

**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 11 June 2025  
**Time:** 1:00 p.m.  
**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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**Please Note:**

Item 12 – Development Contributions – Options Report will be provided with the Supplementary Agenda on Monday 9 June 2025.

**1 PUBLIC FORUM**

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

**2 APOLOGIES**

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

**3 CONFIRMATION OF AGENDA**

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

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## **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 and
- b) **Confirms/Amends** the proposed management plan for Elected Members' Interests.

### **Attachments**

	<b>Title</b>	<b>Page</b>
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Finance and Council Controlled Organisations Committee Interest Register 27 May 2025				
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
	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.
	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.
	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.
	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.
	Member	Institute of Directors	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
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.
	Member	Otago Museum Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Christine Garey	Trustee	Garey Family Trust - Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	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.
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.	
Cr Kevin Gilbert	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.
	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
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.
	Trustee	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.
	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.
	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.
	Secretary	Dunedin Abrahamiac 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 Former 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.
	Trustee	The Ōtepoti Community Builders Charitable Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	District Licensing Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Chairperson	Grants Subcommittee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Cr Cherry Lucas	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.
	Deputy Chair	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.	

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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 Poāri 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.
	Member	Dunedin Former Refugee Steering Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Music Advisory Panel (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.
	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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Director	Ocho Newco Limited	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.
	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.
	Member	Music Advisory Panel (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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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.
Cr Andrew Whiley	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.
	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	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.
	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.	

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	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	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.
Matapura Ellison	Chairperson	Kati Huirapa Rūnaka ki Puketeraki	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Runaka Representative	Te Rūnanga o Ngāi Tahu	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Ōtākou Health Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Waikouaiti Māori Foreshore Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Otago Museum Māori Advisory Committee	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Araiteuru Marae Reservation Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Representative	Te Pae	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Megan Potiki	Member	Te Runaka o Ōtākou	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Contractor	Aukaha Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	A3K	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Mana Whenua Representative	Local Advisory Group for the New Dunedin Hospital (LAG)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Centre for Research on Colonial Culture University of Otago (CROCC)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tiramorehu te Taumata	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

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## CONFIRMATION OF MINUTES

### FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETING - 12 MARCH 2025

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#### RECOMMENDATIONS

That the Committee:

- a) **Confirms** the public part of the minutes of the Finance and Council Controlled Organisations Committee meeting held on 12 March 2025 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 12 March 2025	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 12 March 2025, commencing at 2:33 p.m.**

**PRESENT**

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

**IN ATTENDANCE**

Carolyn Allan (Chief Financial Officer); Hayden McAuliffe (Financial Services Manager); Tim Loan (Chairperson Dunedin City Holdings Ltd Group); Peter Hocking, General Manager Dunedin City Holdings Ltd); Richard Davey (Treasurer, Dunedin City Treasury Ltd); David Ward (General Manager 3 Waters and Transition); Robert West (General Manager Corporate Services); Scott Maclean (General Manager Climate and City Growth); Anna Nilsen (Group Manager Property Services); Heath Ellis (Group Manager Parks and Recreation); Tony Nelmes (Project Accountant) and David Arlidge (Property Manager Property Services)

**Governance Support Officer** Lauren Riddle

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The Chairperson opened the meeting at the advertised time of 1:00pm and then moved to adjourn the meeting until the conclusion of the Economic Development Committee meeting

Moved (Cr Lee Vandervis/Cr Brent Weatherall):

That the Committee:

**Adjourn** the Finance and Council Controlled Organisations Committee meeting until the conclusion of the Economic Development Committee meeting.

**Motion carried**

The meeting adjourned at 1:01p.m. and reconvened at 2:33 p.m.

**1 PUBLIC FORUM**

There was no Public Forum.

**2 APOLOGIES**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

**Accepts** the apologies for absence from Cr Kevin Gilbert, Cr Marie Laufiso, Cr Mandy Mayhem and Cr Bill Acklin, and for early departure by Cr Steve Walker and Cr Christine Garey.

**Motion carried**

**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 provided.

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**

**5 CONFIRMATION OF MINUTES**

**5.1 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE MEETING - 14  
NOVEMBER 2024**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

**Confirms** the minutes of the Finance and Council Controlled Organisations Committee meeting held on 14 November 2024 as a correct record.

**Motion carried (FCCO/2025/001)**

## **PART A REPORTS**

### **6 FINANCE AND COUNCIL CONTROLLED ORGANISATIONS COMMITTEE - FORWARD WORK PROGRAMME**

The report provided an update of the Finance and Council Controlled Organisations Committee forward work programme on areas of activity, progress and expected timeframes for decision making across a range of areas of work.

Carolyn Allan (Chief Financial Officer) spoke to the report and responded to questions.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

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

**Motion carried (FCCO/2025/002)**

### **7 DUNEDIN CITY HOLDINGS LIMITED GROUP COMPANIES - INTERIM REPORTS FOR THE SIX MONTHS ENDED 31 DECEMBER 2024**

The tabled Dunedin City Holdings Limited (DCHL) Group interim reports for the six months ended 31 December 2024 for the group companies: (Aurora Energy Ltd, City Forests Ltd, Delta Service Ltd, Dunedin International Airport Ltd, Dunedin City Treasury Ltd, Dunedin Railways Ltd, Dunedin Stadium Property Ltd and the Dunedin Venues Management Ltd), along with the DCHL quarterly report to 31 December 2024.

Tim Loan, Chairperson of the DCHL Group and Peter Hocking, General Manager of DCHL spoke to the reports and responded to questions.

Cr Steve Walker left the meeting at 2:46 p.m.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the Dunedin City Holdings Limited Group Companies Interim Reports for the six months ended 31 December 2024.
- b) **Notes** the Dunedin City Holdings Limited Group Quarterly Report to 31 December 2024.

**Motion carried (FCCO/2025/003)**

**8 DRAFT 2025/26 STATEMENTS OF INTENT - DUNEDIN CITY HOLDINGS LIMITED GROUP COMPANIES**

The Civic report presented the draft 2025/26 Statements of Intent (draft Statements) for the Dunedin City Holdings Group companies and set out the process for reviewing and providing feedback on the draft Statements ahead of the final Statements of Intent to Council on or before 30 June 2025.

Tim Loan, Chairperson of the DCHL Group and Peter Hocking, General Manager of the DCHL spoke to the DCHL Group interim reports and responded to questions.

Cr Andrew Whiley left the meeting at 03:17 p.m.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the draft 2025/26 Statements of Intent for the Dunedin City Holdings Group companies.

**Motion carried (FCCO/2025/004)**

**9 FINANCIAL REPORT - PERIOD ENDED 31 JANUARY 2025**

The Finance report provided the financial results for the period ended 31 January 2025 and the financial position as at that date.

Carolyn Allan (Chief Financial Officer), Robert West (General Manager Corporate Services) and Hayden McAuliffe (Financial Services Manager) spoke to the report and responded to questions.

Cr Andrew Whiley returned to the meeting at 03:32 p.m.

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the Financial Performance for the period ended 31 January 2025 and the Financial Position as at that date.

**Motion carried (FCCO/2025/005)**

**10 WAIPORI FUND - QUARTER ENDING 31 DECEMBER 2024**

The Finance report from Dunedin City Treasury Limited provided information on the results of the Waipori Fund for the quarter ended 31 December 2024.

Richard Davey (Treasurer, Dunedin City Treasury Ltd) 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 December 2024.

**Motion carried (FCCO/2025/006)**

**11 BETTER OFF FUNDING UPDATE: JULY - DECEMBER 2024**

The Finance and 3 Waters report provided updates on the Better Off Funding programmes, including project progress and financials, for the period of 1 July 2024 to 31 December 2024.

Carolyn Allan (Chief Financial Officer) and David Ward (General Manager 3 Waters and Transition) spoke to the report and responded to questions.

Cr Christine Garey left the meeting at 03:47 p.m.

Moved (Cr Sophie Barker/Cr Cherry Lucas):

That the Committee:

- a) **Notes** the Better Off Funding Update: July – December 2024 report.

**Motion carried (FCCO/2025/007)** Cr Vandervis abstained from voting.

**12 ITEMS FOR CONSIDERATION BY THE CHAIR**

There were no items raised for consideration by the Chair.

**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 Finance and Council Controlled Organisations Committee meeting - 14 November 2024 - Public Excluded	S7(2)(a) The withholding of the information is necessary to protect the privacy of natural persons, including that of a deceased person.	.	
C2 Confidential Finance and Council	S7(2)(h)	S48(1)(a)	

Controlled Organisations Committee Forward Work Programme	The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.	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 Investment Property Portfolio - Quarter Ending 31 December 2024	S7(2)(b)(ii) The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.	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/2025/008)**

Moved (Cr Lee Vandervis/Cr Cherry Lucas):

That the Committee:

**Adjourn** the meeting for five minutes.

**Motion carried.**

Cr David Benson-Pope left the meeting at 04:12 p.m.

The public meeting adjourned at 4:12 p.m. and reconvened at 4:27 p.m. in Public Excluded session.

The meeting concluded at 5:01 p.m.

.....  
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 June 2025.

#### **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**

	<b>Title</b>	<b>Page</b>
<a href="#">↓A</a>	Forward Work Programme - June 2025	24

<b>Finance and Council Controlled Organisations Committee            Forward Work Programme 2024-2025 - June 2025</b>			
Area of Work	Reason for Work	Council role (decision and/or direction)	June
			Report
Financial Results	To update the Committee the financial result (YTD) and the financial position as at the date of the report, and provide a quarterly update on capital programme expenditure	Noting the financial results.  <b>Progress to date:</b> Monthly financial reports will continue to be presented to future Council meetings.  Financial reports to 31 March 2025 and 30 April 2025 are provided to the 11 June 2025 meeting.	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> Quarterly reports will continue to be presented to future Council meetings.  Quarterly report to 31 March 2025 is provided to the 11 June 2025 meeting.	Report

Area of Work	Reason for Work	Council role (decision and/or direction)	June
Investment Plan	Develop an Investment Plan	Consider and decide on an Investment Plan.  <b>Progress to date:</b> The Letter of Expectation (2025/26) was sent to the Board of DCHL asking the Board to undertake a review of the draft Group Investment Plan.	
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.	
<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 will be presented to the 24 June 2025 Council meeting.	
DCHL Quarterly reporting	To provide the Committee with a copy of the quarterly financial statements	Quarterly report to 31 March 2025 to be presented to the 11 June 2025 meeting.	Report

Area of Work	Reason for Work	Council role (decision and/or direction)	June
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 2025 will be presented to Council in October 2025.	

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## DUNEDIN CITY HOLDINGS LIMITED GROUP UPDATE - QUARTER ENDING 31 MARCH 2025

Department: Finance

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### EXECUTIVE SUMMARY

- 1 This report provides a quarterly update for the period ended 31 March 2025 for the Dunedin City Holdings Limited (DCHL) Group.

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the Dunedin City Holdings Limited Group Quarterly Update for the period ended 31 March 2025.

### DISCUSSION

- 2 The attached DCHL quarterly report for the period ended 31 March 2025 provides an update for Councillors on the following:
  - Quarter 3 financial results
  - Overview of company activities
  - Progress towards achieving Statement of Intent measures
  - Financial performance of the portfolio

### OPTIONS

- 3 Not applicable.

### NEXT STEPS

- 4 A quarterly update for the period ended 30 June 2025 for the Dunedin City Holdings Limited (DCHL) Group will be presented at a future Council meeting.

### Signatories

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

	<b>Title</b>	<b>Page</b>
<a href="#">↓A</a>	Q3 DCHL report to 31 March 2025	29



## Quarterly report to Finance & CCOs Committee

This report covers the second quarter (Q3) of the 2025 financial year, and provides an update for Councillors on:

- Q3 year to date 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 Q3, FY2025

### Executive Summary

#### **DCHL group financial performance**

DCHL group net profit before tax for the nine months ended 31 March 2025 was \$11.2m, \$5.2m ahead of budget. Strong financial performance from Aurora Energy and City Forests, more than offset Delta, which fell short of budget.

Aurora Energy is tracking slightly ahead of budget as lower interest costs and favourable operating cost variances have more than offset lower use of system revenues.

City Forests year to date profit is \$3.4m ahead of budget due to highly favourable foreign exchange and lower shipping costs.

Delta has experienced several headwinds. Profits have fallen short of budget due to holiday pay remediation payments, an inconsistent work programme and overhead challenges.

Whilst loss-making, Dunedin Railways has performed better than budgeted, with higher revenue across all sales channels during the summer season.

#### **Distributions**

DCHL is on track to pay dividends of \$11m and interest of \$5.9m to DCC, in line with its Statement of Intent. Since no dividends from Aurora are planned in the current year, the dividend of \$11m is expected to be mostly funded by a combination of additional dividends from City Forests and an increase in debt in DCHL.

In addition to dividends and interest, DCHL is also providing equity funding to Dunedin Railways, as directed by Council.

### Net profit before tax (year to date)

		Q3 2025	Q3 2025		Q3 2024
		Actual	Budget	Var	Actual
		\$m			
COMMERCIAL	Aurora Energy	19.6	19.3	0.4	20.9
	City Forests	6.2	2.8	3.4	7.6
	Delta	2.1	4.6	(2.5)	1.4
	DIAL (50% share) <sup>1</sup>	1.8	1.1	0.8	1.5
<b>Total commercial companies</b>		<b>29.8</b>	<b>27.8</b>	<b>2.0</b>	<b>31.3</b>
COMMUNITY	Dunedin Railways	(0.4)	(1.1)	0.7	(0.7)
	DCTL	(0.8)	(1.0)	0.3	1.7
	DSPL	(7.2)	(8.0)	0.8	(5.8)
	DVML	(0.4)	(0.3)	(0.1)	0.3
<b>Total community entities</b>		<b>(8.8)</b>	<b>(10.4)</b>	<b>1.6</b>	<b>(4.5)</b>
<b>Total DCHL group companies</b>		<b>21.0</b>	<b>17.3</b>	<b>3.7</b>	<b>26.8</b>
GROUP	DCHL parent company	(2.6)	(3.3)	0.7	(3.6)
	Inter-company eliminations	(7.2)	(8.1)	0.8	(7.8)
	<b>DCHL group net profit before tax</b>	<b>11.2</b>	<b>5.9</b>	<b>5.2</b>	<b>15.4</b>

(1) DIAL Q3 draft NPAT was \$3.6m. DCHL equity accounts its 50% share: \$1.8m

#### **Borrowings**

Total DCHL group borrowings (including funding of loans to DCC) totalled \$1.4bn at 31 March 2025, an increase of \$168m on the prior year. This increase is mostly driven by the capital expenditure requirements of DCC and Aurora.



DUNEDIN CITY HOLDINGS LIMITED

## Report to Finance & CCOs Committee

Covering Q3, FY2025

### Dunedin City Holdings Ltd Work Programme

#### This quarter

- Delivered half-year reports and interim financial statements for group companies
- Delivered draft Statements of Intent for FY26
- Progressed strategic planning for Dunedin Railways, following Council's funding decision
- Commenced review of DCC's draft Investment Framework

#### Next two quarters

- Complete review of DCC's draft investment Framework
- Continue progress with Dunedin Railways forward plan
- Workshops to update Council on the Investment Framework review, Dunedin Railways strategy and three group company presentations
- Finalise Statements of Intent for the year ending 30 June 2026
- Monitor group company performance and deliver budgeted distributions
- Move forward with DCHL Carbon Road Map

### Profit before tax (year to date)

Company		Actual 31 March 25	Actual 31 March 2024	Budget on track
COMMERCIAL	Aurora Energy	\$19.6m	\$20.9m	✓
	City Forests	\$6.2m	\$7.6m	✓
	Delta	\$2.1m	\$1.4m	✗
	Dunedin Airport <sup>(2)</sup>	\$5.7m	\$4.5m	✓
COMMUNITY	Dunedin Railways	\$(0.4)m	\$(0.8)m	✓
	Dunedin City Treasury	\$(0.8)m	\$1.7m	✓
	Dunedin Stadium Property	\$(7.2)m	\$(5.8)m	✓
	Dunedin Venues Management Ltd	\$(0.4)m	\$0.3m	✓

### Free cash flows <sup>(1)</sup> (year to date)

Company		Actual 31 March 2025	Actual 31 March 2024	Budget on track
COMMERCIAL	Aurora Energy	\$(26.5)m	\$(33.9)m	✓
	City Forests	\$4.5m	\$3.1m	✓
	Delta	\$1.3m	\$2.9m	✗
	Dunedin Airport <sup>(2)</sup>	\$0.3m	\$1.7m	✓
COMMUNITY	Dunedin Railways	\$(0.6)m	\$(0.5)m	✓
	Dunedin City Treasury	\$(3.5)m	\$1.3m	✓
	Dunedin Stadium Property	\$(1.1)m	\$(3.6)m	✓
	Dunedin Venues Management Ltd	\$(0.2)m	\$4.8m	✓

(1) Free cash flows = operating cash flows less capital expenditure.

(2) Dunedin Airport is 50% owned by DCHL. These tables show 100% of NPBT and free cash flows.

3

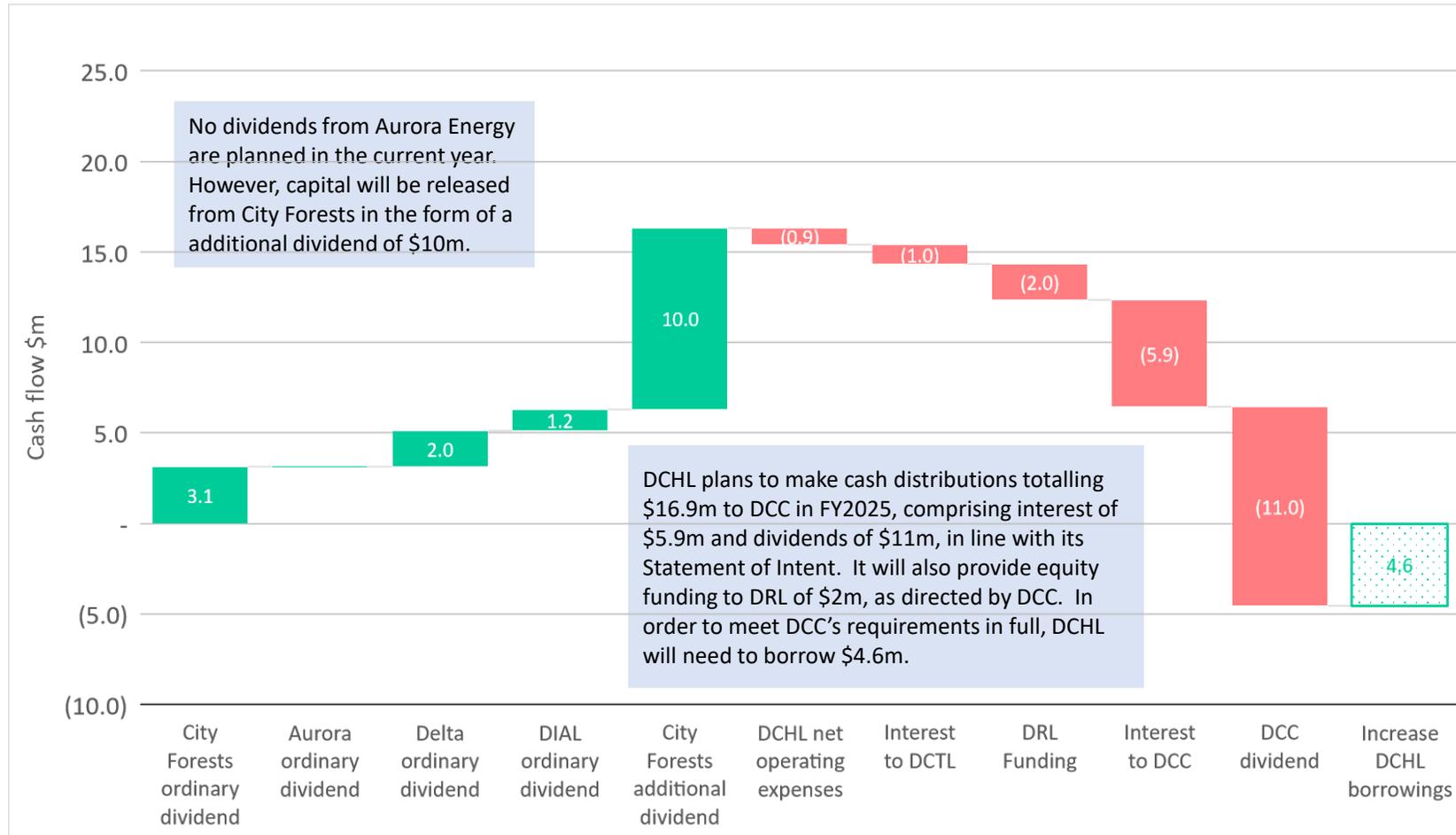


DUNEDIN CITY HOLDINGS LIMITED

## Report to Finance & CCOs Committee

Covering Q3, FY2025

### Dunedin City Holdings Ltd (parent company) – FY2025 forecast cash flows and shareholder distributions





DUNEDIN CITY HOLDINGS LIMITED

## Overview of company activities



- Good progress on new zone substation build at Smith St, Dunedin
- Commenced piloting of third-party digital analytics platforms to gain insights from smart electricity meter data
- First of four 2025 Health & Safety forums held with Aurora contractors early in the quarter
- Confirmed sponsorship of upcoming 3-day Electrify Queenstown 3-day event which will promote electrification and decarbonisation in the region
- Aurora staff attended Lake Hayes, Omakau and Wanaka A & P shows plus the Brighton Gala Day to engage face-to-face with local communities
- Community drop-in session hosted at the new Omakau zone substation in January with around 40 members of the community in attendance



- Q4 log export revenue likely to be impacted by China market correction and USA / China tariffs
- Domestic revenue remains steady but constrained by low construction activity
- Carbon market flat, NZU sales underway Q4
- Production on track and ahead of plan YTD
- Estate maintenance & silviculture on track
- New silvicultural thinning practices being implemented
- H & S, Environmental and FSC performance on track
- Wilding pine removal operations completed for F25



- Customer relationships remain strong at all levels throughout the business
- HSE remains a key focus as we introduce initiatives to reduce manual handling.
- Workloads in Greenspace and Metering departments have been strong, however there have been some inconsistencies with workload for the Power team
- Working to gain accreditation as a silver partner on the WorkWell employee wellbeing programme (bronze level already achieved)
- Recruitment and retention of trained/qualified staff remains a focus
- Optimisation of Central Otago properties and depot sites in progress – McNulty Road Cromwell property is on the market
- Carbon and waste minimisation strategy is being refreshed



- Passenger volumes remain soft, down 8% year-on-year and 3% below budget, continuing downward trend
- Air New Zealand fleet issues persist, with six A320s grounded due to global engine problems. Rolls-Royce engine maintenance is also affecting the Dreamliner fleet, impacting wider network capacity.
- Jetstar's Dunedin-Gold Coast service launches in June. Forward bookings are ahead of expectations, with strong average fares indicating good route sustainability.
- Airports (Cost Recovery for Processing of International Travellers) Act has now passed. This will result in an estimated \$800k unexpected cost to DIAL over FY26, 27 and 28.



- Cruise and charter season is winding down, with only a few remaining services scheduled for April
- 2025/26 scheduling is underway, with regular Taieri Gorge services confirmed for winter and summer
- Preparation for a tourism trade event is in progress, with two full days of meetings scheduled with key buyers in May
- Maintenance programmes are on track and being delivered in line with operational plans and scheduled priorities
- Sold out Easter themed train



- New LED grow lights demonstrating positive outcomes.
- Concrete sealant project in the South Stand is progressing well
- Work on maintenance for ETFE Transparent Polymer Expansion Patch and Cap Gaskets completed.
- Other capital and maintenance programmes continue in line with the AMP.



- July All Blacks Test Match v France – 5 July 2025. Tickets on sale. Economic impact expected > \$10m
- Hosted largest crowd of the NZ Freestyle Kings tour
- Building on this engagement, Hot Wheels Monster Truck on sale, with a second show announced
- NZ Cricket Internationals held at University Oval in March – weather disruption was disappointing
- Liaising with NZ Cricket on finalisation of International allocation to Dunedin Summer 2025/26.
- Work continues to secure major events for the Stadium in 2025/2026. Strong uptake of artists (particularly comedy) at Town Hall.



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	All measures on track or in progress.
Aurora Energy	Performance against targets currently on track with the exception of TRIFR (YTD actual 0.9 versus target of 'nil') and Contractors TRIFR (YTD Act 6.1 versus target of <3.25) and some carbon emission and waste reduction milestone dates. We are continuing to monitor TRIFR results and plan to refine our GHG and waste reduction plans.
City Forests	CFL performance measures are on track, except for rolling 3-year rate of return which is impacted by global economic conditions.
Delta	On track to achieve most non-financial targets in the FY25 Statement of Intent.
Dunedin City Treasury Ltd	All measures on track.
Dunedin International Airport Ltd	Air New Zealand's domestic capacity constraints continue to affect several SOI performance measures, with softened passenger volumes impacting key commercial metrics. ACA Level 4 carbon accreditation is now unlikely to be achieved by June 2025. Broader capacity limitations and economic conditions also place opportunities for additional domestic and regional routes at risk.
Dunedin Railways	All measures on track or in progress.
Dunedin Stadium Property Ltd	Planned debt repayment remains challenging in the short-term, noting capex requirements and reduced rent and outgoings charged to Dunedin Venues.
Dunedin Venues Management Ltd	Member satisfaction has been measured at 66%, below the 80% target. The remaining measures are either in progress or achieved.

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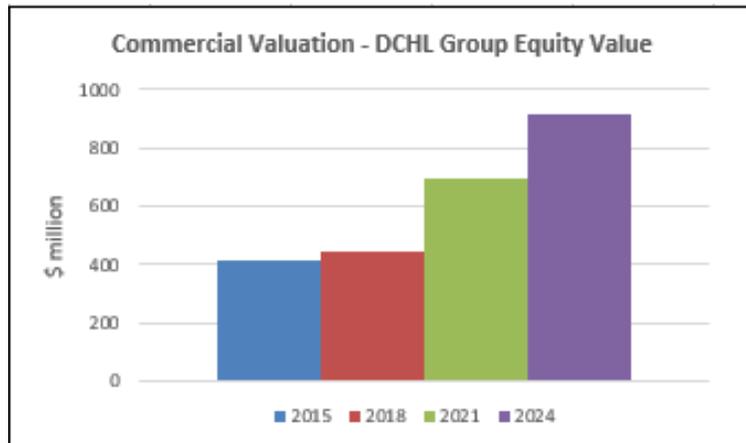


DUNEDIN CITY HOLDINGS LIMITED

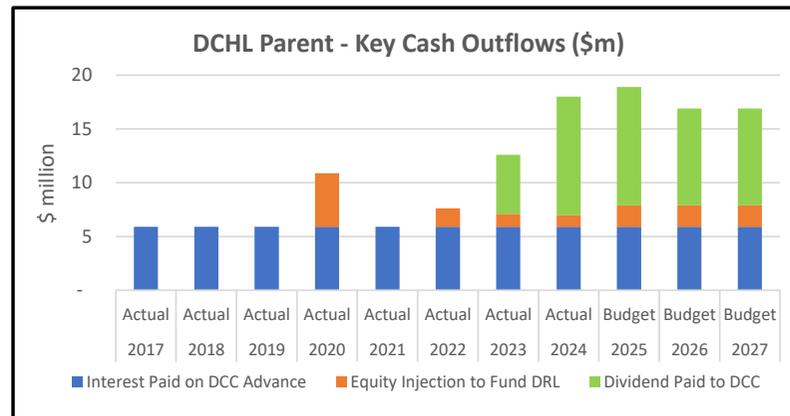
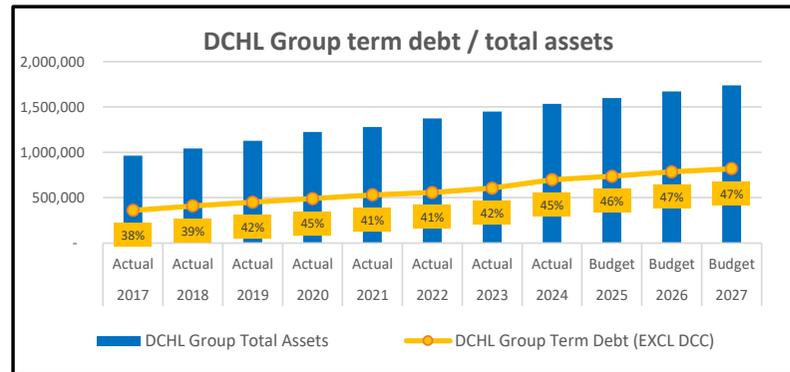
## DCHL Portfolio Performance

### Valuation of DCHL commercial entities

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



DCHL's equity in commercial entities is independently valued every three years for internal purposes. Valuations were refreshed last year – total equity increased by \$226m since 2021 to \$919m in 2024. Combined with dividends paid to DCHL, this gives an annualised total return of 11.2% per annum for the period 1 July 2015 to 30 June 2024.



