

Notice of Meeting:

I hereby give notice that an ordinary meeting of the Dunedin City Council will be held on:

Date: Wednesday 4 March 2026
Time: 9.00 am
Venue: Council Chamber, Dunedin Public Art Gallery, the Octagon, Dunedin

Sandy Graham
Chief Executive Officer

Council
PUBLIC AGENDA

MEMBERSHIP

Mayor
Deputy Mayor

Mayor Sophie Barker
Cr Cherry Lucas

Members

Cr John Chambers	Cr Christine Garey
Cr Doug Hall	Cr Marie Laufiso
Cr Russell Lund	Cr Mandy Mayhem
Cr Benedict Ong	Cr Andrew Simms
Cr Mickey Treadwell	Cr Lee Vandervis
Cr Steve Walker	Cr Brent Weatherall

Senior Officer

Sandy Graham, Chief Executive

Governance Support Officer

Lynne Adamson

Lynne Adamson
Governance Support Officer

Telephone: 03 477 4000
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Note: Reports and recommendations contained in this agenda are not to be considered as Council policy until adopted.

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1 OPENING

Rev Roly Scott (retired Baptist Pastor) will open the meeting with a prayer.

2 PUBLIC FORUM

There will be no public forum at this meeting.

3 APOLOGIES

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

4 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.

Council Interest Register 17 February 2026				
Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Mayor Sophie Barker	Shareholder	Ayrmed Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Various publicly listed companies	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Property Owner	Residential Property Owner - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Beneficiary	Sans Peur Trust (Larnach Castle)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Mentor	Business Mentors NZ	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Vegetable Growers Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Alexander McMillan Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Patron	New Zealand International Science Festival	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Patron	Dunedin Horticultural Society	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.
	Chairperson	Dunedin Heritage Fund (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	Heritage Advisory Group (Council Appointment)	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Local Government New Zealand (Zone 6) (Council Appointment)	No conflict Identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-Chair	Ōtepoti Dunedin Destination Management Plan Advisory Panel (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Family Member	Family Member employed at Wilkinson Rogers	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.	
Cr John Chambers	Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Rental Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otakau Golf Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Opera Otago	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	Okia Reserve Management Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Member	Waikouaiti Coast Community 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.
	Daughter employee	Halo Project	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	Creative Dunedin Partnership (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Performing Arts Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
		Sophia Charter (Council Appointment)	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 Doug Hall	Trustee	Cronus Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Clickfix Ltd	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.
	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	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	West Harbour Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Marie Laufiso	Property Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Moray Place Community Building Trust - which owns 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.
	Member	Women of Ōtepoti Recognition Initiative	No conflict identified	Seek advice prior to the meeting if actual or 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	Potential grants recipient	Withdraw from discussion and leave the table. If in public excluded leave the room. Seek advice prior to the meeting.
	Expert Panel Member	Health Coalition Aotearoa Public Health Infrastructure Committee	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.
	Trustee/Secretary	Refugee Support Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Abrahamic Interfaith Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Former Refugee Steering 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	Puketai Residential Centre Liaison Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Social Wellbeing Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Cherry Lucas	Trustee	Otago Farmers Market	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Partner	Southway Enterprises	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.
	Member	Dunedin Shanghai Association (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) (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tūhura Otago Museum Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ōtepoti Dunedin Destination Management Plan Advisory Panel (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Taieri Airport Trust (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Te Poāri a Pukekura (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgjel-Taieri Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr Russell Lund	Shareholder	Loan & Mercantile Trust includes:	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Produce Place Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Dunedin Grain Store Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Loan & Mercantile 2000 Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Lund South Trust includes:	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Lund South Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Lund Dunedin Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Resource Values Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Sherwood Manor Properties Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Lund Central Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Lund South Administration Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Director	Construction Operatives Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Lund South Properties Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	RV Lund Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	BDCRS Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Lund Frankton Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	President	Ariki Amateur Athletic & Harrier Club	Ariki is a member of Athletics Otago which receives grant funding from DCC.	Withdraw from discussion and leave the table. If in public excluded leave the room. Seek advice prior to the meeting.
	Member	Heritage Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Theatre Trust (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Cr 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	Keep Ōtepoti Dunedin Beautiful	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	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.
	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	Waitati Music Festival Committee	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	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 Gasworks Museum Trust (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	Performing Arts Advisory Group (Council Appointment)	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 Benedict Ong	Owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Listed Stocks	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	Otago Settlers Association (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 Andrew Simms	Director	Landseer Motor Investments Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Landseer Motor Investments Auckland Limited t/a Andrew Simms - Motor vehicle retail	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Stephen Duff Motors Limited t/a Andrew Simms Dunedin - Motor vehicle retail	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Three Diamond Automotive t/a Ralliart NZ - Race car preparation	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Cambridge Finance Limited - Financial Services	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	The Landseer Group Limited - Investments	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Otago Motorhome Centre Limited - Motor vehicle retail	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Landseer Motor Investments Henderson Limited - Motor vehicle retail	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Landseer Motor Investments Moorhouse Limited - Motor vehicle retail	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Minaret Property Investments Limited - Property Investment	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	The Newfoundland Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	The Moturata Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Taieri Trails Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Taieri Cricket Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel AFC	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	Commercial Property, Andersons Bay Road, Dunedin	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	Heritage Advisory Group (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Member	Tūhura Otago Museum Trust Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Member	Taieri Airport Trust (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.	
Cr Micky Treadwell	Director	Atawhai Interactive Tapui Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Contractor	Otago Polytechnic	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-owner	Residential Property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Green Party of Aotearoa	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	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	Ice Sports Dunedin Incorporated (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ōtepoti Dunedin Live Music Advisory Panel (Council Appointment)	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	Otago Peninsula 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 and Lifestyle Farm Property Ownership - Dunedin	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Various publicly 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	Dunedin Heritage Fund (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	New Zealand Labour Party	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.
	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.
	Justice of the Peace		No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Predator Free Dunedin	No conflict 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	Dunedin Heritage Fund (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Art Gallery Acquisitions Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Hereweke Harbour Cone Trust (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	Otago Regional Transport Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ōtepoti Dunedin Live Music Advisory Panel	No conflict identified	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	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	Dunedin Club	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Society (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	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	Strath Taieri Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Executive Leadership Team - Register of Interest - current as at 11 November 2025					
Name	Date of Entry	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Sandy Graham	19/09/2018	Owner	Residential property Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	25/07/2019	Trustee	Trustee of the Taieri Airport Facilities Trust	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	17/09/2024	Member	St Clair Golf Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	17/09/2024	Vendor	Property purchased by senior member of ORC staff.	No conflict identified	Transaction was arms length through an agent with no direct interaction.
	17/09/2024	Client	Various local contractors (glazing, carpet, fencing and kitchen upgrades)	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	12/11/2025	Family member	Family member works for the DCC	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Nicola Morand	09/05/2022	Owner	Residential Property Dunedin	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	09/05/2022	Owner	Residential Property in Otago	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	20/09/2023	Trustee	Riki Te Mairiki Talaroa Trust	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	09/05/2022	Partner	Morand Painting & Decorating	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	12/11/2025	Member	Te Runanga o Otakou	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	12/11/2025	Member	Kati Huirapa Runaka ki Puketeraki	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
	12/11/2025	Family member	Family member works for the DCC	No conflict identified	Seeks advice in advance of meeting if actual conflict arises.
David Ward	28/07/2022	Director	Ward Property Rentals	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	28/07/2022	Member	Water New Zealand	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	28/07/2022	Member	IPWEA (Institute of Public Works Engineering Australasia)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	21/02/2024	Owner	Residential Property Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	28/07/2022	Fellow	The Institution of Civil Engineers	No conflict identified.	Any decisions relating to The Institution of Civil Engineers will be referred to the CEO
Scott MacLean	23/01/2024	Owner	Residential property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	23/01/2024	Trustee	Te Poari a Pukekura Charitable Trust	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	23/01/2024	Spouse is Chair	Dunedin Wildlife Hospital Trust (DWHT)	DCC has funded the DWHT	Take no part in discussions or decision making about the Trust or participate in any transactions between the Trust and DCC.

Executive Leadership Team - Register of Interest - current as at 11 November 2025					
Name	Date of Entry	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Carolyn Allan	01/03/2024	Owner	Residential property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	01/03/2024	Owner	Residential rental property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	01/03/2024	Member	Mountain Bike Otago	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Paul Henderson	15/01/2025	Owner	Residential property	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	15/01/2025	Associate Member	Building Officials Institute of NZ (through to 31 Dec 2025 then expires)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	15/01/2025	Playing Member	Dunedin City Royal Football Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	10/10/2025	Navigator Member	Taituarā	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	10/10/2025	Partner	Ruru Workplace Solutions Ltd	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Mike Costelloe	10/10/2025	Owner	Residential properties x 2	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

REPORTS

CEO OVERVIEW REPORT - ANNUAL PLAN 2026/27

Department: Civic and Finance

EXECUTIVE SUMMARY

- 1 This report provides an overview of the budgets to be included in the draft Annual Plan 2026/27 (the draft Plan). The draft Plan for 2026/27 is an update of year two of the 9 year plan 2025-34 (the 9 year plan).
- 2 This report largely relates to operating and capital budgets for activities other than 3 Waters (non-waters activities). Note that 3 Waters budgets are the subject of a separate report.
- 3 This report highlights the budget challenges the DCC faces, with the economy emerging from a protracted recession, high inflation in recent years, and a programme of significant legislative reform from central government. Savings have been found across the organisation to assist in offsetting the increased in capital costs of depreciation.
- 4 The proposed 'non-waters' rates increase is 6.9% for 2026/27, which is lower than the 8.5% provided for in year two of the 9 year plan.
- 5 The proposed 3 Waters rates increase is 16.7% for 2026/27, which is higher than the 15.0% provided for in year two of the 9 year plan and in the Water Services Delivery Plan.
- 6 Staff have worked across all departments to identify savings, reprioritise activities, and refine budgets without compromising levels of service. Additionally, work to scale the capital programme to a more deliverable level is expected to further assist in moderating the rates increase, as it will reduce borrowing, debt servicing, and future depreciation costs.

RECOMMENDATIONS

That the Council:

- a) **Adopts** the draft 2026/27 operating budgets for the purpose of community engagement as shown/amended at Attachments A-H.
- b) **Notes** that any resolution made during this meeting related to the Annual Plan 2026/27 reports may be subject to further discussions and decision by the meeting.

BACKGROUND

- 7 Councils across the country, including the DCC, face significant financial and infrastructure challenges. Contributing factors include a recent period of high inflation and increased costs, an extended recession with increased unemployment, and significant legislative reform including

rates capping, all of which mean that rates increases have become less affordable to the community.

- 8 The Local Government Act 2002 (the Act) provides that Council must prepare and adopt an annual plan for each financial year. Section 95 (5) sets out the purpose of an annual plan as follows:

The purpose of an annual plan is to –

- (a) Contain the proposed annual budget and funding impact statement for the year to which the annual plan relates; and*
- (b) Identify any variation from the financial statements and funding impact statement included in the local authority’s long-term plan in respect of the year; and*
- (c) Provide integrated decision making and co-ordination of the resources of the local authority; and*
- (d) Contribute to the accountability of the local authority to the community.*

- 9 The draft Plan for 2026/27 is an update of year two of the 9 year plan. Budgets for the 2026/27 year have been reviewed and budget update reports for each activity of Council have been prepared for consideration at this meeting.

Financial Strategy

- 10 Council’s Financial Strategy is included as part of the 9 year plan, and is usually updated every three years. It provides guidance for considering proposals for funding and expenditure, and communicates the overall effects of proposals on services, rates, debt and investments.
- 11 The Financial Strategy includes limits on annual rates increases, debt levels and includes two balanced budget tests.
- 12 The limits on annual rates increases are:

Years 1 – 3	no more than 12% per annum
Year 4	no more than 8% per annum
Years 5 – 6	no more than 7% per annum
Years 7 – 9	no more than 6% per annum

- 13 The Financial Strategy debt limit is a variable amount that is calculated as a percentage of revenue. The gross debt limit is set as 250% of revenue (excluding investment property gains). In addition to this limit, other debt limits which Council must comply with include:
- a) All relevant financial covenants/ratios of the Local Government Funding Agency (LGFA).
 - b) Dunedin City Holdings Limited (DCHL) has \$1.9 billion of uncalled capital with the Council. This is represented by shares, which have been issued by DCHL to the Council, that are currently unpaid. Dunedin City Treasury Limited (DCTL) is permitted to issue debt securities up to the amount of uncalled capital of \$1.9 billion.
 - c) There is a self-imposed gross debt limit for water services debt set at 400% of water services revenue.

- 14 The two balanced budget tests included in the Financial Strategy are:
- a) Balanced budget
Forecast total operating surplus (after tax) – in Year 1 of the plan we have a balanced budget, and from Year 2, we have an operating surplus (after tax) each year.
 - b) Everyday costs funded by everyday revenue
Council aims to ensure a balanced budget, meaning everyday costs of running the city can be funded from the everyday revenue (excluding any non-recurring / non-cash items) consistently by the end of Year 3.

DISCUSSION

Approach to the Annual Plan

- 15 Given that there was a robust process to develop the 9 Year Plan, the draft Plan largely maintains financial settings and priorities for 2026/27 that were previously agreed by Council.
- 16 Staff have worked hard to absorb cost increases by finding efficiencies while maintaining the current Levels of Service, and savings have been made in areas where costs are controllable. However, some of the cost increases being experienced are outside of the control of Council, e.g., asset revaluation impacting depreciation costs, interest rates movement, increasing maintenance, electricity and gas costs.
- 17 Central government’s proposal to introduce rates capping legislation represents a significant shift. In response to this, work will be required to rationalise expenditure, improve efficiency, and maximise revenue opportunities. This work is underway and will be part of the 10 year plan process, in line with the direction from government that they did not expect amendments to long term plans in response to their rates capping initiative.
- 18 The draft Plan incorporates cost containment measures, including a Council-wide reduction in consultancy spending. This early step will be built on as part of the 10 Year Plan 2027-37, where a range of options to address rates capping will be explored.

Significant forecasting assumptions

- 19 Section 4 of the 9 year plan 2025-34 sets out a number of Significant Forecasting Assumptions, which have been used in the development of the draft Plan. Assumptions relating to inflation and interest rates have been updated for the draft budgets.
- 20 Key assumptions included in the preparation of the draft budget will be further updated in May 2026. This will include but not be limited to:
- a) Interest costs
 - b) Forecast opening debt position as at 30 June 2026
 - c) Rates on DCC owned properties
 - d) Depreciation, based on asset completion as at 30 June 2025 and capital spend.
 - e) The impacts of inflation

- f) The level of grant funding from NZTA Waka Kotahi

Draft operating budget

- 21 The draft operating budget for 2026/27 provides for the day-to-day running of all the activities and services the DCC provides, such as core water and roading infrastructure, waste management, parks, pools, libraries, galleries and museums.
- 22 The draft budget includes operating expenditure of \$477.221 million (refer to Attachments A-H).
- 23 The total 'non-waters' operating budget is \$343.304 million. The rates increase relating to non-water activities is 6.9%, which is lower than the rates increase of 8.5% forecast in the 9 year plan.
- a) The biggest areas of increase in operating budgets is in Roothing and Footpaths with an increase of \$3.050 million (4.5%), City Properties with an increase of \$2.207 million (4.4%) and Community Recreation with an increase of \$1.910 million (4.2%).
- b) Each of the groups of activities have updated year two of their draft operating budget as provided for in the 9 year plan. The key changes in funding sources and expected costs of delivery are discussed in the group operating budget reports.
- 24 Controllable expenses have been reviewed, and the draft budgets demonstrate that savings have been made in many of the group activities.

Revenue

Rates

- 25 The draft operating budget for 2026/27 shows overall rates revenue increasing from \$264.596 million to \$292.392 million, an increase of \$27.796 million (10.5%). This is lower than the forecast rate increase of 10.9% provided for in the 9 year plan.
- a) 'Non-waters' rates revenue has increased from \$166.700 million to \$178.123 million, an increase of \$11.423 million (6.9%). This incorporates an increase for stadium debt repayment; without this, the rates revenue increase would have been 6.1%. The 6.9% rates increase is lower than the forecast rate increase of 8.5% provided for in the 9 year plan.
- b) 3 Waters rates revenue has increased from \$97.896 million to \$114.270 million, an increase of \$16.374 million (16.7%). This is higher than the rates increase of 15.0% forecast in the 9 year plan and Water Services Delivery Plan (WSDP).
- 26 Table 1 provides a summary of the rates income in the draft 2026/27 operating budget compared to the 9 year plan.

Rates Income	2025/26 LTP Budget \$000	2026/27 LTP Budget \$000	2026/27 Draft Budget \$000	Draft Budget vs Yr 2 9YP \$000
Non-waters	166,700	180,830	176,873	(3,957)
Additional for stadium	-	-	1,250	1,250
Total non-waters	166,700	180,830	178,123	(2,707)
3 Waters	97,896	112,606	114,270	1,664
Total Rates	264,596	293,436	292,393	(1,043)

Table 1: Comparison of 9 year plan and Annual Plan rates income

External revenue

- 27 External revenue has increased from \$100.000 million to \$102.532 million, an increase of \$2.532 million (2.5%).
- Non-waters external revenue has increased from \$91.252 million to \$92.767 million, an increase of \$1.515 million (1.7%). The primary driver is an increase of \$1.361 million in City Properties as a result of increases in residential rental (\$518k), commercial rental (\$646k), and recoveries (\$255k).
 - 3 Waters external revenue has increased from \$8.748 million to \$9.765 million, an increase of \$1.017 million (11.6%), mainly attributed to increased user charges (fees and charges), which include a 15% increase in water sales (commercial water usage).
- 28 Fees and charges are discussed separately in the group budget reports. Some fees have increased in line with inflation, and others have increases to better reflect the cost of delivering the service.
- 29 There are some variances with the Revenue and Financing Policy, and these are highlighted in a separate report. A full review of the policy will occur as part of the development of the 10 year plan 2027-37.

Grants

- 30 Non-waters grants revenue has decreased from \$35.529 million to \$30.145 million, a decrease of \$5.385 million (15.2%). This includes:
- Operating grants revenue decrease from \$13.128 million to \$12.314 million, a decrease of \$814k (6.2%), mainly due to a reduction in Better Off Funding (financial support for infrastructure provided by central government). This is offset by an increase in Transport of \$724k (6.9%), driven by charge out rates for staff cost recoveries.
 - Capital grants revenue decrease from \$22.402 million to \$18.205 million, a decrease of \$4.197 million (20.4%) in Transport. This reflects a reduction in co-funding towards the capital expenditure programme, mainly attributed to the Shaping Future Dunedin programme and the Peninsula Connection, as well as emergency works funding from the 2025/26 flood event no longer being applicable.

Occupancy costs

35 Non-waters occupancy and property-related costs, such as rates, insurance and fuel, have increased from \$22.291 million to \$24.285 million, an increase of \$1.994 million (8.9%). The main changes are:

- City Properties: an increase of \$1.438 million (11.6%), primarily reflecting an increase in rates (\$602k), energy costs (\$495k) and an allowance for increased cleaning and insurance. Some of the increase in electricity is recoverable (\$369k).
- Community Recreation: an increase of \$464k (7.5%) mainly due to higher energy costs and rates expense.

