June 2024**

31-Mar-24		30-Jun-24
59,050,000	<b>Principal Opening</b>	59,050,000
-	Additional Capital	-
59,050,000	Closing Balance	59,050,000
44,667,063	<b>Inflation Adjustment Reserve</b>	44,667,063
3,505,818	Opening Balance	4,227,604
48,172,881	Transfer from Retained Earnings	48,894,667
	Closing Balance	
(6,026,182)	<b>Retained Earnings</b>	(6,026,182)
5,676,493	Opening Balance	5,445,532
(3,505,818)	Net Surplus/(Deficit)	(4,227,604)
-	Transfer to Inflation Adjustment Reserve	-
(3,855,507)	Distribution to Council	(4,808,254)
	Closing Balance	
<b>103,367,374</b>	<b>Total Fund at End of the Period</b>	<b>103,136,413</b>

**Statement of Financial Position  
As at 30 June 2024**

31-Mar-24		30-Jun-24
836,869	<b>Current Assets</b>	184,791
462,779	Bank Account	654,923
13,597,157	Debtors/Prepayments	17,548,980
14,896,805	Short Term Investments	18,388,694
	<b>Total Current Assets</b>	
54,594,461	<b>Investments</b>	53,093,485
34,099,115	Equities	31,717,918
88,693,576	Term Financial Instruments	84,811,403
	<b>Total Investments</b>	
<b>103,590,381</b>	<b>Total Assets</b>	<b>103,200,097</b>
	less	
223,007	<b>Current Liabilities</b>	63,684
223,007	Accruals	63,684
	<b>Total Current Liabilities</b>	
<b>103,367,374</b>	<b>Total Value of Fund</b>	<b>103,136,413</b>

## **DUNEDIN CITY HOLDINGS LIMITED GROUP UPDATE - QUARTERLY REPORT TO 30 JUNE 2024**

Department: Finance

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### **EXECUTIVE SUMMARY**

- 1 This report provides a quarterly update for the period ended 30 June 2024 for the Dunedin City Holdings Limited (DCHL) Group.

### **RECOMMENDATIONS**

That the Committee:

- a) **Notes** the Dunedin City Holdings Limited Group Quarterly report for the period ended 30 June 2024.

### **DISCUSSION**

- 2 The attached DCHL Quarterly report for the period ended 30 June 2024 provides an update for Councillors on the following:
  - Quarter 4 financial results
  - Areas of focus/activity for each company this quarter
  - Progress towards achieving Statement of Intent measures.
  - Financial performance of the portfolio
  - Group funding

### **OPTIONS**

- 3 Not applicable.

### **NEXT STEPS**

- 4 A quarterly update for the period ended 30 September 2024 for the Dunedin City Holdings Limited (DCHL) Group will be presented at a future meeting.

### Signatories

Authoriser:	Carolyn Allan - Chief Financial Officer
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### Attachments

	Title	Page
<a href="#">↗A</a>	DCHL Q4 report to 30 June 2024	61





# Quarterly report to Finance & CCOs Committee

This report covers the fourth quarter (Q4) of the 2024 financial year, and provides an update for Councillors on:

- Q4 financial results
- Areas of focus / activity for each company this quarter
- Progress towards achieving Statement of Intent measures
- Financial performance of the portfolio
- Group funding


**DUNEDIN CITY HOLDINGS LIMITED**

## Report to Finance & CCOs Committee

Covering Q4, FY2024

### Executive Summary

#### *DCHL group financial performance*

Financial results for the year ended 30 June 2024 are draft, subject to audit and any further year-end adjustments. Draft net profit before tax for the year was \$22.8m, \$4.4m ahead of budget, and \$15.5m ahead of the prior year.

#### *Aurora Energy Limited*

Aurora Energy contributed strongly to group net profit before tax. However, continuing elevated investment requirements mean the company will remain in a negative free cash flow position for the foreseeable future. Borrowings increased by \$44m to \$539m during the year.

Net profit before tax exceeded budget by \$13.8m, mostly due to higher use of system revenues (favourable \$3.1m), higher capital contributions to customer-initiated works (favourable \$5.6m), and below budget operating expenses. From a funding perspective, however, the company's favourable earnings result for the year is more than offset by higher gross capital expenditure (\$16.4m higher than budget).

Consistent with Aurora Energy's FY2024 Statement of Intent, all profits were reinvested into the network, borrowings increased, and no dividend was paid to DCHL.

#### *Other group companies*

Although challenged by softer international markets, City Forests delivered draft net profit before tax \$1.7m ahead of budget. However, Delta's draft result fell short of budget.