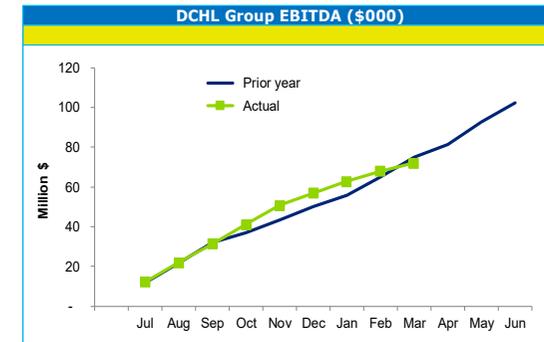
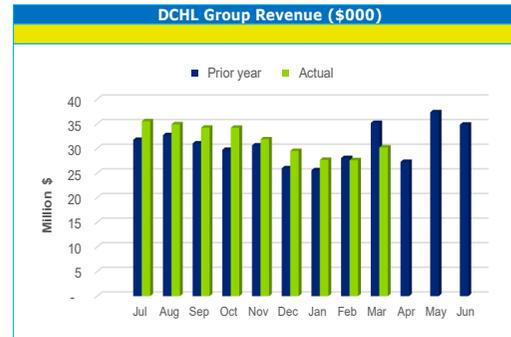
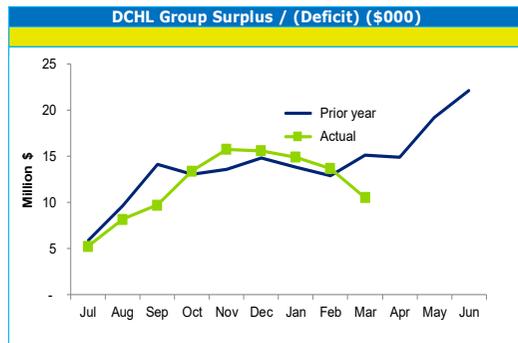
Excludes DCHL's equity contributions to DVML and DSPL which are passed through from DCC. DCHL will be providing DRL with equity funding of up to \$2.0m in 2025, 2026 and 2027. In this report, 'budget' figures for 2025-2027 reflect budgets prepared in June 2024, in conjunction with group company Statements of Intent.



**DUNEDIN CITY HOLDINGS LIMITED**

**Financial results for the quarter**

Year-to-date ended 31 March 2025



Represented by:

Surplus / (Deficit) b.t.	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	19.642	20.876
City Forests	6.228	7.559
Delta Utility Services	2.104	1.394
Dunedin Venues	(0.377)	0.278
Dunedin Railways	(0.399)	(0.748)
Stadium Property	(7.245)	(5.756)
Treasury	(0.773)	1.743
Holdings (parent)	(2.608)	(3.612)
Dunedin Airport (50%)	2.873	2.270
less internal transactions	(7.222)	(7.826)
<b>Total DCHL Group *</b>	<b>12.223</b>	<b>16.178</b>

DCHL Group net profit before tax was \$4m lower than the same period last year. Treasury accounts for over half of this variance – this is a timing difference only, which is expected to correct by year end. The higher Stadium Property loss reflects a temporary reduction in rent and outgoing recoveries from DVML in FY25.

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

Revenue	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	124.590	116.978
City Forests	48.994	52.136
Delta Utility Services	104.654	96.521
Dunedin Venues	6.673	9.252
Dunedin Railways	2.943	2.193
Stadium Property	0.750	2.107
Treasury	45.610	42.641
Holdings (parent)	3.880	2.521
less eliminations	(52.414)	(53.793)
<b>Total DCHL Group</b>	<b>285.680</b>	<b>270.556</b>
Dunedin Airport (100%)	18.475	15.972

The Group's revenue for the year-to-date is \$15.1m higher than the prior year, with favourable increases across Aurora and Delta.

Represented by:

EBITDA	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	60.972	59.552
City Forests	8.284	9.255
Delta Utility Services	7.854	7.670
Dunedin Venues	(0.068)	0.619
Dunedin Railways	(0.366)	(0.724)
Stadium Property	(0.311)	1.125
Treasury	(0.773)	1.743
Holdings (parent)	2.513	1.509
less internal transactions	(6.047)	(5.883)
<b>Total DCHL Group *</b>	<b>72.058</b>	<b>74.866</b>
Dunedin Airport (100%)	9.227	8.232

Adjusting for timing differences in Treasury, group EBITDA is in line with last year.

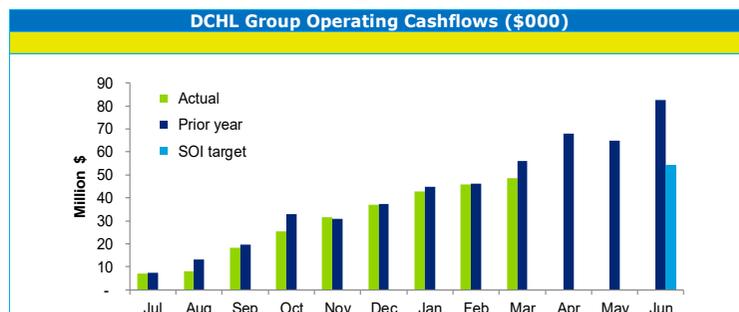
Note Dunedin Airport is equity accounted as an associate, so its revenue and EBITDA are not fully consolidated in the DCHL group financial statements



DUNEDIN CITY HOLDINGS LIMITED

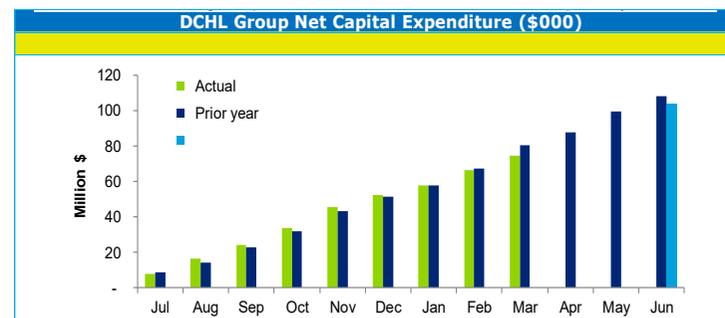
## Financial results for the quarter

Year-to-date ended 31 March 2025



Represented by:

Operating Cashflows	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	48.199	46.093
City Forests	4.941	3.452
Delta Utility Services	3.456	4.428
Dunedin Venues	0.011	5.262
Dunedin Railways	(0.497)	(0.420)
Stadium Property	(0.314)	(0.662)
Treasury	(3.459)	1.285
Holdings (parent)	(1.367)	(2.316)
less internal transactions	(6.0)	(5.883)
<b>Total DCHL Group *</b>	<b>44.923</b>	<b>51.239</b>
Dunedin Airport (100%)	5.949	4.530



Represented by:

Capital Expenditure	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	74.697	79.984
City Forests	0.408	0.350
Delta Utility Services	2.188	1.484
Dunedin Venues	0.260	0.500
Dunedin Railways	0.128	0.047
Stadium Property	0.751	2.986
Treasury	-	-
Holdings (parent)	-	-
less internal transactions	(3.6)	(4.883)
<b>Total DCHL Group *</b>	<b>74.819</b>	<b>80.468</b>
Dunedin Airport (100%)	5.616	2.830

Aurora Energy's capital investment programme continued. Other group company capital expenditure is not material to the group.

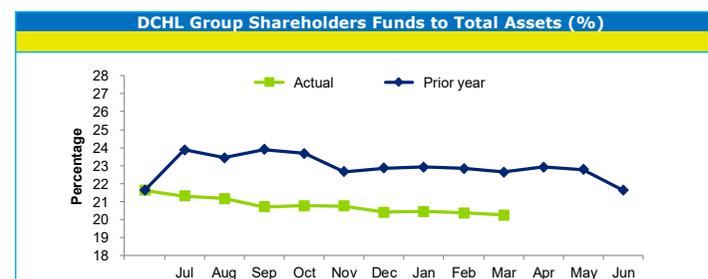
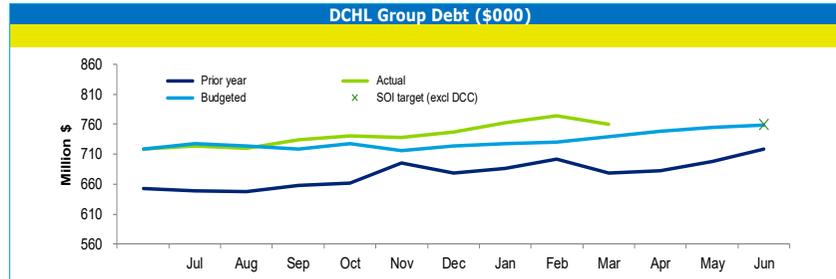
Note Dunedin Airport is equity accounted as an associate, so its operating cash flows and capital expenditure are not consolidated in the DCHL group financial statements



**DUNEDIN CITY HOLDINGS LIMITED**

**Financial results for the quarter**

Year-to-date ended 31 March 2025



To fund (\$'000s)	31 March 2025 \$000	31 March 2024 \$000
Aurora Energy Ltd	563,010	524,935
City Forests Ltd	48,500	35,700
Delta Utility Services Ltd	9,800	11,525
Dunedin City Council	641,000	573,000
Dunedin City Holdings Ltd	22,626	22,011
Dunedin Stadium Property Ltd	85,619	86,813
Dunedin Railways Ltd	-	-
Dunedin Venues Management Ltd	-	-
<b>Total DCC and company borrowings</b>	<b>1,370,555</b>	<b>1,253,984</b>
DCTL additional balances to fund above (largely held as cash)	37,303	(2,436)
Fair value impact on bonds	(7,560)	(19,502)
<b>Total DCTL borrowings to fund the above</b>	<b>1,400,298</b>	<b>1,232,046</b>

S/H's Funds to Total Assets	Current YTD (\$m)	Prior YTD (\$m)
Aurora Energy	25%	25%
City Forests	67%	70%
Delta Utility Services	55%	43%
Dunedin Venues	16%	8%
Dunedin Railways	68%	36%
Stadium Property	36%	37%
Treasury	0%	1%
Holdings (parent)	54%	54%
<b>Holdings (group)</b>	<b>20%</b>	<b>23%</b>

Total DCHL group borrowings (including funding of loans to DCC) totalled \$1.4bn at 31 March 2025, an increase of \$168m on the prior year. This increase is mostly driven by the capital expenditure requirements of DCC and Aurora.

City Forests' borrowings have also increased, pending planned carbon sales.

Group shareholder funds as a percentage of total assets continues to track lower due to higher debt balances as well as mark to market adjustments in the hedge reserve arising from falling interest rates and favourable exchange rates.

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## WAIPORI FUND - QUARTER ENDING 31 MARCH 2025

Department: Finance

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### EXECUTIVE SUMMARY

- 1 The attached report from Dunedin City Treasury Limited provides information on the results of the Waipori Fund for the quarter ended 31 March 2025.

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the report from Dunedin City Treasury Limited on the Waipori Fund for the quarter ended 31 March 2025.

### 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 March 2025 quarter. The report is provided as Attachment A.

### OPTIONS

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

### NEXT STEPS

- 5 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.

### Signatories

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

	Title	Page
<a href="#">↓A</a>	Waipori Fund March 2025 Quarter	42

**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"/>	✓
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"/>	✓

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.

***Zero carbon***

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

There are no impacts for sustainability.

***Financial considerations***

Financial considerations are presented in the Waipori Fund report for the March 2025 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***

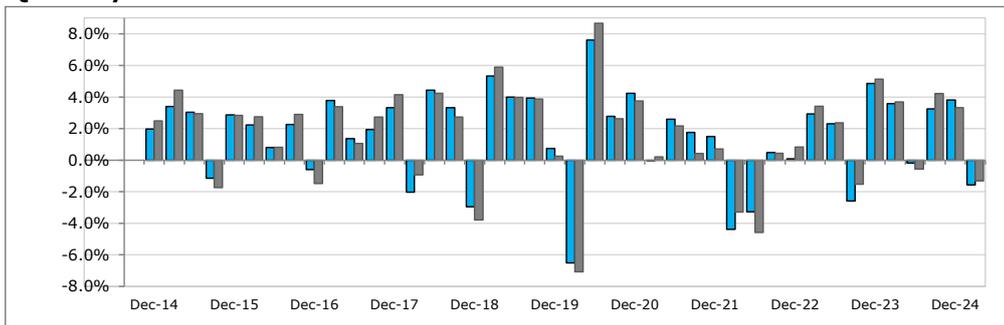
There are no implications for Community Boards.

**Dunedin City Treasury Ltd**

50 The Octagon  
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 April 2025  
**SUBJECT:** **WAIPORI FUND - March 2025 Quarter**

**Quarterly Returns vs Benchmark**



**March 2025 Quarter**

The Fund made a loss of 1.6% over the quarter, relative to the negative Benchmark return of 1.3%. The equity portion of the portfolio delivered a loss, returning -3.7% compared to the benchmark's -4.3% loss. Good stock selection within the International equities contributed to this outperformance. The portfolio slightly lagged the benchmark for the year, returning 4.9% versus the benchmark's 5.1%.

**Fund Returns**

Period ended <b>31 March 2025</b>	Waipori		Benchmark	
	Quarter %	FY %	Quarter %	FY %
NZ Equities (NZ50 Gross)	-8.6	4.5	-6.4	4.7
Australian Equities (Australian All Acc)	-3.7	4.6	-3.6	3.9
Int'l Equities (MSCI World Gross)	0.6	7.7	-2.6	11.5
Property Equities (NZ Real Estate)	-4.2	0.0	-4.5	1.5
Short Term Interest (NZ 90 day bb)	0.9	4.1	1.0	3.8
Fixed Interest (NZ Corp Bond index)	1.2	6.8	1.0	6.1
<b>TOTAL</b>	<b>-1.6</b>	<b>5.5</b>	<b>-1.3</b>	<b>6.3</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**

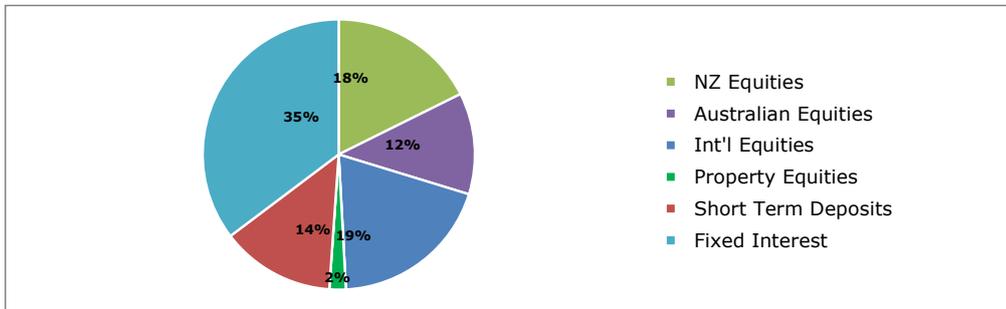
Waipori is diversified across asset classes with 51.1% invested in growth assets (equities and property) and 48.9% invested in income assets (fixed interest investments and short term deposits /cash).

The market value of the investment portfolio (i.e. the total value of all financial assets held) as at 31 March 2025 was \$107.6 million.

**Summary of Investments**

As at 31 March 2025	Market Value	Percentage of Portfolio	Benchmark/ Exposure Range*
NZ Equities	18,949,707	17.6	16.0
Australian Equities	13,078,949	12.2	11.0
Int'l Equities	20,891,075	19.4	15.0
<b>Equities</b>	<b>52,919,731</b>	<b>49.2</b>	<b>20.0 - 60.0</b>
Property Equities	2,104,954	2.0	3.0
<b>Property</b>	<b>2,104,954</b>	<b>2.0</b>	<b>0.0 - 10.0</b>
Short Term Deposits (incl. bank account balance)	14,590,806	13.6	10.0
Fixed Interest	38,018,754	35.3	45.0
<b>Fixed Interest</b>	<b>52,609,560</b>	<b>48.9</b>	<b>40.0 - 70.0</b>
<b>TOTAL</b>	<b>107,634,245</b>	<b>100.0</b>	<b>100.0</b>

**Asset Allocation**



**Market Outlook**

As expected, the Reserve Bank of New Zealand (RBNZ) continued its easing path at its February meeting, cutting the OCR by 0.50% to 3.75%. Subsequently, and also as expected, the RBNZ further reduced the OCR by 0.25% to 3.50% at its April meeting. Currently, the market anticipates three additional 0.25% cuts to the OCR throughout the remainder of this year.

2025 began with moderate international equity opportunities driven by US momentum, but US tariffs caused policy instability and recession risk, leading to caution. Market downturns now offer long-term value despite decreased optimism. Australian markets sharply declined with US equities due to tariffs, highlighting global market vulnerability to trade disputes, though Australia's economy appears relatively strong. New Zealand has the lowest tariffs and low global exposure, yet its NZX 50 still fell significantly; short-term volatility is expected, but many NZ firms should have limited direct tariff impact.

The Fund continues to take a long-term investment approach, diversifying across regions and sectors with 51.1% in growth assets (equities) and 48.9% in income-generating assets (fixed interest). It focuses on equities from stable, dividend-paying companies that consistently deliver dividends, even during periods of market uncertainty.

Tim Loan  
**CHAIR**

Gerhard Riepl  
**TREASURY ANALYST**

Richard Davey  
**TREASURER**

**WAIPORI FUND  
PERFORMANCE VERSUS INVESTMENT OBJECTIVES**

31 March 2025

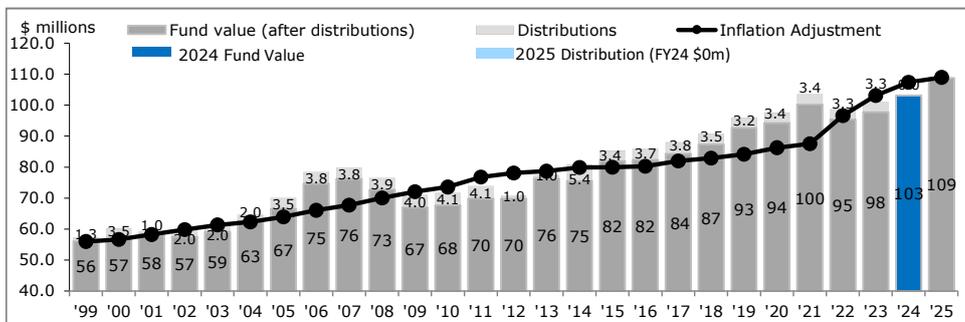
**1. INCOME**

Objective	2025 Est. Cash Income	2025 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.	\$4,055,547	3.9%	4.4%	25 3/4

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

Objective	Total Fund Value 31 Mar 2025	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)	<b>\$108,800,000</b>	\$108,900,000	✗

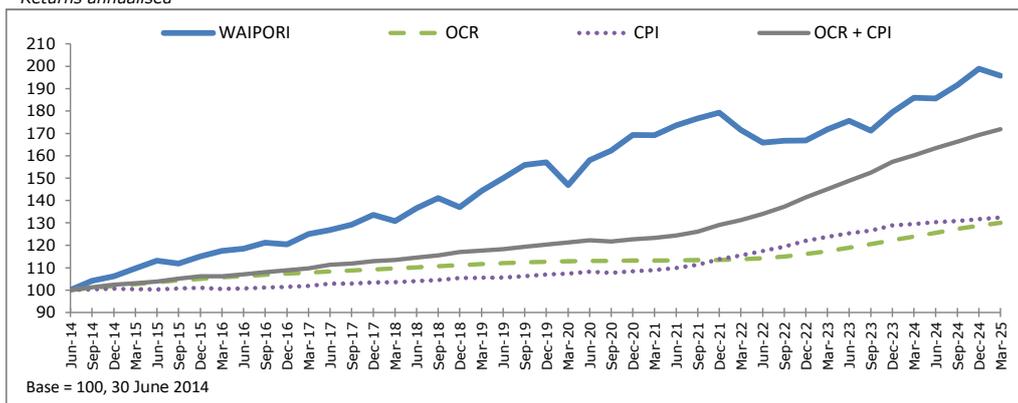
# Fund value less accrued distribution (\$000) (No dist. in 2025 so far; total dist. since 1999~\$77M, CPI adj. ~\$106M)  
The difference between Total Fund Value and Total Summary of Investments (page 2) is other receivables such as dividends, interest and sales proceeds due but not yet received.



**3. TOTAL RETURN (Period June 2014 - March 25)**

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%	2.5%	2.6%	5.2%	✓	10.75

\*Returns annualised



**WAIPORI FUND**

Statement of Financial Performance for month ended 31 March 2025

Quarter 31-Mar-24	Actual YTD 31-Mar-24		Actual	Quarter Target	Variance	Actual	Year to Date Target	Variance	Target Full Year
225,199	1,005,446	<b>Income</b>	265,897	377,468	(111,571)	1,077,062	1,219,564	(142,502)	1,747,074
430,624	1,290,006	Dividends	504,237	516,320	(12,083)	1,505,569	1,669,267	(163,698)	2,308,473
(52,780)	(56,938)	Interest	292,681	-	292,681	219,154	-	219,154	-
		Surplus on sale of Equities							
2,394,167	2,599,188	<b>Unrealised Gains/(Losses)</b>	(2,723,310)	n.a.	n.a.	72,180	n.a.	n.a.	n.a.
451,851	(218,338)	Equities	(64,977)	n.a.	n.a.	1,586,013	n.a.	n.a.	n.a.
2,846,018	2,380,850	Exchange Movements	(2,788,287)	451,915	(3,240,202)	1,658,193	1,355,745	302,448	1,807,660
185,926	1,249,310	Revaluation of Equities	63,380	-	63,380	1,427,672	-	1,427,672	-
294	(1,566)	Revaluation of Bonds	2,019	-	2,019	2,257	-	2,257	-
3,635,281	5,867,108	Revaluation of \$AUD Bank A/C	(1,660,073)	1,345,703	(3,005,776)	5,889,907	4,244,576	1,645,331	5,863,207
		<b>Total Income</b>							
32,098	128,392	<b>less Expenses</b>	49,665	49,666	(1)	148,995	148,999	(4)	198,665
29,898	62,104	Management Fees	21,859	16,898	4,961	60,152	50,693	9,459	67,591
33	119	Equity Management Advice	34	35	(1)	104	104	-	138
		Bank Fees							
62,029	190,615	<b>Total Expenses</b>	71,558	66,599	4,959	209,251	199,796	9,455	266,394
<b>3,573,252</b>	<b>5,676,493</b>	<b>Net Surplus/(Deficit)</b>	<b>(1,731,631)</b>	<b>1,279,104</b>	<b>(3,010,735)</b>	<b>5,680,656</b>	<b>4,044,780</b>	<b>1,635,876</b>	<b>5,596,812</b>

**WAIPORI FUND**

Statement of Movement in Principal of Fund  
For Period to 31 March 2025

30-Jun-24		31-Mar-25
59,050,000	<b>Principal Opening</b>	59,050,000
-	Additional Capital	-
59,050,000	Closing Balance	59,050,000
	<b>Inflation Adjustment Reserve</b>	
44,667,063	Opening Balance	48,894,667
4,227,604	Transfer from Retained Earnings	1,610,098
48,894,667	Closing Balance	50,504,765
	<b>Retained Earnings</b>	
(6,026,182)	Opening Balance	(4,808,254)
5,445,532	Net Surplus/(Deficit)	5,680,656
(4,227,604)	Transfer to Inflation Adjustment Reserve	(1,610,098)
-	Distribution to Council	-
(4,808,254)	Closing Balance	(737,696)
<b>103,136,413</b>	<b>Total Fund at End of the Period</b>	<b>108,817,069</b>

Statement of Financial Position  
As at 31 March 2025

30-Jun-24		31-Mar-25
184,791	<b>Current Assets</b>	241,668
654,923	Bank Account	1,249,393
17,548,980	Debtors/Prepayments	14,349,138
18,388,694	Short Term Investments	15,840,199
	<b>Total Current Assets</b>	
53,093,485	<b>Investments</b>	55,024,685
31,717,918	Equities	38,018,754
84,811,403	Term Financial Instruments	93,043,439
<b>103,200,097</b>	<b>Total Assets</b>	<b>108,883,638</b>
	less	
63,684	<b>Current Liabilities</b>	66,569
63,684	Accruals	66,569
<b>103,136,413</b>	<b>Total Value of Fund</b>	<b>108,817,069</b>

## FINANCIAL REPORT - PERIOD ENDED 30 APRIL 2025

Department: Finance

### EXECUTIVE SUMMARY

- 1 This report provides the financial results for the period ended 30 April 2025 and the financial position as at that date.
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

#### Financial Overview For the period ended 30 April 2025

\$ Million	Actual YTD	Budget YTD	Variance YTD		Last Year YTD
Revenue	328.871	330.976	(2.105)	U	311.289
Expenditure	353.680	370.902	17.222	F	347.967
Net Surplus/(Deficit) excluding Waipori	(24.809)	(39.926)	15.117	F	(36.678)
Waipori Fund Net	5.085	3.689	1.396	F	4.541
Net Surplus/(Deficit) including Waipori	(19.724)	(36.237)	16.513	F	(32.137)
<b>Capital Expenditure</b>	116.455	174.788	58.333		175.174
<b>Debt</b>					
Current Year Loan	67.499	131.500	64.001	F	113.200
Prior Year Loan	590.473	588.973	(1.500)	U	460.273
Accrued Interest	2.030	-	(2.030)	U	-
<b>Total Debt</b>	660.002	720.473	60.471	F	573.473

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the period ended 30 April 2025 and the Financial Position as at that date.

## **BACKGROUND**

- 3 This report provides the financial statements for the period ended 30 April 2025. 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 April 2025. Please refer to Attachment I for the detailed financial update.

### **Statement of Financial Performance**

- 5 Revenue was \$328.871 million for the period or \$2.105 million less than budget.
- 6 Operating revenue (external and internal combined) was unfavourable \$1.333 million mainly due to lower-than-expected revenue from the Parking Services, Aquatic Services, Resource Consents and Building Services activities.
- 7 Grants revenue was unfavourable \$1.543 million reflecting funding decisions by NZTA under the National Land Transport Programme, and a reduction in the contractor work programme in specific areas to offset cost over runs in some activities. NZTA subsidy revenue totalling \$1.633 million relating to the October rain event has been received, with a further \$3.104 million approved which will be claimed as costs are incurred.
- 8 Expenditure was \$353.680 million for the period, or \$17.222 million less than budget.
- 9 Personnel costs was unfavourable \$528k, reflecting overtime payments for 3 waters and union negotiated contract increases, which is being managed with vacancy management. The month of April showed a favourable variance of \$61k, partly driven by changes in the annual leave provision.
- 10 Operations and maintenance expenditure was favourable \$4.260 million; however, this favourable variance was offset by an unfavourable \$1.099 million variance in internal costs, largely due largely to landfill disposal costs for kerbside collections now recorded as internal costs. Unfavourable Transport maintenance costs are more than offset by under expenditure in other activities, including Three Waters and Waste and Environmental Services. Transport costs included emergency works totalling \$1.974 million associated with the October 2024 rain event.
- 11 Depreciation costs were favourable \$11.353 million, mainly due to the revaluation of Three Waters assets, and to a lesser extent Property and Parks assets.
- 12 Interest costs were favourable \$3.956 million, reflecting a lower interest rate than budgeted and lower debt.
- 13 Year to date the Waipori Fund has reported a net operating surplus of \$5.085 million, \$1.396 million more than budget. Operating revenue was favourable \$1.404 million. However, International and New Zealand equities saw a decrease in value of \$1.186 million during April. Fixed term investments values saw a small decrease in value for the month, however, still maintaining favourable results for the year to date.