Consumables and general costs

36 Across the organisation, staff have focussed on controlling expenditure, including a Council-wide initiative to reduce consultancy budgets by \$1 million. Targeted savings have also been made in travel and accommodation budgets. However, these savings have been offset by increases in compliance-related activities and reclassification of costs.

37 Non-waters consumables and general costs have increased from \$25.342 million to \$26.119 million, an increase of \$767k (3.0%). The main changes are due to:

- Governance and Support Services: an increase of \$1.267 million (12.0%), mainly due to software licence fees, audit fees and councillor remuneration.
- Resilient City: a decrease of \$390k (24.8%), primarily due to a reduction in consultancy costs and a reclassification of expenditure to operations and maintenance costs.

38 3 Waters consumables and general costs have decreased by \$1.123 million (28.5%), primarily due to the completion of approved projects and available funding under the Better Off Funding programme and a reduction in consultancy costs.

Grants and subsidies expenditure

39 Non-waters grants and subsidies expenditure has decreased from \$12.512 million to \$10.923 million, a decrease of \$1.589 million (12.7%). The main changes are:

- Vibrant Economy: a decrease of \$1.798 million (62.8%), mainly due to a reclassification of \$1.645 million to operations and maintenance costs and a reduction to the Major Events grant.
- This is offset by increases for the Centre of Digital Excellence (CODE), Predator Free and the Otago Museum levy, all of which are consistent with decisions made as part of the 9 year plan.

Depreciation costs

40 Non-waters depreciation expense has increased from \$61.708 million to \$62.476 million, an increase of \$768k (1.2%), reflecting an increase in asset valuation in Roothing and Footpaths and the capital expenditure programme.

41 A budget update to Council will be provided in May 2026, when the current year capital spend will be more certain, allowing for a more accurate depreciation and interest forecast for the 2026/27 draft budget.

Interest costs

- 42 Non-waters interest expense has increased from \$17.692 million to \$20.013 million, an increase of \$2.321 million (13.1%), reflecting an increase in debt funding required to support the planned capital expenditure programme and an increase in interest rate.
- 43 The 9 year plan had an interest rate assumption of 4.15% for the 2026/27 year, increased from 4.00% in the 2025/26 year. For the purposes of preparing the draft budget, an assumption has been made that the borrowing rate for the 2026/27 year will be 4.11%.

Draft financial statements

- 44 The Draft Forecast Financial Statements at Attachment A-H show that by 30 June 2027, the estimated debt level will be \$829 million, which is 190% of revenue. The debt limit provided for in the current Financial Strategy is 250% of revenue (less investment property gains). This is an increase in debt of \$104 million from 2025/26 (i.e., year 1 of the 9 year plan).

Compliance with Financial Strategy

- 45 Attachment I provides a schedule showing compliance against the Financial Strategy limits. Attachment J provides a chart illustrating actual and forecast group debt.
- 46 The forecast rate increases and forecast debt levels in these draft budgets are within the Financial Strategy limits, including other debt limits.
- 47 The balanced budget tests, for non-waters activities, in these draft budgets is achieved. As forecast in the 9 year plan and WSDP, the balanced budget tests for 3 Waters won't be achieved until the 2027/28 year.

OPTIONS

- 48 There are no options.

Signatories

Author:	Janet Fraser - Corporate Planner Hayden McAuliffe - Financial Services Manager
Authoriser:	Carolyn Allan - Chief Financial Officer Sandy Graham - Chief Executive

Attachments

	Title	Page
↕A	Draft Operating Budget 2026/27 - Whole of Council	25
↕B	Draft Operating Budget 2026/27 - Waters	26
↕C	Draft Operating Budget 2026/27 - Non-Waters	27
↕D	Summary of Rates 2026/27	28
↕E	Funding Impact Statement 2026/27 - Whole of Council	29
↕F	Funding Impact Statement 2026/27 - Non-Waters	30
↕G	Draft Statement of Financial Position 2026/27	31
↕H	Draft Statement of Cashflows 2026/27	32
↕I	Financial Strategy Limits – 2026-27 Draft Annual Plan	33
↕J	Actual and Forecast Debt – DCC and Group	34

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental, and cultural 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"/>

The Activity Groups contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and Māori will have an opportunity to engage on the Annual Plan 2026/27.

Sustainability

The Annual Plan 2026/27 is not proposing significant changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budget information for inclusion in the draft 2026/27 Annual Plan.

Financial considerations

Financial considerations are detailed in the report.

Significance

As part of the development of the 9 year plan 2025-34, budgets were consulted on. Variations to those budgets are discussed in this report and are considered to be of low significance in relation to Council’s Significance and Engagement Policy.

Engagement – external

External consultation will be undertaken with the community.

Engagement - internal

Staff from across Council have been involved in the development of the draft budgets and reports.

**Dunedin City Council
Income Statement
for the Year Ended 30 June 2027**

	Approved Budget 2025/26 \$000	Draft Budget 2026/27 \$000	YoY Movement 2025 > 2026 \$000	YoY Movement 2025 > 2026 %	LTP Y2 Draft Budget Budget vs LTP Y2 2026-27 \$000	2026-27 \$000
Revenue						
Rates revenue	264,596	292,393	27,797	10.5%	293,436	(1,043)
Rates penalties	1,300	1,800	500	38.5%	1,300	500
External revenue	100,000	102,532	2,532	2.5%	102,458	74
Fair value gain	7,132	3,488	(3,644)	(51.1%)	3,581	(93)
Grants and subsidies operating	13,166	12,368	(798)	(6.1%)	13,069	(701)
Grants and subsidies capital	22,730	18,796	(3,934)	(17.3%)	16,730	2,066
Development contributions	3,856	3,856	-	-	3,856	-
Vested assets	3,000	3,000	-	-	2,999	1
Internal revenue	45,586	45,906	320	0.7%	46,274	(368)
Tax refund	250	250	-	-	-	250
Total revenue	461,616	484,389	22,773	4.9%	483,703	686
Expenditure						
Personnel costs	88,076	91,433	3,357	3.8%	90,560	873
Operations and maintenance	95,571	97,573	2,002	2.1%	98,004	(431)
Occupancy costs	37,762	39,893	2,131	5.6%	38,774	1,119
Consumables and general	29,280	28,924	(356)	(1.2%)	30,596	(1,672)
Grants and subsidies	12,512	10,923	(1,589)	(12.7%)	12,728	(1,805)
Internal charges	45,587	45,906	319	0.7%	46,274	(368)
Depreciation and amortisation	123,715	129,091	5,376	4.3%	127,897	1,194
Interest	29,113	33,478	4,365	15.0%	36,286	(2,808)
Total expenditure	461,616	477,221	15,605	3.4%	481,119	(3,898)
Net surplus/(deficit)	-	7,168	7,168		2,584	4,584
Expenditure by group						
City Properties	50,258	52,464	2,206	4.4%	53,065	(601)
Community Recreation	45,804	47,714	1,910	4.2%	48,163	(449)
Creative and Cultural Vibrancy	32,120	32,775	655	2.0%	33,034	(259)
Governance and Support	53,501	53,700	199	0.4%	54,676	(976)
Regulatory Services	22,395	23,153	758	3.4%	22,970	183
Resilient city	11,996	12,175	179	1.5%	12,070	105
Roading and Footpaths	67,602	70,652	3,050	4.5%	72,222	(1,570)
Three Waters	127,597	133,917	6,320	5.0%	132,785	1,132
Waste Minimisation	37,699	37,572	(127)	(0.3%)	38,779	(1,207)
Treaty Partnership	921	926	5	0.5%	948	(22)
Vibrant Economy	11,723	12,173	450	3.8%	12,407	(234)
Total expenditure	461,616	477,221	15,605	3.4%	481,119	(3,898)

Dunedin City Council
Income Statement
for the Year Ended 30 June 2027 for Three Waters

	Approved Budget 2025/26 \$000	Draft Budget 2026/27 \$000	YoY Movement 2025 > 2026 \$000	YoY Movement 2025 > 2026 %	LTP Y2 Budget 2026-27 \$000	Draft Budget vs LTP Y2 2026-27 \$000
Revenue						
Rates revenue	97,896	114,270	16,374	16.7%	112,606	1,664
Rates penalties	-	-	-	-	-	-
External revenue	8,748	9,765	1,017	11.6%	9,115	650
Fair value gain	-	-	-	-	-	-
Grants and subsidies operating	38	54	16	42.1%	39	15
Grants and subsidies capital	328	591	263	80.2%	173	418
Development contributions	2,559	2,559	-	-	2,559	-
Vested assets	1,424	1,424	-	-	1,423	1
Internal revenue	1,988	350	(1,638)	(82.4%)	1,400	(1,050)
Tax refund	-	-	-	-	-	-
Total revenue	112,981	129,013	16,032	14.2%	127,315	1,698
Expenditure						
Personnel costs	11,784	12,390	606	5.1%	12,086	304
Operations and maintenance	17,639	17,522	(117)	(0.7%)	18,870	(1,348)
Occupancy costs	15,471	15,608	137	0.9%	16,213	(605)
Consumables and general	3,938	2,815	(1,123)	(28.5%)	3,755	(940)
Grants and subsidies	-	-	-	-	-	-
Internal charges	5,337	5,502	165	3.1%	5,497	5
Depreciation and amortisation	62,007	66,615	4,608	7.4%	62,913	3,702
Interest	11,421	13,465	2,044	17.9%	13,451	14
Total expenditure	127,597	133,917	6,320	5.0%	132,785	1,132
Net surplus/(deficit)	(14,616)	(4,904)	9,712	(66.4%)	(5,470)	566

**Dunedin City Council
Income Statement
for the Year Ended 30 June 2027 for Non-Waters**

	Approved Budget 2025/26 \$000	Draft Budget 2026/27 \$000	YoY Movement 2025 > 2026 \$000	YoY Movement 2025 > 2026 %	LTP Y2 Budget 2026-27 \$000	Draft Budget vs LTP Y2 2026-27 \$000
Revenue						
Rates revenue	166,700	178,123	11,423	6.9%	180,830	(2,707)
Rates penalties	1,300	1,800	500	38.5%	1,300	500
External revenue	91,252	92,767	1,515	1.7%	93,343	(576)
Fair value gain	7,132	3,488	(3,644)	(51.1%)	3,581	(93)
Grants and subsidies operating	13,128	12,314	(814)	(6.2%)	13,030	(716)
Grants and subsidies capital	22,402	18,205	(4,197)	(18.7%)	16,557	1,648
Development contributions	1,297	1,297	-	-	1,297	-
Vested assets	1,576	1,576	-	-	1,576	-
Internal revenue	43,598	45,556	1,958	4.5%	44,874	682
Tax refund	250	250	-	-	-	250
Total revenue	348,635	355,376	6,741	1.9%	356,388	(1,012)
Expenditure						
Personnel costs	76,292	79,043	2,751	3.6%	78,474	569
Operations and maintenance	77,932	80,051	2,119	2.7%	79,134	917
Occupancy costs	22,291	24,285	1,994	8.9%	22,561	1,724
Consumables and general	25,342	26,109	767	3.0%	26,841	(732)
Grants and subsidies	12,512	10,923	(1,589)	(12.7%)	12,728	(1,805)
Internal charges	40,250	40,404	154	0.4%	40,777	(373)
Depreciation and amortisation	61,708	62,476	768	1.2%	64,984	(2,508)
Interest	17,692	20,013	2,321	13.1%	22,835	(2,822)
Total expenditure	334,019	343,304	9,285	2.8%	348,334	(5,030)
Net surplus/(deficit)	14,616	12,072	(2,544)	(17.4%)	8,054	4,018

Rates Income	Draft Budgets				Year 2 of 9 year plan				Draft Budget vs Yr 2 9YP
	Budget	Draft Budget	Budget Inc (Dec)	Budget Inc (Dec)	LTP Budget	LTP Budget	Budget Inc (Dec)	Budget Inc (Dec)	
	2025/26 \$000	2026/27 \$000	\$000	%	2025-26 \$000	2026-27 \$000	\$000	%	
Group									\$000
City Properties	12,821	13,458	637	5.0%	12,821	15,348	2,527	19.7%	(1,890)
Community Recreation	38,467	40,174	1,707	4.4%	38,467	40,607	2,140	5.6%	(433)
Creative and Cultural Vibrancy	29,507	30,081	574	1.9%	29,507	30,342	835	2.8%	(261)
Governance and Support	653	1,107	454	69.5%	653	1,450	797	122.1%	(343)
Regulatory Services	6,037	6,316	279	4.6%	6,037	6,215	178	2.9%	101
Resilient City	11,600	11,774	174	1.5%	11,600	11,661	61	0.5%	113
Roading and Footpaths	38,215	44,071	5,856	15.3%	38,215	43,714	5,499	14.4%	357
Waste Minimisation	17,331	17,481	150	0.9%	17,331	18,657	1,326	7.7%	(1,176)
Treaty Partnership	921	926	5	0.5%	921	948	27	2.9%	(22)
Vibrant Economy	11,148	11,485	337	3.0%	11,148	11,888	740	6.6%	(403)
Sub-Total Non-Water Rates	166,700	176,873	10,173	6.1%	166,700	180,830	14,130	8.5%	(3,957)
Stadium Payment	-	1,250	1,250	100.0%	-	-	-	-	1,250
Total Non-Water Rates	166,700	178,123	11,423	6.9%	166,700	180,830	14,130	8.5%	1,585
Three Waters	97,896	114,270	16,374	16.7%	97,896	112,606	14,710	15.0%	1,664
Total Rates	264,596	292,393	27,797	10.5%	264,596	293,436	28,840	10.9%	(1,043)

Dunedin City Council

**Funding Impact Statement
for the Year Ended 30 June 2027 for (whole of
council)**

	2026 Annual Plan \$000	2027 Long Term Plan \$000	2027 Draft Budget \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	145,832	159,320	157,303
Targeted rates	120,064	135,456	136,889
Subsidies and grants for operating purposes	12,266	12,110	11,468
Fees and charges	77,514	79,314	79,638
Interest and dividends from investments	19,328	19,695	19,371
Local authorities fuel tax, fines, infringement fees, and other receipts	4,058	4,088	4,422
Total operating funding	379,062	409,983	409,091
Application of operating funding			
Payments to staff and suppliers	263,204	270,662	268,746
Finance costs	29,114	36,286	33,478
Other operating funding applications	-	-	-
Total application of operating funding	292,318	306,948	302,224
Surplus/(deficit) of operating funding	86,744	103,035	106,867
Sources of capital funding			
Subsidies and grants for capital expenditure	22,730	16,762	18,796
Development and financial contributions	3,856	3,856	3,856
Increase/(decrease) in debt	121,000	104,065	104,000
Gross proceeds from sale of assets	120	120	120
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding	147,706	124,803	126,772
Application of capital funding			
Capital expenditure			
- to meet additional demand	91,599	14,184	90,281
- to improve the level of service	2,453	90,071	4,490
- to replace existing assets	137,165	126,255	144,038
Increase/(decrease) in reserves	(1,713)	(867)	409
Increase/(decrease) of investments	4,946	(1,805)	(5,579)
Total application of capital funding	234,450	227,838	233,639
Surplus/(deficit) of capital funding	(86,744)	(103,035)	(106,867)
Funding balance	-	-	-

Dunedin City Council
Funding Impact Statement
for the Year Ended 30 June 2027 for Council Excluding
3 Waters

	2026 Annual Plan \$000	2027 Long Term Plan \$000	2027 Draft Budget \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	145,831	159,320	157,303
Targeted rates	22,168	22,849	22,619
Subsidies and grants for operating purposes	12,227	12,071	11,414
Fees and charges	88,093	89,895	89,244
Internal charges and overheads recovered	43,599	44,874	45,557
Local authorities fuel tax, fines, infringement fees, and other receipts	4,058	4,088	4,422
Total operating funding	315,976	333,097	330,559
Application of operating funding			
Payments to staff and suppliers	214,371	219,736	220,446
Finance costs	17,692	22,835	20,013
Internal charges and overheads applied	40,250	40,777	40,404
Other operating funding applications	-	-	-
Total application of operating funding	272,313	283,348	280,863
Surplus/(deficit) of operating funding	43,663	49,749	49,696
Sources of capital funding			
Subsidies and grants for capital expenditure	22,402	16,589	18,205
Development and financial contributions	1,297	1,297	1,297
Increase/(decrease) in debt	79,844	67,966	72,204
Gross proceeds from sale of assets	120	120	120
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding	103,663	85,972	91,826
Application of capital funding			
Capital expenditure			
- to meet additional demand	71,317	58,906	74,772
- to improve the level of service	-	2,476	2,476
- to replace existing assets	72,777	77,011	69,444
Increase/(decrease) in reserves	(1,713)	(867)	409
Increase/(decrease) of investments	4,945	(1,805)	(5,579)
Total application of capital funding	147,326	135,721	141,522
Surplus/(deficit) of capital funding	(43,663)	(49,749)	(49,696)
Funding balance	-	-	-

Dunedin City Council
Statement of Financial Position
for the year ended 30 June 2027

	Actual 2025	Annual Plan Budget 2026	Draft Budget 2027	LTP Budget 2027
Current assets				
Cash and cash equivalents	15,837	13,357	7,283	13,008
Other current financial assets	8,011	14,426	13,426	15,329
Trade and other receivables	23,684	33,245	24,309	33,003
Current tax asset	489	250	250	250
Inventories	1,039	675	675	675
Prepayments	2,221	2,109	2,109	2,109
Total current assets	51,281	64,062	48,052	64,374
Non-current assets				
Other non-current financial assets	211,438	206,560	208,030	206,518
Shares in subsidiary companies	138,889	141,794	145,949	144,710
Intangible assets	5,520	5,382	8,637	8,028
Investment property	113,759	119,563	124,316	125,775
Property, plant and equipment	4,905,981	4,999,123	5,168,593	5,236,670
Total non-current assets	5,375,587	5,472,422	5,655,525	5,721,701
Total assets	5,426,868	5,536,484	5,703,577	5,786,075
Current liabilities				
Short term borrowings	5,968	6,230	7,813	9,072
Trade and other payables	40,015	40,639	43,512	41,779
Revenue received in advance	7,187	5,663	5,668	5,663
Employee entitlements - Current	11,695	11,025	9,030	11,306
Total current liabilities	64,865	63,557	66,023	67,820
Non-current liabilities				
Term loans	650,973	783,173	829,473	887,239
Employee entitlements - Non-Current	1,408	1,216	1,186	1,000
Provisions	20,573	22,206	20,106	22,206
Other non-current liabilities	320	320	320	320
Total non-current liabilities	673,274	806,915	851,085	910,765
Equity				
Accumulated funds	1,648,777	1,639,016	1,645,610	1,640,750
Revaluation reserves	3,027,569	3,016,192	3,129,366	3,155,086
Restricted reserves	12,383	10,804	11,494	11,654
Total equity	4,688,729	4,666,012	4,786,470	4,807,490
Total liabilities and equity	5,426,868	5,536,484	5,703,578	5,786,075