#### *Distributions*

DCHL paid dividends of \$11m and interest of \$5.9m to DCC, in

### Draft net profit before tax **PRELIMINARY**

	\$m	2024 Actual	2024 Budget	Var	2023 Actual
<b>COMMERCIAL</b>	Aurora Energy	35.9	22.1	13.8	16.1
	City Forests	8.1	6.4	1.7	8.8
	Delta	2.0	3.0	(1.0)	2.9
	DCTL	0.0	0.0	(0.0)	0.0
	DIAL (50% share)	1.9	1.7	0.2	2.2
	<b>Total commercial companies</b>	<b>47.9</b>	<b>33.2</b>	<b>14.8</b>	<b>29.9</b>
<b>COMMUNITY</b>	Dunedin Railways	(1.4)	(0.4)	(1.0)	(1.0)
	DSPL	(7.6)	(8.3)	0.7	(7.4)
	DVML	0.2	0.2	0.1	0.0
	<b>Total community entities</b>	<b>(8.7)</b>	<b>(8.5)</b>	<b>(0.2)</b>	<b>(8.4)</b>
<b>GROUP</b>	<b>Total DCHL group companies</b>	<b>39.2</b>	<b>24.7</b>	<b>14.5</b>	<b>21.6</b>
	DCHL parent company	9.6	(2.9)	12.5	(3.7)
	Inter-company eliminations	(26.1)	(3.5)	(22.6)	(10.6)
	<b>DCHL group net profit before tax</b>	<b>22.8</b>	<b>18.3</b>	<b>4.4</b>	<b>7.3</b>

line with its Statement of Intent. In the absence of dividends from Aurora, this was mostly funded by special dividends from City Forests.

#### *Borrowings*

Total DCTL borrowings (including loans to DCC) increased in FY2024 by \$205m, from \$1.08bn to \$1.28bn. Of this increase, \$58m related to the DCHL Group, mostly funding capital expenditure by Aurora Energy.



DUNEDIN CITY HOLDINGS LIMITED

## Report to Finance & CCOs Committee

Covering Q4, FY2024

### Dunedin City Holdings Ltd Work Programme

#### This quarter

- Paid dividend of \$11m and interest on shareholder advance of \$5.9m in June, in line with FY24 Statement of Intent
- Completed annual budgeting and forecasting processes
- Finalised and agreed FY2025 Statements of Intent
- Contributed to Aurora Energy sale proposal and supported consultation and decision processes
- Appointed Lee Piper to the board of DVML
- Completed 2024 intake to Intern Director Programme

#### Next two quarters

- Year-end reporting and audit – Annual Reports to be published by 30 September 2024
- Work with group companies on long-term dividend forecast
- Contribute to review of DVML / stadium operating and financial model
- Assist Dunedin Railways' transition
- Continue to support Council decision process re Aurora proposal

### Profit before tax (year to date)

Company		Actual 30 June 2024	Actual 30 June 2023	Budget on track
COMMERCIAL	Aurora Energy	\$35.9m	\$16.1m	✓
	City Forests	\$8.1m	\$8.8m	✓
	Delta	\$2.0m	\$2.9m	✗
	Dunedin City Treasury	\$0.0m	\$0.0m	✓
	Dunedin Airport (50% share)	\$1.9m	\$2.1m	✓
COMMUNITY	Dunedin Railways	\$(1.4)m	\$(1.0)m	✗
	Dunedin Stadium Property	\$(7.6)m	\$(7.4)m	✓
	Dunedin Venues Management Ltd	\$0.2m	\$0.0m	✓

### Free cash flows (year to date)

Company		Actual 30 June 2024	Actual 30 June 2023	Budget on track
COMMERCIAL	Aurora Energy	\$(45.2)m	\$(57.3)m	✓
	City Forests	\$6.7m	\$1.1m	✓
	Delta	\$8.6m	\$3.9m	✓
	Dunedin City Treasury	\$3.6m	\$2.5m	✓
COMMUNITY	Dunedin Railways	\$(1.3)m	\$(0.9)m	✗
	Dunedin Stadium Property	\$(4.2)m	\$(1.0)m	✓
	Dunedin Venues Management Ltd	\$1.9m	\$(2.1)m	✗