## Statement of Financial Position

- 14 Capital expenditure was \$116.455 million or 66.6% of the year-to-date budget. Capital expenditure in most activities was generally within budget for the period. Capital expenditure is forecast to be \$150 million as at 30 June.
- 15 The loans balance at 30 April was \$657.972 million which was \$62.501 million less than budget. This a reflection of the capital expenditure programme, which was underspent by \$58.333 million to April. Additional to the April loans balance there was accrued interest of \$2.030 million.
- 16 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 2024-2027 based on the current Statements of Intent (SOI), and the first two years of the draft 9-year plan.

## OPTIONS

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

## NEXT STEPS

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

## Signatories

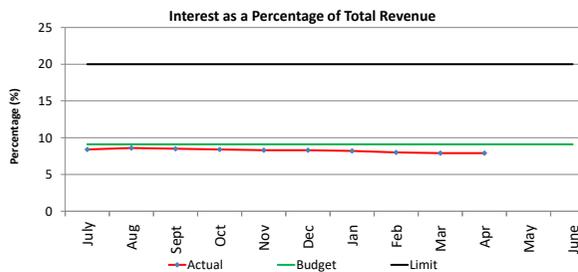
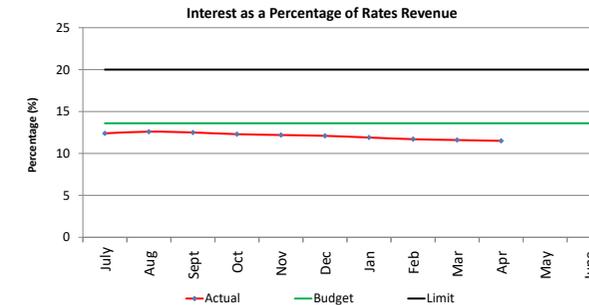
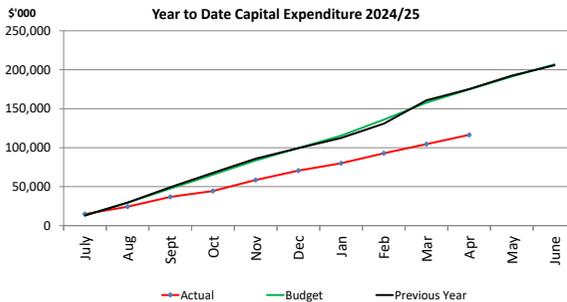
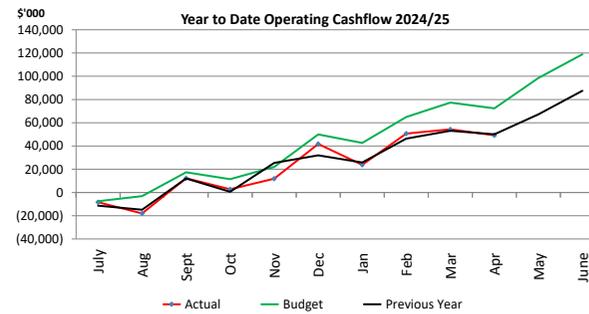
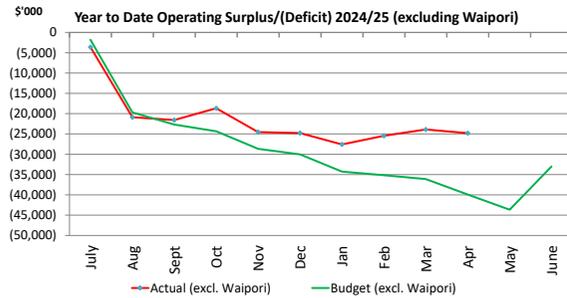
Author:	Lawrie Warwood - Financial Analyst
Authoriser:	Carolyn Allan - Chief Financial Officer

## Attachments

	<b>Title</b>	<b>Page</b>
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<a href="#">↓B</a>	Debt Graph	50
<a href="#">↓C</a>	Statement of Financial Performance	51
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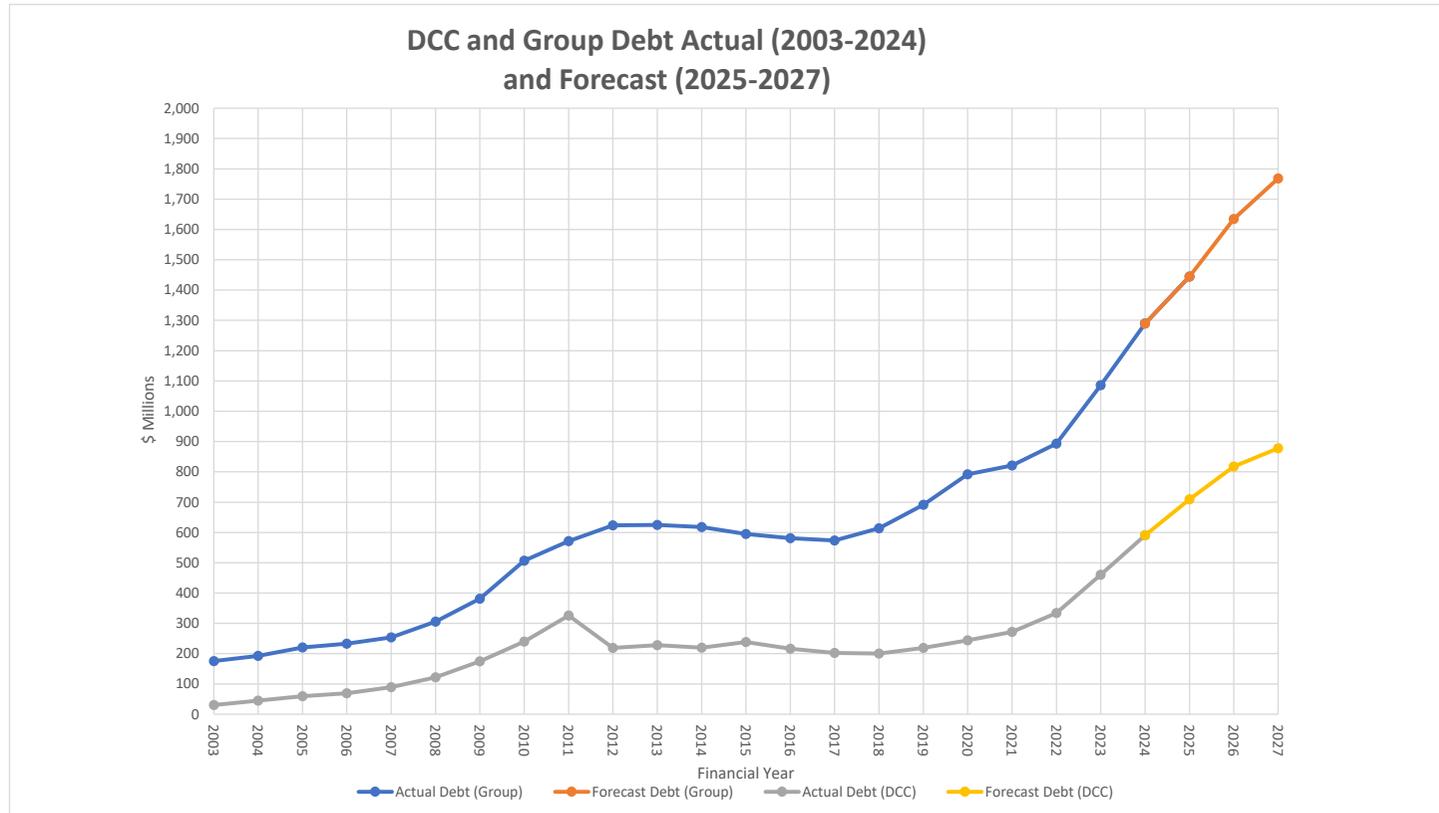
**DUNEDIN CITY COUNCIL**

**Summary Financial Information**  
For the Ten months ending 30 April 2025



**Year to Date Borrowing Metrics 2024/25**

	Limit	Actual	Budget
Interest as a % rates revenue	< 30% *	11.5%	13.6%
Interest as a % total revenue	< 20% *	7.9%	9.1%
Debt % annualised revenue	250.0%	177.5%	187.6%



**Sources:**

Actual debt: Dunedin City Council annual reports from 2003 to 2024.

Forecast debt (Group): Dunedin City Treasury Ltd Statement of Intent for the year ending 30 June 2027, Dunedin City Holdings Ltd projections and the DCC draft 9 year plan.

**DUNEDIN CITY COUNCIL**

**Statement of Financial Performance**  
**For the Ten Months Ending 30 April 2025**  
Amount : \$'000

Month Actual	Month Budget	Month Variance		Year to Date Actual	Year to Date Budget	Year to Date Variance		LY YTD Actual	LY Full Year Actual	Full Year Budget
<b>REVENUE</b>										
19,990	19,918	72	F	199,895	199,184	711	F	169,466	203,946	239,021
16	35	19	U	1,478	1,009	469	F	1,319	1,654	1,300
6,974	7,053	79	U	66,625	69,057	2,432	U	66,755	92,741	93,331
2,118	1,667	451	F	22,869	24,412	1,543	U	37,365	42,830	27,327
336	321	15	F	2,799	3,208	409	U	3,392	8,823	6,850
3,409	3,411	2	U	35,205	34,106	1,099	F	32,992	39,601	40,927
<b>32,843</b>	<b>32,405</b>	<b>438</b>	<b>F</b>	<b>328,871</b>	<b>330,976</b>	<b>2,105</b>	<b>U</b>	<b>311,289</b>	<b>389,595</b>	<b>408,756</b>
<b>EXPENDITURE</b>										
6,920	6,981	61	F	70,540	70,012	528	U	68,981	83,091	83,879
6,261	7,323	1,062	F	70,931	75,191	4,260	F	69,431	88,227	89,810
2,992	3,149	157	F	31,674	31,598	76	U	28,713	33,360	35,673
2,385	2,191	194	U	21,425	20,689	736	U	21,061	33,571	25,792
194	238	44	F	10,307	10,399	92	F	10,140	10,835	10,906
3,409	3,411	2	F	35,205	34,106	1,099	U	32,992	39,601	40,927
9,434	10,189	755	F	90,534	101,887	11,353	F	96,267	117,100	122,356
2,163	2,702	539	F	23,064	27,020	3,956	F	20,382	24,467	32,424
<b>33,758</b>	<b>36,184</b>	<b>2,426</b>	<b>F</b>	<b>353,680</b>	<b>370,902</b>	<b>17,222</b>	<b>F</b>	<b>347,967</b>	<b>430,252</b>	<b>441,767</b>
(915)	(3,779)	2,864	F	(24,809)	(39,926)	15,117	F	(36,678)	(40,657)	(33,011)
<b>Add</b>										
(596)	369	965	U	5,085	3,689	1,396	F	4,541	5,446	4,425
<b>(1,511)</b>	<b>(3,410)</b>	<b>1,899</b>	<b>F</b>	<b>(19,724)</b>	<b>(36,237)</b>	<b>16,513</b>	<b>F</b>	<b>(32,137)</b>	<b>(35,211)</b>	<b>(28,586)</b>

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

**DUNEDIN CITY COUNCIL**
**Statement of Financial Position  
As at 30 April 2025  
Amount : \$'000**

30-Jun-24 LY Full Year Actual		30-Apr-25 This Month Actual	30-Apr-25 This Month Budget	30-Jun-25 Full Year Budget	30-Apr-24 LY Month Actual
	<b>Current Assets</b>				
8,555	Cash and cash equivalents	6,360	11,772	6,052	4,292
13,749	Other current financial assets	10,426	10,883	10,883	12,033
29,558	Trade and other receivables	40,763	47,562	29,229	36,791
512	Current Tax Asset	511	370	250	359
586	Inventories	675	574	574	574
-	Non-current assets held for sale	-	-	-	-
1,769	Prepayments	2,809	1,483	1,483	1,483
54,729	<b>Total Current Assets</b>	61,544	72,644	48,471	55,532
	<b>Non Current Assets</b>				
197,292	Other non-current financial assets	205,074	200,251	200,404	199,311
136,339	Shares in subsidiary companies	136,339	136,339	138,889	133,789
5,806	Intangible assets	3,506	4,139	4,553	2,504
110,826	Investment property	110,443	116,967	122,907	108,757
4,520,340	Property, plant and equipment	4,549,059	4,770,654	4,846,706	4,487,261
4,970,603	<b>Total Non Current Assets</b>	5,004,421	5,228,350	5,313,459	4,931,622
5,025,332	<b>TOTAL ASSETS</b>	5,065,965	5,300,994	5,361,930	4,987,154
	<b>Current Liabilities</b>				
40,315	Trade and other payables	37,370	45,384	40,425	40,317
4,554	Short Term Borrowings	2,030	-	-	130,200
6,185	Revenue received in advance	5,303	5,091	5,446	5,076
11,252	Employee entitlements	10,472	9,050	10,066	9,851
62,306	<b>Total Current Liabilities</b>	55,175	59,525	55,937	185,444
	<b>Non Current Liabilities</b>				
590,473	Term Loans	657,972	720,473	709,473	460,273
1,257	Employee entitlements	1,246	1,275	1,245	1,275
22,206	Provisions	22,206	17,001	17,001	17,001
320	Other Non-Current Liabilities	320	320	320	320
614,256	<b>Total Non Current Liabilities</b>	681,744	739,069	728,039	478,869
676,562	<b>TOTAL LIABILITIES</b>	736,919	798,594	783,976	664,313
	<b>Equity</b>				
1,651,592	Accumulated funds	1,631,580	1,625,964	1,633,600	1,653,971
2,686,878	Revaluation reserves	2,686,879	2,865,374	2,933,277	2,657,874
10,300	Restricted reserves	10,587	11,062	11,079	10,996
4,348,770	<b>TOTAL EQUITY</b>	4,329,046	4,502,400	4,577,954	4,322,841
5,025,332		5,065,965	5,300,994	5,361,930	4,987,154

**Statement of Change in Equity  
As at 30 April 2025  
Amount : \$'000**

30-Jun-24 LY Full Year Actual		30-Apr-25 This Month Actual	30-Apr-25 This Month Budget	30-Jun-25 Full Year Budget	30-Apr-24 LY Month Actual
4,354,978	Opening Balance	4,348,770	4,538,637	4,538,637	4,354,978
(35,211)	Operating Surplus (Deficit)	(19,724)	(36,237)	(28,586)	(32,137)
29,003	Movements in Reserves	-	-	67,903	-
4,348,770		4,329,046	4,502,400	4,577,954	4,322,841

**DUNEDIN CITY COUNCIL**

**Statement of Cashflows  
For the Ten Months Ending 30 April 2025  
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	190,663	217,700	273,912	159,489
Other Revenue	100,774	102,081	121,692	100,494
Interest Received	5,001	4,599	7,878	4,955
Dividend Received	1,367	1,642	12,954	1,384
Income Tax Refund	-	-	370	-
<i>Cash was applied to</i>				
Suppliers and Employees	(223,249)	(222,505)	(265,336)	(195,006)
Interest Paid	(25,299)	(31,146)	(32,580)	(21,304)
<b>Net Cash Inflow (Outflow) from Operations</b>	<b>49,257</b>	<b>72,371</b>	<b>118,890</b>	<b>50,012</b>
<b>Cash Flow from Investing Activities</b>				
<i>Cash was provided from investing activities:</i>				
Sale of Assets	32	-	120	1,064
Reduction in Loans & Advances	-	-	-	-
Reduction in Investments Other	14,698	-	-	3,921
<i>Cash was applied to:</i>				
Increases in Loans & Advances	-	-	-	-
Increase in Investments DCHL	-	-	(2,550)	-
Increase in Investments Other	(16,791)	(2,850)	(2,850)	(8,455)
Capital Expenditure	(116,891)	(197,963)	(236,772)	(181,535)
<b>Net Cash Inflow (Outflow) from Investing Activity</b>	<b>(118,952)</b>	<b>(200,813)</b>	<b>(242,052)</b>	<b>(185,005)</b>
<b>Cash Flow from Financing Activities</b>				
<i>Cash was provided from financing activities:</i>				
Loans Raised	100,000	131,500	120,500	130,200
Increase in Short Term Borrowings	-	-	-	-
<i>Cash was applied to:</i>				
Loans Repaid	-	-	-	-
Decrease in Short Term Borrowings	(32,500)	-	-	-
<b>Net Cash Inflow (Outflow) from Financing Activity</b>	<b>67,500</b>	<b>131,500</b>	<b>120,500</b>	<b>130,200</b>
<b>Total Increase/(Decrease) in Cash</b>	<b>(2,195)</b>	<b>3,058</b>	<b>(2,662)</b>	<b>(4,793)</b>
<b>Opening Cash and Deposits</b>	<b>8,555</b>	<b>8,714</b>	<b>8,714</b>	<b>9,085</b>
<b>Closing Cash and Deposits</b>	<b>6,360</b>	<b>11,772</b>	<b>6,052</b>	<b>4,292</b>

Note: the statement of cashflow has a GST presentation inconsistency between the approved budget and actual result, with the budget presenting a GST inclusive total and actual result presenting an exclusive total.

During the year investments held by the Waipori Fund totalling \$14.698 million have matured, and replaced by new investments totalling \$16.791 million

**DUNEDIN CITY COUNCIL**

**Capital Expenditure Summary by Activity  
For the Ten Months Ending 30 April 2025  
Amount : \$'000**

Group	Year to Date	Year to Date	Year to Date	Year to Date	LY YTD Actual	Full Year Budget	YTD Actual vs FY Budget
	Actual	Budget	Variance	Variance %			
Community & Planning	19	105	86	18.1% U	(2)	105	18.1%
Economic Development	5	49	44	10.2% U	471	60	8.3%
Galleries, Libraries & Museums	1,429	3,036	1,607	47.1% U	1,261	3,527	40.5%
Governance & Support Services	597	3,263	2,666	18.3% U	1,603	3,895	15.3%
Property	22,155	30,700	8,545	72.2% U	33,761	37,195	59.6%
Regulatory Services	557	490	67	113.7% O	130	600	92.8%
Reserves & Recreational Facilities	6,297	12,693	6,396	49.6% U	6,177	16,075	39.2%
Roading & Footpaths	29,243	37,158	7,915	78.7% U	55,588	40,091	72.9%
Three Waters	51,250	68,023	16,773	75.3% U	65,798	80,123	64.0%
Waste Management	4,903	19,271	14,368	25.4% U	10,387	25,212	19.4%
	<b>116,455</b>	<b>174,788</b>	<b>58,333</b>	<b>66.6% U</b>	<b>175,174</b>	<b>206,883</b>	<b>56.3%</b>

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

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Community & Planning	City Development	New Capital	Street Trees and Furniture	-	100,000	(100,000)	100,000	
		Total New Capital		-	100,000	(100,000)	100,000	
	<b>Total City Development</b>				<b>-</b>	<b>100,000</b>	<b>(100,000)</b>	<b>100,000</b>
	Community Development & Events	New Capital	Water Screen - Matariki	19,365	-	19,365	-	
			Total New Capital	19,365	-	19,365	-	
		Renewals Capital	Task Force Green	-	5,000	(5,000)	5,000	
			Total Renewals Capital	-	5,000	(5,000)	5,000	
	<b>Total Community Development &amp; Events</b>				<b>19,365</b>	<b>5,000</b>	<b>14,365</b>	<b>5,000</b>
	<b>Total Community &amp; Planning</b>				<b>19,365</b>	<b>105,000</b>	<b>(85,635)</b>	<b>105,000</b>
	Economic Development	Destination Marketing	New Capital	Digital Content - Camera and Video Gear	4,971	49,170	(44,199)	60,000
Total New Capital			4,971	49,170	(44,199)	60,000		
<b>Total Destination Marketing</b>				<b>4,971</b>	<b>49,170</b>	<b>(44,199)</b>	<b>60,000</b>	
<b>Total Economic Development</b>				<b>4,971</b>	<b>49,170</b>	<b>(44,199)</b>	<b>60,000</b>	
Galleries, Libraries & Museums	Dunedin Public Art Gallery	New Capital	Acquisitions - Donation Funded	-	35,000	(35,000)	35,000	
			Acquisitions - DPAG Society Funded	-	30,000	(30,000)	30,000	
		Acquisitions - Rates Funded	114,062	120,000	(5,938)	120,000		
		Art in Public Places	217	-	217	-		
		Minor Capital Works	10,580	80,000	(69,420)	100,000		
		Total New Capital	124,860	265,000	(140,140)	285,000		
		Renewals Capital	Heating and Ventilation System	-	30,000	(30,000)	30,000	
	Total Renewals Capital	-	30,000	(30,000)	30,000			
	<b>Total Dunedin Public Art Gallery</b>				<b>124,860</b>	<b>295,000</b>	<b>(170,140)</b>	<b>315,000</b>
	Dunedin Public Libraries	New Capital	Heritage Collection Purchases	39,801	55,000	(15,199)	70,000	
			South Dunedin Library and Community Complex	367,819	600,000	(232,181)	600,000	
		Total New Capital	407,619	655,000	(247,381)	670,000		
		Renewals Capital	Acquisitions - Operational Collection	748,782	830,000	(81,218)	996,000	
	Minor Capital Equipment	2,566	45,830	(43,264)	55,000			
	Total Renewals Capital	751,349	875,830	(124,481)	1,051,000			
	<b>Total Dunedin Public Libraries</b>				<b>1,158,968</b>	<b>1,530,830</b>	<b>(371,862)</b>	<b>1,721,000</b>
	Olveston House	Renewals Capital	Minor Capital Works	12,239	39,000	(26,761)	40,000	
		Total Renewals Capital	12,239	39,000	(26,761)	40,000		
	<b>Total Olveston House</b>				<b>12,239</b>	<b>39,000</b>	<b>(26,761)</b>	<b>40,000</b>
	Toitū Otago Settlers Museum	New Capital	Acquisitions - Rates Funded	6,950	50,000	(43,050)	50,000	
Minor Capital Works			44,259	35,000	9,259	40,000		
New Gallery Space - Theatre			22,200	626,000	(603,800)	711,000		
Total New Capital		73,409	711,000	(637,591)	801,000			
Renewals Capital		Gallery Furniture and Office/Gallery Renewal	-	360,000	(360,000)	550,000		
		Minor Equipment Renewals	51,805	100,000	(48,195)	100,000		
		Plant Renewal	9,178	-	9,178	-		
Total Renewals Capital	60,983	460,000	(399,017)	650,000				
<b>Total Toitū Otago Settlers Museum</b>				<b>134,393</b>	<b>1,171,000</b>	<b>(1,036,607)</b>	<b>1,451,000</b>	
<b>Total Galleries, Libraries &amp; Museums</b>				<b>1,430,459</b>	<b>3,035,830</b>	<b>(1,605,371)</b>	<b>3,527,000</b>	

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

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	-	10,000	(10,000)	30,000
		Total New Capital		-	10,000	(10,000)	30,000
		Renewals Capital	General Replacement	240,357	390,000	(149,643)	390,000
		Total Renewals Capital		240,357	390,000	(149,643)	390,000
	<b>Total Fleet Operations</b>			<b>240,357</b>	<b>400,000</b>	<b>(159,643)</b>	<b>420,000</b>
	Civil Defence	New Capital	Plant Equipment	-	75,000	(75,000)	100,000
		Total New Capital		-	75,000	(75,000)	100,000
	<b>Total Civil Defence</b>			<b>-</b>	<b>75,000</b>	<b>(75,000)</b>	<b>100,000</b>
	Council Communications and Marke	Renewals Capital	Minor Equipment Renewals	-	41,670	(41,670)	50,000
		Total Renewals Capital		-	41,670	(41,670)	50,000
	<b>Total Council Communications and Marketing</b>			<b>-</b>	<b>41,670</b>	<b>(41,670)</b>	<b>50,000</b>
	Business Information Solutions	New Capital	Internal Legacy Corrections	-	83,330	(83,330)	100,000
			Internal Services Workstream	(124,434)	283,335	(407,769)	350,000
			Value added External Services Workstream	7,950	1,250,000	(1,242,050)	1,500,000
		Total New Capital		(116,484)	1,616,665	(1,733,149)	1,950,000
		Renewals Capital	Internal Legacy Corrections	463,931	916,665	(452,734)	1,100,000
			Internal Services Workstream	9,510	212,495	(202,985)	275,000
	Total Renewals Capital		473,441	1,129,160	(655,719)	1,375,000	
	<b>Total Business Information Solutions</b>			<b>356,957</b>	<b>2,745,825</b>	<b>(2,388,868)</b>	<b>3,325,000</b>
	<b>Total Governance &amp; Support services</b>			<b>597,314</b>	<b>3,262,495</b>	<b>(2,665,181)</b>	<b>3,895,000</b>
Property	Commercial	New Capital	Commercial Property Purchases	(15,000)	-	(15,000)	-
		Total New Capital		(15,000)	-	(15,000)	-
		Renewals Capital	Asset Renewals	24,490	480,000	(455,511)	640,000
		Total Renewals Capital		24,490	480,000	(455,511)	640,000
	<b>Total Commercial</b>			<b>9,490</b>	<b>480,000</b>	<b>(470,511)</b>	<b>640,000</b>
	Housing	New Capital	Housing Growth	59,436	1,300,000	(1,240,564)	1,600,000
		Total New Capital		59,436	1,300,000	(1,240,564)	1,600,000
		Renewals Capital	Asset Renewals	368,550	410,000	(41,450)	500,000
			Fitzroy St Housing Upgrade	2,903	1,250,000	(1,247,098)	1,500,000
			Healthy Homes Upgrades	19,457	-	19,457	-
	Total Renewals Capital		390,910	1,660,000	(1,269,090)	2,000,000	
	<b>Total Housing</b>			<b>450,345</b>	<b>2,960,000</b>	<b>(2,509,655)</b>	<b>3,600,000</b>
	Operational	New Capital	South Dunedin Library and Community Complex	12,771,542	16,200,000	(3,428,458)	19,900,000
		Total New Capital		12,771,542	16,200,000	(3,428,458)	19,900,000
		Renewals Capital	Asset Renewals	927,469	948,500	(21,031)	1,055,000
			Civic Centre	4,750,325	3,990,000	760,325	5,030,000
Dunedin Public Art Gallery Refurbishment			(183)	310,000	(310,183)	310,000	
Octagon CCTV			249,640	100,000	149,640	100,000	
Oliveston House Renewal			9,743	210,000	(200,257)	250,000	
Town Hall/Municipal Chamber Exterior and Lift			841,608	1,300,000	(458,392)	1,600,000	
Total Renewals Capital				6,778,603	6,858,500	(79,897)	8,345,000
<b>Total Operational</b>					<b>19,550,145</b>	<b>23,058,500</b>	<b>(3,508,355)</b>

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Property	Investment	Renewals Capital	Asset Renewals	234,336	710,000	(475,664)	850,000	
			Lift Replacements	14,261	-	14,261	-	
			Seismic Remediation	223,896	-	223,896	-	
		Total Renewals Capital	472,494	710,000	(237,506)	850,000		
	<b>Total Investment</b>			<b>472,494</b>	<b>710,000</b>	<b>(237,506)</b>	<b>850,000</b>	
	Community	New Capital		CCTV George Street	344,777	500,000	(155,223)	500,000
				Public Toilets Growth	567,662	430,000	137,662	510,000
		Total New Capital			912,438	930,000	(17,562)	1,010,000
		Renewals Capital		Asset Renewals	817,643	1,833,000	(1,015,357)	2,000,000
				Community Hall Renewals	105,585	210,000	(104,415)	250,000
				Edgar Centre Refurbishment	-	268,000	(268,000)	300,000
				Public Toilet Renewals	150,532	250,000	(99,468)	300,000
				Railway Station Exterior and Lift	(5,318)	-	(5,318)	-
				Tar pits	(307,856)	-	(307,856)	-
		Total Renewals Capital			760,587	2,561,000	(1,800,413)	2,850,000
<b>Total Community</b>			<b>1,673,025</b>	<b>3,491,000</b>	<b>(1,817,975)</b>	<b>3,860,000</b>		
<b>Total Property</b>			<b>22,155,499</b>	<b>30,699,500</b>	<b>(8,544,001)</b>	<b>37,195,000</b>		