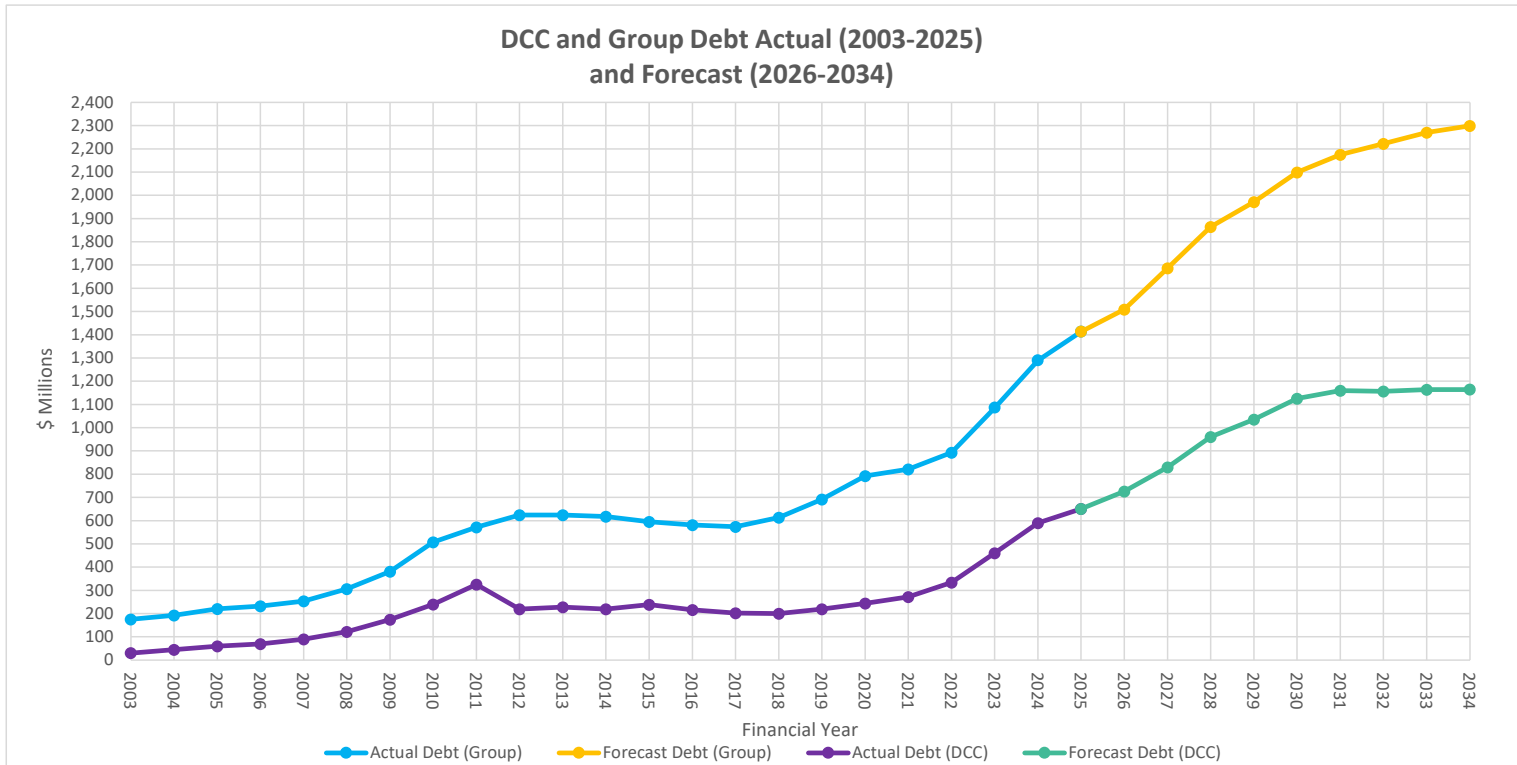
Dunedin City Council
Statement of Cash Flows
for the year ended 30 June 2027

	Annual Plan Budget 2026	Draft Budget 2027	LTP Budget 2027
Cash flow from operating activities			
<i>Cash was provided from operating activities</i>			
Rates received	264,381	292,065	292,327
Other revenue	121,288	118,875	119,520
Interest received	8,313	8,307	8,752
Dividend received	10,815	10,864	10,943
Intra-group tax payment	351	250	250
	405,148	430,361	431,792
<i>Cash was applied to:</i>			
Suppliers and employees	(263,344)	(268,172)	(266,615)
Interest paid	(29,447)	(31,184)	(36,286)
	(292,791)	(299,356)	(302,901)
Net cash inflow (outflow) from operating activities	112,357	131,005	128,891
Cash flow from investing activities			
<i>Cash was provided from investing activities</i>			
Sale of assets	120	120	120
Decrease in investments	18,000	18,000	-
	18,120	18,120	120
<i>Cash was applied to:</i>			
Increase in investments	(21,905)	(21,155)	(2,916)
Capital expenditure	(227,569)	(239,915)	(230,510)
	(249,474)	(259,198)	(233,426)
Net cash inflow (outflow) from investing activities	(231,354)	(241,078)	(233,306)
Cash flow from financing activities			
<i>Cash was provided from financing activities</i>			
Loans raised	121,000	104,000	104,066
	121,000	104,000	104,066
<i>Cash was applied to:</i>			
Loans repaid	-	-	-
	-	-	-
Net cash inflow (outflow) from financing activities	121,000	104,000	104,066
Net increase (decrease) in cash held	2,003	(6,073)	(349)
Opening cash and cash equivalents balance	11,355	13,357	13,357
Closing cash and cash equivalents balance	13,358	7,283	13,008

Financial Strategy Limits – 2026/27 Draft Annual Plan

(\$'000s)	2024/25 Actual	2025/26 9YP	2026/27 Draft Annual Plan	2026/27 9YP	2026/27 Variance
Debt (Whole of Council)					
Debt	650,973	783,173	829,473	887,239	-57,766
Debt Limit (at 250% of revenue)	953,513	1,025,575	1,091,163	1,088,528	2,635
Total Revenue	381,405	410,230	436,465	435,411	1,054
Debt Limit (at 250% of revenue)	171%	191%	190%	204%	-14%
Debt (Water Services Only)					
Debt (Net Debt)	256,789	304,194	335,990	340,293	-4,303
Debt Limit (at 400% of revenue)	376,732	434,680	497,756	492,640	5,116
Total Revenue	94,183	108,670	124,439	123,160	1,279
Debt Limit (at 400% of revenue)	273%	280%	270%	276%	-6%
Debt (Group)					
Debt	1,413,975	1,585,010	1,686,747	1,745,010	-58,263
Rates (Whole of Council)					
Rates Revenue	239,803	264,596	292,393	293,436	-1,043
Rates Limit	216,576	267,704	299,828	299,828	0
Rates Increase Forecast	17.50%	10.70%	10.51%	10.90%	-0.39%
Rates Increase Limit	6.50%	12.00%	12.00%	12.00%	0.00%
Rates (Water Services Only)					
Rates Revenue	85,129	97,896	114,270	112,606	1,664
Rates Increase Forecast	15.00%	15.00%	16.70%	15.00%	1.70%
Operating Surplus (Whole of Council)					
Surplus/ (deficit)	-733	0	7,168	2,584	4,584
Operating Surplus (Water Services Only)					
Surplus/ (deficit)	-12,940	-16,040	-4,904	-5,470	566

Actual and Forecast Debt – DCC and Group¹



¹ Debt forecasts for financial years 2026-2034 have been updated to reflect DCC draft budgets and DCHL group long term debt forecasts.

be delivered in a way that meets regulatory requirements. The DCC must give effect to the WSDP, and ensure that water services are delivered in a financially sustainable manner by 30 June 2028 at the latest.

- 5 The Local Government (Water Services) Act 2025 provides a comprehensive new planning and reporting framework for water services. This framework was designed for new water services delivery arrangements and to support and enable other aspects of the legislation, such as the objectives and financial principles that apply to water service providers (including financial ring-fencing requirements and economic regulation regime overseen by the Commerce Commission).
- 6 As part of the implementation plan in the WSDP, staff are currently working on a review of internal charging to ensure ringfencing requirements are met.
- 7 In anticipation of the new accountability framework, the draft 2026/27 operating and expenditure budgets for 3 Waters have been detailed in this report, separate from budget reports of non-water activities.

OPERATING BUDGET

- 8 To fully fund operating expenditure and achieve a balanced budget (excluding development contribution revenue and vested assets), consecutive rates increases of 15% in the 2025/26 to 2027/28 years were included for 3 Waters in the 9 year plan 2025-34 (9YP) and Water Services Delivery Plan (WSDP). The 3 Waters operating budget is projected to be fully funded by year 3 (2027/28).
- 9 The 2026/27 draft operating budget is \$133.917 million. This is an increase of \$6.320 million (5.0%) from the 2025/26 year, with the primary drivers being increases in depreciation (\$4.608 million) and interest costs (\$2.044 million). The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 10 Rates revenue increased from \$97.896 million to \$114.270 million, an increase of \$16.374 million (16.7%). The 9YP and WSDP projected a 15% increase, however, due to the increase in depreciation based on the asset valuation as at 30 June 2025, a further 1.7% increase (\$1.641 million) has been made. This represents around half of the additional depreciation funding required to achieve a balanced budget by the 2027/28 financial year.
- 11 As discussed in paragraph 8, the 3 Waters operating budget was projected to be fully funded by year 3 (2027/28). The net deficit in 2025/26 (excluding development contributions, vested assets and external subsidies for capital projects) was \$18.927 million. The net deficit in this draft budget is \$9.478 million which has reduced by \$9.449 million.

External revenue

- 12 External revenue increased from \$8.748 million to \$9.765 million, an increase of \$1.017 million (11.6%). This is mainly attributed to user charges (fees and charges), which include a 15% increase in water sales (commercial water usage), representing \$977k of the increase. Charges for trade waste, backflow prevention and tankered waste have all increased to account for increases in costs.

Internal revenue

- 13 Internal revenue decreased from \$1.988 million to \$350k, a decrease of \$1.638 million (82.4%). This is due to reduced Better Off Funding, as projects are in the final year of funding, and is aligned to the programme.
- 14 The remaining \$350k of Better Off Funding relates to work on growth, infrastructure assessments and Local Water Done Well planning and ringfencing.

Expenditure

Personnel costs

- 15 Personnel costs have increased from \$11.784 million to \$12.390 million, an increase of \$606k (5.1%). This reflects a general salary increase along with an additional \$250k provision for the implementation of Local Water Done Well, to respond to new economic regulation and reporting requirements.

Operations and maintenance costs

- 16 Operations and maintenance costs have decreased from \$17.639 million to \$17.522 million, a decrease of by \$117k (0.7%), with changes outlined below:
 - a) The network maintenance contract overhead costs reduce by \$131k (9.1%) due to increased capital project spend. This means that more of the contract overheads can be attributed to capital projects.
 - b) Plant maintenance and operational costs have decreased by \$126k from \$8.605 million to \$8.479 million.
 - i) Maintenance costs have reduced by \$645k, reflecting actual costs of reactive maintenance following the recent increased planned maintenance programme,
 - ii) However, offsetting the above reduction are increases in sludge removal of \$150k (60.1%) and chemical/laboratory costs of \$369k (8.8%). These reductions are due to the current wastewater treatment plant incinerator processes and chemical contract price increases respectively.
 - c) Dam safety contracted services have increased by \$54k (43.3%) relating to required reviews and water quality investigations.
 - d) An allowance of \$100k has been provided for the demolition of dilapidated and redundant infrastructure.

Occupancy costs

- 17 Occupancy costs have increased from \$15.471 million to \$15.608 million, an increase of \$137k (0.9%), due to:
 - a) Rates expenditure increased by \$234k (3.0%). Please note that this assumes the introduction of a new rating differential for water utility general rates. This proposed change is outlined in the Rating Method report included on this agenda. If this option isn't approved by Council, rates expenditure will need to be increased by \$5.291 million.

- b) Electricity and water charges have increased by \$308k (7.8%) resulting from increases to unit charges.
- c) Insurance costs have decreased by \$367k (12.8%) reflecting a softening in the insurance market relating to the underground pipe network.

Consumables and general costs

- 18 Consumables and general costs have decreased from \$3.938 million to \$2.815 million, a decrease of \$1.123 million (28.5%), primarily due to:
- a) Consultancy costs under the Better Off Funding programme have decreased by \$1.305 million (81.5%) from \$1.601 million to \$0.296 million, due to the completion of approved projects and available funding. The funding programme will finish on 30 June 2027.
 - b) Software licence fees have an increase of \$148k (42.8%) reflecting additional connection and reading costs for smart water meters.

Internal charges

- 19 Internal charges have increased from \$5.337 million to \$5.502 million, an increase of \$165k (3.1%):
- a) While there were savings in internal sludge disposal costs of \$264k, this was offset by increases to landfill disposal fees of \$168k which is due to the interplay between incinerator usage, the lime process and ash production at Tahuna Wastewater Treatment Plant.
 - b) Administrative charges increased by \$192k, representing an increase to the corporate overhead charges which have moved in line with CPI and additional Finance costs to cover ring fencing requirements.

Depreciation costs

- 20 Depreciation has increased from \$62.007 million to \$66.615 million, an increase of \$4.608 million (7.4%). This increase is driven by the 30 June 2025 valuation of the water network, increasing the value of the water network by \$335.121 million.
- 21 The result of the increased value of the water network is more depreciation beyond what was projected in year 2 of the 9YP and the WSDP. As a result, depreciation expense is \$3.702 million higher than forecast.
- 22 To ensure that the Council continues to work towards 3 Waters being fully funded by 2027/28 (year 3 of the 9YP), around half of the additional depreciation has been funded in these draft budgets, which has increased the rate increase for 3 Waters to 16.7%.

Interest costs

- 23 Interest has increased from \$11.421 million to \$13.465 million, an increase of \$2.044 million (17.9%). This is mainly due to increased debt resulting from the capital programme and the change in interest rate.

FEES AND CHARGES

- 24 Fees and charges for 3 Waters increases are outlined below:
- a) Central water scheme tariffs (commercial water usage) has increased by 15% or \$0.02 for the supply of bulk raw water per cubic meter, and \$0.38 for the supply of treated water per cubic meter to reflect increased costs of distributing and treating water. This increase aligns with increases to other water supply charges.
 - b) Tankered waste charges have been separated into 'septage waste', and 'food, oil & grease waste', with the latter increasing by 91.7% to better reflect actual costs for treatment and disposal.
 - c) City-wide unit rates for trade waste
 - I. Volume per cubic metre (-6%) -\$0.01 decrease to reflect costs and anticipated volume.
 - II. BOD5 per kg (15.6%) \$0.04 increase to reflect costs and anticipated volume.
 - III. NFR/TSS per kg (13.6%) \$0.06 increase to reflect costs and anticipated volume.
 - d) All other fee increases are driven by increased costs and have been adjusted in alignment with the local government index increase (4.2%).

CAPITAL BUDGET

- 25 The 3 Waters draft 2026/27 capital expenditure budget is \$92.711 million. The overall budget remains the same as year two of the 9YP and WSDP.
- 26 However, the draft budget has reprofiled some expenditure, reflecting the need to prioritise renewal of existing assets. These changes include:
- The draft renewals budget has increased from \$62.057 million to \$74.594 million, an increase of \$12.537 million (20.2%).
 - The draft new capital budget has reduced from \$28.639 million to \$15.509 million, a decrease of \$13.130 million (45.8%).
 - The draft growth budget has increased from \$1.421 million to \$2.014 million, an increase of \$593k (41.7%).

- 27 Table 1 provides a summary of the changes to the draft 3 Waters capital expenditure budget for the 2026/27 year.

Capital Expenditure	2026/27 Annual Plan Draft Budget	Year 2 of 9YP and WSDP \$'000s	Increase (Decrease) \$'000s
Renewals supporting Growth	635	635	-
Renewals	73,959	61,422	12,537
Total Renewals	74,594	62,057	12,537
New Capital for Growth	2,014	1,421	593
New Capital	15,509	28,639	(13,130)
Total New Capital	17,523	30,060	(12,537)
Total 3 Waters Capital Expenditure	92,117	92,117	-

Table 1: Summary of 3 Waters 2026/27 draft capital expenditure

- 28 Network renewal programmes are established and delivering efficiently, therefore these renewals are being accelerated, where possible, to help manage demand in future years.
- 29 There is a high degree of confidence that the overall capital budget for 2026/27 will be fully delivered, as the programme is managed as a body of work rather than a collection of isolated projects. While some individual projects may experience timing delays, this is not expected to affect overall expenditure, as activities will be re-sequenced as required. The scale and volume of work mean that shifts in project timing can be absorbed within the wider programme, ensuring the full budget is deployed.

- 30 Table 2 provides a summary of the draft capital expenditure programme for each of the three areas. Further explanation of the changes is then provided in each section below.

Activity Group	Capital Expenditure \$'000s	2026/27 Annual Plan Draft Budget	Year 2 of 9YP and WSDP	Increase (Decrease)
Stormwater	Growth	-	-	-
	New Capital	1,975	2,175	(200)
	Renewal	5,159	5,810	(651)
	Stormwater Totals	7,134	7,985	(851)
Wastewater	Growth	814	814	-
	New Capital	6,595	11,431	(4,836)
	Renewal	25,945	20,477	5,468
	Wastewater Totals	33,354	32,722	632
Water Supply	Growth	1,200	607	593
	New Capital	6,939	15,033	(8,094)
	Renewal	43,490	35,770	7,720
	Water Supply Totals	51,629	51,410	219
	Grand Totals	92,117	92,117	-

Table 2: Summary of 3 Waters 2026/27 draft capital expenditure by activity

Stormwater

- 31 The draft budget for Stormwater has decreased from \$7.985 million to \$7.134 million, a decrease of \$851k (10.7%). This includes:
- a) A decrease in renewals of \$651k due to completion of the Mosgiel Stormwater Pumpstations and Network in the current year and a reduction in the extent of work required in the North East Valley Parks Area (\$1.156 million), though these decreases were partially offset by an increase to the Kaikorai Valley Hills project of \$1.489 million, due to the acceleration of delivery through long term renewals programmes.
 - b) A decrease in new capital of \$200k due to completion of the Mosgiel Stormwater Upgrade in the current year (\$625k) offset by network resilience and efficiency improvements (\$625k) with minor timing changes on a number of other projects.

Wastewater

- 32 The draft budget for Wastewater has increased from \$32.722 million to \$33.354 million, an increase of \$632k (1.9%). This includes:
- a) An increase in renewals of \$5.468 million (26.7%) from \$20.477 million to \$25.81 million due to increases in the Kaikorai Valley Hills budget (\$2.981 million) and the Reactive Network budget, though these are partially offset by a reduction in the Programmed Network budget (\$482k). These changes are due to the acceleration of delivery through long term renewals programmes.

- b) A decrease in new capital of \$4.836 million (42.3%) from \$11.431 million to \$6.595 million due to reductions in the Metro Wastewater Treatment Plant Resilience (\$2.648 million) and the Musselburgh to Tahuna Link budget (\$450k), where the anticipated extent of work required has reduced. Bioresources Facility (\$500k) and Rural Wastewater schemes (\$1.350 million) have reduced to re-phasing.