3

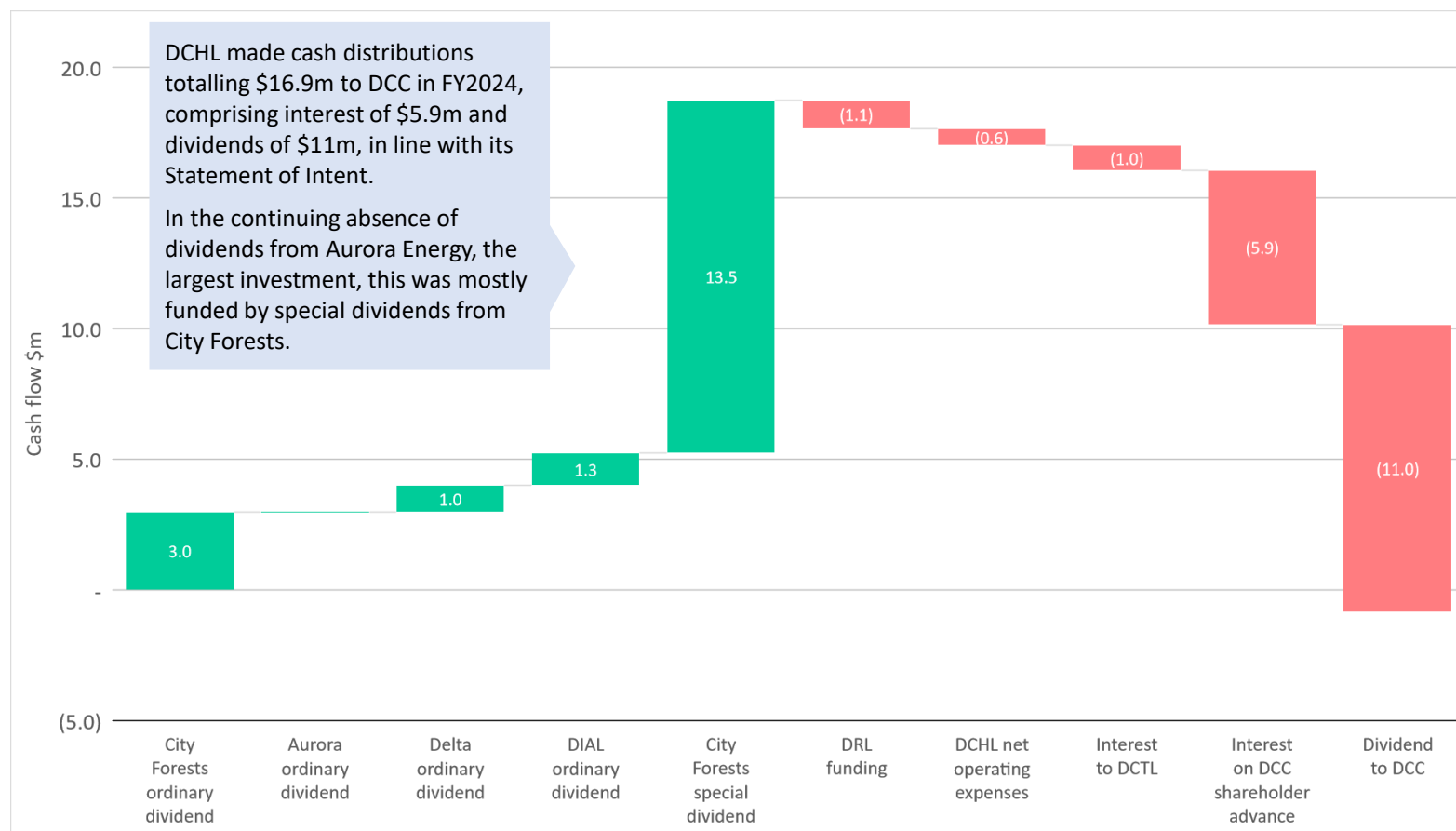


DUNEDIN CITY HOLDINGS LIMITED

## Report to Finance & CCOs Committee

Covering Q4, FY2024

### Dunedin City Holdings Ltd – cash flows and shareholder distributions



4



DUNEDIN CITY HOLDINGS LIMITED

## Overview of company activities



- Draft year-end NPAT of \$25.9m (bud \$15.9 mil) prior to final tax review. Favourable variance driven by strong system and growth-related revenues, coupled with below budget expenditure
- Aurora Energy public safety advertising content produced and campaign launched
- Significant milestone of no non-compliant 'red tag' poles on the network achieved
- Successful implementation of first stage of capital works process as part of new Rūma Mihini Asset & Works management system
- Positive engagements with electricity retailers on pricing and common sector interests
- Inaugural 'Electrifying Queenstown' event supported by Aurora Energy, in partnership with Queenstown Chamber of Commerce and Destination Queenstown