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Reserves & Rec facilities	Aquatic Services	New Capital	Moana Pool Improvements	-	16,670	(16,670)	20,000
			Mosgiel Pool	3,440	-	3,440	-
		Total New Capital		3,440	16,670	(13,230)	20,000
		Renewals Capital	Moana Pool Renewals	2,201,700	7,081,000	(4,879,300)	8,902,000
			St Clair Pool Renewals	227,007	300,000	(72,993)	350,000
		Total Renewals Capital		2,428,707	7,381,000	(4,952,293)	9,252,000
	<b>Total Aquatic Services</b>			<b>2,432,147</b>	<b>7,397,670</b>	<b>(4,965,523)</b>	<b>9,272,000</b>
	Botanic Gardens	New Capital	Botanic Garden Improvements	76,812	105,000	(28,188)	105,000
		Total New Capital		76,812	105,000	(28,188)	105,000
		Renewals Capital	Botanic Garden Renewals	55,170	25,900	29,270	79,000
		Total Renewals Capital		55,170	25,900	29,270	79,000
	<b>Total Botanic Gardens</b>			<b>131,982</b>	<b>130,900</b>	<b>1,082</b>	<b>184,000</b>
	Cemeteries & Crematorium	New Capital	Cemetery Strategic Development Plan	62,787	320,000	(257,213)	500,000
			City Wide Beam Expansion	211,918	180,000	31,918	360,000
		Total New Capital		274,705	500,000	(225,295)	860,000
		Renewals Capital	Structures Renewals	100,787	132,000	(31,213)	142,000
	Total Renewals Capital		100,787	132,000	(31,213)	142,000	
	<b>Total Cemeteries &amp; Crematorium</b>			<b>375,492</b>	<b>632,000</b>	<b>(256,508)</b>	<b>1,002,000</b>
	Parks & Recreation	New Capital	Logan Park Hockey Turf	977,049	1,000,000	(22,951)	1,000,000
			Playground Improvements	700,769	457,000	243,769	817,000
			Recreation Facilities Improvements	64,373	375,000	(310,627)	450,000
			Track Network Development	4,143	50,000	(45,857)	100,000
Total New Capital			1,746,333	1,882,000	(135,667)	2,367,000	
Renewals Capital		Greenspace Renewals	380,163	538,100	(157,937)	570,000	
		Playground Renewals	679,507	1,046,800	(367,293)	1,160,000	
		Recreation Facilities Renewals	552,353	1,065,100	(512,747)	1,520,000	
		Total Renewals Capital		1,612,022	2,650,000	(1,037,978)	3,250,000
<b>Total Parks &amp; Recreation</b>				<b>3,358,356</b>	<b>4,532,000</b>	<b>(1,173,644)</b>	<b>5,617,000</b>
<b>Total Reserves &amp; Rec facilities</b>			<b>6,297,976</b>	<b>12,692,570</b>	<b>(6,394,594)</b>	<b>16,075,000</b>	
Regulatory Services	Compliance Solutions	New Capital	Minor Equipment	4,525	-	4,525	-
		Total New Capital		4,525	-	4,525	-
		Renewals Capital	Minor Equipment Renewals	6,678	40,000	(33,322)	50,000
		Total Renewals Capital		6,678	40,000	(33,322)	50,000
	<b>Total Compliance Solutions</b>			<b>11,203</b>	<b>40,000</b>	<b>(28,797)</b>	<b>50,000</b>
	Parking Operations	Renewals Capital	Car Park Buildings Equipment	156,274	-	156,274	-
			Offstreet Carparks	176,651	380,000	(203,349)	380,000
			Parking Meter Renewals	213,225	70,000	143,225	170,000
		Total Renewals Capital		546,149	450,000	96,149	550,000
	<b>Total Parking Operations</b>			<b>546,149</b>	<b>450,000</b>	<b>96,149</b>	<b>550,000</b>
<b>Total Regulatory Services</b>			<b>557,352</b>	<b>490,000</b>	<b>67,352</b>	<b>600,000</b>	

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Rooding and Footpaths	Shaping Future Dunedin	New Capital	Central City Cycle & Pedestrian Improvements	45,584	-	45,584	-	
			Central City Parking Management	2,080	945,000	(942,920)	1,200,000	
			Mosgiel & Burnside Park & Ride	92,163	-	92,163	-	
			<b>Total New Capital</b>	<b>139,827</b>	<b>945,000</b>	<b>(805,173)</b>	<b>1,200,000</b>	
	<b>Total Shaping Future Dunedin</b>			<b>139,827</b>	<b>945,000</b>	<b>(805,173)</b>	<b>1,200,000</b>	
	Transport	New Capital	Central City Upgrade Bath Street	160,668	1,500,000	(1,339,332)	1,500,000	
			Central City Upgrade Retail Quarter	411,964	60,000	351,964	60,000	
			Coastal Plan	1,378,818	2,925,000	(1,546,183)	2,950,000	
			Dunedin Urban Cycleways	188,714	1,874,715	(1,686,001)	1,874,715	
			Low Cost, Low Risk Improvements	2,465,662	2,000,000	465,662	2,000,000	
			Other Unsubsidised New Capital	29,944	-	29,944	-	
			Peninsula Connection	122,036	-	122,036	-	
			<b>Total New Capital</b>	<b>4,757,806</b>	<b>8,359,715</b>	<b>(3,601,909)</b>	<b>8,384,715</b>	
			Renewals Capital	Footpath Renewals	3,804,171	4,800,000	(995,829)	5,750,000
				Gravel Road Re-Metaling	731,855	789,200	(57,345)	1,184,000
				Major Drainage Control	3,835,878	5,085,830	(1,249,952)	6,102,000
				Minor Capital Works	1,648,285	-	1,648,285	-
				Pavement Rehabilitations	1,008,260	3,248,000	(2,239,740)	3,248,000
				Pavement Renewals	10,985,106	10,709,000	276,106	10,824,000
				Structure Component Replacement	1,631,247	2,040,000	(408,753)	2,076,000
Traffic Services Renewal				700,145	1,181,000	(480,855)	1,322,000	
<b>Total Renewals Capital</b>	<b>24,344,948</b>	<b>27,853,030</b>		<b>(3,508,082)</b>	<b>30,506,000</b>			
<b>Total Transport</b>			<b>29,102,753</b>	<b>36,212,745</b>	<b>(7,109,992)</b>	<b>38,890,715</b>		
<b>Total Rooding and Footpaths</b>			<b>29,242,581</b>	<b>37,157,745</b>	<b>(7,915,165)</b>	<b>40,090,715</b>		

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Three Waters	Stormwater	New Capital	Mosgiel Stormwater Pumpstations and Network	203,130	1,444,000	(1,240,870)	1,750,000
			New Capital Supporting Growth	203,459	770,000	(566,541)	924,000
			New Resource Consents	-	322,000	(322,000)	322,000
			South Dunedin Flood Alleviation	129,086	625,000	(495,914)	750,000
			Stormwater New Capital Other	4,676,326	5,059,000	(382,674)	5,059,000
			<b>Total New Capital</b>	<b>5,212,001</b>	<b>8,220,000</b>	<b>(3,007,999)</b>	<b>8,805,000</b>
		Renewals Capital	Central City Renewals	75,566	-	75,566	-
			Mosgiel Stormwater Pumpstations and Network	25,820	-	25,820	-
			Other Stormwater Renewals	4,479,167	6,582,000	(2,102,833)	7,180,000
			Renewals Supporting Growth	56,783	1,665,000	(1,608,217)	2,015,000
			<b>Total Renewals Capital</b>	<b>4,637,336</b>	<b>8,247,000</b>	<b>(3,609,664)</b>	<b>9,195,000</b>
			<b>Total Stormwater</b>	<b>9,849,337</b>	<b>16,467,000</b>	<b>(6,617,663)</b>	<b>18,000,000</b>
	Wastewater	New Capital	Metro Wastewater Treatment Plant Resilience	188,171	7,184,000	(6,995,829)	8,707,000
			New Capital Supporting Growth	307,547	709,170	(401,623)	851,000
			Other Wastewater Renewals	238,988	-	238,988	-
			Wastewater New Capital Other	960,800	3,899,170	(2,938,370)	4,679,000
			<b>Total New Capital</b>	<b>1,695,505</b>	<b>11,792,340</b>	<b>(10,096,835)</b>	<b>14,237,000</b>
			Renewals Capital	Biofilter Media Replacement	24	-	24
		Central City Renewals		18,374	-	18,374	-
		Metro Wastewater Treatment Plant Resilience		5,816,233	3,079,000	2,737,233	3,731,000
		Other Wastewater Renewals		9,382,598	4,150,830	5,231,768	5,023,000
		Renewals Supporting Growth		202,500	540,000	(337,500)	648,000
		Rural Wastewater Schemes		905,618	894,000	11,618	894,000
		<b>Total Renewals Capital</b>	<b>2,358,811</b>	<b>3,239,000</b>	<b>(880,189)</b>	<b>3,891,000</b>	
	<b>Total Wastewater</b>	<b>20,379,664</b>	<b>23,695,170</b>	<b>(3,315,506)</b>	<b>28,424,000</b>		
	Water Supply	New Capital	New Capital Supporting Growth	3,963	980,000	(976,037)	1,176,000
			Port Chalmers Water Supply	1,200,958	890,000	310,958	1,068,000
			Water New Capital Other	116,963	3,917,000	(3,800,037)	4,748,000
			Water Supply Resilience	5,264,234	4,049,170	1,215,064	4,859,000
			<b>Total New Capital</b>	<b>6,586,118</b>	<b>9,836,170</b>	<b>(3,250,052)</b>	<b>11,851,000</b>
			Renewals Capital	Central City Renewals	(38,586)	-	(38,586)
		Dam Safety Action Plan		76,369	-	76,369	-
		Other Water Renewals		13,772,166	12,482,170	1,289,996	15,125,000
Renewals Supporting Growth		247,500		1,061,000	(813,500)	1,286,000	
Water Supply Resilience		373,799		4,483,000	(4,109,201)	5,437,000	
<b>Total Renewals Capital</b>		<b>14,431,248</b>		<b>18,026,170</b>	<b>(3,594,922)</b>	<b>21,848,000</b>	
<b>Total Water Supply</b>		<b>21,017,365</b>	<b>27,862,340</b>	<b>(6,844,975)</b>	<b>33,699,000</b>		
<b>Total Three Waters</b>			<b>51,246,366</b>	<b>68,024,510</b>	<b>(16,778,144)</b>	<b>80,123,000</b>	

**Capital Expenditure Detail by Activity  
For the Ten Months Ending 30 April 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Waste Management	Waste Futures	New Capital	Bulk Waste System	35,690	-	35,690	-	
			Construction and Demolition Facility	34,637	300,000	(265,363)	383,000	
			Glass Facility	-	860,000	(860,000)	860,000	
			Material Recovery Facility	785,555	9,366,000	(8,580,445)	13,466,000	
			New Collection System (Waste, Recycling, Organics & Glass)	437,349	-	437,349	-	
			Organics Facility	1,127,897	2,600,000	(1,472,103)	3,013,000	
			Resource Recovery Park Precinct	209,174	2,900,000	(2,690,826)	3,512,000	
			Smooth Hill Landfill	1,793	-	1,793	-	
			<b>Total New Capital</b>	<b>2,632,095</b>	<b>16,026,000</b>	<b>(13,393,905)</b>	<b>21,234,000</b>	
			<b>Total Waste Futures</b>	<b>2,632,095</b>	<b>16,026,000</b>	<b>(13,393,905)</b>	<b>21,234,000</b>	
	Waste & Environmental Solutions	New Capital	Community Recycling Hubs	10,781	225,000	(214,219)	305,000	
			Green Island Landfill Aftercare	279,355	240,000	39,355	300,000	
			Green Island Landfill and Transfer Station	(7,344)	-	(7,344)	-	
			Green Island Landfill Gas Collection System	998,764	1,130,000	(131,236)	1,255,000	
			Green Island Landfill Leachate System	747,943	1,185,000	(437,057)	1,495,000	
			Minor Capital Equipment	1,479	-	1,479	-	
			Sawyers Bay Closed Landfill	-	10,000	(10,000)	18,000	
			<b>Total New Capital</b>	<b>2,030,979</b>	<b>2,790,000</b>	<b>(759,021)</b>	<b>3,373,000</b>	
			Renewals Capital	Asset Renewals	3,557	-	3,557	-
				Forester Park Landfill Culvert Pipe	-	5,000	(5,000)	15,000
				Green Island Landfill and Transfer Station	21,343	130,000	(108,657)	150,000
				Green Island Leachate System Pump/Pumpstation	(500)	10,000	(10,500)	15,000
Kerbside Bin Replacements	138,787	160,000		(21,213)	260,000			
Public Place Recycling and Rubbish Bins	76,857	150,000		(73,143)	165,000			
<b>Total Renewals Capital</b>	<b>240,043</b>	<b>455,000</b>	<b>(214,957)</b>	<b>605,000</b>				
<b>Total Waste &amp; Environmental Solutions</b>	<b>2,271,022</b>	<b>3,245,000</b>	<b>(973,978)</b>	<b>3,978,000</b>				
<b>Total Waste Management</b>	<b>4,903,117</b>	<b>19,271,000</b>	<b>(14,367,883)</b>	<b>25,212,000</b>				
<b>Grand Total</b>	<b>116,454,999</b>	<b>174,787,820</b>	<b>(58,332,821)</b>	<b>206,882,715</b>				

**DUNEDIN CITY COUNCIL**

**Summary of Operating Variances  
For the Ten Months Ending 30 April 2025  
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
Community & Planning	(973)	(447)	(526)	-	(169)	(219)	36	(209)	(1)	-	36
Economic Development	(12)	(74)	62	-	(126)	2	14	162	(1)	-	11
Galleries, Libraries & Museums	(287)	(794)	507	-	84	(18)	(57)	488	(1)	98	(87)
Governance & Support Services	(10,954)	(9,194)	(1,760)	713	431	(332)	(2,409)	(1,146)	926	(289)	346
Property	(833)	(1,035)	202	-	65	(2)	(330)	(1,115)	(1)	736	849
Regulatory Services	(111)	918	(1,029)	-	(1,399)	(46)	312	21	48	-	35
Reserves & Recreational Facilities	1,792	142	1,650	-	24	(1)	193	417	(1)	261	757
Roading & Footpaths	(4,885)	(3,183)	(1,702)	(2)	(2,236)	(126)	1,015	(359)	(96)	1,097	(995)
Three Waters	(10,147)	(26,591)	16,444	-	838	(34)	675	2,143	401	1,792	10,629
Waste Management	1,601	332	1,269	-	(1,435)	1,875	23	3,146	(2,373)	261	(228)
<b>Total Council (excluding Waipori)</b>	<b>(24,809)</b>	<b>(39,926)</b>	<b>15,117</b>	<b>711</b>	<b>(3,923)</b>	<b>1,099</b>	<b>(528)</b>	<b>3,548</b>	<b>(1,099)</b>	<b>3,956</b>	<b>11,353</b>
Waipori Fund	5,085	3,689	1,396	-	1,404	-	-	(8)	-	-	-
<b>Total Council</b>	<b>(19,724)</b>	<b>(36,237)</b>	<b>16,513</b>	<b>711</b>	<b>(2,519)</b>	<b>1,099</b>	<b>(528)</b>	<b>3,540</b>	<b>(1,099)</b>	<b>3,956</b>	<b>11,353</b>



**DETAILED FINANCIAL UPDATE**

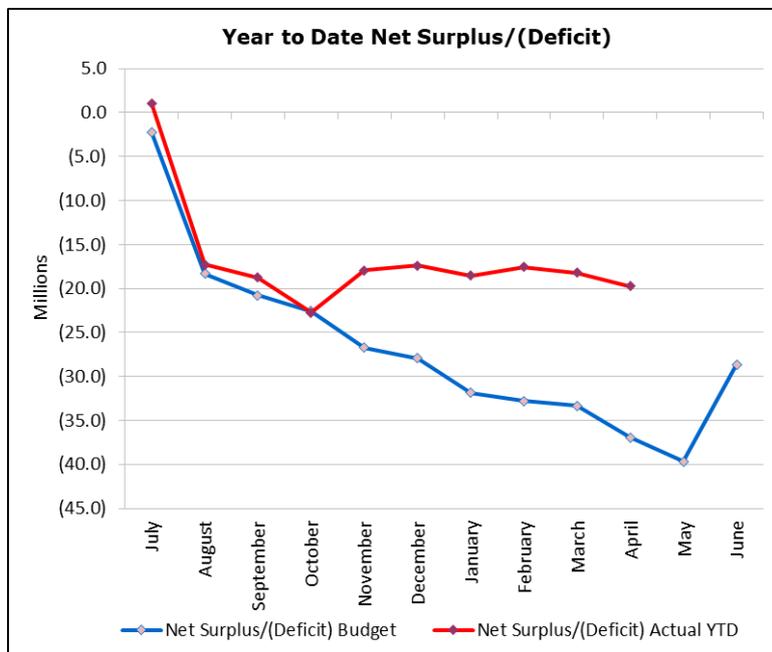
**For the period ended 30 April 2025**

This report provides a detailed commentary on the Council’s financial result for the period ended 30 April 2025 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 period ended 30 April 2025 was \$19.724 million or \$16.513 million less than budget.

## REVENUE

The total revenue for the period was \$328.871 million or \$2.105 million less than budget.

The major variances were as follows:

### External Revenue

*Actual \$66.625 million, Budget \$69.057 million, Unfavourable variance \$2.432 million*

Waste and Environmental Services was unfavourable \$1.435 million. Landfill commercial and domestic waste revenue was unfavourable \$2.206 million. Changes relating to the new kerbside collections contract mean disposal fees totalling \$2.554 million was reported as internal revenue resulting in an unfavourable external revenue variance. Offsetting this variance, waste levy revenue for waste minimisation initiatives, received from the Ministry for the Environment, was favourable \$566k.

Parking Operations revenue was unfavourable \$708k, mainly in on-street metered parking, but also the Frederick St and Lower Moray Place carparks. A new parking dashboard has been developed which can provide additional site-specific occupancy analysis. This analysis has helped identify areas where budgets have been historically inaccurate and enabled more accurate budgets for 2025/26. Parking revenue in the new Licence Plate Recognition sites is improving and it is expected these sites will be closer to budget by the end of the financial year.

Building Services revenue was unfavourable \$387k. Overall, the number of building consent applications received, and inspections undertaken remain below expectation.

Transport revenue was unfavourable \$360k partly due to corridor accessway revenue being \$196k less than budgeted, as well as revenue from dust suppression work being unfavourable \$110k.

Compliance Solutions revenue was unfavourable \$328k, partly due to Parking Enforcement revenue being less than budget due to vacancies and staff leave earlier in the year. Animal Services revenue was unfavourable \$131k due to lower than budgeted dog registrations.

Resource consents revenue was unfavourable \$183k due to fewer consents applied for.

Visitor Centre revenue was unfavourable \$124k, partly due to budgeted recoveries from the Department of Conservation not eventuating now that DOC no longer occupies space at the site. Commission revenue was also unfavourable reflecting tourism recovery at only 85% of pre-covid activity.

DPAG, Toitu and Lan Yuan revenue was unfavourable \$71k due to lower than budgeted venue hire and Lan Yuan admissions revenue. Commercial lease revenue for Dunedin Public Art Gallery is unfavourable for the year to date.

Parks and Recreation revenue was unfavourable \$34k. Aquatic Services revenue was unfavourable \$191k due to the timing of learn to swim revenue budgets, hydroslide revenue being less than expected and revenue recognition timing for some revenue. This was offset with \$240k of revenue for rates recoveries, sportsground charges and rent charges relating to land leased for telecommunications transmitters.

Offsetting these unfavourable variances:

Three Waters revenue was favourable \$491k, mainly due to favourable trade waste charges, water sales and meter rentals.

Investment Account revenue was favourable \$456k, due to favourable interest revenue of \$471k

Property revenue was favourable \$167k, with Investment property revenue ahead of budget \$129k.

#### **Grants Revenue**

*Actual \$22.869 million, Budget \$24.412 million, Unfavourable variance \$1.543 million*

Transport grants revenue was unfavourable \$1.610 million, partly due to NZTA co-funding not being approved for some projects. Capital subsidy revenue of \$1.785 million, representing 51% of project expenditure, had been budgeted for these projects. Subsidy revenue was also approximately \$1.500 million unfavourable, largely due to a reduction in the contractor work programme in specific areas to offset cost over runs in vegetation and routine drainage maintenance. Offsetting this, \$1.633 million has been received in unbudgeted NZTA subsidies relating to the October rain event.

Offsetting the Transport unfavourable variance, Olveston revenue was favourable \$270k due to a donation received on the winding up of the Olveston Charitable Foundation. This donation will be held as a reserve fund and used for expenditure in line with the Foundation's wishes.

Parks and Recreation was favourable \$106k due to an unbudgeted donation of \$100k for the upgraded playground at the Botanic Garden.

#### **Internal Revenue**

*Actual \$35.205 million, Budget \$34.106 million, Favourable variance \$1.099 million*

Waste and Environmental Services landfill revenue was favourable \$1.972 million. Changes relating to the new kerbside collections contract mean disposal fees under the contract is reported as internal revenue resulting in a favourable landfill revenue variance of \$2.554 million to date. Offsetting this variance, internal landfill revenue from waste treatment plant sludge disposal was unfavourable \$426k due to less sludge being disposed of at the landfill than anticipated.

Internal revenue from Better Off Funding was unfavourable \$897k across various activities.

#### **EXPENDITURE**

The total expenditure for the period was \$353.680 million or \$17.222 million less than budget.

The major variances were as follows:

#### **Personnel Costs**

*Actual \$70.540 million, Budget \$70.012 million, Unfavourable variance \$528k*

Personnel costs was unfavourable \$528k, reflecting overtime payments for 3 waters and union negotiated contract increases, which is being managed with vacancy management. The month of April showed a favourable variance of \$61k, partly driven by changes in the annual leave provision. It is important to note that leave movements have had an impact on personnel costs throughout the year to date and will continue to impact for the rest of the year. Annual leave is being actively managed, and work is underway to budget these fluctuations for future years.

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

*Actual \$70.931 million, Budget \$75.191 million, Favourable variance \$4.260 million*

Waste and Environmental Services costs were favourable \$3.718 million. The kerbside collections contract cost was favourable \$1.984 million, due to landfill disposal costs now recorded as internal costs. Overall, the kerbside collection contract costs were higher than budget due to an increase in

contract rates after budgets were approved. ETS costs were favourable \$1.553 million due to a lower Unique Emissions Factor and the current projected cost of carbon credits being lower than budgeted. Recent government announcements around the ETS scheme however may have an unfavourable impact on the cost of carbon credits going forward.

Three Waters maintenance expenditure was favourable \$1.441 million largely reflecting lower than budgeted costs for treatment plant maintenance to date. Reactive plant maintenance requirements were less than anticipated coupled with proactive management of planned maintenance requirements, and savings associated with optimisation of plant processes around the handling of sludge.

BIS expenditure was favourable \$305k, mainly in project management costs and IT managed services fixed contract costs. This will be used to offset any expenditure associated with transitioning to the new ITMS contract.

Parks and Recreation costs were favourable \$296k. Expenditure on building maintenance was favourable \$195k, largely due to the timing of maintenance on facilities at Logan Park.

Economic Development costs were favourable \$116k, due to the timing of initiatives relating to the Otepoti Dunedin Destination Management Plan, which will be delivered by June.

Fleet Operations costs were favourable \$115k, mainly due to fuel and E-Road costs being less than budgeted.

These favourable variances were partially offset by:

Transport expenditure was unfavourable \$1.019 million due largely to \$1.974 million unbudgeted costs relating to the October 2024 rain event. Other subsidised and unsubsidised cost variances, including unbudgeted contract cost fluctuations, are being managed.

Property costs were unfavourable \$114k, largely due to expensing of \$93k of costs relating to the Hillside Road Tarpit that had previously been recorded as capital expenditure.

#### **Occupancy Costs**

*Actual \$31.674 million, Budget \$31.598 million, Unfavourable variance \$76k*

Electricity and gas costs were favourable \$39k across activities, with gas costs high for Moana Pool, the crematorium, the Art Gallery and Wall St mall. Operational cost recoveries for Property, including electricity and gas costs, were favourable. Offsetting this unfavourable expenditure variance, fuel costs were favourable \$316k, notably at the Tahuna wastewater treatment plant.

Contract cleaning costs were unfavourable \$172k, mainly in Property where costs were unfavourable \$146k, largely due to more cleaning than budgeted for public toilets, Civic Centre and Dunedin Library.

Offsetting the unfavourable variances, insurance costs across the activities were favourable \$230k.

#### **Consumable and General Costs**

*Actual \$21.425 million, Budget \$20.689 million, Unfavourable variance \$736k*

People and Capability costs were unfavourable \$640k due to the cost of outsourced professional services.

Property costs were unfavourable \$555k, partly due to unbudgeted MOE waste levy costs at the Milners Rd property. These costs are recovered from the tenant. Also contributing to the unfavourable variance was expensing of \$227k of costs relating to the Hillside Road Tarpit that had previously been recorded as capital expenditure, as well as consultants costs relating to Town Hall structural assessment and strengthening work.

Waste and Environmental costs were unfavourable \$552k. Consultants costs were unfavourable \$699k, relating to the Green Island landfill closure and costs relating to the 2024 unique emissions factor application. Offsetting this variance MOE waste levy costs were favourable \$146k. The reduced levy cost is a result of less material liable for the waste levy charge arriving at the landfill than expected.

BIS costs were unfavourable \$287k, partly being timing of software licence costs as well as postage costs. Increases in software licencing costs have been generally greater than budgeted. Legal fees, associated with the new ITMS contract, were unfavourable \$48k due to the volume of work required being greater than anticipated.

Finance costs were unfavourable \$272k, mainly being additional external audit and outsourced professional services, which were partially offset by BOF revenue for work on Local Water Done Well.

These unfavourable variances were partly offset by:

Three Waters costs were favourable \$468k mainly due to software licence fees, legal fees and consultants costs overall being less than budget, despite unbudgeted consultants costs for Local Water Done Well.

Transport costs were favourable \$392k with consultants costs below budget. This favourable variance was partly offset by unfavourable variances in software licence fees and compensation costs.

Parks and Recreation were favourable \$189k mainly due to consultants costs, legal fees and telecommunications being less than budget.

#### **Internal Costs**

*Actual \$35.205 million, Budget \$34.106 million, Unfavourable variance \$1.099 million*

Waste and Environmental Services expenditure was unfavourable \$2.373 million, mainly due to changes relating to the new kerbside collections contract meaning \$2.427 million in disposal fees under the contract was reported as internal expenditure.

Offsetting this, Investment Account expenditure was favourable \$917k, mainly due to Better Off Funding costs being less than budgeted.

Three Waters expenditure was favourable \$401k due to savings in the cost of disposing sludge from the waste treatment plant due to better treatment and incineration of the sludge.

#### **Depreciation Costs**

*Actual \$90.534 million, Budget \$101.887 million, Favourable variance \$11.353 million*

Depreciation costs were favourable \$11.353 million, mainly due to the revaluation of Three Waters assets, and to a lesser extent Property and Parks assets.

Three Waters asset values reduced by \$849 million from \$4.805 billion to \$3.956 billion, resulting in a favourable depreciation variance to March of \$10.627 million.

**Interest Costs**

*Actual \$23.064 million, Budget \$27.020 million, Favourable variance \$3.956 million*

This favourable variance reflected a lower interest rate than the 5% rate budgeted. Interest rates will be reviewed quarterly by Dunedin City Treasury Limited. The actual quarterly interest rates are:

Actual Quarterly Interest Rates		
Q1	Jul-Sep	4.80%
Q2	Oct-Dec	4.37%
Q3	Jan-Mar	3.97%
Q4	Apr-Jun	4.01%

**WAIPORI FUND NET OPERATING RESULT**

*Actual \$5.085 million surplus, Budget \$3.689 million surplus, Favourable variance \$1.396 million*

Year to date the Waipori Fund has reported a net operating surplus of \$5.085 million, \$1.396 million more than budget. Operating revenue was favourable \$1.404 million. International and New Zealand equities saw a decrease in value of \$1.186 million during April, while Australian equities saw an increase in value of \$325k. Fixed term investments values saw a small decrease in value for the month, while still maintaining favourable results for the year to date.