Water Supply

33 The draft budget for Water Supply has increased from \$51.410 million to \$51.629 million, an increase of \$219k (0.4%). This includes:

- a) An increase in renewals of \$7.720 million (21.6%) from \$35.770 million to \$43.490 million due to the acceleration of Air Valve renewals (\$300k) and Commercial Smartmeters (\$1.855 million), which was previously accounted for in the Water Efficiency budget line, as well as acceleration of delivery through long term renewals programmes including the Kaikorai Valley Hills budget (\$442k), North East Valley Parks Area budget (\$841k), Port Chalmers Water Supply and Water Plant renewals (\$5.551 million). The budget for Reactive Network Renewals (\$343k) has also increased. These increases are partially offset by budget reductions due to delivery timing of Rotary Park Water Main, Toby Replacement, Water Network Renewals, and Minor Plant Renewals.
- b) A decrease in new capital of \$8.094 million (53.8%) from \$15.033 million to \$6.939 million due to reductions in Water Efficiency (\$2.947 million) programme with the budget transferred to Commercial Smartmeters, Reactive Network Improvements (\$400k), and Water Supply Resilience (\$1.000 million). Plant Condition Assessment budget has decreased \$4.051 million as a result of this work being completed within the renewals programme.

Signatories

Author:	John McAndrew - Head of 3 Waters
Authoriser:	David Ward - General Manager, 3 Waters, Property and Urban Development

Attachments

	Title	Page
↓A	2026/27 Draft Waters Operating Budget	45
↓B	2026/27 Draft Waters Funding Impact Statement	46
↓C	2026/27 Draft Waters Fees and Charges	47
↓D	2026/27 Draft Waters Capital Expenditure Programme	49

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The 3 Waters Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the 3 Waters Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the 3 Waters Group.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

SUMMARY OF CONSIDERATIONS

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

Dunedin City Council
Income Statement
for the Year Ended 30 June 2027 for Three Waters

	Approved Budget 2025/26 \$000	Draft Budget 2026/27 \$000	YoY Movement 2025 > 2026 \$000	YoY Movement 2025 > 2026 %	LTP Y2 Budget 2026-27 \$000	Draft Budget vs LTP Y2 2026-27 \$000
Revenue						
Rates revenue	97,896	114,270	16,374	16.7%	112,606	1,664
Rates penalties	-	-	-	-	-	-
External revenue	8,748	9,765	1,017	11.6%	9,115	650
Fair value gain	-	-	-	-	-	-
Grants and subsidies operating	38	54	16	42.1%	39	15
Grants and subsidies capital	328	591	263	80.2%	173	418
Development contributions	2,559	2,559	-	-	2,559	-
Vested assets	1,424	1,424	-	-	1,423	1
Internal revenue	1,988	350	(1,638)	(82.4%)	1,400	(1,050)
Tax refund	-	-	-	-	-	-
Total revenue	112,981	129,013	16,032	14.2%	127,315	1,698
Expenditure						
Personnel costs	11,784	12,390	606	5.1%	12,086	304
Operations and maintenance	17,639	17,522	(117)	(0.7%)	18,870	(1,348)
Occupancy costs	15,471	15,608	137	0.9%	16,213	(605)
Consumables and general	3,938	2,815	(1,123)	(28.5%)	3,755	(940)
Grants and subsidies	-	-	-	-	-	-
Internal charges	5,337	5,502	165	3.1%	5,497	5
Depreciation and amortisation	62,007	66,615	4,608	7.4%	62,913	3,702
Interest	11,421	13,465	2,044	17.9%	13,451	14
Total expenditure	127,597	133,917	6,320	5.0%	132,785	1,132
Net surplus/(deficit)	(14,616)	(4,904)	9,712	(66.4%)	(5,470)	566

Dunedin City Council

Funding Impact Statement

for the Year Ended 30 June 2027 for 3 Waters

	2026 Annual Plan \$000	2027 Long Term Plan \$000	2027 Draft Budget \$000
Sources of operating funding			
General rates, uniform annual general charges, rates penalties	-	-	-
Targeted rates	97,896	112,607	114,270
Subsidies and grants for operating purposes	38	39	54
Fees and charges	8,748	9,114	9,765
Internal charges and overheads recovered	1,988	1,400	350
Local authorities fuel tax, fines, infringement fees, and other receipts	-	-	-
Total operating funding	108,670	123,160	124,439
Application of operating funding			
Payments to staff and suppliers	48,831	50,926	48,301
Finance costs	11,421	13,451	13,465
Internal charges and overheads applied	5,338	5,497	5,502
Other operating funding applications	-	-	-
Total application of operating funding	65,590	69,874	67,268
Surplus/(deficit) of operating funding	43,080	53,286	57,171
Sources of capital funding			
Subsidies and grants for capital expenditure	328	173	591
Development and financial contributions	2,559	2,559	2,559
Increase/(decrease) in debt	41,156	36,099	31,796
Gross proceeds from sale of assets	-	-	-
Lump sum contributions	-	-	-
Other dedicated capital funding	-	-	-
Total sources of capital funding	44,043	38,831	34,946
Application of capital funding			
Capital expenditure			
- to meet additional demand	20,282	28,639	15,509
- to improve the level of service	2,453	1,421	2,014
- to replace existing assets	64,388	62,057	74,594
Increase/(decrease) in reserves	-	-	-
Increase/(decrease) of investments	-	-	-
Total application of capital funding	87,123	92,117	92,117
Surplus/(deficit) of capital funding	(43,080)	(53,286)	(57,171)
Funding balance	-	-	-

Group of Activity: 3 Waters

	2025/26 fees	2026/27 proposed fees	\$ change	% change
Wastewater				
City Wide Unit Rates				
Volume per cubic metre	0.16	0.15	-0.01	-6.1%
BOD5 per kg	0.23	0.26	0.04	15.6%
NFR/TSS per kg	0.42	0.48	0.06	13.6%
Consent Applications, Compliance Monitoring, Re-inspection & Consent Breaches				
Annual Fee	218.27	227.44	9.17	4.2%
Consent Application Fee for significant industry and major discharges (Category A)	1,324.37	1,379.99	55.62	4.2%
Consent Application Fee for minor discharge with pre-treatment (Category B)	437.77	456.16	18.39	4.2%
Tanker Waste Charges per tonne	42.64	-	-42.64	-100.0%
Septage Waste Charges per tonne	42.64	42.64	0.00	0.0%
Food, Oil & Grease Waste Charges per tonne	42.64	81.74	39.10	91.7%
Laboratory - variable cost	-	-	0.00	0.0%
Staff per hour	145.53	148.44	2.91	2.0%
Network Contributions for a Sewer Connection				
Where there has been no prior contribution to the existing network there will be a standard Network Contribution fee for all of the Dunedin City Council areas	5,779.34	6,022.07	242.73	4.2%
Water Supply				
Annual supply charge (meter rental)				
20mm nominal diameter - Annual supply charge (meter rental)	186.93	194.78	7.85	4.2%
25mm nominal diameter - Annual supply charge (meter rental)	239.98	250.06	10.08	4.2%
30mm nominal diameter - Annual supply charge (meter rental)	266.51	277.71	11.19	4.2%
40mm nominal diameter - Annual supply charge (meter rental)	301.86	314.54	12.68	4.2%
50mm nominal diameter - Annual supply charge (meter rental)	611.32	636.99	25.68	4.2%
80mm nominal diameter - Annual supply charge (meter rental)	755.30	787.02	31.72	4.2%
100mm nominal diameter - Annual supply charge (meter rental)	796.98	830.46	33.47	4.2%
150mm nominal diameter - Annual supply charge (meter rental)	1,145.58	1,193.69	48.11	4.2%
300mm nominal diameter - Annual supply charge (meter rental)	1,486.60	1,549.04	62.44	4.2%
Re-connection Fee: Includes the removal of water restrictors installed due to non-compliance of the water bylaw	520.98	542.86	21.88	4.2%
Special Reading Fee	70.80	73.77	2.97	4.2%
Water Filling Station – Annual access supply charge (per key)	740.15	771.23	31.09	4.2%
Backflow Prevention Programme				
Backflow Preventer Test Fee	147.94	154.15	6.21	4.2%
Rescheduled Backflow Preventer Test Fee	88.30	92.01	3.71	4.2%
Backflow programme – incomplete Application Fees (hourly rate)	51.94	54.12	2.18	4.2%
Central Water Scheme Tariff for water sold by meter				
Bulk Raw Water Tariff to: Merton, Hindon, and individual farm supplies (per cubic metre) - Central Water Scheme Tariff for water sold by meter	0.15	0.17	0.02	15.0%
Treated water per cubic metre - Central Water Scheme Tariff for water sold by meter	2.55	2.94	0.38	15.0%
Installation of New Services				
Charges for the installation of new services are determined on a case-by-case basis and are provided as a fixed price quote to applicants. Alternatively, customers can elect to undertake this work themselves at their own risk by engaging a Council Approved Water Supply Connection Installer. That installer will do all work apart from making the connection to the live water main, which will be undertaken by Council staff. A fee for making the connection will be charged.	-	-	0.00	0.0%

	2025/26 fees	2026/27 proposed fees	\$ change	% change
Network Contributions				
New 20mm diameter domestic water connection - as quoted	-	-	0.00	0.0%
Commercial or extraordinary water connection - as quoted	-	-	0.00	0.0%
Disconnection of water supply - DCC contractor to excavate	1,136.73	1,184.48	47.74	4.2%
Disconnection of water supply- AWSCI to excavate	290.12	302.31	12.19	4.2%
Where there has been no prior contribution to the existing network there will be a standard Network Contribution fee for all of the Dunedin City Council areas	5,611.01	5,846.67	235.66	4.2%
Rural Water Schemes				
Differing capital and connection charges. Please contact the Water Services Department for further information.	-	-	0.00	0.0%

Dunedin City Council
Draft 2026/27 Waters Capital Expenditure Programme

Summary by Type

Expenditure Type	Draft Budget	9 Year Plan	Inc/(Dec)
	2026/27	2025-34	
	\$'000	Year 2 Budget	\$'000
Growth	2,014	1,421	593
New Capital	15,509	28,639	(13,130)
Renewal	74,594	62,057	12,537
Grand Total	92,117	92,117	-

Summary by Activity

Sub Activity	Expenditure Type	Draft Budget	9 Year Plan	Inc/(Dec)
		2026/27	2025-34	
		\$'000	Year 2 Budget	\$'000
Stormwater	Growth	-	-	-
	New Capital	2,175	1,975	(200)
	Renewal	5,810	5,159	(651)
Stormwater Total		7,985	7,134	(851)
Wastewater	Growth	814	814	-
	New Capital	11,431	6,595	(4,836)
	Renewal	20,477	25,945	5,468
Wastewater Total		32,722	33,354	632
Water Supply	Growth	607	1,200	593
	New Capital	15,033	6,939	(8,094)
	Renewal	35,770	43,490	7,720
Water Supply Total		51,410	51,629	219
Grand Total		92,117	92,117	-

DRAFT CAPITAL BUDGET 2026/27

Department: Civic and Finance

EXECUTIVE SUMMARY

- 1 This report seeks approval of the draft 2026/27 capital budget (draft budget) for inclusion in the draft Annual Plan 2026/27 (the draft Plan).
- 2 The draft Plan is an update to year two of the 9 Year Plan 2025-34 (the 9 Year Plan). The draft budget for 2026/27 is \$239.915 million, compared to \$230.510 million provided for in the 9 Year Plan, an increase of \$9.405 million (4.1%).
- 3 Councils across New Zealand, including the DCC, face increasing financial and infrastructure pressures. These are driven by sustained cost escalation, economic conditions, and extensive legislative reform from central government, including rates capping. These factors place additional challenges and complexity on the capital investment programme, and constrain the affordability of rates for the community.
- 4 The draft budget represents an ambitious capital programme and was prepared based on information available at a point in time. Several variables remain subject to change, including capital delivery, and interest and depreciation impacts. Parts of the Waste Futures programme carry a higher degree of uncertainty due to the sequencing and timing of work.
- 5 Work is continuing to refine the draft capital budget, reflecting the progressive strengthening of delivery capacity over recent years. Experience indicates that a capital programme of around \$200 million per annum represents a sustainable level of market and organisational capacity. Where the programme exceeds this level, projects will be actively rebalanced or phased to maintain deliverability, value for money, and confidence of delivery.
- 6 A budget update will be presented to Council in May 2026, providing a clearer picture of current-year delivery and enabling reduction of the capital programme prior to finalisation of the draft Plan.
- 7 In addition to prioritising renewals, the draft budget takes into account asset management plans, funding and delivery capacity, legislative obligations, and Zero Carbon targets.

RECOMMENDATIONS

That the Council:

- a) **Approves** the proposed capital expenditure budget for inclusion in the draft Annual Plan 2026/27.

BACKGROUND

- 8 Projects are allocated between three types of capital expenditure, in accordance with the Local Government Act 2002 (LGA). In practice, many projects are a mixture of two or three of these types. Projects have been categorised into a single type, based on the primary purpose of the proposed expenditure:
- a) **Renewals:** replacement of existing assets once they reach the end of life
 - b) **New Capital:** new projects to improve current levels of service
 - c) **Growth:** investment in new infrastructure to meet additional demand, including growth.
- 9 Capital expenditure is funded through:
- Funded depreciation – for renewals
 - Debt – for new capital, and any shortfall in funded depreciation for renewals
 - NZTA Waka Kotahi grant funding – renewals and new capital for transport projects
 - Development contributions – for growth capital

DISCUSSION

- 10 The draft budget has increased from \$230.150 million to \$239.915 million, an increase of \$9.405 million (4.1%), compared to year two of the 9 Year Plan (see **Table 1**).
- a) The non-waters capital programme has increased from \$138.393 million to \$147.798 million, an increase of \$9.405 million (6.8%).
 - b) The 3 Waters capital programme of \$92.117 million is discussed in a separate 3 Waters report; the Draft Capital Budget report will focus on the ‘non-waters’ capital programme.
- 11 The draft budget provides for a continuation of the capital programme approved in the 9 Year Plan. Proposed spending is higher than year two of the 9 Year Plan and has taken into consideration timing of work – forecasting progress against the current 2025/26 budget and considering how timing differences may impact the 2026/27 year.
- 12 Current-year delivery performance is an important consideration in shaping the 2026/27 capital programme. The 2025/26 capital programme is tracking behind schedule, with several projects experiencing delays for a variety of reasons. These timing variances may result in some work being rephased into 2026/27. Consequently, staff have focused on progressing projects that are already in train.
- 13 Staff will continue to review timing and deliverability of the capital programme, including by using updated forecasts of current-year performance. A budget update report will be presented to Council in May 2026, with further adjustments to ensure the 2026/27 programme is achievable. This is likely to result in a reduction of the capital programme to a level around \$200 million.

- 14 More significant changes to the capital programme, including reconsideration of scope, timing, and overall prioritisation, would be considered through the upcoming 10 year plan 2027-37 process.

Draft 2026/27 Capital Expenditure Programme

- 15 Some capital projects have been rolled over from the 2025/26 year, due to delays or reprioritisation. Rolled over projects include:
- a) Parts of the Green Island Resource Recovery Park (GIRRP) due to ground pre-loading requirements; and
 - b) Parts of the Shaping Future Dunedin budget, including the Albany Street Connection project, due to delays in decision making.
- 16 Some expenditure planned for 2026/27 has been actively refined to ensure the capital programme remains well aligned with delivery capacity and focused on priority infrastructure outcomes. This has involved optimising the sequencing and timing of lower-priority work to support an achievable, high-quality programme. Key adjustments include:
- a) refinement of some City Properties expenditure
 - b) reprioritisation within the Community Recreation (Aquatics) programme
 - c) rescheduling of selected non-essential projects to better align with available capacity.
- 17 Changed levels of capital expenditure will impact several areas of the organisation's finances. Assumptions have been included in the preparation of the draft operating budget that will be further updated in May 2026. This will include but not be limited to:
- a) Interest on borrowings – including allocation of interest cost to each activity group
 - b) Forecast opening debt position as at 30 June 2026
 - c) Updated depreciated based on asset completion
 - d) The level of grant funding from NZTA Waka Kotahi.

18 Table 1 provides a summary of the changes to the capital expenditure budget for the 2026/27 year, by group of activity.

2026/27 Capital Expenditure Budget \$000s	Draft Budget	Year 2 of 9 Year Plan 2025-34	Increase (Decrease)
City Properties	18,946	16,529	2,417
Community Recreation	16,638	25,466	(8,828)
Creative and Cultural Vibrancy	2,458	2,393	65
Governance and Support Services	5,917	5,579	338
Resilient City	405	310	95
Roading and Footpaths	53,535	52,872	663
Waste Minimisation	49,899	35,244	14,655
Non-Waters Expenditure	147,798	138,393	9,405
3 Waters	92,117	92,117	-
Total Expenditure	239,915	230,510	9,405

Table 1: 2026/27 draft capital budget compared with year two of the 9 Year Plan 2025-34

City Properties

19 The City Properties group includes the following activities: Community Property; Holding Property; Housing Portfolio; Investment Property; Operational Property; and Parking Operations. The total draft capital expenditure budget has increased from \$16.529 million to \$18.946 million, an increase of \$2.417 million (14.6%). Key movements include:

- a) Community Property reflects a refined focus on priority heritage and asset renewals, with investment directed toward Dunedin Railway Station works while optimising the timing of other renewals.
- b) The Housing Portfolio increase of \$635k reflects a strengthened renewals programme, including targeted upgrades such as the replacement of single-glazed windows to improve asset condition and performance.
- c) Investment Property expenditure has been reshaped to prioritise urgent, high-value renewals, enabling efficient delivery of essential works while supporting a sustainable long-term renewals profile.
- d) Operational Property expenditure has increased to support key civic assets and service improvements, including remedial works at the Town Hall, enhancements associated with the Marlow Park Destination Playground, and continued progression of major facility programmes.
- e) Parking Operations investment has increased to support asset condition and customer experience, including carpark building resurfacing and continued renewal of parking meters.

Creative and Cultural Vibrancy

- 20 The Creative and Cultural Vibrancy group includes the following activities: Dunedin Public Art Gallery (DPAG), Dunedin Public Libraries (DPL), Olveston Historic Home (Olveston), and Toitū Otago Settlers Museum (Toitū).
- 21 The total draft capital expenditure budget has increased from \$2.393 million to \$2.458 million, an increase of \$65k (2.7%) compared to year two of the 9 Year Plan. The increase relates to a \$5k allocation to Olveston for minor capital equipment renewals and \$60k for Toitū for plant renewals.