- Completed FY24 year above plan.
- Log market returns finished above plan full FY24 YTD, now weakening Q1 FY25 due to ongoing China construction downturn.
- Domestic log market returns remain constrained by reduced domestic building activity.
- Production 4.65% above plan full FY24.
- Planting, silviculture, roading and estate maintenance on track.
- Carbon market stability has returned, but at a lower price point circa \$50 / NZU.
- Regulatory risk remains elevated due to ORC Land and Water Plan proposals.
- H&S, Environmental performance and FSC recertification on plan.
- Wilding pine removal operations conducted during Q3 & Q4.



- Draft FY24 operating surplus is \$2m. An improvement on FY23 however still behind budget expectation
- FY25 budget is for an operating surplus of \$5.2m
- Strong pipeline of forward work with secure contracts in place
- Recruitment and retention of trained/qualified staff remains a focus
- All staff recruited from the Philippines have arrived and started work
- Controlling overhead cost continues to be challenging (ICT costs especially). Reduction continues to be a focus
- Optimisation of Central Otago properties and depot sites ongoing
- Carbon and waste reduction strategy in place and being delivered



- Year end passenger volumes 6% behind budget and 4% behind prior year.
- Seat capacity 12% below budget and 2% behind last year.
- Corporate and government demand softened on the domestic network.
- Successful Fiji Airways charter from Nadi in May.
- Intensified negotiations with Australian airline for a trans-Tasman service.



- Cruise ship arrangements for 2024/25 are locked in, down by 17% on prior year.
- Summer public train scheduling is underway, forecasting 92% increase in passengers.
- Planning significant increase in services to cater to more public and charter trains
- Planning and preparation for school holiday themed train services.
- Preparation underway for iD Dunedin Fashion Show 2025.
- Reopening track to Pukerangi is progressing well towards October 2024 target.



- Updated Asset Management Plan (AMP) governing stadium asset management finalised and approved by the Board.
- Reviewed rent and outgoings of tenant DVML, pending broader review of operating/financial model
- Capital and maintenance programmes continued in line with the AMP.



- Sold out All Blacks Test Match - economic impact likely to exceed \$12m.
- New Zealand Rugby shortly announcing 2025 All Blacks Test match in 2025.
- Live Nation planning to allocate a major concert in 2025.
- Contract finalised to host Motocross event at the stadium in January 2025 and contract agreed for new Home and Living event at the stadium in October 2024.
- Finalised NZ Cricket International allocation to Dunedin Summer 2024/25.
- Work continues to secure more major events for the Stadium 2024/25.





DUNEDIN CITY HOLDINGS LIMITED

## Statement of Intent performance measures

### Progress against Statement of Intent performance measures

*This page presents a high level view of each company's progress towards achieving their Statement of Intent performance measures.*

*Full Statement of Service Performance reports are provided in Interim and Annual Reports.*

Company	Commentary on progress in achieving performance measures
Dunedin City Holdings Ltd	On track, pending audit.
Aurora Energy	Pre-audit assessment is that all Sol performance measures were achieved with possible exception of some carbon emission and waste reduction milestone dates.
City Forests	On track, pending audit.
Delta	Achieved the majority of the non-financial targets in the FY24 SOI, with the exception of TRIFR and LTIFR which are both slightly above target. Additionally idle time reduction has been negatively impacted by the mix of filed work undertaken.
Dunedin City Treasury Ltd	The Waipori Fund is not meeting all of its investment objectives. This value of the Fund is currently below the Revised Capital Base and the Inflation Adjusted Capital Base. All other performance measures on track.
Dunedin International Airport Ltd	Most measures are on track, pending audit. The rolling bird strike rate, up to 30 June, stands at 4.4, which is below the target of <5. FY2024 measures included a target to secure a new international route. This was not achieved within the year, but negotiations have progressed in connection with a trans-Tasman service.
Dunedin Railways	On track, pending audit.
Dunedin Stadium Property Ltd	On track, pending audit.
Dunedin Venues Management Ltd	Pre-audit assessment 23 measures achieved. Two measures not achieved – the number of lost time injuries was 2, not less than 2 and consequently LTIFR measure was exceeded.