**STATEMENT OF FINANCIAL POSITION**

The Statement of Financial Position is provided as Attachment D.

- Other current financial assets of \$10.426 million relate to the Waipori Fund.
- The term loans balance at 28 February 2025 is \$647.182 million. This balance is made up as follows:

	Actual \$million	Budget \$million	Variance \$million	
Loan Balance	657.972	720.473	62.501	F
Accrued Interest on Loans	2.030	-	(2.030)	U
<b>Total Loans</b>	<b>660.002</b>	<b>720.473</b>	<b>60.471</b>	<b>F</b>

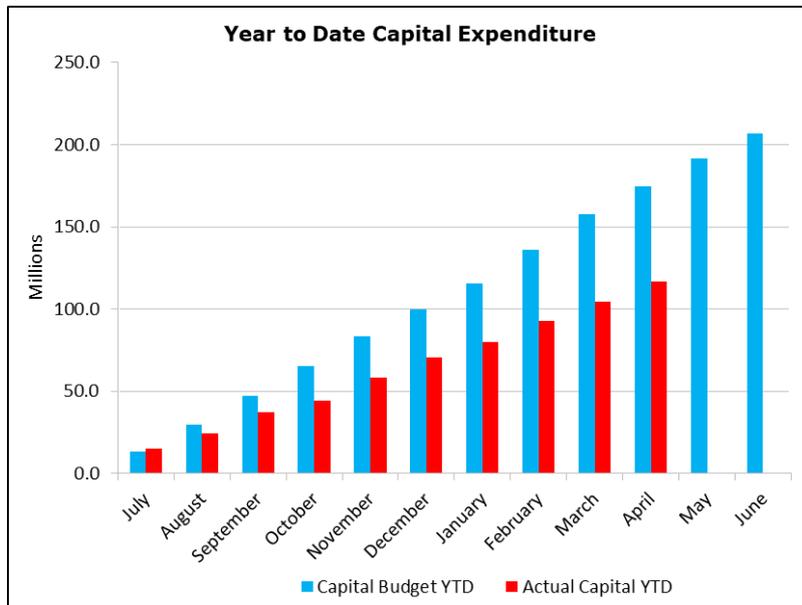
The loans balance at 31 March was \$657.972 million which was \$62.501 million less than budget. This is a reflection of the capital expenditure programme, which was underspent by \$58.333 million to April. Additional to the April loans balance there was accrued interest of \$2.030 million.

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

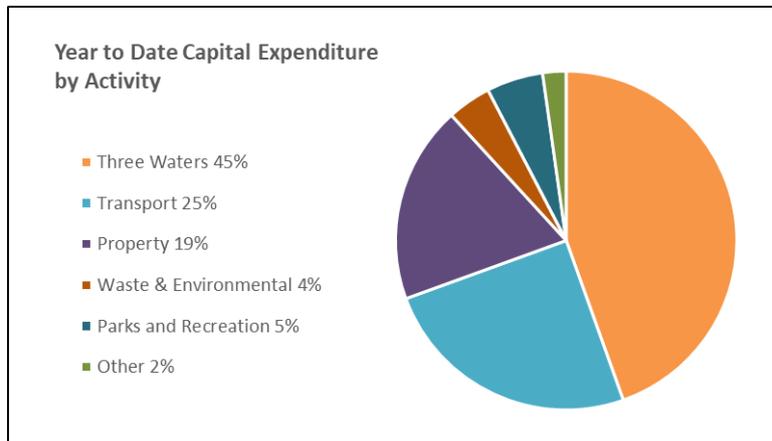
**CAPITAL EXPENDITURE**

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 period was \$116.455 million or 66.6% of the year-to-date budget.



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



**Galleries, Libraries & Museums** capital expenditure was \$1.606 million underspent.

Expenditure was under budget partly due to the timing of collections, including the new South Dunedin Community Library collection, which was budgeted to be acquired over the first six months of the financial year.

Work on the new Theatrette gallery space at Toitu has only just commenced, resulting in an underspend of \$604k to date. There has been no expenditure to date on the exhibition lighting upgrade (budgeted in Gallery Furniture/Gallery Renewal capital).

**Governance and Support Services** capital expenditure was \$2.666 million underspent.

BIS capital was underspent by \$2.389 million, driven by lower-than-expected expenditure on Value-added External Services projects (Online Services and Customer Self Service Portal), Internal Legacy projects (Eplan 2GP submission tool) and hardware renewals. Internal Services Workstream project (Mobility) is underspent as most of the development work is being done in-house. It is planned to utilise some of the under-expenditure for capital renewals in the current year relating to the new ITMS contract, expected to be between \$2.500 to 3.000 million.

Fleet Operations was underspent \$150k due to timing of the vehicle replacement programme.

**Property** capital expenditure was \$8.545 million underspent.

Renewals expenditure overall was underspent by \$3.842 million mainly due to several projects in their early stages or yet to commence, including the Fitzroy St housing renewal, the Sims building renewal and the Olveston renewal project. Minor capital works to renew bathrooms in the Dunedin Library is also delayed. The Municipal Chambers renewal project has begun, as has the project to renew the council archives facility. The seismic strengthening project at 414 Moray Place was overspent \$224k as the final contract costs of the project were accounted for this financial year. This project was budgeted for completion in June 2024. Included in the renewals variance was a reclassification of costs totalling \$330k relating to the Hillside Rd Tarpits as operational expenditure.

New capital expenditure for the period was underspent \$4.702 million, partly due to the timing of the South Dunedin Community Complex project, which is expected to be within budget and scheduled for completion in the new financial year. The Oxford St Housing upgrade will now not proceed, resulting in a projected \$1.6 million capital under expenditure the current financial year for this project. George St CCTV cameras are now being installed, with work expected to be complete by the end of June. New public toilets expenditure is ahead of budget, with Outram Glen, Navy Park and Harwood toilets now complete.

**Reserves and Recreational Facilities** capital expenditure was \$6.396 million underspent.

The Moana Pool Redevelopment Renewal was underspent \$4.627 million, due partly to changes in project timelines and the scope of work for stage two.

Other Aquatic Services renewals were underspent \$325k due to the timing of Moana Pool general renewals and the St Clair Heating Upgrade project being delivered under budget.

Parks recreational facilities new capital and renewals were underspent \$823k because of delays to some projects such as hard surface renewals and sports equipment replacement.

**Roading and Footpaths** capital expenditure was \$7.915 million underspent.

Transport's overall renewal spend was under budget \$3.508 million, mainly due to kerb and channel renewals, pavement resealing, retaining wall renewals, footpath resurfacing and carriageway resurfacing. This was partly offset by \$1.651 million unbudgeted expenditure relating to the October 2024 rain event.

In terms of new capital delivery, expenditure was \$4.407 million under budget. The Central City Upgrade Bath Street project was underspent \$1.339 million due to budget timing. The transport phase of this project is due to commence in May. The Parking Management project is underspent \$805k. The delivery methodology of this project has changed, meaning it is expected to be completed under budget. Coastal protection capital was underspent \$1421 million. The Central City Upgrade (retail quarter) project was over budget \$268k due to end of project remedial works being undertaken. Dunedin Urban Cycleways – Tunnel Trails was underspent \$1.686 million. This project is currently in procurement with most of the expenditure to occur in the next financial year.

**Three Waters** capital expenditure was \$16.775 million underspent.

The Three Waters team are continuously reprioritising the work programme whilst maintaining the overall current capital budget.

Consequently, renewal expenditure was underspent \$423k. There has been a slower start on construction in some pipeline and treatment plant renewals due to complexity of design and associated delays.

New capital expenditure was \$16.355 million underspent, mainly due to delays in a number of key projects which has pushed expenditure into the next financial year. This includes the Waikouaiti Water Treatment Plant which accounts for approx. \$3.000 million of this underspend and was delayed due to multiple factors including land purchase approvals and international freight delays. The Bath St stormwater project was \$389k behind budget for the period.

**Waste and Environmental** capital expenditure was \$14.368 million underspent.

Expenditure on the Material Recovery Facility was underspent \$8.580 million, Organics Facility was underspent \$1.472 million, and Resource Recovery Park was underspent \$2.691 million. Resource consents were granted in January with project budgets anticipating construction to have begun in earnest in the first quarter of 2025. Deposits on the processing equipment for both the Material Recovery Facility and the Organics Processing Facility were budgeted in the 4<sup>th</sup> quarter of 2024 and 1<sup>st</sup> quarter of 2025. Detailed design is well advanced, and initial groundwork in preparation for construction is expected to be underway in early June. Contracts for the supply of equipment are now with the suppliers for signing, with contracts expected to be awarded in May and payments to be made in stages over the next 12-15 months, depending on the completion of the various stages of the project.

Glass Facility expenditure was underspent \$860k. Detailed design is underway, with resource consents granted in January 2025.

New Kerbside Collection System expenditure was overspent \$437k. The bin roll-out project is completed, and final wash-up costs have now been completed.

**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.

**Community & Planning - \$526k Unfavourable**

External revenue was unfavourable \$169k, mainly due to the \$183k unfavourable variance in resource consents revenue. There have been fewer consents applications than expected.

Internal revenue was unfavourable \$219k due to no Better Off Funding in this activity.

Operating expenditure was unfavourable \$209k, mainly due to Resource Consents consultants spend being over budget for the period as well as the timing of Community Development projects.

**Economic Development - \$62k Favourable**

Visitor Centre revenue was unfavourable \$124k, mainly due to budgeted recoveries from the Department of Conservation not eventuating now that DOC no longer occupies space at the site.

Economic Development operating expenditure was favourable \$137k due to the timing of the second phase of the city marketing campaign, as well as advertising costs relating to the Gold Coast direct flight campaign.

**Galleries, Libraries and Museums - \$507k Favourable**

Olveston revenue was favourable \$171k due to a donation received on the winding up of the Olveston Charitable Foundation. This donation will be held as a reserve fund and used for expenditure in line with the Foundation's wishes. Revenue of merchandise sales at the Art Gallery, Toitu and Lan Yuan were less than budget.

Operating costs were favourable \$488k year-to-date, across all activities.

**Governance and Support Services - \$1.760 million Unfavourable**

Interest revenue was favourable \$471 as was rates penalties \$469k.

Better-Off Funding internal costs were favourable \$897k, being the allocation of Better-Off funding to various activities.

Staff costs for the Investment Account were unfavourable \$2.409 million. This relates to the provision for planned savings in personnel costs across the organisation through vacancy management. Favourable variances across council activities are expected to offset this unfavourable variance.

Operating expenditure was unfavourable \$1.146 million. People and Capability costs were unfavourable \$657k mainly due to the cost of outsourced professional services. Finance operating costs were unfavourable \$221k, mainly due to additional local water done well work and external audit fees. Council Communicating and Marketing costs were unfavourable \$121k due mainly to unbudgeted expenditure relating to the Hospital Campaign.

Depreciation was favourable \$346k because of lower than budgeted BIS capital expenditure in 2023/24.

**Waipori Fund - \$1.396 million Favourable**

Year to date the Waipori Fund has reported a net operating surplus of \$5.085 million, \$1.396 million more than budget. Operating revenue was favourable \$1.404 million. International and New Zealand equities saw a decrease in value of \$1.186 million during April, while Australian equities saw an increase in value of \$325k. Fixed term investments values saw a small decrease in value for the month, while still maintaining favourable results for the year to date.

**Property - \$202k Favourable**

Operating expenditure was unfavourable \$1.115 million. Electricity, gas and ground rent costs were \$162k over budget for the period. Electricity and gas costs are mostly recovered from tenants and ground lease increases have been offset by increases in rents. MOE waste levy costs at the Milners Rd property were \$170k unfavourable. These costs are recovered from the tenant. Contract cleaning costs were unfavourable \$146k, largely due living wage increases being higher than anticipated and increased levels of cleaning in Public Toilets. A grant to the Dunedin Theatre Network for \$107k also contributed to the variance. Staff are managing within their overall budget envelope by offsetting increased costs in some areas by reducing spend in others. Also contributing to the variance was the expensing of \$330k of costs associated with the Hillside Rd Tarpits that had previously been classified as capital expenditure.

Interest costs were favourable \$736k reflecting the capital expenditure programme and lower interest rates than budgeted.

**Regulatory Services - \$1.029 million Unfavourable**

External revenue was \$1.399 million unfavourable. Parking Operations revenue was unfavourable \$709k due to lower-than-expected activity. Metered and casual parking was unfavourable \$566k, mainly in on-street parking, Frederick St carpark and the Lower Moray Place carpark. Leased parking was unfavourable \$145k, with fewer leased spaces now available in both off-street parking locations and carpark buildings. A new parking dashboard has been developed which can provide additional site-specific occupancy analysis. This information will be used for future budgeting and decision making.

Building Services revenue was \$387k unfavourable mainly due to reduced consents and inspections revenue. The number of building consents and inspections were lower than previous levels.

Compliance Solutions revenue was unfavourable \$328k, with Parking Enforcement revenue \$158k less than budget due to staff vacancies and leave earlier in the year. Animal Services revenue was unfavourable \$131k due to lower than budgeted dog registrations.

**Reserves and Recreational Facilities - \$1.650 million Favourable**

External revenue was \$24k unfavourable. Aquatics revenue was less than budget \$181k overall, despite Gym revenue being favourable. Parks rental and recoverable revenue was favourable.

Operational costs were favourable \$417k, largely due to savings in consultants, building maintenance, security and insurance costs. Electricity and gas costs were unfavourable \$52k.

Interest costs were favourable \$261k reflecting the capital expenditure programme and lower interest rates than budgeted.

**Roading and Footpaths - \$1.702 million Unfavourable**

Subsidy revenue was unfavourable \$1.610 million. Funding decisions by NZTA under the National Land Transport Programme include caps on funding for footpath resurfacing that were not known at the time budgets were compiled. A reduction in the contractor work programme in specific areas to offset cost over runs in vegetation and routine drainage maintenance also contributed to this variance.

Offsetting these unfavourable variances, unbudgeted subsidy revenue relating to the October rain event totalled \$1.633 million to date.

Operating costs were unfavourable \$359k due to \$1.974 million emergency maintenance costs to date relating to the October rain event.

Unsealed pavement maintenance, environmental maintenance, subsidised traffic services and routine drainage maintenance costs were all unfavourable \$1.170 million, mainly due to a high volume of mud tank cleaning resulting from two winter season rain events, a high volume of winter dig out work, slip repairs and contract cost fluctuations. These variances were offset by a \$1.070 million favourable variance in a sealed pavement maintenance.

#### **Three Waters - \$16.444 million Favourable**

Three Waters external operating revenue was favourable \$838k, partly due to favourable Better Off Funding revenue to fund capital expenditure. Trade waste charges, water sales revenue and meter rentals were \$467k ahead of budget for the period.

Operating costs were favourable \$2.143 million, mainly reflecting lower than budgeted reactive network maintenance costs to date, a reduction in proactive maintenance and some savings associated with optimisation.

Internal costs were also favourable \$401k due to lower sludge volumes (and associated disposal costs) at the Green Island landfill (see comments below).

Interest costs were favourable \$1.792 million reflecting the capital expenditure programme and lower interest rates than budgeted.

#### **Waste Management - \$1.269 million Favourable**

Waste Management external revenue was unfavourable \$1.435 million. Landfill commercial and domestic waste revenue was unfavourable \$2.206 million. Changes relating to the new kerbside collections contract mean disposal fees under the contract will be reported as internal revenue. Offsetting this variance, waste levy revenue for waste minimisation initiatives, received from the Ministry for the Environment, was favourable \$566k and unbudgeted revenue from the sale of rubbish bags was \$102k.

Internal revenue was favourable \$1.875 million, mainly due to kerbside collection revenue as mentioned above, partly offset by a \$426k unfavourable variance in sludge revenue from the Wastewater treatment plants. Sludge is now being lime treated or incinerated and therefore not classed as special hazardous waste, resulting in lower disposal fees and volumes.

Operating costs were favourable \$3.146 million. Kerbside collection costs were favourable \$1.984 million, which was largely offset by unfavourable internal landfill disposal fees relating to the kerbside collection contract (see comment below). Overall, the kerbside collection contract costs were higher than budget due to an increase in contract rates after budgets were approved. ETS costs were \$1.553 million less than budgeted. MOE waste levy costs were favourable \$146k as a result of less material liable for the waste levy charge arriving at the landfill than expected. Consultants costs were unfavourable \$699k, relating to the Green Island landfill closure, consent costs for the resource recovery park and costs relating to the 2024 unique emissions factor application.

Internal costs were unfavourable \$2.373 million mainly due to changes relating to the new kerbside collections contract resulting in \$2.427 million for landfill disposal fees under the contract being reported as internal expenditure.

**Hospital Campaign - \$201k Unfavourable**

As at 30 April costs relating to the SOS Hospital Campaign totalled \$217k, mainly being costs associated with the public march, the costs of advertising and promotional material such as badges and shirts, and costs relating to the ambulance travelling around the region and to Wellington.

Council has approved unbudgeted expenditure up to \$346,099 for the campaign.

Revenue from donations totalled \$16k.

**October Rain Event - \$3.021 million Unfavourable**

As at 30 April operational costs relating to the October rain event totalled \$2.734 million, mainly being emergency maintenance through the Transport roading maintenance contract, but also including other emergency work such as sandbagging costs, floodwater pumping, refuse skip deployment and emergency welfare-related costs.

Capital expenditure relating to the rain event totalled \$1.920 million as at 30 April.

NZTA subsidy revenue received to date totals \$1.633 million, while a subsidy claim to NEMA has yet to be finalised.

## FINANCIAL REPORT - PERIOD ENDED 31 MARCH 2025

Department: Finance

### EXECUTIVE SUMMARY

- 1 This report provides the financial results for the period ended 31 March 2025 and the financial position as at that date.
- 2 As this is an administrative report only, there are no options or Summary of Considerations.

#### Financial Overview For the period ended 31 March 2025

\$ Million	Actual YTD	Budget YTD	Variance YTD		Last Year YTD
Revenue	296.029	298.571	(2.542)	U	282.967
Expenditure	319.922	334.719	14.797	F	314.474
Net Surplus/(Deficit) excluding Waipori	(23.893)	(36.148)	12.255	F	(31.507)
Waipori Fund Net	5.681	3.320	2.361	F	5.676
Net Surplus/(Deficit) including Waipori	(18.212)	(32.828)	14.616	F	(25.831)
<b>Capital Expenditure</b>	104.482	157.779	53.297		160.805
<b>Debt</b>					
Current Year Loan	50.999	101.000	50.001	F	113.200
Prior Year Loan	590.473	588.973	(1.500)	U	460.273
Accrued Interest	5.710	-	(5.710)	U	-
<b>Total Debt</b>	647.182	689.973	42.791	F	573.473

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the period ended 31 March 2025 and the Financial Position as at that date.

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**BACKGROUND**

- 3 This report provides the financial statements for the period ended 31 March 2025. 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 31 March 2025. Please refer to Attachment I for the detailed financial update.

**Statement of Financial Performance**

- 5 Revenue was \$296.029 million for the period or \$2.542 million less than budget.
- 6 Operating revenue (external and internal combined) was unfavourable \$1.251 million mainly due to lower-than-expected revenue from the Parking Services, Aquatic Services, Resource Consents and Building Services activities.
- 7 Grants revenue was unfavourable \$1.994 million reflecting funding decisions by NZTA under the National Land Transport Programme, and timing of the transport contractor work programme. NZTA subsidy revenue totalling \$1.625 million relating to the October rain event has been received, with a further \$3.112 million approved which will be claimed as costs are incurred.
- 8 Expenditure was \$319.922 million for the period, or \$14.797 million less than budget.
- 9 Personnel costs was unfavourable \$589k, reflecting overtime payments for 3 waters and union negotiated contract increases, which is being managed with vacancy management. The month of March showed an unfavourable variance of \$133k, partly driven by changes in the annual leave provision.
- 10 Operations and maintenance expenditure was favourable \$3.200 million; however, this favourable variance was offset by an unfavourable \$1.101 million variance in internal costs, largely due largely to landfill disposal costs for kerbside collections now recorded as internal costs. Unfavourable Transport maintenance costs are more than offset by under expenditure in other activities, including Three Waters and Waste and Environmental Services. Transport costs included emergency works totalling \$1.992 million associated with the October rain event.
- 11 Depreciation costs were favourable \$10.597 million, mainly due to the revaluation of Three Waters assets, and to a lesser extent Property and Parks assets.
- 12 Interest costs were favourable \$3.417 million, reflecting a lower interest rate than budgeted and lower debt.
- 13 Year to date the Waipori Fund has reported a net operating surplus of \$5.681 million, \$2.361 million more than budget. Operating revenue was favourable \$2.365 million. However, Australian, International and New Zealand equities saw a decrease in value of \$2.375 million during March.
- 14 Fixed term investments values saw a small increase in value for the month, maintaining favourable results for the year to date.

**Statement of Financial Position**

- 15 Capital expenditure was \$104.482 million or 66.2% of the year-to-date budget. Capital expenditure in most activities was generally within budget for the period. Capital expenditure is forecast to be \$150 million as at 30 June.
- 16 The loans balance at 31 March was \$641.472 million which was \$48.501 million less than budget. This a reflection of the capital expenditure programme, which was underspent by \$53.297 million to March. Additional to the March loans balance there was accrued interest of \$5.710 million.
- 17 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 2024-2027 based on the current Statements of Intent (SOI), and the first two years of the draft 9-year plan.

**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**

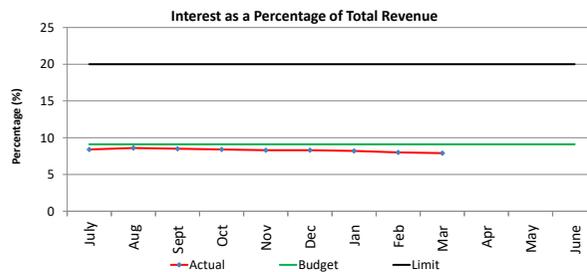
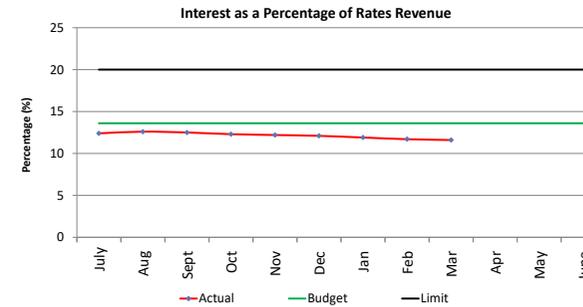
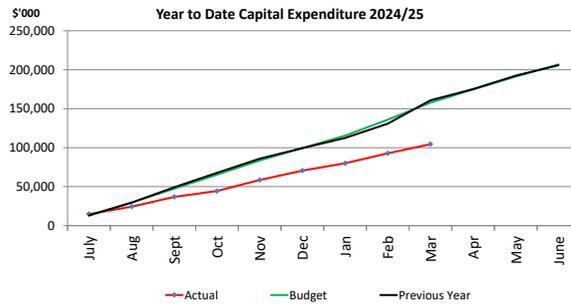
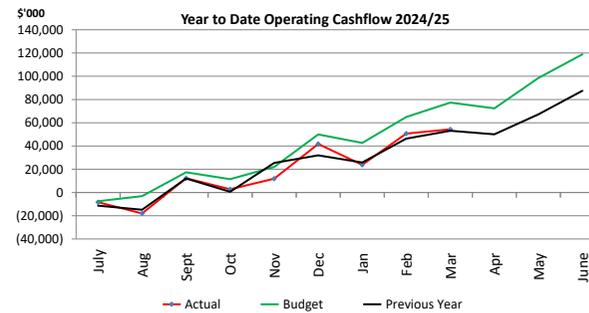
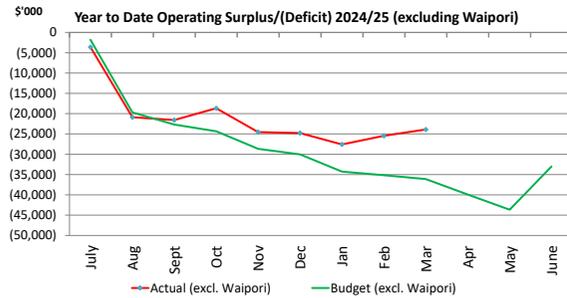
Author:	Hayden McAuliffe - Financial Services Manager
Authoriser:	Carolyn Allan - Chief Financial Officer

**Attachments**

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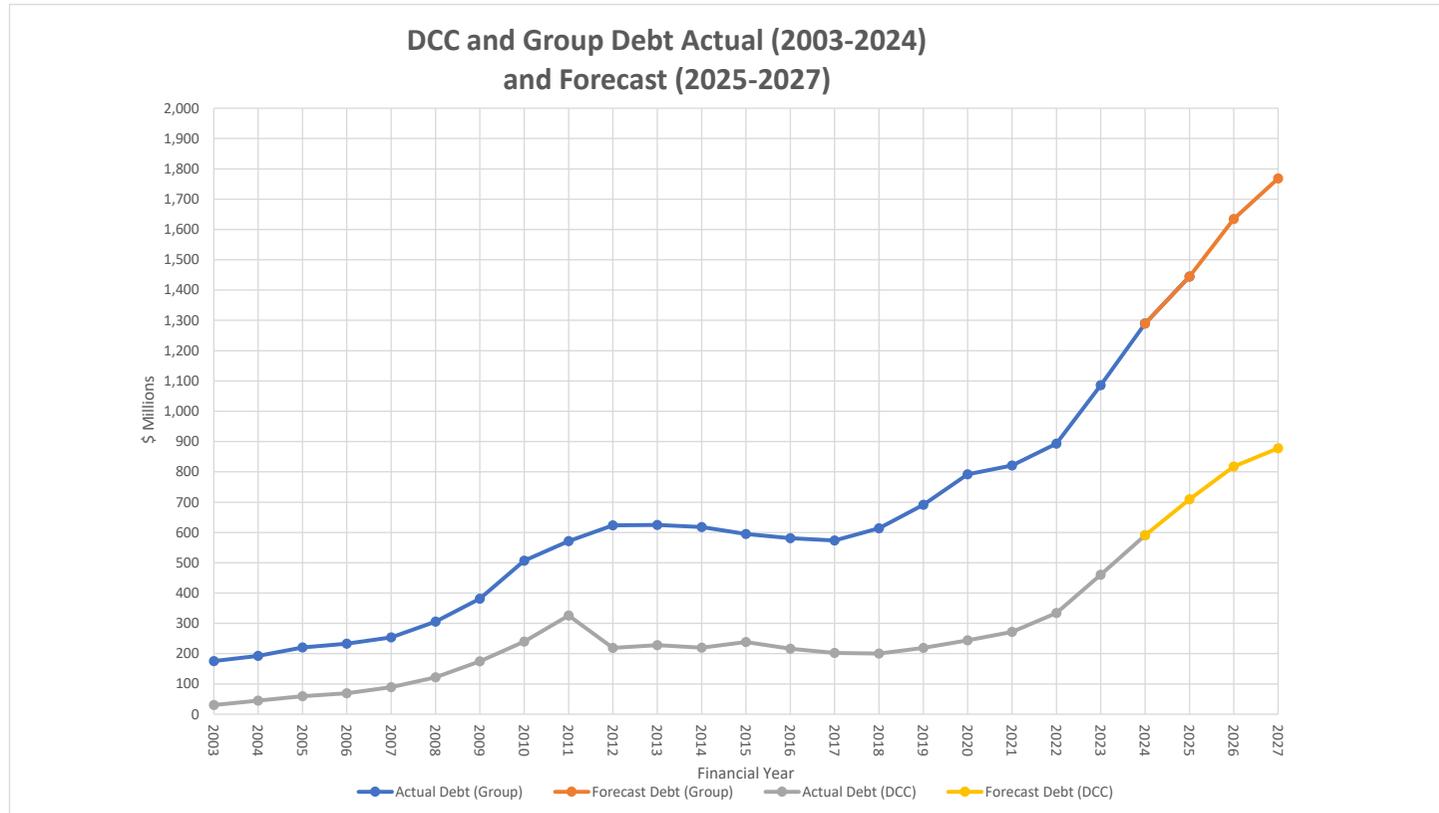
**DUNEDIN CITY COUNCIL**

**Summary Financial Information**  
For the Nine months Ending 31 March 2025



**Year to Date Borrowing Metrics 2024/25**

	Limit	Actual	Budget
Interest as a % rates revenue	< 30% *	11.6%	13.6%
Interest as a % total revenue	< 20% *	7.9%	9.1%
Debt % annualised revenue	250.0%	178.2%	187.6%



**Sources:**

Actual debt: Dunedin City Council annual reports from 2003 to 2024.