Community Recreation

- 22 The Community Recreation group includes Aquatic Services, Botanic Garden, Cemeteries and Crematorium, and Parks and Reserves. The total draft capital expenditure budget has decreased from \$25.466 million to \$16.638 million, a decrease of \$8.828 million (34.7%) compared to year two of the 9 Year Plan.
- 23 The Community Recreation draft renewals budget has decreased from \$20.009 million to \$11.331 million, a decrease of \$8.678 million (43.4%). This reduction is primarily due to:
- a) Moana Pool Redevelopment project decrease of \$6.120 million (41.8%), from \$14.625 million to \$8.505 million in the 2026/27 year, in order to review investment options as part of the development of the 10 year plan 2027-37.
 - b) Parks and Recreation decrease of \$2.342 million resulting from:
 - i) The removal or deferral of some greenspace renewals (\$361k);
 - ii) A decrease in playground renewals (\$582k), including the removal of the Chingford Park playground renewal;
 - iii) A decrease in recreation facilities renewals (\$1.399 million), including the deferral of the Caledonian Grandstand Lift Replacement project as the asset is not yet at the end of useful life, and a delay in the Mosgiel and Caledonian Gym Heating System Upgrade project while options are being scoped.
- 24 The Community Recreation draft new capital budget has decreased from \$5.457 million to \$4.717 million, a decrease of \$150k (2.7%), due to reductions in the Cemetery Development Plan (\$50k) and Recreation Facilities Improvements (\$100k).

Governance and Support Services

- 25 The Governance and Support Services group includes Business Information Services, Council Communications and Marketing, Customer Services, and Fleet Operations. The total draft capital expenditure budget has increased \$338k (6.1%) from \$5.579 million to \$5.917 million.
- 26 The Governance and Support Services draft renewals budget has increased from \$4.479 million to \$4.596 million, an increase of \$117k (2.6%). This increase relates to the increased renewals of internal IT and legacy systems.
- 27 The Governance and Support Services draft new capital budget has increased from \$1.100 million to \$1.321 million, an increase of by \$221k (20.1%), primarily due to the additional of EV charging infrastructure (\$250k).

Resilient City

- 28 The Resilient City group includes City Development, Community Partnerships, and Civil Defence. The total draft capital expenditure budget has increased from \$310k to \$405k, an increase of \$95k (30.6%) compared to year two of the 9 Year Plan. This is due to an increase in renewals in the Civil Defence Plant Equipment budget (\$95k) for new generators.

Roading and Footpaths

- 29 The Roothing and Footpaths group total draft capital expenditure budget has increased from \$52.872 million to \$53.535 million, an increase of \$663k (1.3%) compared to year two of the 9 Year Plan.
- 30 The Roothing and Footpaths growth budget relating to the Future Development Strategy is unchanged from year 2 of the 9 Year Plan with an expected spend of \$2.476 million.
- 31 The Roothing and Footpaths draft renewals budget has decreased from \$33.541 million to \$33.209 million, a decrease of \$332k (1.0%). The reduction is due to the removal funding for Geobag replacements under the Coastal Plan. The Geobags are not expected to be renewed, unless in response to external factors, such as weather. If that happens, any required work would be treated as an emergency event and funded accordingly. There has been \$150k allocated within the operating budget for minor storm-related maintenance and sand maintenance, as part of the Coastal Plan. However, this would not cover a full-scale replacement of the Geobags.
- 32 The Roothing and Footpaths draft new capital budget has increased from \$16.855 million to \$17.850 million, an increase of \$995k (5.9%), due to Shaping Future Dunedin increases, including:
- a) Albany Street Connection project (Central City Cycle and Pedestrian Improvements) movement of \$1.000 million from 2025/26 to 2026/2027, due to a delayed start.
 - b) Princes Street Safety Plan budget increase, bringing forward \$1.200 million from the 2027/28 year into the 2026/27 year, in order to gain efficiencies from delivering the bulk of this project over a shorter timeframe.
 - c) Parking Management workstream budget shift of \$200k into the 2026/2027 year to cover residual costs associated with delivering the wayfinding element of this work.
- 33 The Coastal Plan new capital budget also includes a decrease of \$1.405 million associated with treating the response to geobag replacement as an emergency.

NZTA Waka Kotahi Funding

- 34 The funding assumptions for projects included in the Roothing and Footpaths draft capital expenditure budget are at **Attachment C**. Overall, 33.9% of the Roothing and Footpaths budget is subsidised by NZTA. This combines a 42.7% subsidy on renewals and a 22.3% subsidy on new capital. There is no subsidy on growth capital expenditure.
- 35 New capital investments must align with the Government Policy Statement on Transport (GPS). This alignment determines the Funding Assistance Rate (FAR) that NZTA will apply. Renewal works are typically funded at a standard FAR of 51%, though this can vary depending on the GPS. The most significant variation, however, occurs in the co-funding levels for new capital projects, which may increase or decrease based on how well the investment aligns with the GPS priorities.

36 With the exception of footpaths, the renewal subsidy reflects a 51% subsidy. Footpath funding is capped resulting in an effective subsidy rate of 7%. Subsidised new capital expenditure is 51% except for the Crown Resilience Programme, which is 76%.

37—Under the current assumptions, the table below shows the current draft renewal programme is an investment of \$14.188 million.

Co-Funding Scenario \$'000s	Renewals Programme
NZTA Waka Kotahi funded renewals	\$14,188
DCC funded renewals	\$19,021
Total renewals expenditure	\$33,209

Table 2: NZTA Co-funding assumption summary for Roading and Footpath renewals

Waste Minimisation

38 The Waste Minimisation group includes Waste and Environmental Solutions, and Waste Futures. The total draft capital expenditure budget for 2026/27 has increased from \$35.244 million to \$49.899 million, an increase of \$14.655 million (41.6%) compared to year two of the 9 Year Plan.

39 The Waste Minimisation draft renewals budget is unchanged from year 2 of the 9 Year Plan with an expected spend of \$570k.

40 The Waste Minimisation draft new capital budget has increased from \$34.674 million to \$49.329 million, an increase of \$14.655 million (42.3%). This increase is due to:

- a) Waste Futures increase from budget rephasing relating to Material Recovery Facility construction delays (\$10.000 million) and delays to components of the Green Island Resource Recovery Park (GIRRP), caused by ground pre-loading requirements prior to further construction (\$5.500 million). Table 3 sets out the draft budget for the GIRRP.
- b) Waste and Environmental Solutions decrease from the removal of the City Recycling Hubs budget (\$145k) due to the inability to secure suitable locations within areas with an identified need, and removal of the Green Island Landfill Southern Valley Leachate Drain budget (\$700k) as work is expected to be completed in the current year.

41 New capital expenditure within the Waste Minimisation group generally has a level of uncertainty, primarily resulting from ground pre-loading, which is required for a minimum of four months. The timing of its completion has consequences for the entire Waste Futures programme.

Project \$'000	2026/27 Draft Budget	Year 2 of Current 9 Year Plan	Increase (Decrease)
Bulk Waste System General waste sorting facility.	\$1,750	\$1,750	-
Construction and Demolition Facility Facility to enable diversion of C&D waste alongside bulk waste system.	\$2,200	\$2,200	-
Glass Facility Glass storage bunkers.	\$789	\$789	-
Material Recovery Facility Mixed recycling material sorting facility.	\$26,950	\$16,950	\$10,000
Organics Facility Organic collection processing facility.	\$6,316	\$2,416	\$3,900
Resource Recovery Park Precinct Auxiliary buildings and infrastructure.	\$5,777	\$4,177	\$1,600
	\$43,782	\$28,282	\$15,500

Table 3: Draft budgets for Green Island Resource Recovery Park for 2026/27

Capital Spend Scenarios

- 42 Changing capital expenditure has an effect on the operating budget primarily through depreciation and interest costs.
- 43 Two scenarios have been provided to give context of the corresponding operational impact of reducing capital expenditure. Changing of capital expenditure impacts multiple financial years. It is assumed that depreciation impacts in the year following the expenditure and only half the interest is realised in the year of expenditure. The rating impact on the 2027/28 year is indicative only as this will change if the 2026/27 rates change.
- a) \$30 million reduction of capital spend results in a reduction of approximately \$617k in 2026/27, followed by approximately \$1.833 million in 2027/28.
 - b) \$50 million reduction of capital spend results in a reduction of approximately \$1.028 million in 2026/27, followed by approximately \$3.055 million in 2027/28.
- 44 These projected savings have not accounted for overhead costs associated with delivering of new capital projects.

Emissions impact statement

- 45 The proposed changes to the 2026/27 capital budget will not have a material impact on the achievement of emissions reduction targets at either DCC or Dunedin scales.

OPTIONS

- 46 There are no options presented but Council may decide to modify the draft capital budget.

NEXT STEPS

- 47 The decision of Council will be included in the draft Annual Plan 2026/27 for the purposes of community engagement.
- 48 Following community engagement, staff will bring a budget update report to Council in May 2026.

Signatories

Author:	Janet Fraser - Corporate Planner Mathew Brockie - Budget Accountant Hayden McAuliffe - Financial Services Manager Lara McBride - Assistant Accountant - Compliance
Authoriser:	Carolyn Allan - Chief Financial Officer

Attachments

	Title	Page
↓A	2026-27 Non-Waters Capital Expenditure Draft Budget Summary	64
↓B	2026-27 Non-Waters Capital Expenditure Draft Budget Programme Detail	65
↓C	2026-27 Capital Expenditure Draft Budget Roding and Footpaths Subsidy	72

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities and promotes the social, economic, environmental and cultural wellbeing of the 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"/>

The Groups of Activity contribute to the delivery of all of the objectives and priorities of the strategic framework.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing significant changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides the draft capital budget for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Groups of Activity.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budget.

SUMMARY OF CONSIDERATIONS

Risks: Legal / Health and Safety etc.

There are risks associated with delivery of the capital programme. However, changes set out in this report do not impact previously identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

ROADING AND FOOTPATHS - DRAFT OPERATING BUDGET 2026/27

Department: Transport

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budgets for the Annual Plan 2026/27 for the Roading and Footpaths Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activity is provided for:
 - Transport
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the Council to adopt the draft operating budget and changes for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Roading and Footpaths Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Roading and Footpaths Group as shown/amended at Attachment C.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$70.652 million. This is an increase of \$3.050 million (4.5%). The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 5 Rates revenue increased from \$38.215 million to \$44.071 million, an increase of \$5.856 million (15.3%). Rates revenue for the Roading and Footpaths Group includes funding for the Transport activity. It also incorporates the increase in funding required across the whole of council in order to achieve the 'balanced budget' test in Council's Financial Strategy – where everyday costs are funded by everyday revenue.

Occupancy costs

- 12 Occupancy costs increased from \$1.383 million to \$1.388 million, an increase of \$5k (0.4%). Rent increased by \$52k due to the new Mosgiel Park and Ride facility, though this was offset by decreases in electricity costs to be reflective of actual costs.

Depreciation costs

- 13 Depreciation increased from \$32.125 million to \$33.833 million, an increase of \$1.708 million (5.3%). This increase reflects the 30 June 2025 revaluation, an allowance for the 30 June 2026 revaluation, and the capital expenditure programme. The valuations reflect vested assets, asset condition and contract rates.

Interest costs

- 14 Interest increased from \$6.391 million to \$7.463 million, an increase of \$1.072 million (16.8%). This is mainly due to increased debt resulting from the capital programme and the change in interest rate.

Emissions impact statement

- 15 Travel demand management and road safety promotion activity and programmes will be reduced during the 2026/27 year which will impact some Zero Carbon Plan actions but will have minimal impact on achievement of Dunedin’s emissions reduction targets.

FEES AND CHARGES

- 16 Fees and charges for Roothing and Footpaths have largely increased by 3.0%, resulting from increased contract and other operating costs.
- 17 The penalty fee for unapproved corridor access has increased from \$736 to \$1,500. This is to encourage compliance.
- 18 Two new fees are proposed, relating to vehicle crossing requests.

Signatories

Author:	Jeanine Benson - Group Manager Transport
Authoriser:	Scott MacLean - General Manager, City Services

Attachments

	Title	Page
↕A	Draft Operating Budget 2026/27	78
↕B	Funding Impact Statement - Roothing and Footpaths	79
↕C	Draft 2026/27 fees and charges - Roothing and Footpaths	80

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Roding and Footpaths Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Roding and Footpaths Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Roding and Footpaths Group.

SUMMARY OF CONSIDERATIONS

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

Revenue

Rates

- 6 Rates revenue increased from \$17.331 million to \$17.481 million, an increase of \$150k (0.9%).

External revenue

- 7 External revenue decreased from \$14.523 million to \$14.255 million, a decrease of \$268k (1.8%). This is due to:
- a) A reduction in the amount of material entering the landfill, with a \$276k (2.3%) decrease in commercial and domestic waste revenue at the Green Island landfill.
 - b) A reduction of \$22k (0.9%) in waste levy revenue because of lower than expected tonnage.
 - c) Partially offsetting the reductions, recycling bin sales and recovery store revenue is expected to increase \$24k (94.8%).
 - d) An increase in fees and charges is offset by reduced volumes of material entering the landfills.

Internal revenue

- 8 Internal revenue has increased from \$5.518 million to \$6.245 million, an increase of \$727k (13.2%).
- 9 Internal kerbside recoveries for the cost of transporting mixed recycling material to Timaru has now been incorporated into the budget as a transfer from the waste levy reserve to kerbside.
- 10 Revenue from the wastewater treatment plants has reduced \$96k with less sludge material from waste treatment plants expected due to more efficient use of the Tahuna WWTP incinerator.
- 11 Revenue from kerbside collection and other internal disposal fees has reduced \$295k due to less volume of materials from red bin collections.

Expenditure

Personnel costs

- 12 Personnel costs have decreased from \$1.253 million to \$1.238 million, a decrease of \$15k (1.2%), reflecting a general salary increase, but offset by two fixed term positions ending in 2026.

Operations and maintenance costs

- 13 Operations and maintenance costs have decreased from \$22.085 million to \$20.221 million, a decrease of \$1.864 million (8.4%), primarily due to:
- a) A \$694k (49%) reduction in monitoring costs at the Smooth Hill landfill site in line with the end of the three year baseline environmental monitoring (as required by consent conditions).
 - b) A \$326k (2.6%) reduction in kerbside collection costs, mainly due to \$594k reduced transportation costs of mixed recycling material to Timaru for processing, however, this

is offset by increased kerbside contract costs of \$268k due to Cost Fluctuation Adjustments.

- c) A \$753k (32.1%) reduction in ETS costs due to lower global carbon credit costs and reduced tonnage.
- d) A \$176k (8.3%) reduction in the variable component of the landfill management contract due to an expected reduction in tonnage.
- e) Offsetting the above decreases in the budget, transfer station contract costs are budgeted to increase \$113k due to the increased cost of transportation of material from Waikouaiti to Green Island.

Occupancy costs

- 14 Occupancy costs have increased from \$246k to \$264k, an increase of \$18k (7.3%), due to an increase in rates (\$32k), partially offset by a reduction in insurance costs (\$13k).

Consumables and general costs

- 15 Consumables and general costs have decreased from \$4.381 million to \$4.248 million, a decrease of \$133k (3.0%).
- 16 Waste levy costs have reduced by \$223k (5.6%), despite an increase in the levy rate payable from \$65/tonne to \$70/tonne as at 1 July 2026, due to an expected reduction in tonnage.
- 17 Budgeted costs for other consulting costs increased by \$44k, primarily relating to specialist landfill consultants.
- 18 Further offsetting this is a \$50k increase in legal and consultants' fees for Smooth Hill to cover tender documentation costs and the development of various plans as required by consent conditions.

Internal costs

- 19 Internal costs have increased from \$5.059 million to \$5.900 million, an increase of \$841k (16.6%). A decrease in the cost of disposing kerbside collection material at the Green Island landfill, due to less kerbside material entering the landfill, is offset by an increase in Waste Strategy costs to fund the transport costs of mixed recycling material to Timaru. These costs are funded by the Waste Minimisation Levy.

Depreciation costs

- 20 Depreciation has increased from \$1.768 million to \$2.171 million, an increase of \$403k (22.8%).

Interest costs

- 21 Interest has increased from \$2.767 million to \$3.390 million, an increase of \$623k (22.5%). This is below the expected interest in year two of the 9 year plan (\$3.909 million) as a result of delayed capital spend (\$15 million).

FEES AND CHARGES

- 22 Fees and charges for Waste Minimisation have generally increased by an average of 8.5%, reflecting contract cost increases and an increase in the waste disposal levy on municipal waste from 1 July 2026.
- 23 Additionally, some charges had higher increases (up to 39%) to account for a previous increase in the waste disposal levy on non-hazardous and inert materials.
- 24 Transfer Station charges for station wagons have been removed, as these will be incorporated into 'car' category charges.

OPTIONS

- 25 Council receives waste levy funding from the Ministry for Environment, and sets direction for how the funding will be used through the Waste Management and Minimisation Plan 2025 (WMMP).
- 26 There are currently surplus waste levy funds. Council direction is sought on whether more of the waste levy should be allocated to capital expenditure, which is possible while still adhering to the WMMP.

Option One – Use waste levy surplus for capex (Recommended Option)

- 27 Council's WMMP allows waste levy funds to be used for capital projects where they support waste minimisation activity. Under this option, Council would use the current levy surplus for capital expenditure.
- 28 This would provide approximately \$409k for eligible capital projects in 2026/27.

Advantages

- Helps to deliver infrastructure in a cost-effective way
- Reduced debt funding for capital projects
- Consistent with WMMP objectives

Disadvantages

- Capital funding may be hard to shift once allocated.

Emissions impact statement

- —This option is anticipated to have minimal effect on achievement of Dunedin's emissions reduction targets.

Option Two – Status Quo

- 29 Under this option, Council would continue to use the waste levy primarily for operational expenditure and community grants. The current surplus would be retained in reserve for future operational costs in alignment with the WMMP.
- 30 No additional levy funding would be allocated to capex.

Advantages

- Continuity of support for community projects
- Supports waste minimisation goals and emissions reduction goals
- Retains flexibility to allocate the waste levy surplus other waste minimisation initiatives

Disadvantages

- Higher proportion of debt funding used for capital projects

Emissions impact statement

- This option would continue existing levels of support for both DCC and Dunedin city's emissions reduction targets.

Signatories

Author:	Chris Henderson - Group Manager Waste and Environmental Solutions
Authoriser:	Scott MacLean - General Manager, City Services

Attachments

	Title	Page
↓A	Draft Operating Budget 2026/27	88
↓B	Funding Impact Statement - Waste Minimisation	89
↓C	Draft 2026/27 fees and charges - Waste Minimisation	90

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Waste Minimisation Group activities primarily contribute to the objectives and priorities of the above strategies

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matawaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Waste Minimisation Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Waste Minimisation Group.

SUMMARY OF CONSIDERATIONS

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

RESILIENT CITY - DRAFT OPERATING BUDGET 2026/27

Department: Executive Leadership Team

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budgets for the Annual Plan 2026/27 for the Resilient City Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - City Development
 - City Growth
 - Civil Defence
 - Community Partnerships
 - Housing Policy
 - South Dunedin Future
 - Zero Carbon
- 2 This report asks the Council to adopt the draft operating budget for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Resilient City Group as shown/amended at Attachments A and B.

OPERATING BUDGETS

- 3 The 2026/27 draft operating budget is \$12.175 million. This is an increase of \$179k (1.5%) from the 2025/26 year. The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 4 Rates revenue increased from \$11.600 million to \$11.774 million, an increase of \$174k (1.5%).

Expenditure

Personnel costs

- 5 Personnel costs have increased from \$5.652 million to \$5.898 million, an increase of \$246k (4.4%), reflecting a general salary increase and step increases.