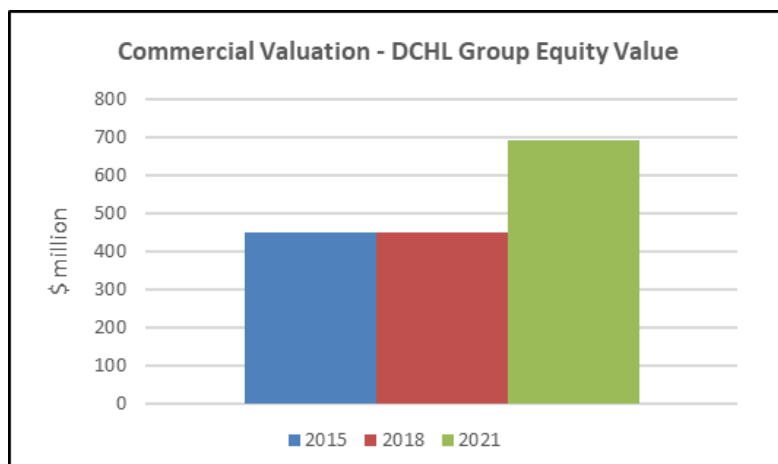


DUNEDIN CITY HOLDINGS LIMITED

## DCHL Portfolio Performance

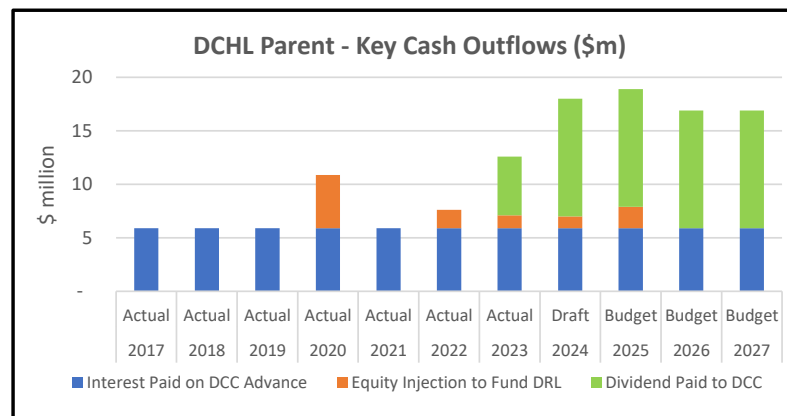
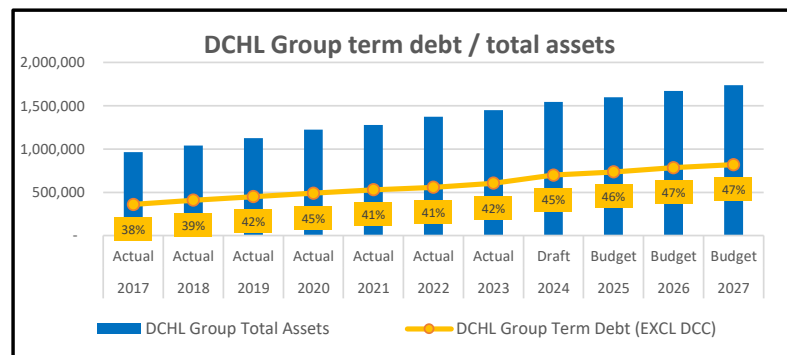
### Valuation of DCHL commercial entities

(Aurora Energy, City Forests, Delta and Dunedin Airport)



DCHL commercial entities are independently valued every three years for internal purposes. Valuations will be updated in 2024.

Budget figures for 2025-2027 in this report reflect budgets prepared in June 2024, in conjunction with group company Statements of Intent.



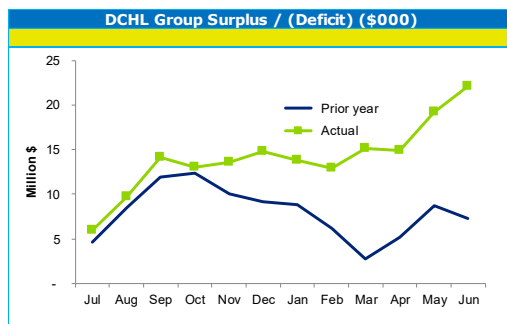
Excludes DCHL's equity contributions to DVML and DSPL which are passed through from DCC  
DCHL will be providing DRL with equity funding of up to \$2.0m in 2025