Forecast debt (Group): Dunedin City Treasury Ltd Statement of Intent for the year ending 30 June 2027, Dunedin City Holdings Ltd projections and the DCC draft 9 year plan.

DUNEDIN CITY COUNCIL

Statement of Financial Performance  
For the Nine Months Ending 31 March 2025  
Amount : \$'000

Month Actual	Month Budget	Month Variance		Year to Date Actual	Year to Date Budget	Year to Date Variance		LY YTD Actual	LY Full Year Actual	Full Year Budget
<b>REVENUE</b>										
19,990	19,918	72	F	179,905	179,266	639	F	152,520	203,946	239,021
267	179	88	F	1,462	974	488	F	1,203	1,654	1,300
6,423	6,612	189	U	59,652	62,004	2,352	U	59,594	92,741	93,331
3,944	2,635	1,309	F	20,751	22,745	1,994	U	36,510	42,830	27,327
144	321	177	U	2,463	2,887	424	U	3,273	8,823	6,850
3,093	3,411	318	U	31,796	30,695	1,101	F	29,867	39,601	40,927
<b>33,861</b>	<b>33,076</b>	<b>785</b>	<b>F</b>	<b>296,029</b>	<b>298,571</b>	<b>2,542</b>	<b>U</b>	<b>282,967</b>	<b>389,595</b>	<b>408,756</b>
<b>EXPENDITURE</b>										
6,921	6,788	133	U	63,620	63,031	589	U	61,834	83,091	83,879
7,345	7,512	167	F	64,669	67,869	3,200	F	63,109	88,227	89,810
1,331	1,252	79	U	28,682	28,450	232	U	25,799	33,360	35,673
2,400	2,085	315	U	19,040	18,497	543	U	18,892	33,571	25,792
31	99	68	F	10,113	10,161	48	F	9,869	10,835	10,906
3,093	3,411	318	F	31,796	30,695	1,101	U	29,867	39,601	40,927
9,006	10,189	1,183	F	81,101	91,698	10,597	F	86,535	117,100	122,356
2,182	2,702	520	F	20,901	24,318	3,417	F	18,569	24,467	32,424
<b>32,309</b>	<b>34,038</b>	<b>1,729</b>	<b>F</b>	<b>319,922</b>	<b>334,719</b>	<b>14,797</b>	<b>F</b>	<b>314,474</b>	<b>430,252</b>	<b>441,767</b>
1,552	(962)	2,514	F	(23,893)	(36,148)	12,255	F	(31,507)	(40,657)	(33,011)
<b>NET SURPLUS (DEFICIT)</b>										
<b>Add</b>										
(2,192)	369	2,561	U	5,681	3,320	2,361	F	5,676	5,446	4,425
(640)	(593)	47	U	(18,212)	(32,828)	14,616	F	(25,831)	(35,211)	(28,586)

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

DUNEDIN CITY COUNCIL

Statement of Financial Position  
As at 31 March 2025  
Amount : \$'000

30-Jun-24 LY Full Year Actual		31-Mar-25 This Month Actual	31-Mar-25 This Month Budget	30-Jun-25 Full Year Budget	31-Mar-24 LY Month Actual
	<b>Current Assets</b>				
8,555	Cash and cash equivalents	6,697	11,239	6,052	4,774
13,749	Other current financial assets	10,409	10,883	10,883	11,997
29,558	Trade and other receivables	24,784	30,976	29,229	24,318
512	Current Tax Asset	511	370	250	359
586	Inventories	671	574	574	548
-	Non-current assets held for sale	-	-	-	-
1,769	Prepayments	1,234	1,483	1,483	1,685
54,729	<b>Total Current Assets</b>	44,306	55,525	48,471	43,681
	<b>Non Current Assets</b>				
197,292	Other non-current financial assets	205,524	200,175	200,404	201,175
136,339	Shares in subsidiary companies	136,339	136,339	138,889	133,789
5,806	Intangible assets	3,770	3,892	4,553	2,599
110,826	Investment property	110,440	116,897	122,907	108,151
4,520,340	Property, plant and equipment	4,546,259	4,764,148	4,846,706	4,483,137
4,970,603	<b>Total Non Current Assets</b>	5,002,332	5,221,451	5,313,459	4,928,851
5,025,332	<b>TOTAL ASSETS</b>	5,046,638	5,276,976	5,361,930	4,972,532
	<b>Current Liabilities</b>				
40,315	Trade and other payables	30,343	48,999	40,425	36,870
4,554	Short Term Borrowings	5,710	-	-	113,200
6,185	Revenue received in advance	4,816	5,091	5,446	5,115
11,252	Employee entitlements	9,967	8,508	10,066	9,330
62,306	<b>Total Current Liabilities</b>	50,836	62,598	55,937	164,515
	<b>Non Current Liabilities</b>				
590,473	Term Loans	641,472	689,973	709,473	460,273
1,257	Employee entitlements	1,246	1,275	1,245	1,275
22,206	Provisions	22,206	17,001	17,001	17,001
320	Other Non-Current Liabilities	320	320	320	320
614,256	<b>Total Non Current Liabilities</b>	665,244	708,569	728,039	478,869
676,562	<b>TOTAL LIABILITIES</b>	716,080	771,167	783,976	643,384
	<b>Equity</b>				
1,651,592	Accumulated funds	1,633,121	1,629,383	1,633,600	1,660,170
2,686,878	Revaluation reserves	2,686,879	2,865,374	2,933,277	2,657,874
10,300	Restricted reserves	10,558	11,054	11,079	11,104
4,348,770	<b>TOTAL EQUITY</b>	4,330,558	4,505,809	4,577,954	4,329,148
5,025,332		5,046,638	5,276,976	5,361,930	4,972,532

Statement of Change in Equity  
As at 31 March 2025  
Amount : \$'000

30-Jun-24 LY Full Year Actual		31-Mar-25 This Month Actual	31-Mar-25 This Month Budget	30-Jun-25 Full Year Budget	31-Mar-24 LY Month Actual
4,354,978	Opening Balance	4,348,770	4,538,637	4,538,637	4,354,978
(35,211)	Operating Surplus (Deficit)	(18,212)	(32,828)	(28,586)	(25,830)
29,003	Movements in Reserves	-	-	67,903	-
4,348,770		4,330,558	4,505,809	4,577,954	4,329,148

**Statement of Cashflows**  
For the Nine Months Ending 31 March 2025  
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	183,544	206,705	273,912	152,497
Other Revenue	87,800	91,543	121,692	93,387
Interest Received	4,624	4,434	7,878	4,527
Dividend Received	952	1,486	12,954	1,179
Income Tax Refund	-	-	370	-
<i>Cash was applied to</i>				
Suppliers and Employees	(203,091)	(203,285)	(265,336)	(182,406)
Interest Paid	(19,486)	(23,556)	(32,580)	(16,021)
<b>Net Cash Inflow (Outflow) from Operations</b>	<b>54,343</b>	<b>77,327</b>	<b>118,890</b>	<b>53,163</b>
<b>Cash Flow from Investing Activities</b>				
<i>Cash was provided from investing activities:</i>				
Sale of Assets	30	-	120	1,064
Reduction in Loans & Advances	-	-	-	-
Reduction in Investments Other	15,204	-	-	3,763
<i>Cash was applied to:</i>				
Increase in Loans & Advances	-	-	-	-
Increase in Investments DCHL	-	-	(2,550)	-
Increase in Investments Other	(16,791)	(2,850)	(2,850)	(8,455)
Capital Expenditure	(105,644)	(172,952)	(236,772)	(167,046)
<b>Net Cash Inflow (Outflow) from Investing Activity</b>	<b>(107,201)</b>	<b>(175,802)</b>	<b>(242,052)</b>	<b>(170,674)</b>
<b>Cash Flow from Financing Activities</b>				
<i>Cash was provided from financing activities:</i>				
Loans Raised	83,500	101,000	120,500	113,200
Increase in Short Term Borrowings	-	-	-	-
<i>Cash was applied to:</i>				
Loans Repaid	-	-	-	-
Decrease in Short Term Borrowings	(32,500)	-	-	-
<b>Net Cash Inflow (Outflow) from Financing Activity</b>	<b>51,000</b>	<b>101,000</b>	<b>120,500</b>	<b>113,200</b>
<b>Total Increase/(Decrease) in Cash</b>	<b>(1,858)</b>	<b>2,525</b>	<b>(2,662)</b>	<b>(4,311)</b>
<b>Opening Cash and Deposits</b>	<b>8,555</b>	<b>8,714</b>	<b>8,714</b>	<b>9,085</b>
<b>Closing Cash and Deposits</b>	<b>6,697</b>	<b>11,239</b>	<b>6,052</b>	<b>4,774</b>

Note: the statement of cashflow has a GST presentation inconsistency between the approved budget and actual result, with the budget presenting a GST inclusive total and actual result presenting an exclusive total.

During the year investments held by the Waipori Fund totalling \$15.204 million have matured, and replaced by new investments totalling \$16.791 million

**DUNEDIN CITY COUNCIL**
**Capital Expenditure Summary by Activity  
For the Nine Months Ending 31 March 2025  
Amount : \$'000**

Group	Year to Date	Year to Date	Year to Date	Year to Date	LY YTD	Full Year	YTD Actual vs	
	Actual	Budget	Variance	Variance %				Actual
Community & Planning	-	105	105	0.0%	U	(2)	105	0.0%
Economic Development	5	43	38	11.6%	U	471	60	8.3%
Galleries, Libraries & Museums	1,278	2,828	1,550	45.2%	U	1,188	3,527	36.2%
Governance & Support Services	561	2,920	2,359	19.2%	U	1,137	3,895	14.4%
Property	20,796	26,418	5,622	78.7%	U	32,602	37,195	55.9%
Regulatory Services	558	455	103	122.6%	O	9	600	93.0%
Reserves & Recreational Facilities	5,525	11,021	5,496	50.1%	U	5,873	16,075	34.4%
Roading & Footpaths	25,719	34,913	9,194	73.7%	U	51,630	40,091	64.2%
Three Waters	45,290	61,765	16,475	73.3%	U	58,822	80,123	56.5%
Waste Management	4,750	17,311	12,561	27.4%	U	9,075	25,212	18.8%
	<b>104,482</b>	<b>157,779</b>	<b>53,297</b>	<b>66.2%</b>	<b>U</b>	<b>160,805</b>	<b>206,883</b>	<b>50.5%</b>

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

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Community & Planning	City Development	New Capital	Street Trees and Furniture	-	100,000	(100,000)	100,000
		Total New Capital		-	100,000	(100,000)	100,000
	<b>Total City Development</b>			-	<b>100,000</b>	<b>(100,000)</b>	<b>100,000</b>
	Community Development & Events	Renewals Capital	Task Force Green	-	5,000	(5,000)	5,000
		Total Renewals Capital		-	5,000	(5,000)	5,000
	<b>Total Community Development &amp; Events</b>			-	<b>5,000</b>	<b>(5,000)</b>	<b>5,000</b>
<b>Total Community &amp; Planning</b>				-	<b>105,000</b>	<b>(105,000)</b>	<b>105,000</b>
Economic Development	Destination Marketing	New Capital	Digital Content - Camera and Video Gear	4,971	42,503	(37,532)	60,000
		Total New Capital		4,971	42,503	(37,532)	60,000
	<b>Total Destination Marketing</b>			<b>4,971</b>	<b>42,503</b>	<b>(37,532)</b>	<b>60,000</b>
<b>Total Economic Development</b>				<b>4,971</b>	<b>42,503</b>	<b>(37,532)</b>	<b>60,000</b>
Galleries, Libraries & Museums	Dunedin Public Art Gallery	New Capital	Acquisitions - Donation Funded	-	35,000	(35,000)	35,000
			Acquisitions - DPAG Society Funded	-	30,000	(30,000)	30,000
			Acquisitions - Rates Funded	96,571	120,000	(23,429)	120,000
			Art in Public Places	217	-	217	-
			Minor Capital Works	10,580	80,000	(69,420)	100,000
			Total New Capital	107,369	265,000	(157,631)	285,000
	Renewals Capital	Heating and Ventilation System	-	20,000	(20,000)	30,000	
		Total Renewals Capital	-	20,000	(20,000)	30,000	
	<b>Total Dunedin Public Art Gallery</b>			<b>107,369</b>	<b>285,000</b>	<b>(177,631)</b>	<b>315,000</b>
	Dunedin Public Libraries	New Capital	Heritage Collection Purchases	38,547	50,000	(11,453)	70,000
			South Dunedin Library and Community Complex	316,958	600,000	(283,042)	600,000
		Total New Capital	355,505	650,000	(294,495)	670,000	
		Renewals Capital	Acquisitions - Operational Collection	668,001	747,000	(78,999)	996,000
	Minor Capital Equipment		2,566	41,247	(38,681)	55,000	
		Total Renewals Capital	670,567	788,247	(117,680)	1,051,000	
	<b>Total Dunedin Public Libraries</b>			<b>1,026,072</b>	<b>1,438,247</b>	<b>(412,175)</b>	<b>1,721,000</b>
	Olveston House	Renewals Capital	Minor Capital Works	12,239	39,000	(26,761)	40,000
		Total Renewals Capital		12,239	39,000	(26,761)	40,000
	<b>Total Olveston House</b>			<b>12,239</b>	<b>39,000</b>	<b>(26,761)</b>	<b>40,000</b>
	Toitū Otago Settlers Museum	New Capital	Acquisitions - Rates Funded	6,950	50,000	(43,050)	50,000
Minor Capital Works			44,259	30,000	14,259	40,000	
New Gallery Space - Theatre			22,200	551,000	(528,800)	711,000	
Total New Capital		73,409	631,000	(557,591)	801,000		
Renewals Capital		Gallery Furniture and Office/Gallery Renewal	-	360,000	(360,000)	550,000	
		Minor Equipment Renewals	51,805	75,000	(23,195)	100,000	
Plant Renewal		9,178	-	9,178	-		
Total Renewals Capital	60,983	435,000	(374,017)	650,000			
<b>Total Toitū Otago Settlers Museum</b>			<b>134,393</b>	<b>1,066,000</b>	<b>(931,607)</b>	<b>1,451,000</b>	
<b>Total Galleries, Libraries &amp; Museums</b>				<b>1,280,072</b>	<b>2,828,247</b>	<b>(1,548,175)</b>	<b>3,527,000</b>

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

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	-	-	-	30,000
		Total New Capital		-	-	-	30,000
		Renewals Capital	General Replacement	192,614	390,000	(197,386)	390,000
		Total Renewals Capital		192,614	390,000	(197,386)	390,000
	<b>Total Fleet Operations</b>			<b>192,614</b>	<b>390,000</b>	<b>(197,386)</b>	<b>420,000</b>
	Civil Defence	New Capital	Plant Equipment	-	75,000	(75,000)	100,000
		Total New Capital		-	75,000	(75,000)	100,000
	<b>Total Civil Defence</b>			-	<b>75,000</b>	<b>(75,000)</b>	<b>100,000</b>
	Council Communications and Marke	Renewals Capital	Minor Equipment Renewals	-	37,503	(37,503)	50,000
		Total Renewals Capital		-	37,503	(37,503)	50,000
	<b>Total Council Communications and Marketing</b>			-	<b>37,503</b>	<b>(37,503)</b>	<b>50,000</b>
	Business Information Solutions	New Capital	Internal Legacy Corrections	-	74,997	(74,997)	100,000
			Internal Services Workstream	-	266,668	(266,668)	350,000
			Value added External Services Workstream	7,950	1,083,333	(1,075,383)	1,500,000
		Total New Capital		7,950	1,424,998	(1,417,048)	1,950,000
		Renewals Capital	Internal Legacy Corrections	350,781	808,332	(457,551)	1,100,000
			Internal Services Workstream	9,510	183,329	(173,819)	275,000
		Total Renewals Capital		360,291	991,661	(631,370)	1,375,000
	<b>Total Business Information Solutions</b>			<b>368,241</b>	<b>2,416,659</b>	<b>(2,048,418)</b>	<b>3,325,000</b>
	<b>Total Governance &amp; Support services</b>			<b>560,855</b>	<b>2,919,162</b>	<b>(2,358,307)</b>	<b>3,895,000</b>
Property	Commercial	New Capital	Commercial Property Purchases	(15,000)	-	(15,000)	-
		Total New Capital		(15,000)	-	(15,000)	-
		Renewals Capital	Asset Renewals	36,675	330,000	(293,326)	640,000
		Total Renewals Capital		36,675	330,000	(293,326)	640,000
	<b>Total Commercial</b>			<b>21,675</b>	<b>330,000</b>	<b>(308,326)</b>	<b>640,000</b>
	Housing	New Capital	Housing Growth	55,522	1,170,000	(1,114,478)	1,600,000
		Total New Capital		55,522	1,170,000	(1,114,478)	1,600,000
		Renewals Capital	Asset Renewals	321,760	369,000	(47,240)	500,000
			Fitzroy St Housing Upgrade	2,903	1,125,000	(1,122,098)	1,500,000
			Healthy Homes Upgrades	19,457	-	19,457	-
	Total Renewals Capital		344,119	1,494,000	(1,149,881)	2,000,000	
	<b>Total Housing</b>			<b>399,641</b>	<b>2,664,000</b>	<b>(2,264,359)</b>	<b>3,600,000</b>
	Operational	New Capital	South Dunedin Library and Community Complex	11,778,662	13,400,000	(1,621,338)	19,900,000
		Total New Capital		11,778,662	13,400,000	(1,621,338)	19,900,000
		Renewals Capital	Asset Renewals	876,374	895,650	(19,276)	1,055,000
			Civic Centre	4,401,167	3,490,000	911,167	5,030,000
Dunedin Public Art Gallery Refurbishment			(183)	206,000	(206,183)	310,000	
Octagon CCTV			249,640	100,000	149,640	100,000	
Oliveston House Renewal			-	190,000	(190,000)	250,000	
Town Hall/Municipal Chamber Exterior and Lift			789,534	1,200,000	(410,466)	1,600,000	
Total Renewals Capital				6,316,533	6,081,650	234,883	8,345,000
<b>Total Operational</b>					<b>18,095,195</b>	<b>19,481,650</b>	<b>(1,386,455)</b>

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Property	Investment	Renewals Capital	Asset Renewals	274,043	640,000	(365,957)	850,000	
			Lift Replacements	13,661	-	13,661	-	
			Seismic Remediation	223,896	-	223,896	-	
		Total Renewals Capital	511,601	640,000	(128,399)	850,000		
	<b>Total Investment</b>			<b>511,601</b>	<b>640,000</b>	<b>(128,399)</b>	<b>850,000</b>	
	Community	New Capital		CCTV George Street	267,777	500,000	(232,223)	500,000
				Public Toilets Growth	500,097	387,000	113,097	510,000
		Total New Capital			767,874	887,000	(119,126)	1,010,000
		Renewals Capital		Asset Renewals	726,504	1,749,700	(1,023,196)	2,000,000
				Community Hall Renewals	105,585	189,000	(83,415)	250,000
				Edgar Centre Refurbishment	-	252,000	(252,000)	300,000
				Public Toilet Renewals	150,532	225,000	(74,468)	300,000
				Railway Station Exterior and Lift Tarpits	(5,050)	-	(5,050)	-
	Total Renewals Capital			999,895	2,415,700	(1,415,805)	2,850,000	
	<b>Total Community</b>			<b>1,767,769</b>	<b>3,302,700</b>	<b>(1,534,931)</b>	<b>3,860,000</b>	
<b>Total Property</b>			<b>20,795,880</b>	<b>26,418,350</b>	<b>(5,622,470)</b>	<b>37,195,000</b>		

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Reserves & Rec facilities	Aquatic Services	New Capital	Moana Pool Improvements	-	15,003	(15,003)	20,000
			Mosgiel Pool	3,440	-	3,440	-
		Total New Capital		3,440	15,003	(11,563)	20,000
		Renewals Capital	Moana Pool Renewals	1,901,798	6,156,500	(4,254,702)	8,902,000
			St Clair Pool Renewals	227,007	300,000	(72,993)	350,000
		Total Renewals Capital		2,128,805	6,456,500	(4,327,695)	9,252,000
	<b>Total Aquatic Services</b>			<b>2,132,245</b>	<b>6,471,503</b>	<b>(4,339,258)</b>	<b>9,272,000</b>
	Botanic Gardens	New Capital	Botanic Garden Improvements	76,812	105,000	(28,188)	105,000
		Total New Capital		76,812	105,000	(28,188)	105,000
		Renewals Capital	Botanic Garden Renewals	46,170	25,900	20,270	79,000
		Total Renewals Capital		46,170	25,900	20,270	79,000
	<b>Total Botanic Gardens</b>			<b>122,982</b>	<b>130,900</b>	<b>(7,918)</b>	<b>184,000</b>
	Cemeteries & Crematorium	New Capital	Cemetery Strategic Development Plan	62,787	140,000	(77,213)	500,000
			City Wide Beam Expansion	152,468	-	152,468	360,000
		Total New Capital		215,254	140,000	75,254	860,000
		Renewals Capital	Structures Renewals	100,787	122,000	(21,213)	142,000
	Total Renewals Capital		100,787	122,000	(21,213)	142,000	
	<b>Total Cemeteries &amp; Crematorium</b>			<b>316,041</b>	<b>262,000</b>	<b>54,041</b>	<b>1,002,000</b>
	Parks & Recreation	New Capital	Logan Park Hockey Turf	977,049	1,000,000	(22,951)	1,000,000
			Playground Improvements	629,347	377,000	252,347	817,000
			Recreation Facilities Improvements	64,373	337,500	(273,127)	450,000
			Track Network Development	-	50,000	(50,000)	100,000
Total New Capital			1,670,769	1,764,500	(93,731)	2,367,000	
Renewals Capital		Greenspace Renewals	351,391	502,500	(151,109)	570,000	
		Playground Renewals	545,162	924,700	(379,538)	1,160,000	
		Recreation Facilities Renewals	386,508	963,900	(577,392)	1,520,000	
Total Renewals Capital			1,283,060	2,391,100	(1,108,040)	3,250,000	
<b>Total Parks &amp; Recreation</b>				<b>2,953,829</b>	<b>4,155,600</b>	<b>(1,201,771)</b>	<b>5,617,000</b>
<b>Total Reserves &amp; Rec facilities</b>			<b>5,525,097</b>	<b>11,020,003</b>	<b>(5,494,906)</b>	<b>16,075,000</b>	
Regulatory Services	Compliance Solutions	New Capital	Minor Equipment	4,525	-	4,525	-
		Total New Capital		4,525	-	4,525	-
		Renewals Capital	Minor Equipment Renewals	6,678	40,000	(33,322)	50,000
	Total Renewals Capital		6,678	40,000	(33,322)	50,000	
	<b>Total Compliance Solutions</b>			<b>11,203</b>	<b>40,000</b>	<b>(28,797)</b>	<b>50,000</b>
	Parking Operations	Renewals Capital	Car Park Buildings Equipment	156,274	-	156,274	-
			Offstreet Carparks	177,733	380,000	(202,267)	380,000
			Parking Meter Renewals	213,225	35,000	178,225	170,000
		Total Renewals Capital		547,231	415,000	132,231	550,000
	<b>Total Parking Operations</b>			<b>547,231</b>	<b>415,000</b>	<b>132,231</b>	<b>550,000</b>
<b>Total Regulatory Services</b>			<b>558,433</b>	<b>455,000</b>	<b>103,433</b>	<b>600,000</b>	

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Rooding and Footpaths	Shaping Future Dunedin	New Capital	Central City Cycle & Pedestrian Improvements	45,584	-	45,584	-	
			Central City Parking Management	2,080	810,000	(807,920)	1,200,000	
			Mosgiel & Burnside Park & Ride	92,163	-	92,163	-	
			<b>Total New Capital</b>	<b>139,827</b>	<b>810,000</b>	<b>(670,173)</b>	<b>1,200,000</b>	
	<b>Total Shaping Future Dunedin</b>			<b>139,827</b>	<b>810,000</b>	<b>(670,173)</b>	<b>1,200,000</b>	
	Transport	New Capital	Central City Upgrade Bath Street	142,128	1,500,000	(1,357,872)	1,500,000	
			Central City Upgrade Retail Quarter	390,524	60,000	330,524	60,000	
			Coastal Plan	1,378,818	2,562,500	(1,183,683)	2,950,000	
			Dunedin Urban Cycleways	175,375	1,800,000	(1,624,625)	1,874,715	
			Low Cost, Low Risk Improvements	2,204,020	2,000,000	204,020	2,000,000	
			Other Unsubsidised New Capital	29,944	-	29,944	-	
			Peninsula Connection	111,018	-	111,018	-	
			<b>Total New Capital</b>	<b>4,431,827</b>	<b>7,922,500</b>	<b>(3,490,673)</b>	<b>8,384,715</b>	
			Renewals Capital	Footpath Renewals	3,522,003	4,320,000	(797,997)	5,750,000
				Gravel Road Re-Metaling	592,669	591,900	769	1,184,000
				Major Drainage Control	3,351,700	4,577,247	(1,225,547)	6,102,000
				Minor Capital Works	1,428,999	-	1,428,999	-
				Pavement Rehabilitations	1,008,261	3,248,000	(2,239,739)	3,248,000
				Pavement Renewals	9,010,747	10,585,000	(1,574,253)	10,824,000
				Structure Component Replacement	1,582,213	1,764,900	(182,687)	2,076,000
Traffic Services Renewal				651,182	1,093,500	(442,318)	1,322,000	
<b>Total Renewals Capital</b>	<b>21,147,775</b>	<b>26,180,547</b>		<b>(5,032,772)</b>	<b>30,506,000</b>			
<b>Total Transport</b>			<b>25,579,602</b>	<b>34,103,047</b>	<b>(8,523,445)</b>	<b>38,890,715</b>		
<b>Total Rooding and Footpaths</b>			<b>25,719,429</b>	<b>34,913,047</b>	<b>(9,193,618)</b>	<b>40,090,715</b>		

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget
Three Waters	Stormwater	New Capital	Mosgiel Stormwater Pumpstations and Network	166,163	1,284,000	(1,117,837)	1,750,000
			New Capital Supporting Growth	196,244	693,000	(496,756)	924,000
			New Resource Consents	-	322,000	(322,000)	322,000
			South Dunedin Flood Alleviation	128,086	562,500	(434,414)	750,000
			Stormwater New Capital Other	4,562,040	5,059,000	(496,960)	5,059,000
			<b>Total New Capital</b>	<b>5,052,534</b>	<b>7,920,500</b>	<b>(2,867,966)</b>	<b>8,805,000</b>
		Renewals Capital	Central City Renewals	80,110	-	80,110	-
			Mosgiel Stormwater Pumpstations and Network	21,419	-	21,419	-
			Other Stormwater Renewals	3,958,763	6,269,000	(2,310,237)	7,180,000
			Renewals Supporting Growth	56,783	1,480,000	(1,423,217)	2,015,000
			<b>Total Renewals Capital</b>	<b>4,117,075</b>	<b>7,749,000</b>	<b>(3,631,925)</b>	<b>9,195,000</b>
			<b>Total Stormwater</b>	<b>9,169,608</b>	<b>15,669,500</b>	<b>(6,499,892)</b>	<b>18,000,000</b>
	Wastewater	New Capital	Metro Wastewater Treatment Plant Resilience	188,171	6,386,000	(6,197,829)	8,707,000
			New Capital Supporting Growth	288,716	638,253	(349,537)	851,000
			Other Wastewater Renewals	90,765	-	90,765	-
			Wastewater New Capital Other	949,795	3,509,253	(2,559,458)	4,679,000
			<b>Total New Capital</b>	<b>1,517,446</b>	<b>10,533,506</b>	<b>(9,016,060)</b>	<b>14,237,000</b>
		Renewals Capital	Biofilter Media Replacement	24	-	24	-
			Central City Renewals	17,315	-	17,315	-
			Metro Wastewater Treatment Plant Resilience	4,856,087	2,737,000	2,119,087	3,731,000
			Other Wastewater Renewals	8,829,637	3,697,247	5,132,390	5,023,000
			Renewals Supporting Growth	-	486,000	(486,000)	648,000
			Rural Wastewater Schemes	888,376	894,000	(5,624)	894,000
			Wastewater Pumpstation Renewals	2,285,855	2,912,000	(626,145)	3,891,000
			<b>Total Renewals Capital</b>	<b>16,877,295</b>	<b>10,726,247</b>	<b>6,151,048</b>	<b>14,187,000</b>
			<b>Total Wastewater</b>	<b>18,394,741</b>	<b>21,259,753</b>	<b>(2,865,012)</b>	<b>28,424,000</b>
			Water Supply	New Capital	New Capital Supporting Growth	-	882,000
Port Chalmers Water Supply	964,451	801,000			163,451	1,068,000	
Water New Capital Other	116,926	3,482,000			(3,365,074)	4,748,000	
Water Supply Resilience	4,550,723	3,644,253			906,470	4,859,000	
<b>Total New Capital</b>	<b>5,632,100</b>	<b>8,809,253</b>		<b>(3,177,153)</b>	<b>11,851,000</b>		
Renewals Capital	Central City Renewals	(35,893)		-	(35,893)	-	
	Dam Safety Action Plan	68,738		-	68,738	-	
	Other Water Renewals	11,836,246		11,099,753	736,493	15,125,000	
	Renewals Supporting Growth	-		943,000	(943,000)	1,286,000	
	Water Supply Resilience	220,850		3,985,000	(3,764,150)	5,437,000	
	<b>Total Renewals Capital</b>	<b>12,089,941</b>	<b>16,027,753</b>	<b>(3,937,812)</b>	<b>21,848,000</b>		
<b>Total Water Supply</b>	<b>17,722,041</b>	<b>24,837,006</b>	<b>(7,114,965)</b>	<b>33,699,000</b>			
<b>Total Three Waters</b>			<b>45,286,390</b>	<b>61,766,259</b>	<b>(16,479,869)</b>	<b>80,123,000</b>	