Operations and maintenance costs

- 6 Operations and maintenance costs have increased from \$596k to \$999k, an increase of \$403k (67.6%). This increase is mainly due to reclassification of expenditure items from other expense categories as follows:

- a) South Dunedin Future contracted services for the citywide climate and resilience programme of \$110k were reclassified from consumables and general costs. These costs were previously categorised as consulting services and relate to contracted work towards natural hazard screening, risk assessments, adaptation planning guidance, and development of toolkits.
- b) The Service Level Agreement (SLA) to Dunedin Budget Advisory Services to manage the Electricity Fund of \$185k has been reclassified from grants and subsidies to operations and maintenance costs.

- 7 The SLA for Cosy Homes (\$111k) has been reinstated on signing of the new agreement.

Consumables and general costs

- 8 Consumables and general costs have decreased from \$1.569 million to \$1.179 million, a decrease of \$390k (24.9%), primarily due to an overall reduction in consultancy costs of \$405k. The key drivers are:

- a) City Development: An overall \$196k decrease in consultancy costs reflecting demand and current capability within the team.
- b) South Dunedin Future: Consultancy decreased by \$183k, due to reclassification of expenditure to operations and maintenance costs (\$110k) and a reduction in cost based on the staged implementation approach of the Citywide Climate Resilience programme (in line with the Council resolution in January 2025).

Grants and subsidies

- 9 Grants and subsidies costs have decreased from \$2.417 million to \$2.293 million, a decrease of \$124k (5.1%). This increase is mainly due to reclassification of expenditure items from other expense categories or activity groups as follows:

- a) The SLA to Dunedin Budget Advisory Services of \$185k was reclassified to Operations and Maintenance costs reflecting the nature of the agreement, as outlined above.
- b) The Te Au Toroa Grant (\$61k) has been transferred to the Resilient City Group (Community Partnerships) from Governance and Support (Corporate Policy).

FEES AND CHARGES

- 10 There are no fees and charges associated with the Resilient City Group.

Signatories

Authoriser:	Scott MacLean - General Manager, City Services David Ward - General Manager, 3 Waters, Property and Urban Development
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Attachments

	Title	Page
↓A	Draft Operating Budget 2026/27	97
↓B	Funding Impact Statement - Resilient City	98

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Resilient City Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Resilient City Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Resilient City Group.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

SUMMARY OF CONSIDERATIONS

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

CITY PROPERTIES - DRAFT OPERATING BUDGET 2026/27

Department: Property

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budget for the Annual Plan 2026/27 for the City Properties Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Community Housing
 - Community Property
 - Holding Property
 - Investment Property
 - Operational Property
 - Property Management
 - Parking Operations
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the council to adopt the draft operating budgets and fees and charges for the purpose of developing the annual plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the City Properties Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the City Properties Group as shown/amended at Attachment C.

OPERATING BUDGET

- 4 The 2026/27 draft operating budget is \$52.464 million. This is an increase of \$2.207 million (4.4%) from the 2025/26 year. The following sections explain the revenue and expenditure changes from the previous year.

- b) The planned compliance budget has increased by \$1.018 million across the portfolios, which is partly offset by a \$548k decrease in the planned maintenance budget. Compliance costs relate to the work required to maintain Building Warrant of Fitness'. These costs will now be tracked separately from planned maintenance.
- c) Reactive maintenance has increased by \$490k (13.1%). This includes increases to public toilet maintenance (\$46k) and the Municipal Chambers Exterior Heritage Restoration project (\$100k). This also include an increase to the general reactive maintenance budget of \$200k to accommodate increasing costs.
- d) Contracted Management Services for the Wall St Mall have increased by \$60k (19.7%). Mall Management Services will be publicly tendered in 2026. Property valuation and rental assessment services have increased by \$35k (20.9%) to reflect the residential property valuation cycle.

Occupancy costs

- 15 Occupancy costs have increased from \$12.366 million to \$13.804 million, an increase of \$1.438 million (11.6%). This is primarily due to:
- a) Rates have increased by \$602k (10.8%), reflecting a budgeted increase for rates.
 - b) Electricity and gas increased by \$495k (27.8%), largely due to \$369k increased electricity costs for the Dunedin Ice Stadium, which is recoverable, as noted in the External Revenue section.
 - c) Contract cleaning costs have increased by \$127k (8.5%), reflecting an anticipated 4.2% increase in the Living Wage, as well as additional public toilet facilities.
 - d) Insurance costs have increased by \$193k (8.1%).
 - e) The above increases are partially offset by rental cost reduction of \$93k (65.3%) relating to Burns House.

Consumables and general costs

- 16 Consumables and general costs have decreased from \$1.876 million to \$1.792 million, a decrease of \$84k (4.5%). This is primarily due to \$105k of increased recoverable waste levy costs, offset partly by a \$31k decrease in CCTV costs.

Grants and Subsidies costs

- 17 Grants and subsidies costs have decreased from \$464k to \$448k, a decrease of \$16k (3.4%) due to community hall service agreement grants decreasing \$15k.

Internal Costs

- 12 Internal costs have increased from \$3.907 million to \$3.980 million, an increase of \$73k (1.9%), reflecting a CPI increase to corporate charges.

Depreciation costs

- 18 Depreciation has decreased from \$15.068 million to \$14.500 million, a decrease of \$568k (3.8%). The decrease is due to asset revaluations and updated depreciation rates. A depreciation review

is currently in underway, and any changes will be incorporated into the May 2026 budget update.

Interest costs

- 19 Interest has increased from \$4.523 million to \$4.841 million, an increase of \$318k (7.0%). This is mainly due to increased debt resulting from the capital programme and the change in interest rate.

FEES AND CHARGES

- 20 Fees and charges for the City Properties Group have generally remained flat. There are some exceptions:
 - a) Housing charges have increased by an average of 8%, reflecting an increase in operating expenditure for community housing. Refer to the ‘Community Housing rent update’ section below for more information.
 - b) On-street, hourly parking charges in the city’s Core Zone and Inner Zone have increased by just over 14% (\$0.50), noting this increase compensates for the previous budget which overstated occupancy.
 - c) Additionally, parking charges have increased on weekdays for off-street metered car parks at Filleul Street, as well as on weekends at the car park building on Great King Street.
- 21 New fees relating to disruption of on-street parking for 5 days or more have been proposed.

Community housing rent

- 22 The draft budget 2026/27 has been based on an 8% rental increase. This results in 22% for rates revenue and 78% external revenue. This does not comply with the current Revenue and Financing Policy of 10% rates revenue and 90% external revenue.
- 23 To fall within the Revenue and Financing policy, an increase of 28% for external revenue (rental) would need to occur.

Signatories

Author:	Anna Nilsen - Group Manager, Property Services
Authoriser:	David Ward - General Manager, 3 Waters, Property and Urban Development

Attachments

	Title	Page
↓A	Draft Operating Budget 2026/2027	105
↓B	Funding Impact Statement - City Properties	106
↓C	Draft 2026/27 fees and charges - City Properties	107

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The City Properties Group activities primarily contribute to the objectives and priorities of the above strategies

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have an opportunity to engage on the Annual Plan 2026/27.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the City Properties Group for inclusion in the Annual Plan.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27, and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the City Properties Group.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

SUMMARY OF CONSIDERATIONS

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to present on the draft 2026/27 Annual Plan.

COMMUNITY RECREATION - DRAFT OPERATING BUDGET 2026/27

Department: Parks and Recreation

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budget for the Annual Plan 2026/27 for the Community Recreation Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Aquatic Services
 - Botanic Garden
 - Cemeteries and Crematorium
 - Parks and Reserves
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the Council to adopt the draft operating budget and fees and charges for the purpose of developing the annual plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Community Recreation Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Community Recreation Group as shown/amended at Attachment C.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$47.714 million. This is an increase of \$1.910 million (4.2%) from the 2025/26 year. The following sections explain the revenue and expenditure change from the previous year.

Revenue

Rates

- 5 Rates revenue increased from \$38.467 million to \$40.174 million, an increase of \$1.707 million (4.4%).

External revenue

- 6 External revenue increased from \$7.123 million to \$7.320 million, an increase of \$197k (2.8%), mainly driven by an increase in Aquatic Services gym/swim membership revenue of \$168k (12.7%).

Expenditure

Personnel costs

- 7 Personnel costs have increased from \$11.052 million to \$11.348 million, an increase of \$296k (2.7%). This includes an increase in Aquatic Services of \$326k (5.0%) and a reduction in Parks of \$65k (2.0%) due to removal of two fixed term city sanctuary roles in September 2025 that are no longer funded. Budget for mileage costs for staff travelling has increased \$20k (25.3%) to reflect actual costs in 2024/25.

Operations and Maintenance

- 8 Operations and maintenance costs increased from \$14.269 million to \$15.148 million, an increase of \$879k (6.2%), due to the following changes:
- a) A 2% contractually agreed annual increase in the Greenspace contracts totalling \$207k;
 - b) In addition to the above contractual uplift, an additional \$268k is required to cover the increase in living wage over the past three years, which has exceeded the annual 2% contractual increase;
 - c) Additional new asset maintenance required for transport buildouts, e.g., George St ornamental gardens, St Leonards to Port Chalmers maintenance previously varied into the maintenance contract without a corresponding budget uplift, costing \$250k annually;
 - d) Aquatics increase in plant maintenance costs of \$40k (6.8%) across all pools, and pool chemicals increase of \$13k (15.6%); and
 - e) Botanic Garden apprenticeship training increase of \$31k (6.2%).

Occupancy costs

- 9 Occupancy costs have increased from \$6.208 million to \$6.672 million, an increase of \$464k (7.5%), due to:
- a) Energy costs have increased by \$303k. This is made up of gas \$87k, electricity \$106k, and other energy costs (such as fuel and woodchips) \$110k.
 - b) Rates and insurance have increased by \$97k and \$19k respectively; and
 - c) Water costs for Aquatics and the Botanic Garden have increased by \$30k (9.0%), based on prior year actual consumption.

Consumables and general costs

- 10 Consumables and general costs have increased from \$705k to \$801k, an increase of \$96k (13.6%), due to scheduled asset valuations and condition assessments required in the 2026/27 financial year that were not required in 2025/26, which is in line with the triannual valuation process.

Grants and subsidies

- 11 Grants and subsidies costs have increased from \$611k to \$762k, an increase of \$151k (24.7%), primarily due to the start of the \$150k Predator Free grant, as approved by Council as part of the 9 year plan, and agreed CPI increases for swimming grants.

Depreciation costs

- 12 Depreciation costs have decreased from \$7.988 million to \$7.850 million, a decrease of \$138k (1.7%), due to the timing of capital works on Moana Pool.

Interest costs

- 13 Interest has increased from \$1.614 million to \$1.712 million, an increase of \$98k (6.1%), due to increased debt associated with the capital programme and the change in interest rate.

FEES AND CHARGES

- 14 Fees and charges for Community Recreation have generally either remained flat or increased by 2.0 to 3.5% to reflect inflation forecasts and increases to contractor costs. Exceptions include:
 - a) Swim school “Just Swim For You” group lessons have increased by 30%, bringing the charge more into line with other group lesson charges.
 - b) Swim membership with access to all pools have increased by 5.7-18.0% due to weekly direct debit charges, which have been updated to be relative to the adult weekly direct debit charges for consistency.
 - c) Swim and gym concessions have decreased by 1-4%, to align with a ‘buy X, get Y free’ promotion, i.e., buy 10 swims and get two free, to encourage participation.
 - d) Swim teacher travel charges have shifted from a flat fee to a variable charge based on distance travelled.
 - e) ‘Toddler time’ pool rates have decreased by 20-23%, (from \$5.40 to \$4.30 at Moana, St Clair and Te Puna, \$5.20 to \$4.00 at Port Chalmers) to encourage more parents to enjoy swimming with their pre-schoolers. The fee covers an adult and an under 5 pool entry and brings the fee in line with a child entry.
 - f) Sportsground lighting has increased by 10.0%, in line with increases in electricity costs.
- 15 Two new fees have been introduced for 5 week bookings of Swim School lessons at Moana and Whakaehu pools.

Signatories

Author:	Heath Ellis - Group Manager Parks and Recreation
Authoriser:	Scott MacLean - General Manager, City Services

Attachments

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↓B	Funding Impact Statement - Community Recreation	117

[↓C](#) Draft 2026/27 fees and charges - Community Recreation

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SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Community Recreation Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Community Recreation Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Community Recreation Group.

CREATIVE AND CULTURAL VIBRANCY - DRAFT OPERATING BUDGET 2026/27

Department: Arts and Culture and Library

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budgets for the Annual Plan 2026/27 for the Creative and Cultural Vibrancy Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Creative Partnerships
 - Dunedin Public Art Gallery (DPAG), Toitū and Lan Yuan
 - Libraries and City of Literature
 - Olveston Historic House
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the Council to adopt the draft operating budget and fees and charges for the purpose of developing the annual plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Creative and Cultural Vibrancy Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Creative and Cultural Vibrancy Group as shown/amended at Attachment C.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$32.775 million. This is an increase of \$655k (2.0%) from the 2025/26 year. The following sections explain the revenue and expenditure charged from the previous year.

Revenue

Rates

- 5 Rates revenue has increased from \$29.507 million to \$30.081 million, an increase of \$574k (1.9%).

External revenue

- 6 External revenue increased from \$2.047 million to \$2.097 million, an increase of \$50k (2.4%). This is primarily due to general admission fees at Olveston increasing by \$37k (9.2%), reflecting forecast visitor volumes, based on visitation for the 2024/25 year.

Grants and subsidies

- 7 Grants and subsidies have increased from \$362k to \$391k, an increase of \$29k (8.0%). Lan Yuan is expecting an increase in grants from the Dunedin Chinese Garden Trust of \$9k (130.8%).
- 8 DPAG is expecting to be awarded funding of \$100k from Creative New Zealand. A three year contract expired at the end of 2025; however, it is anticipated that this will be available again from 2026/27.

Expenditure

Personnel costs

- 9 Personnel costs have increased from \$12.060 million to \$12.548 million, an increase of \$488k (4.0%), reflecting salary changes and an increase in training costs.

Operations and maintenance

- 10 Operations and maintenance costs have increased from \$1.528 million to \$1.558 million, an increase of \$30k (2.0%), primarily due to the following:
- a) DPAG, Toitū and Lan Yuan have increased by \$22k (2.4%) for Building Management System (BMS) replacement parts, collection management costs and event costs.
 - b) Libraries' costs increased \$44k for security due to health and safety concerns at both Mosgiel and the new South Dunedin libraries.
 - c) These increases are partially offset by the budget for the Community Partnerships Creative Capability Workstream of \$30k. This has been reclassified from operations and maintenance to grants and subsidies reflecting the nature of the funding.

Occupancy costs

- 11 Occupancy costs increased from \$1.403 million to \$1.470 million, an increase of \$67k (4.8%), primarily driven by electricity and gas cost increases of \$76k (10.0%), which has been partially offset with reduced insurance costs of \$9k (5.6%).

Consumables and general costs

- 12 Consumables and general costs decreased from \$1.493 million to \$1.372 million, a decrease of \$121k (8.1%), due to:
- a) A reduction of \$75k for Creative Partnerships, relating to one-off funding for the Performing Arts Action Plan in 2025/26.
 - b) A \$33k reduction for DPAG, Toitū and Lan Yuan, through reduced travel (\$8.2k) and alignment of consumable costs to prior actual costs.
 - c) A \$13k reduction in library online subscriptions and software costs.

Grants and subsidies

- 13 Grants and subsidies costs have increased from \$5.856 million to \$5.992 million, an increase of \$136k (2.3%), due to:
- a) An increase of 2% for the Otago Museum Levy (\$106k), which is consistent with year 2 of the 9 Year Plan
 - b) A reclassification of the Community Partnerships Creative Capability Workstream grant (\$30k) from the operations and maintenance cost line to grants and subsidies as outlined in paragraph 10(c) above.

Internal charges

- 14 Internal charges increased from \$7.464 million to \$7.732 million, an increase of \$268k (3.6%), reflecting a CPI increase to corporate charges.

Depreciation costs

- 15 Depreciation decreased from \$1.712 million to \$1.439 million, a decrease of \$273k (15.9%), mainly due to timing of capital expenditure. Changes in the expected timing of project completion has resulted in lower depreciation than previously forecast.

Interest costs

- 16 Interest has increased from \$604k to \$664k, an increase of \$60k (9.9%), due to increased debt associated with the capital programme and the change in interest rate.

FEES AND CHARGES

- 17 Fees and charges for the Creative and Cultural Vibrancy Group have generally increased by between 2.5-4.0%. Exceptions include:
- a) Admission fees to Lan Yuan Chinese Garden have increased by approximately 5% to align with increases in labour and materials costs.
 - b) Libraries’ inter-loan charges increased from \$10 to \$13 (30.0%). Inter-loan is a co-operative scheme where libraries throughout New Zealand lend items to each other. This fee has increased due to increased costs of postage and handling.
- 18 A new fee of \$10 is proposed for the ‘Introduction to Ōtepoti’ immersive experience at the Toitū theatrette.

Signatories

Author:	Cam McCracken - Director DPAG and Toitū, Lan Yuan & Olveston Sarah Gallagher - Director Library Services
Authoriser:	Mike Costelloe - General Manager, Arts, Culture & Economic Development

Attachments

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↴B	Funding Impact Statement - Creative and Cultural Vibrancy	134

↓C	Draft 2026/27 fees and charges - Creative and Cultural Vibrancy	135
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SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Creative and Cultural Vibrancy Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the 3 Waters Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Creative and Cultural Vibrancy Group.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

SUMMARY OF CONSIDERATIONS

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

VIBRANT ECONOMY - DRAFT OPERATING BUDGET 2026/27

Department: Enterprise Dunedin and Events

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budget for the Annual Plan 2026/27 for the Vibrant Economy Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Economic Development
 - isite Visitor Centre (isite)
 - City Marketing
 - Events
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the Council to adopt the draft operating budget for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27
 - i) The draft 2026/27 operating budget for the Vibrant Economy Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Vibrant Economy Group as shown/amended at Attachment C.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$12.173 million. This is an increase of \$450k (3.8%) from the 2025/26 year. Year two of the 9 year plan included an increase of \$400k for the Festivals and Events plan. The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 5 Rates revenue has increased from \$11.148 million to \$11.485 million, an increase of \$337k (3.0%).

External revenue

- 6 External revenue has increased from \$560k to \$681k, an increase of \$121k (21.6%), due to new revenue from the Lantern Festival (\$99k) and Mid-Winter Ice Skating event (\$49k).
- 7 Offsetting the increase, merchandise sales at the isite have decreased from \$200k to \$175k, a decrease of \$25k (12.5%), as a result of fewer cruise ship visits expected in 2026/27. This decrease means the isite is non-compliant with Council's Revenue and Financing Policy. The Policy will be reviewed as part of the development of the 10 year plan.

Expenditure

Personnel costs

- 8 Personnel costs have increased from \$3.268 million to \$3.456 million, an increase of \$188k (5.8%). This increase relates to a general salary increase and additional staffing required for new events as per the Festival and Events plan.

