

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

Finance and Council Controlled Organisations Committee
PUBLIC AGENDA

MEMBERSHIP

| | | |
|---------------------------|---------------------|----------------------|
| Chairperson | Cr Lee Vandervis | |
| Deputy Chairperson | Cr Cherry Lucas | |
| Members | 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

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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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

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

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| 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 | Ayrméd 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 | 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. |

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

| | Title | Page |
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| A↓ | Minutes of Finance and Council Controlled Organisations Committee meeting held on 22 May 2024 | 16 |

**Finance and Council Controlled Organisations Committee
MINUTES**

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

| | | |
|---------------------------|----------------------|---------------------|
| Chairperson | Cr Lee Vandervis | |
| Deputy Chairperson | Cr Cherry Lucas | |
| Members | 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)

Governance Support Officer Lauren Riddle

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:

| 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 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 | Forward Work Programme - August 2024 | 23 |

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) |
| Capital Expenditure | 206.018 | 212.510 | 6.492 | | 208.326 |
| Debt | | | | | |
| 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 | - |
| Total Debt | 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

| | Title | Page |
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| ↕A | Dashboard Summary Financial Information | 29 |
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| ↕C | Statement of Financial Performance | 31 |
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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

| | Title | Page |
|--------------------|----------------------------------|-------------|
| ↓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 HOLDINGS LIMITED GROUP UPDATE - QUARTERLY REPORT TO 30 JUNE 2024

Department: Finance

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 |
|-------------|-----------------------------------------|

Attachments

| | Title | Page |
|--------------------|--------------------------------|-------------|
| ↓A | DCHL Q4 report to 30 June 2024 | 61 |

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.