**Capital Expenditure Detail by Activity  
For the Eight Months Ending 31 March 2025**

Group	Activity Name	Expenditure Type	Project Name	YTD Actual	YTD Budget	YTD Var	FY Budget	
Waste Management	Waste Futures	New Capital	Bulk Waste System	31,991	-	31,991	-	
			Construction and Demolition Facility	31,448	250,000	(218,552)	383,000	
			Glass Facility	-	860,000	(860,000)	860,000	
			Material Recovery Facility	757,169	8,366,000	(7,608,831)	13,466,000	
			New Collection System (Waste, Recycling, Organics & Glass)	437,349	-	437,349	-	
			Organics Facility	1,116,010	2,400,000	(1,283,990)	3,013,000	
			Resource Recovery Park Precinct	209,174	2,500,000	(2,290,826)	3,512,000	
			Smooth Hill Landfill	(2,733)	-	(2,733)	-	
			<b>Total New Capital</b>	<b>2,580,407</b>	<b>14,376,000</b>	<b>(11,795,593)</b>	<b>21,234,000</b>	
			<b>Total Waste Futures</b>	<b>2,580,407</b>	<b>14,376,000</b>	<b>(11,795,593)</b>	<b>21,234,000</b>	
	Waste & Environmental Solutions	New Capital	Community Recycling Hubs	10,781	210,000	(199,219)	305,000	
			Green Island Landfill Aftercare	202,805	215,000	(12,195)	300,000	
			Green Island Landfill and Transfer Station	(7,344)	-	(7,344)	-	
			Green Island Landfill Gas Collection System	974,772	1,080,000	(105,228)	1,255,000	
			Green Island Landfill Leachate System	747,943	1,030,000	(282,057)	1,495,000	
			Sawyers Bay Closed Landfill	-	10,000	(10,000)	18,000	
			<b>Total New Capital</b>	<b>1,928,957</b>	<b>2,545,000</b>	<b>(616,043)</b>	<b>3,373,000</b>	
			Renewals Capital	Asset Renewals	3,557	-	3,557	-
				Forester Park Landfill Culvert Pipe	-	-	-	15,000
				Green Island Landfill and Transfer Station	21,343	80,000	(58,657)	150,000
	Green Island Leachate System Pump/Pumpstation	(500)		10,000	(10,500)	15,000		
	Kerbside Bin Replacements	139,862		160,000	(20,138)	260,000		
	Public Place Recycling and Rubbish Bins	76,857		140,000	(63,143)	165,000		
<b>Total Renewals Capital</b>	<b>241,119</b>	<b>390,000</b>	<b>(148,881)</b>	<b>605,000</b>				
<b>Total Waste &amp; Environmental Solutions</b>	<b>2,170,076</b>	<b>2,935,000</b>	<b>(764,924)</b>	<b>3,978,000</b>				
<b>Total Waste Management</b>	<b>4,750,483</b>	<b>17,311,000</b>	<b>(12,560,517)</b>	<b>25,212,000</b>				
<b>Grand Total</b>	<b>104,481,611</b>	<b>157,778,571</b>	<b>(53,296,960)</b>	<b>206,882,715</b>				

**DUNEDIN CITY COUNCIL**
**Summary of Operating Variances  
For the Nine Months Ending 31 March 2025  
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
Community & Planning	(1,235)	(688)	(547)	-	(171)	(193)	2	(217)	(1)	-	33
Economic Development	(84)	(87)	3	-	(112)	2	12	92	(1)	-	10
Galleries, Libraries & Museums	(789)	(1,292)	503	-	100	(16)	(25)	418	(1)	85	(58)
Governance & Support Services	(9,609)	(8,065)	(1,544)	641	499	(254)	(2,237)	(3,489)	781	(260)	403
Property	(811)	(1,498)	687	-	84	(1)	(281)	(649)	(1)	638	897
Regulatory Services	41	1,045	(1,004)	-	(1,317)	9	251	17	(7)	-	43
Reserves & Recreational Facilities	1,251	(86)	1,337	-	(38)	(1)	166	311	(1)	226	681
Roading & Footpaths	(4,977)	(2,197)	(2,780)	(2)	(2,727)	(104)	899	(805)	(96)	950	(895)
Three Waters	(8,432)	(23,240)	14,808	-	731	(33)	610	1,902	362	1,552	9,684
Waste Management	752	(40)	792	-	(1,335)	1,692	14	2,532	(2,136)	226	(201)
<b>Total Council (excluding Waipori)</b>	<b>(23,893)</b>	<b>(36,148)</b>	<b>12,255</b>	<b>639</b>	<b>(4,286)</b>	<b>1,101</b>	<b>(589)</b>	<b>112</b>	<b>(1,101)</b>	<b>3,417</b>	<b>10,597</b>
Waipori Fund	5,681	3,320	2,361	-	2,365	-	-	(4)	-	-	-
<b>Total Council</b>	<b>(18,212)</b>	<b>(32,828)</b>	<b>14,616</b>	<b>639</b>	<b>(1,921)</b>	<b>1,101</b>	<b>(589)</b>	<b>108</b>	<b>(1,101)</b>	<b>3,417</b>	<b>10,597</b>



**DETAILED FINANCIAL UPDATE**

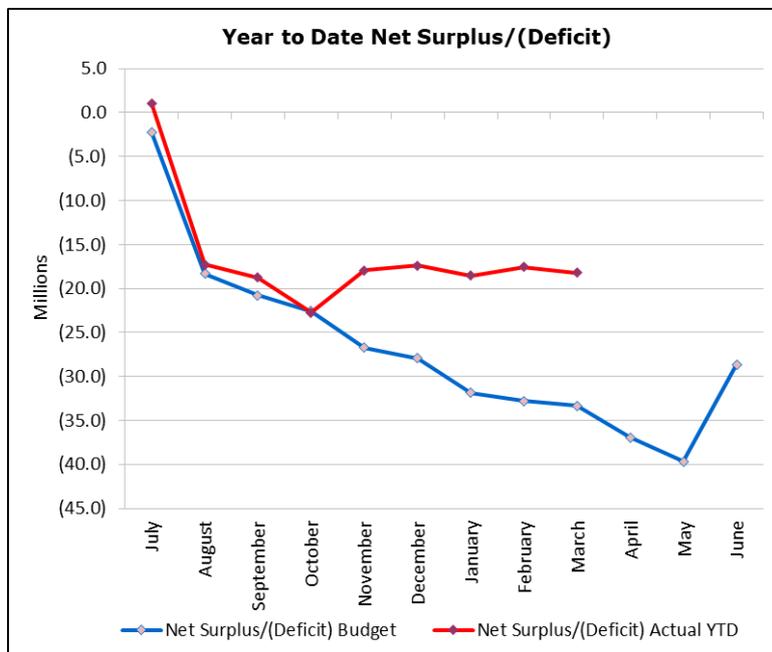
**For the period ended 31 March 2025**

This report provides a detailed commentary on the Council’s financial result for the period ended 31 March 2025 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 period ended 31 March 2025 was \$18.212 million or \$16.616 million less than budget.

## REVENUE

The total revenue for the period was \$296.029 million or \$2.542 million less than budget.

The major variances were as follows:

### External Revenue

*Actual \$59.652 million, Budget \$62.004 million, Unfavourable variance \$2.352 million*

Waste and Environmental Services was unfavourable \$1.335 million. Landfill commercial and domestic waste revenue was unfavourable \$1.979 million. Changes relating to the new kerbside collections contract mean disposal fees totalling \$2.296 million was reported as internal revenue resulting in an unfavourable external revenue variance. Offsetting this variance, waste levy revenue for waste minimisation initiatives, received from the Ministry for the Environment, was favourable \$443k.

Parking Operations revenue was unfavourable \$620k, mainly in on-street metered parking, but also the Frederick St and Lower Moray Place carparks. A new parking dashboard has been developed which can provide additional site-specific occupancy analysis. This analysis has helped identify areas where budgets have been historically inaccurate and enabled more accurate budgets for 2025/26. Parking revenue in the new Licence Plate Recognition sites is improving and it is expected these sites will be closer to budget by the end of the financial year.

Building Services revenue was unfavourable \$439k. Overall, the number of building consent applications received, and inspections undertaken remain below expectation.

Compliance Solutions revenue was unfavourable \$310k, partly due to Parking Enforcement revenue being less than budget due to vacancies and staff leave earlier in the year. Animal Services revenue was unfavourable \$117k due to lower than budgeted dog registrations.

Transport revenue was unfavourable \$309k partly due to corridor accessway revenue being \$188k less than budgeted, as well as revenue from dust suppression work being unfavourable \$110k.

Resource consents revenue was unfavourable \$181k due to fewer consents applied for.

Visitor Centre revenue was unfavourable \$115k, partly due to budgeted recoveries from the Department of Conservation not eventuating now that DOC no longer occupies space at the site.

Parks and Recreation revenue was unfavourable \$95k. Aquatic Services revenue was unfavourable \$266k due to the timing of learn to swim revenue budgets, hydroslide revenue being less than expected and revenue recognition timing for some revenue. This was offset with \$217k of revenue for rates recoveries, sportsground charges and rent charges relating to land leased for telecommunications transmitters.

DPAG, Toitu and Lan Yuan revenue was unfavourable \$70k due to lower than budgeted venue hire and Lan Yuan admissions revenue. Commercial lease revenue for Dunedin Public Art Gallery is unfavourable for the year to date.

Offsetting these unfavourable variances:

Three Waters revenue was favourable \$447k, mainly due to favourable trade waste charges, water sales and meter rentals.

Property revenue was favourable \$186k, with Investment property revenue ahead of budget \$125k.

**Grants Revenue**

*Actual \$20.751 million, Budget \$22.745 million, Unfavourable variance \$1.994 million*

Transport grants revenue was unfavourable \$2.170 million, partly due to NZTA co-funding not being approved for some projects. Capital subsidy revenue of \$1.785 million, representing 51% of project expenditure, had been budgeted for these projects. Subsidy revenue was also approximately \$2.000 million unfavourable, largely due to the timing of operational and capital work programmes compared to budget. Offsetting this, \$1.625 million has been received in unbudgeted NZTA subsidies relating to the October rain event.

Offsetting the Transport unfavourable variance, Olveston revenue was favourable \$270k due to a donation received on the winding up of the Olveston Charitable Foundation. This donation will be held as a reserve fund and used for expenditure in line with the Foundation's wishes.

Parks and Recreation was favourable \$106k due to an unbudgeted donation of \$100k for the upgraded playground at the Botanic Garden.

**Internal Revenue**

*Actual \$31.796 million, Budget \$30.695 million, Favourable variance \$1.101 million*

Waste and Environmental Services landfill revenue was favourable \$1.692 million. Changes relating to the new kerbside collections contract mean disposal fees under the contract is reported as internal revenue resulting in a favourable landfill revenue variance of \$2.157 million to date. Offsetting this variance, internal landfill revenue from waste treatment plant sludge disposal was unfavourable \$384k due to less sludge being disposed of at the landfill than anticipated.

Internal revenue from Better Off Funding was unfavourable \$754k across various activities.

**EXPENDITURE**

The total expenditure for the period was \$319.992 million or \$14.797 million less than budget.

The major variances were as follows:

**Personnel Costs**

*Actual \$63.620 million, Budget \$63.031 million, Unfavourable variance \$589k*

Personnel costs was unfavourable \$589k, reflecting overtime payments for 3 waters and union negotiated contract increases, which is being managed with vacancy management. The month of March showed an unfavourable variance of \$133k, partly driven by changes in the annual leave provision. It is important to note that leave movements have had an impact on personnel costs throughout the year to date and will continue to impact for the rest of the year. Annual leave is being actively managed, and work is underway to budget these fluctuations for future years.

**Operations and Maintenance Costs**

*Actual \$64.669 million, Budget \$67.869 million, Favourable variance \$3.200 million*

Waste and Environmental Services costs were favourable \$2.979 million. The kerbside collections contract cost was favourable \$1.770 million, due to landfill disposal costs now recorded as internal costs. Overall, the kerbside collection contract costs were higher than budget due to an increase in contract rates after budgets were approved. ETS costs were favourable \$1.194 million due to a lower Unique Emissions Factor and the current projected cost of carbon credits being lower than budgeted.

Recent government announcements around the ETS scheme however may have an unfavourable impact on the cost of carbon credits going forward.

Three Waters maintenance expenditure was favourable \$1.326 million largely reflecting lower than budgeted costs for treatment plant maintenance to date. Reactive plant maintenance requirements were less than anticipated coupled with proactive management of planned maintenance requirements, and savings associated with optimisation of plant processes around the handling of sludge.

BIS expenditure was favourable \$335k, mainly in project management costs and IT managed services fixed contract costs. This will be used to offset any expenditure associated ITMS.

Parks and Recreation costs were favourable \$182k. Expenditure on building maintenance was favourable \$157k, largely due to the timing of maintenance on facilities at Logan Park.

Fleet Operations costs were favourable \$105k, mainly due to fuel and E-Road costs being less than budgeted.

These favourable variances were partially offset by:

Transport expenditure was unfavourable \$1.331 million due largely to \$1.992 million unbudgeted costs relating to the October 2024 rain event. Other subsidised and unsubsidised cost variances, including unbudgeted contract cost fluctuations, are being managed.

#### **Occupancy Costs**

*Actual 28.682 million, Budget \$28.450 million, Unfavourable variance \$232k*

Electricity and gas costs were unfavourable \$389k across activities, with gas costs high for Moana Pool, the crematorium, the Art Gallery and Wall St mall. Operational cost recoveries for Property, including electricity and gas costs, were favourable. Offsetting this unfavourable expenditure variance, fuel costs were favourable \$279k, notably at the Tahuna wastewater treatment plant.

Contract cleaning costs were unfavourable \$294k, mainly in Property where costs were unfavourable \$266k, largely due to more cleaning than budgeted for public toilets.

Offsetting the unfavourable variances, insurance costs across the activities were favourable \$229k.

#### **Consumable and General Costs**

*Actual \$19.040 million, Budget \$18.497 million, Unfavourable variance \$543k*

People and Capability costs were unfavourable \$600k due to the cost of outsourced professional services.

Waste and Environmental costs were unfavourable \$454k. Consultants costs were unfavourable \$573k, relating to the Green Island landfill closure, consent costs for the resource recovery park and costs relating to the 2024 unique emissions factor application. Offsetting this variance MOE waste levy costs were favourable \$118k. The reduced levy cost is a result of less material liable for the waste levy charge arriving at the landfill than expected.

BIS costs were unfavourable \$336k, partly being timing of software licence costs as well as postage costs. Increases in software licencing costs have been generally greater than budgeted.

Finance costs were unfavourable \$263k, mainly being additional external audit and outsourced professional services, which were partially offset by BOF revenue for work on Local Water Done Well.

Property costs were unfavourable \$178k, largely due to unbudgeted MOE waste levy costs at the Milners Rd property. These costs are recovered from the tenant.

These unfavourable variances were partly offset by:

Parks and Recreation were favourable \$150k mainly due to consultants costs, legal fees and telecommunications being less than budget.

Three Waters costs were favourable \$397k mainly due to consultants costs overall being less than budget, despite unbudgeted consultants costs for Local Water Done Well.

Transport costs were favourable \$338k with consultants costs below budget. This favourable variance was partly offset by unfavourable variances in software licence fees and compensation costs.

**Internal Costs**

*Actual \$31.796 million, Budget \$18.497 million, Unfavourable variance \$1.101 million*

Waste and Environmental Services expenditure was unfavourable \$2.136 million, mainly due to changes relating to the new kerbside collections contract meaning \$2.180 million in disposal fees under the contract was reported as internal expenditure.

Offsetting this, Investment Account expenditure was favourable \$772k, mainly due to Better Off Funding costs being less than budgeted.

Three Waters expenditure was favourable \$362k due to savings in the cost of disposing sludge from the waste treatment plant due to better treatment and incineration of the sludge.

**Depreciation Costs**

*Actual \$81.101 million, Budget \$91.698 million, Favourable variance \$10.597 million*

Depreciation costs were favourable \$10.597 million, mainly due to the revaluation of Three Waters assets, and to a lesser extent Property and Parks assets.

Three Waters asset values reduced by \$849 million from \$4.805 billion to \$3.956 billion, resulting in a favourable depreciation variance to March of \$9.685 million.

**Interest Costs**

*Actual \$20.901 million, Budget \$24.318 million, Favourable variance \$3.417 million*

This favourable variance reflected a lower interest rate than the 5% rate budgeted. Interest rates will be reviewed quarterly by Dunedin City Treasury Limited. The actual quarterly interest rates are:

Actual Quarterly Interest Rates

Q1	Jul-Sep	4.80%
Q2	Oct-Dec	4.37%
Q3	Jan-Mar	3.97%
Q4	Apr-Jun	4.01%

**WAIPORI FUND NET OPERATING RESULT**

*Actual \$5.681 million surplus, Budget \$3.320 million surplus, Favourable variance \$2.361 million*

Year to date the Waipori Fund has reported a net operating surplus of \$5.681 million, \$2.361 million more than budget. Operating revenue was favourable \$2.365 million. Australian, International and New Zealand equities saw a decrease in value of \$2.375 million during March. Fixed term investments values saw a small increase in value for the month, maintaining favourable results for the year to date.

**STATEMENT OF FINANCIAL POSITION**

The Statement of Financial Position is provided as Attachment D.

- Other current financial assets of \$10.409 million relate to the Waipori Fund.
- The term loans balance at 28 February 2025 is \$647.182 million. This balance is made up as follows:

	Actual \$million	Budget \$million	Variance \$million	
Loan Balance	641.472	689.973	48.501	F
Accrued Interest on Loans	5.710	-	(5.710)	U
<b>Total Loans</b>	<b>647.182</b>	<b>689.973</b>	<b>42.971</b>	<b>F</b>

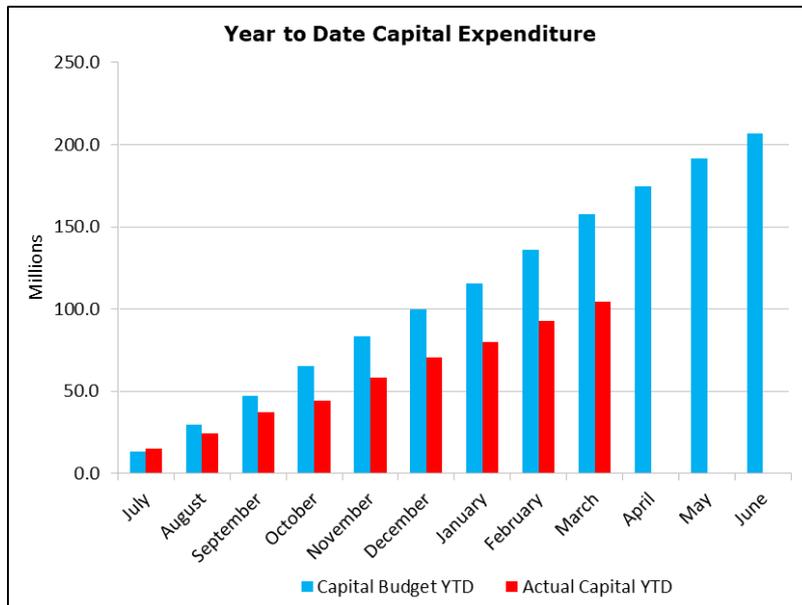
The loans balance at 31 March was \$641.472 million which was \$48.501 million less than budget. This is a reflection of the capital expenditure programme, which was underspent by \$53.297 million to March. Additional to the March loans balance there was accrued interest of \$5.710 million.

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

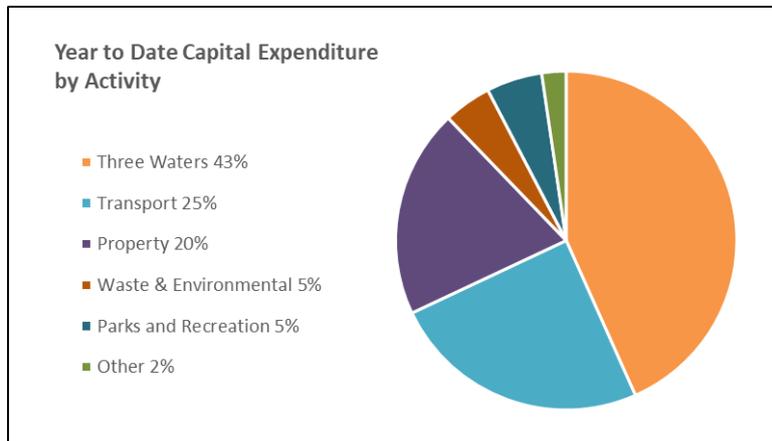
**CAPITAL EXPENDITURE**

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 period was \$104.482 million or 66.2% of the year-to-date budget.



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



**Galleries, Libraries & Museums** capital expenditure was \$1.550 million underspent.

Expenditure was under budget partly due to the timing of collections, including the new South Dunedin Community Library collection, which was budgeted to be acquired over the first six months of the financial year.

Work on the new Theatrette gallery space at Toitu has only just commenced, resulting in an underspend of \$529k to date. There has been no expenditure to date on the exhibition lighting upgrade (budgeted in Gallery Furniture/Gallery Renewal capital).

**Governance and Support Services** capital expenditure was \$2.359 million underspent.

BIS capital was underspent by \$2.048 million, driven by lower-than-expected expenditure on Value-added External Services projects (Online Services and Customer Self Service Portal), Internal Legacy projects (Eplan 2GP submission tool) and hardware renewals. Internal Services Workstream project (Mobility) is underspent as most of the development work is being done in-house. It is planned to utilise some of the under-expenditure to address overdue capital renewals in the current year, expected to be \$2.045 million.

Fleet Operations was underspent \$197k due to timing of the vehicle replacement programme.

**Property** capital expenditure was \$5.622 million underspent.

Renewals expenditure overall was underspent by \$2.753 million mainly due to several projects in their early stages or yet to commence, including the Fitzroy St housing renewal, the Sims building renewal and the Olveston renewal project. Minor capital works to renew bathrooms in the Dunedin Library is delayed. The Municipal Chambers renewal project has begun, as has the project to renew the council archives facility. The Civic Centre renewal project was slightly ahead of budget. The seismic strengthening project at 414 Moray Place was overspent \$224k as the final contract costs of the project were accounted for this financial year. This project was budgeted for completion in June 2024.

New capital expenditure for the period was underspent \$2.870 million, partly due to the timing of the South Dunedin Community Complex project, which is expected to be within budget and scheduled for completion early in the new financial year. The Oxford St Housing upgrade will now not proceed, resulting in a projected \$1.6 million capital under expenditure the current financial year for this project. George St CCTV cameras have now been received and installation is expected to be complete by the end of June. New public toilets expenditure is ahead of budget, with Outram Glen, Navy Park and Harwood toilets now complete.

**Reserves and Recreational Facilities** capital expenditure was \$5.496 million underspent.

The Moana Pool Redevelopment Renewal was underspent \$4.025 million, due partly to changes in project timelines and the scope of work for stage two, which have now been confirmed.

Other Aquatic Services renewals were underspent \$302k due to the timing of Moana Pool general renewals and the St Clair Heating Upgrade project being delivered under budget.

Parks recreational facilities new capital and renewals were underspent \$851k because of delays to some projects such as hard surface renewals and sports equipment replacement.

The Logan Park hockey turf was completed in March.

**Roading and Footpaths** capital expenditure was \$9.194 million underspent.

Transport's overall renewal spend was under budget \$5.033 million, mainly due to kerb and channel renewals, pavement resealing, retaining wall renewals and carriageway resurfacing. This was partly offset by \$1.429 million unbudgeted expenditure relating to the October 2024 rain event.

In terms of new capital delivery, expenditure was \$4.161 million under budget. The Central City Upgrade Bath Street project was underspent \$1.358 million due to budget timing. The transport phase of this project commenced in April. The SFDT Parking Management project is underspent \$670k. The delivery methodology of this project has changed, meaning it is expected to be completed under budget. Coastal protection capital was underspent \$1.071 million. The Central City Upgrade (retail quarter) project was over budget \$256k due to end of project remedial works being undertaken.

**Three Waters** capital expenditure was \$16.475 million underspent.

The Three Waters team are continuously reprioritising the work programme whilst maintaining the overall current capital budget.

Consequently, renewal expenditure was underspent \$1.419 million with various network and treatment plant projects being slightly ahead of budget for the month. There has been a reduction in spending compared with previous months as several large projects, including Seacliff and Pipe Renewals in Sawyers Bay, approach completion. Additionally, there has been a slower start on construction in some pipeline and treatment plant renewals due to complexity of design and associated delays.

New capital expenditure was \$15.061 million underspent, mainly due to new capital projects across all three waters yet to commence. The Bath St stormwater project was \$503k behind budget for the period.

**Waste and Environmental** capital expenditure was \$12.561 million underspent.

Expenditure on the Material Recovery Facility was underspent \$7.609 million, Organics Facility was underspent \$1.284 million, and Resource Recovery Park was underspent \$1.291 million. Resource consents were granted in January with project budgets anticipating construction to have begun in earnest in the first quarter of 2025. Deposits on the processing equipment for both the Material Recovery Facility and the Organics Processing Facility were budgeted in the 4<sup>th</sup> quarter of 2024 and 1<sup>st</sup> quarter of 2025. Detailed design will be completed in April and construction is expected to be underway in May. Contracts for the supply of equipment will be signed in April, with payment being made in stages over the next 12-15 months, depending on the completion of the various stages of the project.

Glass Facility expenditure was underspent \$860k. Detailed design is underway, with resource consents granted in January 2025.

New Kerbside Collection System expenditure was overspent \$437k. The bin roll-out project is completed, and final wash-up costs have now been completed.

**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.

**Community & Planning - \$547k Unfavourable**

External revenue was unfavourable \$171k, mainly due to the \$181k unfavourable variance in resource consents revenue. There have been fewer consents applications than expected.

Internal revenue was unfavourable \$193k due to no Better Off Funding in this activity.

Operating expenditure was unfavourable \$217k, mainly due to Resource Consents consultants spend being over budget for the period as well as the timing of Community Development projects.

**Economic Development - \$3k Favourable**

Visitor Centre revenue was unfavourable \$115k, partly due to budgeted recoveries from the Department of Conservation not eventuating now that DOC no longer occupies space at the site.