Operations and maintenance costs

- 9 Operations and maintenance costs have increased from \$2.959 million to \$4.866 million, an increase of \$1.907 million (64.4%).
- 10 This increase is mainly due to the Service Level Agreement (SLA) to Dunedin Venues Management Limited for event attraction, where \$1.645 million, of the \$2.045 million in total, has been reclassified from grants and subsidies.
- 11 The remaining increase in budget relates to the approved Festivals and Events Plan for events such as the night market, solar eclipse event, Matariki event, and lantern festival. Due to the timing of Matariki, the event occurs twice within the 2026/27 budget year.

Consumables and general costs

- 12 Consumables and general costs have increased from \$1.310 million to \$1.383 million, an increase of \$73k (5.6%), relating to the above-mentioned spending within Events along with advertising/promotions cost increases of \$97k (24.0%).
- 13 Costs for the isite have reduced by \$47k (25.0%) driven by a \$21k reduction in inventory purchases and \$21k reduced bank commissions to better reflect actual expected costs.

Grants and subsidies

- 14 Grants and subsidies have decreased overall from \$2.861 million to \$1.063 million, a decrease of \$1.798 million (62.8%). This is made up from the following changes:
- a) The reclassification of event attraction funding to Dunedin Venues Management Limited to the operations and maintenance cost line of \$1.645 million.

- b) A grant to the Centre of Digital Excellence (CODE) for \$150k has been included, which was approved as part of the 9 year plan 2025-34.
- c) A grant towards the Matariki event for \$15k, funded through the additional allocation for the Festival and Events plan.
- d) A reduction to the Major Events grant of \$280k due to a scheduled reduction in the funding plan.
- e) A reduction in the grant to the Masters Games Trust of \$38k as the event is not hosted in Dunedin in the 2026/27 year.

Internal costs

15 Internal costs have increased from \$1.264 million to \$1.325 million, an increase of \$61k (4.8%), reflecting a CPI increase to corporate charges.

FEES AND CHARGES

16 Fees and charges for the Vibrant Economy Group, relating to film permit charges, remain unchanged from the 2025/26 year.

Signatories

Author:	Sian Sutton - Manager, Enterprise Dunedin Dan Hendra - Team Leader - Events
Authoriser:	Mike Costelloe - General Manager, Arts, Culture & Economic Development

Attachments

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↕B	Funding Impact Statement - Vibrant Economy	144
↕C	Draft 2026/27 fees and charges - Vibrant Economy	145

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Vibrant Economy Group activities primarily contribute to the objectives and priorities of the above strategies

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year 2025-34 plan. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Vibrant Economy Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Vibrant Economy Group.

REGULATORY SERVICES - DRAFT OPERATING BUDGET 2026/27

Department: Corporate and Regulatory

EXECUTIVE SUMMARY

- 1 This report provides an overview of the operating budgets for the Annual Plan 2026/27 for the Regulatory Services Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Building Services
 - Compliance Solutions
 - Parking Services (Enforcement)
 - Resource Consents
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachments C and D**.
- 3 This report asks the Council to adopt the draft operating budget for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Regulatory Services Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Regulatory Services Group as shown/amended at Attachment C and D.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$23.153 million. This is an increase of \$758k (3.4%) from the 2025/26 year. The following sections explain the revenue and expenditure changes from the previous year.

Rates revenue

- 5 Rates revenue increased from \$6.037 million to \$6.316 million, an increase of \$279k (4.6%).

External revenue

- 6 External revenue has increased from \$15.930 million to \$16.397 million, an increase of \$467k (2.9%), primarily driven by increased parking infringement charges of \$360k (11.3%) and LIM fees increase of \$44k.
- 7 Towage revenue has increased by \$21k (237%) due to increased towage volume and fees (set by legislation).
- 8 Dog Registration fees have increased by \$41k (2.7%).

Expenditure

Personnel costs

- 9 Personnel costs have increased from \$13.352 million to \$13.748 million, an increase of \$396k (3.0%), reflecting a general salary increase.

Operations and maintenance costs

- 10 Operations and maintenance costs have increased from \$786k to \$841k, an increase of \$55k (7.0%), primarily due to an increase in Parking Services towage costs by \$32k due to a higher than expected number of towed vehicles and an increase to the abandoned vehicle removal contract of \$6k.

Consumables and General Costs

- 11 Consumables and general have increased from \$1.804 million to \$1.950 million, an increase of \$146k (8.1%). Resource consent compliance expenditure has increased by \$166k (42.8%) due to the requirements for planning consultants, with \$240k added to align with actual activity costs. This is being partially offset by reduced spending in legal fees of \$75k.
- 12 Parking services (enforcement) expenditure has increased by \$48k (4.8%) driven by an increase to postage of \$113k (149%) due to licence plate recognition (LPR) infringements being posted. This is partially offset by court lodgement fee costs reducing by \$80k (18.8%). Debt collection commission fees are reduced by \$31k (31%), reflecting actual costs.

Internal charges

- 13 Internal charges have increased from \$6.126 million to \$6.292 million, an increase of \$166k (2.7%), reflecting a CPI increase to corporate charges.

FEES AND CHARGES

- 14 Fees and charges for the Regulatory Services Group have generally increased by 2.5-4.0%. There are some exceptions:
 - a) Alcohol licencing and environmental health fees are unchanged, as set by legislation.
 - b) Animal Services daily sustenance charges have increased by 50% to \$15 per day to account for time spent by Animal Control Officers.
 - c) The removal of abandoned vehicles fee has increased by 292% to \$200, to reflect actual towing costs.

- d) Producer Statement Authors registration and renewal fees have increased by 20% to \$180. This is the first increase in seven years, and still compares favourably to costs charged by other Councils.
- 15 New Building Services fees for non-consented, stand-alone dwellings have been introduced, which relate to new legislation on granny flats.
- 16 New Resource Consents monitoring fees have been introduced, which account for changes from the Resource Management (Consenting and Other System Changes) Amendment Act 2025. New fees have also been introduced relating to site contamination searches for multiple sites.

Signatories

Author:	Bonnie Wright - Manager Compliance Solutions Mike Hart - Acting Manager, Building Services Alan Worthington - Resource Consents Manager
Authoriser:	Paul Henderson - General Manager Corporate and Regulatory Services

Attachments

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↴B	Funding Impact Statement - Regulatory Services	152
↴C	Draft 2026/27 fees and charges - Building Schedule B	153
↴D	Draft 2026/27 fees and charges - Regulatory Services	154

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Regulatory Services Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Regulatory Services Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Regulatory Services Group.

TREATY PARTNERSHIP - DRAFT OPERATING BUDGET 2026/27

Department: Mana Ruruku

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budgets for the Annual Plan 2026/27 for the Treaty Partnership Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**.
- 2 This report asks the Council to adopt the draft operating budget for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Treaty Partnership Group as shown/amended at Attachment A.

OPERATING BUDGETS

- 3 The 2026/27 draft operating budget is \$926k. This is an increase of \$5k (0.5%) from the 2025/26 year. The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 4 Rates revenue increased from \$921k to is \$926k, an increase of \$5k (0.5%).

Expenditure

Personnel costs

- 5 Personnel costs have increased from \$487k to \$501k, an increase of \$14k (2.9%), reflecting a general salary increase.

Operations and maintenance costs

- 6 Operations and maintenance costs have increased from \$250k to \$255k, an increase of \$5k (2.0%), reflecting a transfer from consumables and general expenditure to correctly classify contracted cultural support services.
- 7 The principal expenditure within this category is the \$250,000 Service Level Agreement (SLA) with Aukaha. This is reserved funding that supports services requested by multiple areas of

Council and enables consistent, coordinated partnership input across activities such as planning, resource management, and other functions where iwi engagement is required or adds significant value.

Occupancy costs

- 8 Occupancy costs have increased from \$5k to \$7k, an increase of \$2k (40.0%), reflecting increased costs associated with venue hire.

Consumables and general

- 9 Consumables and general costs have decreased from \$100k to \$83k, a decrease of \$17k (17.0%), mainly due to the above classification correction (paragraph 6) for cultural support services and a contribution towards the overall Council reduction in consultancy costs.
- 10 Consumables and general costs include consultant cultural trainers, Te Pae Māori expenditure and consultants to develop tools for the implementation of Te Taki Haruru.

Grants and subsidies

- 11 Grants and subsidies costs have remained the same as the previous year at \$79k. This budget has typically supported three annual grants of \$26.3k for local marae capacity. It is proposed this funding be repurposed to focus specifically on building rakatahi (youth) leadership, governance capability, and community engagement capacity. While this represents a shift in emphasis and may be viewed as a change from the current approach, it more directly aligns with Council priorities around capacity building, partnership, and inclusive civic participation.

FEES AND CHARGES

- 12 There are no fees and charges associated with the Treaty Partnership Group.

Signatories

Author:	Caron Solomon - Kaiwhakahaere o Mana Ruruku
Authoriser:	Nicola Morand - Manahautū (General Manager Community and Strategy)

Attachments

	Title	Page
↓A	Draft Operating Budget 2026/27	171
↓B	Funding Impact Statement - Treaty Partnership	172

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Treaty Partnership Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matāwaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Treaty Partnership Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Treaty Partnership Group.

SUMMARY OF CONSIDERATIONS

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

GOVERNANCE AND SUPPORT - DRAFT OPERATING BUDGET 2026/27

Department: Finance

EXECUTIVE SUMMARY

- 1 This report provides an overview of the draft operating budgets for the Annual Plan 2026/27 for the Governance and Support Services Group, as shown at **Attachment A**. A draft funding impact statement is shown at **Attachment B**. The following activities are provided for:
 - Business Information Systems (BIS)
 - Civic and Governance
 - Corporate Leadership
 - Council Communications and Marketing
 - Customer Services
 - Finance
 - People, Projects and Risk
 - Corporate Policy
 - Fleet Operations
- 2 A schedule of proposed fees and charges for the 2026/27 year is also presented at **Attachment C**.
- 3 This report asks the Council to adopt the draft operating budget for the purposes of developing the Annual Plan 2026/27.

RECOMMENDATIONS

That the Council:

- a) **Adopts** for the purposes of developing the Annual Plan 2026/27:
 - i) The draft 2026/27 operating budget for the Governance and Support Services Group as shown/amended at Attachments A and B.
 - ii) The draft 2026/27 fees and charges schedules for the Governance and Support Services Group as shown/amended at Attachment C.

OPERATING BUDGETS

- 4 The 2026/27 draft operating budget is \$53.700 million. This is an increase of \$199k (0.4%) from the 2025/26 year. The following sections explain the revenue and expenditure changes from the previous year.

Revenue

Rates

- 5 The Governance and Support Services group includes the corporate support activities of Council and realises investment revenue (such as interest and dividends received from Dunedin City Holdings Limited 'DCHL' and the Waipori Fund).
- 6 Each corporate activity is funded through a combination of rates revenue, external revenue and internal revenue (charged to other council activities). After allowing for the Council investments which return a net surplus, the required rates revenue for the Governance and Support Services Group is \$2.357 million.
- 7 The Governance and Support Services group includes the \$1.250 million of rates funding for the stadium, as outlined in the Dunedin Stadium Property Debt Repayment Options report on this agenda.

External revenue

- 8 External revenue has decreased from \$20.276 million to \$20.113 million, a decrease of \$163k (0.8%), as the 2025/26 year included recovery revenue from Otago Regional Council for the 2025 Election.

Fair value gain

- 9 Fair value gains have increased from \$1.332 million to \$1.470 million, an increase of \$138k (10.4%), representing an increase of the anticipated unrealised fair value gains on the Waipori Fund. Fair value gains represent the movement in market value of investments.

Grants and subsidies

- 10 Grants and subsidies have decreased from \$2.019 million to \$445k, a decrease of \$1.574 million (78.0%), reflecting a reduction in Better off Funding and is aligned with the programme. The operating grant continues to be administered corporately and allocated to relevant activities via internal revenue as costs re incurred. The 2026/27 year is the final year of this funding.

Internal revenue

- 11 Internal revenue has increased from \$29.002 million to \$30.019 million, an increase of \$1.017 million (3.5%), primarily due to an increase in corporate charges of \$952k, in line with the CPI, and an increase in the allocation of funding from 3 Waters to Finance for Local Water Done Well ringfencing requirements.

Expenditure

Personnel costs

- 12 Personnel costs have increased from \$20.103 million to \$21.131 million, an increase of \$1.028 million (5.1%). This increase includes a general salary increase and a provision for Council wide annual leave changes resulting from the general salary increase.

Operations and maintenance costs

- 13 Operations and maintenance costs have decreased from \$8.369 million to \$7.865 million, a decrease of \$504k (6.0%), primarily due to:
- a) 2025 Election costs of \$778k have been removed.
 - b) Council Communications and Marketing have savings of \$34k due to reduced website maintenance contractor costs.
 - c) Fleet Operations costs have decreased by \$55k, due mainly to expected reduction in the cost of fuel consumption, however partly offset by an increase in the cost of mechanical repairs.
 - d) Business Information Systems contracted services costs reduced by \$136k due to a change in the document management system.
 - e) IT consultancy has decreased by \$190k due to reclassification of expenditure to consumables and general costs line.
 - f) These decreases have been partially offset with an increase in the IT managed services contract. Contract costs increased \$764k (18.0%), which is in line with the contract awarded during 2025.

Consumables and general costs

- 14 Consumables and general costs have increased from \$10.537 million to \$11.804 million, an increase of \$1.267 million (12.0%), primarily due to increases in councillor remuneration (\$214k), audit fees (\$302k), software licence fees (\$464k), and postage costs (\$97k).
- 15 The reclassification of IT consultancy of \$190k for Project Management Support and Cloud Architecture has been moved to consumables and general from operations and maintenance costs.
- 16 The Te Au Torara grant of \$60k has been recoded from the Corporate Policy activity to Community Partnerships and has now been included in the grants list.

Internal charges

- 12 Internal charges have decreased from \$9.444 million to \$8.038 million, a decrease of \$1.406 million (14.9%), mainly reflecting the reduction of Better Off Funding.

Depreciation costs

- 17 Depreciation has decreased from \$2.969 million to \$2.598 million, a decrease of \$371k (12.5%), reflecting changes in timing and spend on project completion. This has resulted in lower depreciation than previously forecast.

Interest costs

- 18 Interest has increased from \$1.793 million to \$1.943 million, an increase of \$150k (8.4%). Debt allocation will be reviewed before May 2026 which will result in a change to the interest allocation between activity groups.

FEES AND CHARGES

19 LIM fees have increased by 5% in alignment with the increasing cost of processing.

Signatories

Authoriser:	Paul Henderson - General Manager Corporate and Regulatory Services Carolyn Allan - Chief Financial Officer
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Attachments

	Title	Page
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↓B	Funding Impact Statement - Governance and Support	180
↓C	Draft 2026/27 fees and charges - Governance and Support Services	181

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental and cultural 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"/>

The Governance and Support Services Group activities primarily contribute to the objectives and priorities of the above strategies.

Māori Impact Statement

Council budgets impact broadly across all Dunedin communities, including Māori. The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and matawaka will have the opportunity to engage in the Annual Plan 2026/27 consultation process.

Sustainability

The Annual Plan 2026/27 is not proposing any changes to that provided for in the 9 year plan 2025-34. Major issues and implications for sustainability are discussed in the Infrastructure Strategy and financial resilience is discussed in the Financial Strategy of the current 9 year plan 2025-34.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report provides draft budgets for the Governance and Support Services Group for inclusion in the Annual Plan 2026/27.

Financial considerations

Financial considerations are detailed in the report.

Significance

The 9 year plan 2025-34 budgets were considered significant in terms of the Council’s Significance and Engagement Policy, and were consulted on. Variations to those budgets are discussed in this report. The draft budgets will be included in the Annual Plan 2026/27 and will be consulted on.

Engagement – external

There has been no external engagement in developing the draft budgets for the Governance and Support Services Group.

SUMMARY OF CONSIDERATIONS

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have an opportunity to engage in the Annual Plan 2026/27 consultation process.

COMPLIANCE WITH REVENUE AND FINANCING POLICY - ANNUAL PLAN 2026/27

Department: Civic

EXECUTIVE SUMMARY

- 1 A Revenue and Financing Policy (the Policy) is required by the Local Government Act 2002 (LGA). It sets out how Council's operating and capital expenditure will be funded, and the sources of those funds.
- 2 This report presents the level of compliance that the draft Annual Plan 2026/27 budget has with the Policy.
- 3 A review of the Revenue and Financing Policy will be undertaken as part of the development of the 10 year plan 2027-37 (10 year plan).

RECOMMENDATIONS

That the Council:

- a) **Notes** the Compliance with Revenue and Financing Policy report.
- b) **Notes** that a review of the Revenue and Financing Policy will be undertaken as part of the development of the 10 year plan 2027-37.

BACKGROUND

- 4 Section 102 of the LGA requires all councils to prepare and adopt a Revenue and Financing Policy. For each activity of Council, the Policy sets out how operating and capital expenditure will be funded, and the sources of those funds.
- 5 The Policy is normally reviewed every three years but can be amended earlier if required. The next Policy review will occur as part of the development of the 10 year plan. No amendments are proposed at this time.

DISCUSSION

- 6 A review has been undertaken of how the draft operating budgets for the Annual Plan 2026/27 comply with the Policy, as shown in Table 1.
- 7 In any budget year, there may be a level of variability between the policy and the budget, but this is not expected to be more than +/- 5%.

Table 1: Policy and draft budgets comparison

Activity	2025-34 Policy		2026/27 Budgets		Variance within +/- 5%
	Rates Revenue %	Other Revenue %	Rates Revenue %	Other Revenue %	
City Properties					
Community Housing	10%	90%	22%	78%	Note 1
Community, holding, operational properties and management	90%	10%	84%	16%	Note 2
Investment Property	0%	100%	0%	100%	✓
Parking Operations	0%	100%	0%	100%	✓
Community Recreation					
Aquatic Services	65%	35%	67%	33%	✓
Botanic Garden	98%	2%	99%	1%	✓
Cemeteries (parks and burials)	60%	40%	60%	40%	✓
Crematorium	0%	100%	0%	100%	✓
Parks and Reserves	96%	4%	95%	5%	✓
Creative and Cultural Vibrancy					
Creative partnerships (Ara Toi)	90%	10%	92%	8%	✓
Gallery, Garden and Museum	85%	15%	86%	14%	✓
Libraries and City of Literature	98%	2%	99%	1%	✓
Olveston	45%	55%	47%	53%	✓
Otago Museum levy	100%	0%	100%	0%	✓
Governance and Support Services					
Civic and governance support, incl. corporate support services and Warm Dunedin	98%	2%	99%	1%	✓
Regulatory Services					
Animal Services	10%	90%	16%	84%	Note 3

Activity	2025-34 Policy		2026/27 Budgets		Variance within +/- 5%
	Rates Revenue %	Other Revenue %	Rates Revenue %	Other Revenue %	
Alcohol Licensing	25%	75%	28%	72%	✓
Building Services	25%	75%	24%	76%	✓
Environmental Health	65%	35%	69%	31%	✓
Parking Enforcement	2%	98%	0%	100%	✓
Resource Consents	55%	45%	57%	43%	✓
Resilient City					
Community partnerships	95%	5%	98%	2%	✓
City Development	100%	0%	98%	2%	✓
City Growth	100%	0%	99%	1%	✓
Civil Defence	100%	0%	100%	0%	✓
Housing Policy	100%	0%	100%	0%	✓
South Dunedin Future	80%	20%	86%	14%	Note 4
Zero Carbon	100%	0%	100%	0%	✓
Roading and Footpaths					
Transport	75%	25%	77%	23%	✓
Kettle Park	100%	0%	100%	0%	✓
Treaty Partnership					
Māori Partnership	100%	0%	100%	0%	✓
Vibrant Economy					
City Marketing	99%	1%	100%	0%	✓
Economic Development	99%	1%	100%	0%	✓
Events	95%	5%	92%	8%	✓
Visitors Centre	70%	30%	78%	22%	Note 5

Activity	2025-34 Policy		2026/27 Budgets		Variance within +/- 5%
	Rates Revenue %	Other Revenue %	Rates Revenue %	Other Revenue %	
3 Waters					
Water supply	80%	20%	84%	16%	✓
Wastewater	98%	2%	97%	3%	✓
Stormwater	99%	1%	99%	1%	✓
Waste Minimisation					
Landfills	10%	90%	10%	90%	✓
Refuse, Recycling, Litter	98%	2%	98%	2%	✓
Waste Strategy (minimisation)	0%	100%	0%	100%	✓
Waste Support Services	100%	0%	100%	0%	✓

Note 1: Community Housing

- 8 The draft budgets for community housing have been prepared with an 8% increase in rental costs for the 2026/27 year. This proposed increase would not achieve compliance with the policy. Further discussion on this is included in the City Properties draft operating budget report.