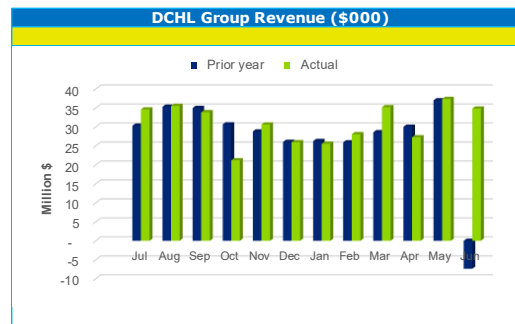
**DUNEDIN CITY HOLDINGS LIMITED**

## Financial results for the quarter

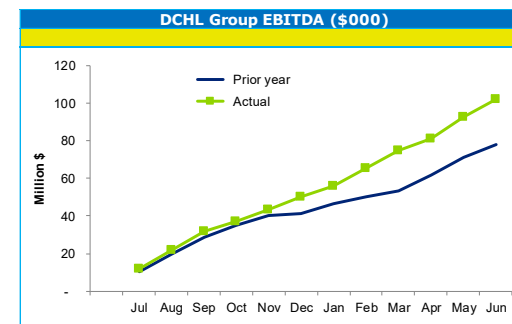
Year-to-date ended 30 June 2024



\* During FY2024, group eliminations have been accounted for monthly. However, FY2023 eliminations were accounted for at year-end (June) only.



\* During FY2024, group eliminations have been accounted for monthly. However, FY2023 eliminations were accounted for at year-end (June) only.



Represented by:

Surplus / (Deficit) b.t.	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	35.935	16.114
City Forests	8.060	8.759
Delta Utility Services	2.027	2.869
Dunedin Venues	0.213	0.017
Dunedin Railways	(1.361)	(0.978)
Stadium Property	(7.577)	(7.419)
Treasury	0.009	0.045
Holdings (parent)	9.602	(3.702)
Dunedin Airport (50%)	1.901	2.158
less internal transactions	(26.051)	(10.597)
	22.758	7.266

The Group's higher surplus for the year compared to last year is mostly due to the improved performance of Aurora Energy, which is partially offset by the elimination of intra-group transactions.

The cumulative value of the monthly revenue above is represented by:

Revenue	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	164.578	142.730
City Forests	69.990	66.555
Delta Utility Services	130.426	123.147
Dunedin Venues	12.110	9.279
Dunedin Railways	2.416	1.685
Stadium Property	2.652	2.688
Treasury	55.519	39.578
Holdings (parent)	19.112	5.481
less internal transactions	(86.811)	(64.675)
	369.992	326.468

The Group's revenue for the year-to-date is \$43.52m higher than the same time last year. All entities except DSPL have recorded an increase in revenue compared to the prior year. Intra-group transactions are higher this year due to dividends received from City Forest and higher intra-group interest, due to higher interest rates and increased borrowing (especially Aurora).

Represented by:

EBITDA	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	87.023	60.092
City Forests	12.456	13.333
Delta Utility Services	10.245	10.917
Dunedin Venues	0.689	0.222
Dunedin Railways	(1.328)	(0.988)
Stadium Property	1.509	1.778
Treasury	0.009	0.045
Holdings (parent)	16.444	2.871
less internal transactions	(24.801)	(10.085)
	102.246	78.185

The Group's \$24.06m higher EBITDA for the year-to-date is mostly due to the improved result of Aurora Energy. Delta's underlying performance has improved from the prior year. The prior year included one-off income from the Yaldhurst investment of \$1.8m.

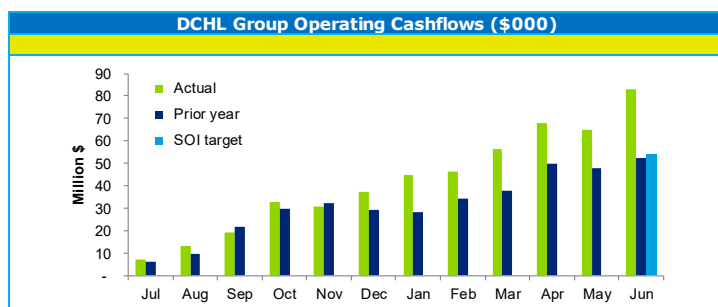




DUNEDIN CITY HOLDINGS LIMITED

## Financial results for the quarter

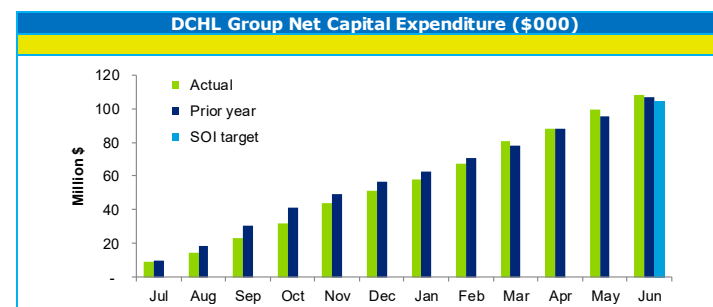
Year-to-date ended 30 June 2024



Represented by:

Operating Cashflows	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	64.410	43.622
City Forests	7.606	6.258
Delta Utility Services	10.563	8.698
Dunedin Venues	2.691	(0.407)
Dunedin Railways	(1.214)	(0.920)
Stadium Property	(1.113)	(0.300)
Treasury	3.585	2.529
Holdings (parent)	11.291	(2.242)
less internal transactions	(25.901)	(11.085)
	71.918	46.153

The Group has recorded \$25.77m higher cash from operations for the year ended 30 June 2024 compared with the same period last year. This is mostly due to the improved financial performance of Aurora Energy.



Represented by:

Capital Expenditure	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	109.638	100.900
City Forests	0.880	5.151
Delta Utility Services	2.000	4.750
Dunedin Venues	0.800	1.724
Dunedin Railways	0.081	0.018
Stadium Property	3.082	0.700
Treasury	-	-
Holdings (parent)	-	-
less internal transactions	(8.401)	(6.485)
	108.080	106.758

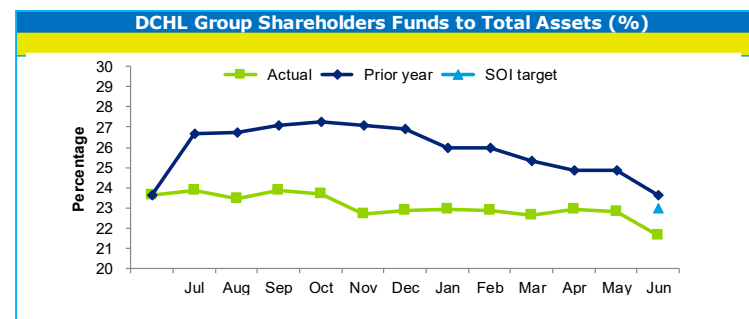
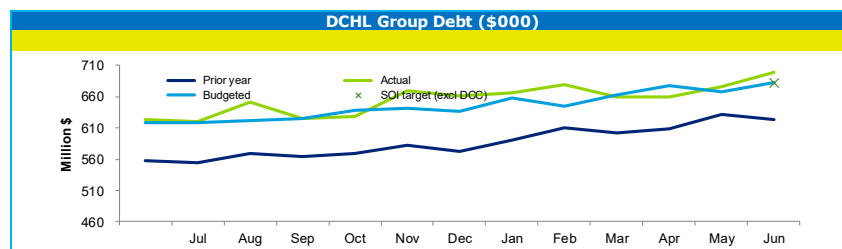
Before accounting adjustments for intra-group transactions, underlying group capital expenditure was higher than the prior year, reflecting elevated investment in Aurora Energy's network and higher investment at the Stadium in respect of new event lighting and renewal expenditure. Offsetting this, City Forests has made no significant land purchases in the current year, so its capex is correspondingly lower.



**DUNEDIN CITY HOLDINGS LIMITED**

## Financial results for the quarter

Year-to-date ended 30 June 2024



To fund (\$'000s)	30 Jun 2024 \$'000	30 Jun 2023 \$'000
Aurora Energy Ltd	538,525	494,635
City Forests Ltd	50,700	36,000
Delta Utility Services Ltd	7,900	11,770
Dunedin City Council	590,000	459,800
Dunedin City Holdings Ltd	20,014	19,195
Dunedin Stadium Property Ltd	85,300	83,370
Dunedin Railways Ltd	-	-
Dunedin Venues Management Ltd	-	-
<b>Total DCC and company borrowings</b>	<b>1,292,439</b>	<b>1,104,770</b>
DCTL additional balances to fund above (largely held as cash)	16,062	7,788
Fair value impact on bonds	(20,147)	(28,745)
<b>Total DCTL borrowings to fund the above</b>	<b>1,288,354</b>	<b>1,083,813</b>

S/H's Funds to Total Assets	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	25%	25%
City Forests	66%	69%
Delta Utility Services	54%	48%
Dunedin Venues	11%	7%
Dunedin Railways	45%	67%
Stadium Property	38%	40%
Treasury	5%	2%
Holdings (parent)	56%	55%
<b>Holdings (group)</b>	<b>22%</b>	<b>24%</b>

The balance of DCHL Group's borrowing (excluding DCC) at 30 June 2024 was \$58m higher than 30 June 2023, mostly in respect due to elevated capital expenditure of Aurora. City Forests' borrowings have also increased, pending potential future carbon sales.