Economic Development operating expenditure was favourable \$92k due to the timing of the second phase of the city marketing campaign, as well as advertising costs relating to the Gold Coast direct flight campaign.

**Galleries, Libraries and Museums - \$503k Favourable**

Olveston revenue was favourable \$209k due to a donation received on the winding up of the Olveston Charitable Foundation. This donation will be held as a reserve fund and used for expenditure in line with the Foundation's wishes. Revenue of merchandise sales at the Art Gallery, Toitu and Lan Yuan were less than budget.

Operating costs were favourable \$418k year-to-date, across all activities.

**Governance and Support Services - \$1.544 million Unfavourable**

Interest revenue was favourable \$421 as was rates penalties \$488k.

Better-Off Funding internal costs were favourable \$754k, being the allocation of Better-Off funding to various activities.

Staff costs for the Investment Account were unfavourable \$2.454 million. This relates to the provision for planned savings in personnel costs across the organisation through vacancy management. Favourable variances across council activities are expected to offset this unfavourable variance.

Operating expenditure was unfavourable \$3.489 million. People and Capability costs were unfavourable \$581k mainly due to the cost of outsourced professional services. Finance operating costs were unfavourable \$269k, mainly due to additional local water done well work and external audit fees. Council Communicating and Marketing costs were unfavourable \$117k due mainly to unbudgeted expenditure relating to the Hospital Campaign.

Depreciation was favourable \$403k because of lower than budgeted BIS capital expenditure in 2023/24.

**Waipori Fund - \$2.361 million Favourable**

Year to date the Waipori Fund has reported a net operating surplus of \$5.681 million, \$2.361 million more than budget. Operating revenue was favourable \$2.365 million. Australian, International and New Zealand equities saw a decrease in value of \$2.375 million during March. Fixed term investments values saw a small increase in value for the month, maintaining favourable results for the year to date.

**Property - \$687k Favourable**

Operating expenditure was unfavourable \$649k. Electricity, gas and ground rent costs were \$142k over budget for the period. Wall Street over expenditure for electricity and gas is mostly recoverable from mall tenants. MOE waste levy costs at the Milners Rd property were \$145k unfavourable. These costs are recovered from the tenant. Contract cleaning costs were unfavourable \$266k, largely due to more cleaning required than budgeted for public toilets. A grant to the Dunedin Theatre Network for \$107k also contributed to the variance. Forward work plans are continually under review to ensure expenditure is kept within budget levels.

Interest costs were favourable \$638k reflecting the capital expenditure programme and lower interest rates than budgeted.

**Regulatory Services - \$1.004 million Unfavourable**

External revenue was \$1.317 million unfavourable. Parking Operations revenue was unfavourable \$620k due to lower-than-expected activity. Metered and casual parking was unfavourable \$495k, mainly in on-street parking, Frederick St carpark and the Lower Moray Place carpark. Leased parking was unfavourable \$130k, with fewer leased spaces now available in both off-street parking locations and carpark buildings. A new parking dashboard has been developed which can provide additional site-specific occupancy analysis. This information will be used for future budgeting and decision making.

Building Services revenue was \$439k unfavourable mainly due to reduced consents and inspections revenue. The number of building consents and inspections were lower than previous levels.

Compliance Solutions revenue was unfavourable \$310k, with Parking Enforcement revenue less than budget due to staff vacancies and leave earlier in the year. Animal Services revenue was unfavourable \$117k due to lower than budgeted dog registrations.

**Reserves and Recreational Facilities - \$1.337 million Favourable**

External revenue was \$38k unfavourable. Aquatics revenue was less than budget \$266k overall, despite Gym revenue being favourable. Parks rental and recoverable revenue was favourable.

Operational costs were favourable \$311k, largely due to savings in consultants, building maintenance, security and insurance costs.

Interest costs were favourable \$226k reflecting the capital expenditure programme and lower interest rates than budgeted.

**Roading and Footpaths - \$2.780 million Unfavourable**

Subsidy revenue was unfavourable \$2.727 million. Funding decisions by NZTA under the National Land Transport Programme include caps on funding for footpath resurfacing that were not known at the time budgets were compiled. Timing of the contractor work programme also contributed to this variance. Offsetting these unfavourable variances, unbudgeted subsidy revenue relating to the October rain event totalled \$1.625 million to date.

Operating costs were unfavourable \$805k due to \$1.992 million emergency maintenance costs to date relating to the October rain event.

Unsealed pavement maintenance, environmental maintenance, subsidised traffic services and routine drainage maintenance costs were all unfavourable \$1.170 million, mainly due to a high volume of mud tank cleaning resulting from two winter season rain events, a high volume of winter dig out work, slip repairs and contract cost fluctuations. These variances were offset by favourable expenditure in a number of other activities including subsidised sealed pavement maintenance, unsubsidised coastal structures maintenance and general unsubsidised road maintenance.

**Three Waters - \$14.808 million Favourable**

Three Waters external operating revenue was favourable \$731k, partly due to favourable Better Off Funding revenue to fund capital expenditure. Trade waste charges, water sales revenue and meter rentals were \$416k ahead of budget for the period.

Operating costs were favourable \$1.902 million, mainly reflecting lower than budgeted reactive network maintenance costs to date, a reduction in proactive maintenance and some savings associated with optimisation.

Internal costs were also favourable \$362k due to lower sludge volumes (and associated disposal costs) at the Green Island landfill (see comments below).

Interest costs were favourable \$1.552 million reflecting the capital expenditure programme and lower interest rates than budgeted.

**Waste Management - \$792k Favourable**

Waste Management external revenue was unfavourable \$1.335 million. Landfill commercial and domestic waste revenue was unfavourable \$1.979 million. Changes relating to the new kerbside collections contract mean disposal fees under the contract will be reported as internal revenue. Offsetting this variance, waste levy revenue for waste minimisation initiatives, received from the Ministry for the Environment, was favourable \$443k and unbudgeted revenue from the sale of rubbish bags was \$102k.

Internal revenue was favourable \$1.692 million, mainly due to kerbside collection revenue as mentioned above, partly offset by a \$384k unfavourable variance in sludge revenue from the Wastewater treatment plants. Sludge is now being lime treated or incinerated and therefore not classed as special hazardous waste, resulting in lower disposal fees and volumes.

Operating costs were favourable \$2.532 million. Kerbside collection costs were favourable \$1.770 million, which was largely offset by unfavourable internal landfill disposal fees relating to the kerbside collection contract (see comment below). Overall, the kerbside collection contract costs were higher than budget due to an increase in contract rates after budgets were approved. ETS costs were \$1.194 million less than budgeted. MOE waste levy costs were favourable \$118k as a result of less material liable for the waste levy charge arriving at the landfill than expected. Consultants costs were unfavourable \$573k, relating to the Green Island landfill closure, consent costs for the resource recovery park and costs relating to the 2024 unique emissions factor application.

Internal costs were unfavourable \$2.136 million mainly due to changes relating to the new kerbside collections contract resulting in \$2.180 million for landfill disposal fees under the contract being reported as internal expenditure.

**Hospital Campaign - \$201k Unfavourable**

As at 31 March costs relating to the SOS Hospital Campaign totalled \$217k, mainly being costs associated with the public march, the costs of advertising and promotional material such as badges and shirts, and costs relating to the ambulance travelling around the region and to Wellington.

Council has approved unbudgeted expenditure up to \$346,099 for the campaign.

Revenue from donations totalled \$16k.

**October Rain Event - \$2.592 million Unfavourable**

As at 31 March operational costs relating to the October rain event totalled \$2.517 million, mainly being emergency maintenance through the Transport roading maintenance contract, but also including other emergency work such as sandbagging costs, floodwater pumping, refuse skip deployment and emergency welfare-related costs.

Capital expenditure relating to the rain event totalled \$1.700 million as at 31 March.

NZTA subsidy revenue received to date totals \$1.625 million, while a subsidy claim to NEMA has yet to be finalised.

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## BETTER OFF FUNDING UPDATE: JANUARY - MARCH 2025

Department: Finance and 3 Waters

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### EXECUTIVE SUMMARY

- 1 This report provides updates on the Better Off Funding programmes, including project progress and financials, for the period of 1 January 2025 to 31 March 2025 (Quarter 3 of the 2024/25 financial year).
- 2 A total of \$611,555 was spent over the three months from 1 January 2025 to 31 March 2025.
- 3 Overall, to date, out of \$11.540 million available, \$6.664 million has been spent, with a balance remaining of \$4.876 million across five programmes, as at 31 March 2025.

### RECOMMENDATIONS

That the Committee:

- a) **Notes** the Better Off Funding Update: January – March 2025 report.

### BACKGROUND

- 4 Better Off Funding (BOF) was first introduced in July 2021 to support local government in the transition period of what was known as Three Waters Reform. The Dunedin City Council (DCC) was allocated \$11.540 million.
- 5 The current BOF programme is comprised of five programmes with 14 active projects and is based on the revised BOF allocation, approved by Council on 25 November 2024 (Table 1). It has been approved by the Department of Internal Affairs (DIA). A description of each project, including completed and withdrawn projects, is provided in Attachment A.
- 6 The last update report was presented to the Finance and Council Controlled Organisations Committee on 12 March 2025, covering a six-month period from 1 July 2024 to 31 December 2024. As at the last reporting period, four projects had been completed, and three projects had been withdrawn following the redirection of the funds.
- 7 A remaining balance across the five programmes was \$5.487 million as at 31 December 2024 (Table 1).

*Table 1. BOF funding allocation and balance as at 31 December 2024*

<b>Programme</b>	<b>Allocation</b>	<b>Balance as at 31 Dec 2024</b>
P1. Future Development & Planning	\$8,312,851	\$4,319,719
P2. Treaty Partnerships	\$408,049	\$62,360
P3. Climate Action	\$1,873,378	\$181,668
P4. Local Water Done Well	\$500,000	\$477,907
P5. Infrastructure Project	\$445,722	\$445,722
<b>Total</b>	<b>\$11,540,000</b>	<b>\$5,487,376</b>

- 8 The BOF programme must be completed by 30 June 2027. The DCC is required to provide DIA with six-monthly reports, including information on activities undertaken, plans for the next six-month period, any major risks, a summary of outcomes and a full statement of completed activities.

## **DISCUSSION**

### **Overall summary update**

- 9 Updates in this report cover the period from 1 January 2025 to 31 March 2025 on the BOF programmes, including project progress and financials.
- 10 Within the three months, a total of \$611,555 was spent. Overall, to date, out of the \$11.540 million available, \$6.664 million has been spent, with a balance remaining of \$4.876 million across five programmes (Table 2).

*Table 2. Overall BOF programme funding allocation and actual spend for 1 January 2025 to 31 March 2025*

<b>Programme</b>	<b>Total allocation</b>	<b>Balance as at 31 Dec 2024</b>	<b>Total spend Jan-Mar 2025</b>	<b>Total spend to date</b>	<b>Unspent balance</b>
P1. Future Development & Planning	\$8,312,851	\$4,319,719	\$344,019	\$4,337,151	\$3,975,700
P2. Treaty Partnerships	\$408,049	\$62,360	-	\$345,689	\$62,360
P3. Climate Action	\$1,873,378	\$181,668	\$156,724	\$1,848,434	\$24,944
P4. Local Water Done Well	\$500,000	\$477,907	\$101,110	\$123,203	\$376,797
P5. Infrastructure Project	\$445,722	\$445,722	\$9,702	\$9,702	\$436,020
<b>Grand Total</b>	<b>\$11,540,000</b>	<b>\$5,487,376</b>	<b>\$611,555</b>	<b>\$6,664,179</b>	<b>\$4,875,821</b>

- 11 The BOF programme has been delivered through a combination of staff, consultants/contracted services and purchases. The additional staff resources have been achieved through various arrangements, including fixed term employment, variable hours for new and existing staff, permanent staff and secondments.

**Update on project progress and financials by programme**
**Programme 1 – Future Development & Planning**

12 Programme 1 consists of five active projects. As at 31 March 2025, there is an unspent balance of \$3.976 million. Financial updates for this programme are presented in Table 3.

*Table 3. Programme 1: Future Development & Planning financial update for 1 January 2025 to 31 March 2025*

<b>Programme 1 Project</b>	<b>Allocation</b>	<b>Balance as at 31 Dec 2024</b>	<b>Total spend Jan-Mar 2025</b>	<b>Total spend to date</b>	<b>Unspent balance</b>
P1.1 Enhanced 3 Waters Hydraulic Models	\$1,626,666	\$686,743	\$215,096	\$1,155,019	\$471,647
P1.4 New Carbon Assessments of 3 Waters and Transport Infrastructure	\$800,000	\$661,416	–	\$138,584	\$661,416
P1.7 Accelerated Condition assessments of lifelines and trunk infrastructure	\$2,520,000	\$2,290,099	–	\$229,901	\$2,290,099
P1.8 Lead and deliver accelerated and enhanced growth	\$1,300,000	\$226,730	\$86,779	\$932,048	\$367,952
P1.9 City Growth Team	\$974,574	\$210,271	\$42,144	\$789,988	\$184,586
<b>Programme 1. Total</b>	<b>\$7,221,240</b>	<b>\$4,319,720</b>	<b>\$344,019</b>	<b>\$3,245,540</b>	<b>\$3,975,700</b>

13 This section provides a brief update on project progress within the three-month period for each of the five active projects.

*P1.1 Enhanced 3 Waters Hydraulic Models*

14 Hydraulic modelling work continues. Work completed for the reporting period includes:

- Preparation of System Performance Assessments for the stormwater network in the South Dunedin / St Clair Catchment areas
- Preparation of System Performance Assessments for the wastewater network in South Dunedin, Kaikorai Valley, North East Valley, Andersons Bay and CBD

*P1.4 New Carbon Assessments of 3 Waters and Transport Infrastructure*

15 Staff are looking at whether part of the scope of this project can be integrated into an existing project related to nitrous oxide monitoring at the Tahuna Wastewater Treatment Plant. This is an opportunity to deliver the work more efficiently with existing staff resource.

*P1.7 Accelerated Condition assessments of lifelines and trunk infrastructure*

16 Procurement of condition inspection contractors was undertaken. A Tenders Board report seeking approval to award a contract was prepared.

P1.8 Lead and deliver accelerated and enhanced growth

- 17 Staff resource allocated to and funded by this programme continues to deliver 3 Waters capital works, supporting delivery of the overall 3 Waters capital programme.

P1.9 City Growth Team

- 18 Staff resource allocated to and funded by this programme continues to work on processing 3 Waters aspects of development consent applications, assessing infrastructure vested to the DCC as part of development, and to identify and scope 3 Waters infrastructure that the DCC needs to provide to support the projected population growth.

**Programme 2 - Treaty Partnerships**

- 19 Programme 2 consists of two active projects. As at 31 March 2025, there is an unspent balance of \$62,360. Financial updates for this programme are presented in Table 4.
- 20 There was no spending within the three-month period for this programme.

Table 4. Programme 2: Treaty Partnership financial update for 1 January 2025 to 31 March 2025

Programme 2 Project	Allocation	Balance as at 31 Dec 2024	Total spend Jan-Mar 2025	Total spend to date	Unspent balance
P2.1 Strategic Treaty	\$45,000	\$45,000	-	-	\$45,000
P2.2 Cultural Capability Advisors	\$363,049	\$17,360	-	\$345,689	\$17,360
<b>Programme 2. Total</b>	<b>\$408,049</b>	<b>\$62,360</b>	-	<b>\$345,689</b>	<b>\$62,360</b>

**Programme 3 - Climate Action**

- 21 Programme 3 consists of one remaining active project. As at 31 March 2025, there is an unspent balance of \$24,944. Financial updates for this programme are presented in Table 5.

Table 5. Programme 3: Climate Action financial update for 1 January 2025 to 31 March 2025

Programme 3 Project	Allocation	Balance as at 31 Dec 2024	Total spend Jan-Mar 2025	Total spend to date	Unspent balance
P3.2 South Dunedin Future	\$1,450,000	\$181,668	\$156,724	\$1,425,056	\$24,944
<b>Programme 3. Total</b>	<b>\$1,450,000</b>	<b>\$181,668</b>	<b>\$156,724</b>	<b>\$1,425,056</b>	<b>\$24,944</b>

- 22 This section provides a brief update on project progress for South Dunedin Future.

P3.2 South Dunedin Future

- 23 BOF funding (\$1.450 million) is blended with DCC and ORC funding and allocated for contracted activities across the whole South Dunedin Future (SDF) programme. BOF funding represents around 40% of total SDF funding over the three-year period 2023/24 – 2025/26 (\$3.53 million).
- 24 During the period of 1 January 2025 to 31 March 2025, BOF funding continued contributing to technical work to finalise the South Dunedin risk assessment and develop seven potential

adaptation futures for South Dunedin that were presented to Councils in March 2025 and since consulted with a wide range of stakeholders. This technical work was primarily undertaken by DCC's consultant team (WSP, BECA and Tonkin + Taylor) and included engineering, land use planning, hazard assessment, risk assessment, community engagement and technical peer review.

#### **Programme 4 - Local Water Done Well**

25 Programme 4 consists of two active projects. As at 31 March 2025, there is an unspent balance of \$376,797. Financial updates for this programme are presented in Table 6.

*Table 6. Programme 4: Local Water Done Well financial update for 1 January 2025 to 31 March 2025*

<b>Programme 4 Project</b>	<b>Allocation</b>	<b>Balance as at 31 Dec 2024</b>	<b>Total spend Jan-Mar 2025</b>	<b>Total spend to date</b>	<b>Unspent balance</b>
P4.1 New Organisational Structures	\$250,000	\$227,907	\$38,256	\$60,349	\$189,651
P4.2 Financial & Commercial Options	\$250,000	\$250,000	\$62,854	\$62,854	\$187,146
<b>Programme 4. Total</b>	<b>\$500,000</b>	<b>\$477,907</b>	<b>\$101,110</b>	<b>\$123,203</b>	<b>\$376,797</b>

26 This section provides a brief update on project progress for each of the two projects.

#### P4.1 New Organisational Structures

27 External support during this period took the form of legal and communications support alongside DCC staff to assess options for water service delivery and prepare public engagement materials.

#### P4.2 Financial & Commercial Options

28 Consultant resource was engaged in supporting the DCC Finance Team with financial modelling of water service delivery options.

#### **Programme 5 - Infrastructure Project**

29 Programme 5 consists of four active projects. As at 31 March 2025, there is an unspent balance of \$436,020. Financial updates for this programme are presented in Table 7.

*Table 7. Programme 5: Infrastructure Project financial update for 1 January 2025 to 31 March 2025*

<b>Programme 5 Project</b>	<b>Allocation</b>	<b>Balance as at 31 Dec 2024</b>	<b>Total spend Jan-Mar 2025</b>	<b>Total spend to date</b>	<b>Unspent balance</b>
P5.1 Health & Safety and Wellbeing	\$50,000	\$50,000	-	-	\$50,000
P5.2 System Improvements	\$100,000	\$100,000	-	-	\$100,000
P5.3 Resilience	\$220,000	\$220,000	\$9,702	\$9,702	\$210,298
P5.4 Growth	\$75,722	\$75,722	-	-	\$75,722
<b>Programme 5. Total</b>	<b>\$445,722</b>	<b>\$445,722</b>	<b>\$9,702</b>	<b>\$9,702</b>	<b>\$436,020</b>

30 This section provides a brief update on project progress for each of the four projects.

P5.1 Health & Safety and Wellbeing

31 The project scope has been approved and preparation for procurement is in progress.

P5.2 System Improvements

32 The SCADA (Supervisory Control and Data Acquisition) contractor has commenced work. Later in the year SCADA improvements will be scoped for. A project scope for AMIS (Asset Management Information Systems) was prepared for approval by the Executive Leadership Team.

P5.3 Resilience

33 Repair work for damage to the Mt Grand raw water dam from the October 2024 rainfall event was completed. Procurement of contractors to carry out repair work for the Rossville raw water dam was in progress.

34 No work has been carried out on the stormwater optimisation study for South Dunedin or the trial investigation into stormwater to wastewater cross-connections. Staff resource was focussed on assessing short-term options for South Dunedin, which was discussed at the Council meeting on 28 - 30 January 2025. Further work on this is ongoing to refine the short-term options before detailed design commences. A procurement process will be undertaken to carry out the stormwater optimisation study for South Dunedin once staff resource is available.

P5.4 Growth

35 Preparation for procurement of a consultant to deliver the ‘acceptable solution’ guideline for stormwater management for small subdivisions was undertaken during the reporting period.

**OPTIONS**

36 There are no options as this is a report for noting only.

**NEXT STEPS**

37 Staff will continue to deliver on the current BOF programme of work and will provide Council with the next update report at its meeting in September 2025.

**Signatories**

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Authoriser:	David Ward - General Manager, 3 Waters and Transition Carolyn Allan - Chief Financial Officer

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**Attachments**

	<b>Title</b>	<b>Page</b>
<a href="#">↓A</a>	Better Off Funding: project description by status	115

**SUMMARY OF CONSIDERATIONS**

***Fit with purpose of Local Government***

This decision promotes the social, economic and environmental well-being of communities in the present and for the future.

***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"/>	✓

***Māori Impact Statement***

Better Off Funding has been instrumental in supporting and growing DCC’s cultural capability which has directly, positively impacted relationships with mana whenua and the wider Māori community.

***Sustainability***

Better Off Funding had afforded advancement of DCC’s climate action and zero carbon workstreams until the reallocation of the funding. Some of the Local Water Done Well projects and initiatives that received the reallocated funding provide benefits by improving resilience of water infrastructure.

***Zero carbon***

This report includes information on Better Off Funding for ‘New Carbon Assessment of 3 Waters and Transport Infrastructure, which supports activities such as carbon assessments of options to support future growth and purchase of emissions monitoring equipment.

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

Work on infrastructure assessments, hydraulic analyses, future development strategy and the South Dunedin Futures programme will all influence the future plans and associated strategies.

***Financial considerations***

This is a noting only report.

***Significance***

The significance of this noting only report is considered low in terms of the Council’s the Significance and Engagement Policy.

***Engagement – external***

Staff have engaged with National Infrastructure Funding and Financing Ltd on a 6-monthly reporting to DIA.

**SUMMARY OF CONSIDERATIONS**

***Engagement - internal***

There has been internal engagement regarding BOF funding with 3 Waters, Finance, Māori Partnership, Transport and South Dunedin Future.

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

There are no identified risks.

***Conflict of Interest***

There are no known conflicts of interest.

***Community Boards***

There are no direct implications for Community Boards.

**Better Off Funding: project description by status**

**Programme 1. Future Development & Planning**

<b>Programme 1 Project</b>	<b>Project description</b>
<b>Ongoing</b>	
P1.1 Enhanced 3 Waters Hydraulic Models	Preparation and validation of 3 Waters hydraulic models to support city development planning. Funding was used to include more detail into the existing hydraulic models
P1.4 New Carbon Assessments of 3 Waters and Transport Infrastructure	Assessments of current and future states of greenhouse gas emissions (e.g., carbon assessments of options to support future growth and development through the Future Development Strategy work programme), including the purchase of emissions monitoring equipment
P1.7 Accelerated Condition assessments of lifelines and trunk infrastructure	Enhancement and acceleration of various infrastructure condition assessments to ensure well-informed decisions are made on city planning and asset management.
P1.8 Lead and deliver accelerated and enhanced growth	Work designed for 3 Waters to lead and deliver an accelerated and enhanced programme of capital works, as growth is a major driver for Ōtepoti Dunedin.
P1.9 City Growth Team	Additional staff to support and facilitate growth in the region through enhanced developer relationships, including coordination of physical delivery of infrastructure to support city growth
<b>Completed</b>	
P1.2 New Transport Model	Preparation and validation of transport models to support city development planning
P1.5 Various infrastructure impact assessments for Future Development Strategy Options, Second Generation Plan Appeals, Transitional Zones, and New Development Sites	Enhancement and acceleration of various infrastructure impact assessments to ensure well-informed decisions are made on city planning, and critical infrastructure can be developed earlier to facilitate growth
P1.6 Accelerated Condition assessments of Stormwater Infrastructure	Evaluation of the extent and criticality of private water course infrastructure in Ōtepoti Dunedin, which is not directly managed and maintained by the DCC yet makes up a significant proportion of the stormwater network and forms an important part of a well-functioning stormwater network
<b>Withdrawn</b>	
P1.3 New Sponge City Analysis	Sustainable urban design 'stocktake' analysis to understand the extent of 'green infrastructure' in Ōtepoti Dunedin and consider opportunities to enhance green infrastructure in coming years. This project was cancelled due to resourcing issues, and the BOF funds were redirected to Programme 3 – the Climate Action programme.

**Programme 2. Treaty Partnerships**

<b>Programme 2 Project</b>	<b>Project description</b>
<b>Ongoing</b>	
P2.1 Strategic Treaty	This project aims to embed the Treaty through better transactional engagement and processes with mana whenua against specific DCC strategic, operational/capital projects and policies.
P2.2 Cultural Capability	This is to support Tū Kōtahi programme which has been developed to offer staff educational opportunities to gain cultural capability and confidence to partner with mana whenua, work with the Māori Community and embed Te Taki Haruru into business-as-usual practices across the DCC.
<b>Withdrawn</b>	
P2.3 Mana Whenua Engagement	This project was to help fund Council's engagement with the wider mana whenua community by working with them to facilitate processes and create better pathways for engagement in council processes, such as Long-Term Plans etc.
P2.4 Mataawaka Engagement	This project was to improve Council's engagement with the wider Māori community, through a series of community hui and through pathways created to improve participation by Māori in council processes.

**Programme 3. Climate Action**

<b>Programme 3 Project</b>	<b>Project description</b>
<b>Ongoing</b>	
P3.2 South Dunedin Future	BOF funding is blended with DCC and ORC funding and allocated for contracted activities across the whole SDF programme. It supports a range of work, including programme design, communications and community engagement activities, risk assessment and adaptation options development and technical peer review.
<b>Completed</b>	
P3.1 Climate Action	The programme of work, across Zero Carbon, Waste Minimisation and Transport teams, seeks to accelerate progress for reducing the city's emissions by integrating zero carbon analysts, community liaisons and DCC programme managers to support the delivery of city-wide zero carbon outcomes.

**Programme 4. Local Water Done Well**

<b>Programme 4 Project</b>	<b>Project description</b>
<b>Ongoing</b>	
P4.1 New Organisational Structures	External support with assessment of options for water service delivery and implications associated with potential new organisational structures
P4.2 Financial & Commercial Options	External support with financial modelling of water service delivery options

**Programme 5. Infrastructure Project**

<b>Programme 5 Project</b>	<b>Project description</b>
<b>Ongoing</b>	
<b>P5.1 Health &amp; Safety and Wellbeing</b>	3 Waters operational facilities improvement in several of our safe systems of work, such as lockout-tagout procedures (for isolation of equipment) and machine guarding
<b>P5.2 System Improvements</b>	3 Waters system improvements to SCADA (Supervisory Control and Data Acquisition) and AMIS (Asset Management Information Systems) and the Lutra ID monitoring and compliance platform
<b>P5.3 Resilience</b>	<ul style="list-style-type: none"> <li>• 3 Waters damage repairs of the Mt Grand and Rossville raw water dams and Deep Stream pipeline, resulted from the October 2024 rain event, to reduce resilience risks and ensure ongoing compliance with Dam Safety Regulations and cover unbudgeted operating costs</li> <li>• A stormwater network optimisation study for South Dunedin in parallel with and to support the SDF programme</li> <li>• A trial investigation into stormwater to wastewater cross-connections, which has been a significant contributor to wastewater overflows, to inform a business case for developing a city-wide inspection programme</li> </ul>
<b>P5.4 Growth</b>	Acceleration of work to develop an 'acceptable solution' guideline for stormwater management for small subdivisions, aimed to make development quicker, easier and cheaper for developers reducing their frustrations and reduce staff workloads by providing a simplified alternative approach to stormwater management plans for small subdivisions

## 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 - 12 March 2025 - Public Excluded	<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)(b)(ii) The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.</p>	.	
C2 Confidential Finance and Council Controlled Organisations Committee Forward Work Programme	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.	
C3 Investment Property Portfolio -	S7(2)(b)(ii)	S48(1)(a)	

Quarter ending 31 March 2025	The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.	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.	
C4 Dunedin City Holdings Group - Director Appointment and Re-appointment	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.	

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.