DCHL Group borrowings are \$23m higher than budget.

## DUNEDIN CITY HOLDINGS LIMITED - DIRECTOR ARRANGEMENTS

Department: Civic

### EXECUTIVE SUMMARY

- 1 Mr Richard Thomson finished as a DCHL director on 30 June 2024.
- 2 This report recommends that DCHL operate with four directors until the review of DCHL and its associated companies is completed.

### RECOMMENDATIONS

That the Committee:

- a) **Notes** that Dunedin City Holdings Ltd will operate with four directors while a review of DCHL and its associated companies is being undertaken.

### DISCUSSION

- 3 The constitution of DCHL provides that the number of Directors for the company may be determined by Ordinary Resolution from time to time
- 4 The current board of DCHL is:

Susie Johnstone	Appointed 1 March 2021	Term expires 28 February 2027
Tim Loan (Chair)	Appointed 3 October 2022	Term expires 2 October 2025
Greg Anderson	Appointed 1 July 2023	Term expires 1 July 2026
Chris Milne	Appointed 1 July 2023	Term expires 1 July 2026

- 5 The Chair of DCHL has advised that DCHL can operate with four board members until the completion of the review.
- 6 Following the review of DCHL, the number of directors for DCHL can be reconsidered.
- 7 If required, the process for recruiting directors will be undertaken in accordance with Council's Procedure for Appointment and Remuneration of Directors of DCHL, by the DCC Advisory Group

comprising the Mayor, Chair of the Finance and CCO Committee, Chair of DCHL and DCC Chief Executive.

### **OPTIONS**

- 8 Council may decide to undertake a process to replace Mr Thomson on the boards of DCHL, DSPL and DRL prior to the completion of the review of these companies, if required.

### **NEXT STEPS**

- 9 The DCHL Board will be advised of the decision of Council.

### **Signatories**

Author:	Sharon Bodeker - Special Projects Manager
Authoriser:	Sandy Graham - Chief Executive Officer

### **Attachments**

There are no attachments for this report.

**SUMMARY OF CONSIDERATIONS**
***Fit with purpose of Local Government***

This report relates to providing an administrative function for the continuing operation of Dunedin City Holdings Limited.

***Fit with strategic framework***

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

The decision has no direct impact on the Strategic Framework. Group companies do however contribute to the framework as noted in their Statements of Intent.

***Māori Impact Statement***

There are no known aspects for Māori, however should a recruitment proceed, criteria for appointment includes consideration of relationships with iwi and knowledge of Tikanga Māori.

***Sustainability***

There are no direct implications for sustainability.

***LTP/Annual Plan / Financial Strategy /Infrastructure Strategy***

There are no direct implications.

***Financial considerations***

There are no direct financial implications.

***Significance***

This decision is considered to be of low significance in terms of the Council's Significance and Engagement Policy.

***Engagement – external***

An external consultant will be engaged to assist if a recruitment process is required.

***Engagement - internal***

There has been no internal engagement.

***Risks: Legal / Health and Safety etc.***

There are no identified risks.

***Conflict of Interest***

There are no known conflicts of interest.

**SUMMARY OF CONSIDERATIONS**

***Community Boards***

There are no known implications for Community Boards.

## RESOLUTION TO EXCLUDE THE PUBLIC

That the Finance and Council Controlled Organisations Committee:

Pursuant to the provisions of the Local Government Official Information and Meetings Act 1987, exclude the public from the following part of the proceedings of this meeting namely:

General subject of the matter to be considered	Reasons for passing this resolution in relation to each matter	Ground(s) under section 48(1) for the passing of this resolution	Reason for Confidentiality
C1 Confirmation of the Confidential Minutes of Finance and Council Controlled Organisations Committee meeting - 22 May 2024 - Public Excluded		.	
C2 Better Off Funding	S7(2)(a) The withholding of the information is necessary to protect the privacy of natural persons, including that of a deceased person.	S48(1)(a) The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.	
C3 DCHL subsidiary update	S7(2)(h) The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.	S48(1)(a) The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.	

This resolution is made in reliance on Section 48(1)(a) of the Local Government Official Information and Meetings Act 1987, and the particular interest or interests protected by Section 6 or Section 7 of that Act, or Section 6 or Section 7 or Section 9 of the Official Information Act 1982, as the case may require, which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public are as shown above after each item.