Note 2: Community, holding, operational properties and management

- 9 The Community, Holding and Operational Property, and Property Management activities have an operating budget of \$33.202 million, of which \$17.175 million is funded by rates and \$3.354 million is funded by external revenue.
- 10 The activities are requiring less funding from rates than indicated in the Policy due to an increase in rental revenue and cost recoveries, which was previously unbudgeted.

Note 3: Animal Services Note 3

- 11 The Animal Services activity has an operating budget of \$2.057 million, of which \$322k is funded by rates and \$1.735 million is funded by external revenue. This is due to a high level of discounts to compliant owners and neutering subsidies than previously expected.

Note 4: South Dunedin Future

- 12 The South Dunedin Future activity has an operating budget of \$1,210 million, of which \$1.035 million is funded by rates and \$175k is funded by external revenue. The budget reflects the activity's expansion from a focus only on South Dunedin to city-wide.
- 13 When the Revenue and Financing Policy was set, only the South Dunedin Future activity was accounted for; the expansion of the activity will be updated in the Policy when it is reviewed.

Note 5: isite Visitors' Centre

- 14 The isite Visitors' Centre has an operating budget of \$1.356 million, of which \$1.051 million is funded by rates and \$302k is funded by external revenue. The budget reflects the forecast decline in the number of cruise ships expected to visit Dunedin over 2026/27.

OPTIONS

- 15 There are no options.

NEXT STEPS

- 16 A review of the Revenue and Financing Policy will be completed as part of the development of the 10 year plan 2027-37.

Signatories

Author:	Janet Fraser - Corporate Planner
Authoriser:	Carolyn Allan - Chief Financial Officer

Attachments

There are no attachments for this report.

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities, and promotes the social, economic, environmental, and cultural 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"/>

The Annual Plan contributes to the objectives and priorities of the strategic framework. The Revenue and Financing Policy is a key component of the development of the Annual Plan.

Māori Impact Statement

The adoption of Te Taki Haruru Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Mana whenua and mātāwaka will have an opportunity to engage with the Annual Plan consultation process.

Sustainability

The Revenue and Financing Policy considers the overall impact of its funding requirements on the current and future social, economic, environmental and cultural wellbeing of the community.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

The Revenue and Financing Policy does not impact on levels of service but provides for how the activities are funded.

Financial considerations

Financial impacts are discussed in the report.

Significance

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

Engagement – external

The Revenue and Financing Policy was consulted on as part of the 9 year plan 2025-34.

Engagement - internal

Staff and managers from across Council have been involved in the development of the draft budgets.

SUMMARY OF CONSIDERATIONS

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 implications for Community Boards.

DUNEDIN STADIUM PROPERTY LTD - DEBT REPAYMENT OPTIONS

Department: Finance

EXECUTIVE SUMMARY

- 1 The purpose of this report is to present options for a Debt Repayment Plan for Dunedin Stadium Properties Limited (DSPL).
- 2 In 2024, Dunedin City Holdings Limited (DCHL) asked Council to provide an additional \$2 million per annum to Dunedin Venues Management Limited (DVML), to support the operation of the stadium facility.
- 3 Before deciding on the request, Council engaged Ernst Young (EY) to undertake a review of DVML and DSPL on behalf of the DCC, the purpose of the review being *“to ensure that the future operating and financial model of the stadium and related venues is fit for purpose, financially and economically sustainable”*.
- 4 At its meeting on 26 May 2025, Council considered the draft EY report. The report noted that *“the stadium is facing increasing costs and it is reaching a point in its lifecycle where some significant upgrades are required”*.
- 5 At the 26 May 2025 Council meeting, it was also noted that a Debt Repayment Policy and a Debt Repayment Plan for DSPL would be provided to Council for consideration, prior to the draft Annual Plan 2026/27.
- 6 DCHL has developed a theoretical long-term forecast model for DSPL, to determine the level of funding required to meet future capital expenditure and repay debt. The model has assumed that the remaining expected life of the Stadium is 34 years through to 2060, however, with ongoing maintenance, the stadium may have a longer life. A memorandum from DCHL on the forecast model, is provided at Attachment A. Summary financial models are provided at Attachment B.
- 7 Currently, Council provides an annual payment (share capital) of \$2.91 million to support capital expenditure and debt repayment. Two new annual payment options are presented for Council’s consideration, to form the basis of a Debt Repayment Plan.
- 8 Option 1 proposes increasing the annual share capital funding by \$1.25 million in the 2026/27 year, and then increasing it by a further \$1.25 million (\$2.5 million increase in total) from 2027/28 onwards. Option 2 proposes increasing the share capital funding by \$2.25 million per annum from 2026/27 onwards.
- 9 Both options enable long term debt repayment to at least the fair value of land, estimated to be \$51 million at 30 June 2060.

RECOMMENDATIONS

That the Council:

- a) **Approves** option one to provide additional funding (share capital) of \$1.25 million in 2026/27, then increasing the additional funding to \$2.5 million from 2027/28 onwards to support capital expenditure and debt repayment for the Forsyth Barr Stadium
- b) **Notes** that the agreed option will be used to develop a Debt Repayment Plan for Dunedin Stadium Properties Limited.

BACKGROUND

- 10 In 2024, DCHL asked the Council to provide an additional \$2 million per annum to the stadium to support the operation of the facility.
- 11 At its meeting on 27 February 2024, Council considered the request and agreed to undertake a review of DVML and DSPL. The purpose of the review was to ensure that the future operating and financial model of the stadium and related venues is fit for purpose, and financially and economically sustainable. The review was timed to be considered as part of the 9 year plan 2025-34 process.
- 12 Council engaged Ernst Young (EY) to undertake the review, with additional support from Deloitte as and when required. The review commenced in October 2024.
- 13 At its meeting on 26 May 2025, Council considered the outcome of the review and resolved the following:

Moved (Cr Bill Acklin/Cr Kevin Gilbert):

That the Council:

- a) **Confirms** that DVML would continue to operate as a commercial activity with a view to making a profit.
- b) **Confirms** an increase in event attraction funding to DVML of \$1.645 million per annum.
- c) **Approves** a reallocation of \$355,000 of the \$2 million funding support to DVML as an annual share capital payment for DSPL.
- d) **Notes** that a Debt Repayment Policy would be developed for the Council and DSPL and will be presented to Council prior to the draft 2026/27 Annual Plan.
- e) **Notes** that a debt repayment plan would be developed for DSPL and would be presented to Council prior to the draft 2026/27 Annual Plan.
- f) **Notes** that an Ernst Young implementation plan would be presented to a future Finance and CCO Committee meeting.
- g) **Notes** that the implementation plan would address concerns around community access to DVML facilities.

Motion carried (CNL/2025/097)

- 14 The funding provided to DVML is for attracting events to Dunedin, it is not for the purposes of supporting capital expenditure and debt repayment.
- 15 From 1 July 2024, to improve the commercial viability of its tenancy, DSPL reduced its rent on the stadium from \$2 million to \$1 million and stopped on-charging rates and insurance costs to DVML. Constrained rental income, and increasing operating and capital costs are resulting in forecast deficits. Without additional funding, increased debt will be required to address the deficits.
- 16 The Council currently provides funding support to DVML and DSPL as follows:
- DVML - Events attraction fund of \$2.05 million per annum (service level payment) to assist with attracting events to the stadium, generating an economic benefit for the city.
 - DVML – Community access funding of \$750,000 per annum (service level payment) to provide financial support to community and not for profit organisations, enabling their use of the Forsyth Barr Stadium and the Dunedin Town Hall.
 - DVML – Dunedin Centre funding of \$757,000 per annum (service level payment) to manage and operate the Dunedin Centre and Town Hall.
 - DSPL – Share Capital funding of \$2.91 million per annum, to support capital expenditure and debt repayment.
- 17 In addition, Council has a rating differential for the Stadium for its general rates and capital value based targeted rates. These were introduced in 2012/13 to moderate the rates burden on the Stadium, by setting the Stadium rates at specified amounts. The initial amount to be collected in the 2012/13 year was equivalent to the estimated total rates that the Council would have collected from the Stadium land if the Stadium had not been built. These were estimated to be \$134,000 excluding GST. The rates have since been increased annually by an indexed amount.
- 18 DSPL debt for the year ending 30 June 2025 totalled \$84.6 million. The forecast debt balance for the year ending 30 June 2026 is \$84.8 million.

DISCUSSION

- 19 Forsyth Barr Stadium is a strategic asset that plays a significant role in achieving and promoting the current and future well-being of the community. The attraction of events to the stadium delivers substantial economic and cultural benefits, enhances community engagement, supports local businesses, and provides a wide range of recreational and entertainment opportunities.
- 20 The stadium has reached a point in its lifecycle where operating and capital expenditure requirements are increasing. Along with reduced rental income and cost recovery, the current financial model is unsustainable, and additional debt is needed to cover ongoing operating and capital costs.
- 21 A Debt Repayment Policy and a Debt Repayment Plan are being prepared to address this problem. As part of this work, DCHL has developed a long-term forecast model for DSPL, to determine the level of funding required to meet future capital expenditure and repay debt, over the expected life of the Stadium. The model assumptions and financial outcomes are discussed in the memorandum at Attachment A.

- 22 Key assumptions in the model include:
- The economic life of the stadium is assumed to be 50 years, i.e., to 2060.
 - The forecast fair value of the land in 2060 is assumed to be \$51 million.
 - Annual capital expenditure forecasts are based on the current Asset Management Plan 2026-36, followed by \$1.8 million (plus inflation) per annum, being the mean capital spend during the period of the Asset management Plan.
 - With continued maintenance, the life of the polymer roofing could be extended to 40 years and beyond. Accordingly, roof replacement has not been included in the forecast model.
 - Turf replacement will be required in the 2031/32 year.
- 23 Note is made that the financial model and its assumptions will be reviewed on a regular basis.
- 24 In developing a Debt Repayment Policy, debt repayment principles have been provided (below) which support debt repayment planning:
- a) DSPL is responsible for managing the stadium in accordance with its Statement of Intent. This includes the prudent management of debt supported by a debt repayment plan based on long-term financial modelling.
 - b) DSPL's debt repayment plan shall be managed to ensure at the end of the economic life of the stadium, term loan borrowings do not exceed the fair value of the underlying land asset.
 - c) DSPL shall report annually to Council on its debt position, including progress against the debt repayment plan and updated long-term debt forecasts.
 - d) Long-term debt forecasts will be revised with each update of the asset management plan. Asset management plans are reviewed internally on an annual basis and externally every three years.
- 25 Council is now asked to consider two funding options, with the preferred option being included in a Debt Repayment Plan for DSPL. The options are based on the financial modelling undertaken by DCHL, that has looked at operating revenue and expenses, and capital costs through to 2060, being the estimated economic life of the stadium. The options are discussed below.

OPTIONS

- 26 Currently, Council provides an annual payment (share capital) of \$2.9 million per annum to DSPL, to support capital expenditure and debt repayment.
- 27 The DCHL memorandum provides three scenarios for the annual payment (share capital) from Council to DSPL, as follows:
- a) Repay debt to be less than the estimated fair value of land by 2060 – requires an increase in funding of \$1.25 million per annum in the 2026/27, followed by an additional increase of \$1.25 million (total \$2.5 million per annum) from the 2027/28 onwards.

- b) Repay debt to the estimated fair value of the land by 2060 – requires an increase in funding of \$2.25 million per annum.
- c) Status quo – no change to current funding.
- 28 The options presented in this report do not include scenario c) above, as this would place DSPL in a financially unsustainable position.
- 29 Consideration has been given to scenarios a) and b), which are presented as options in this report. In assessing these options, affordability, along with the estimated level of debt and estimated fair value of land at 2060 has been taken into account. Council’s preferred option will inform the development of a Debt Repayment Plan.

Option One – Recommended Option

- 30 Option 1 provides additional funding (share capital) of \$1.25 million to DSPL in 2026/27 (bringing the total share capital payment to \$4.15 million), then increasing the additional funding to \$2.5 million from 2027/28 onwards (bringing the total share capital payment to \$5.4 million per annum).
- 31 This equates to an additional \$83.75 million of share capital for the period from 2026/27 to 2059/60 above the payments currently being made (status quo option).
- 32 Under this option DSPL debt is estimated to be \$37 million by 2060, being less than the estimated fair value of the land of \$51 million at 30 June 2060.
- 33 This option provides some headroom for any unanticipated expenditure not provided for in the financial modelling, e.g., the need to replace the roof before 2060.
- 34 This option has been included in the draft operating budget for 2026/27, funded by the general rate. It results in an increase of 0.75% in non waters rates in 2026/27 and a further 0.70% increase in non waters rates in 2027/28. It has increased the overall increase in non waters rates in 2026/27 from 6.1% to 6.9%.

Advantages

- Certainty for future of the stadium through to 2060, and preservation of this strategic asset.
- Asset maintenance / renewals can be maintained.
- Availability of headroom to address unanticipated expenditure requirements.
- Debt will be lower than the estimated fair value of land in 2060.
- Reduced interest expense.

Disadvantages

- Financial impact on DCC and ratepayers in funding the increased payments.
- Potential constraint on Council’s ability to fund other expenditure.

Option Two

- 35 Option 2 provides additional funding (share capital) of \$2.25 million per annum from 2026/27 (bringing the total share capital payment to \$5.15 million per annum). This equates to an additional \$76.5 million of share capital for the period from 2026/27 to 2059/60 above the status quo.
- 36 Under option 2, DSPL debt is estimated to be \$49 million by 2060, being close to the estimated fair value of the land of \$51 million at 30 June 2060.
- 37 This option does not provide head room for any unanticipated expenditure not provided for in the financial modelling.
- 38 This option would also be funded by the general rate and result in an increase of 1.35% in non waters rates in 2026/27. This option would increase the draft 2026/27 budget for non waters rates from 6.9% to 7.5%. There is no increase in the 2027/28 year.

Advantages

- Certainty for future of the stadium through to 2060, and preservation of this strategic asset.
- Asset maintenance / renewals can be maintained.
- Debt will be close to the estimated fair value of land in 2060.
- Reduced interest expense.

Disadvantages

- Level of contribution does not provide availability of headroom to address unanticipated expenditure requirements.
- Financial impact on DCC and ratepayers in funding the increased payments (noting lower impact than Option 1).
- Potential constraint on Council's ability to fund other expenditure.

NEXT STEPS

- 39 Council's preferred option will be used to inform the development of a Debt Repayment Plan for DSPL.
- 40 The forecast model will be reviewed on a regular basis.
- 41 A workshop will be scheduled for Council on Stadium matters, including maintenance.
- 42 A draft Debt Repayment Policy will be provided to a future Finance and Performance Committee.

Signatories

Author:	Tony Nelmes - Project Accountant
Authoriser:	Carolyn Allan - Chief Financial Officer

Attachments

	Title	Page
↓A	DCHL Memo - DSPL long term funding model	198
↓B	DSPL Options - Forecast financial models	201

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision enables democratic local decision making and action by, and on behalf of communities. This decision promotes the social, economic, and cultural 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

There has been no consultation with Māori on the contents of this report.

Sustainability

There are no implications for sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

Any decision made will be provided for in the Annual Plan 2026/27, and in the 10 year plan 2027-37.

Financial considerations

Any increase in the annual payment of share capital will need to be funded by rates.

Significance

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

Engagement – external

There has been engagement with DCHL.

Engagement - internal

There has been no internal engagement.

Risks: Legal / Health and Safety etc.

There may be reputational risk for the DCC if it decides not to increase the annual payment of share capital, along with the potential loss of a strategic asset for the city.

Conflict of Interest

There are no known conflicts of interest.

SUMMARY OF CONSIDERATIONS

Community Boards

There are no implications for Community Boards.

ENGAGEMENT APPROACH - ANNUAL PLAN 2026/27

Department: Civic

EXECUTIVE SUMMARY

- 1 This report recommends approaches to community engagement for Council’s draft Annual Plan 2026/27 (the draft Plan) and early engagement on the upcoming 10 Year Plan 2027-37 (the 10 Year Plan).
- 2 The draft Plan proposes no significant changes to year two of the 9 Year Plan 2025-34 (the 9 Year Plan), and there are limited material differences requiring specific feedback. Consequently, this report recommends a focused and proportionate engagement approach for the draft Plan, rather than inviting broad feedback.
- 3 Conversely, the development of the 10 Year Plan will be a substantial undertaking, and it is recommended to have a significant early engagement process. Pre-consultation is planned for mid-April to May 2026, and will be a chance for the community to give broad feedback on what is most important to them.

RECOMMENDATIONS

That the Council:

- a) **Approves** the recommended engagement approach for the Annual Plan 2026/27, as outlined in this report.
- b) **Amends** the 2026 Council meeting schedule, as outlined at Attachment A.
- c) **Approves** the recommended early engagement approach for the 10 Year Plan 2027-37, as outlined in this report.

BACKGROUND

- 4 The Local Government Act 2002 (the Act) sets out provisions for preparing and consulting on Annual Plans.
- 5 Section 95 of the Act includes the following provisions:
 - (1) *A local authority must prepare and adopt an annual plan for each financial year.*
 - (2) *Subject to subsection (2A), a local authority must consult in a manner that gives effect to the requirements of section 82 before adopting an annual plan under this section.*
 - (2A) *Subsection (2) does not apply if the proposed annual plan does not include significant or material differences from the content of the long-term plan for the financial year to which the proposed annual plan relates.*

- 6 Section 82 of the Act sets out the principles of consultation, including allowing local authorities to consult in a manner that it considers, in its discretion, to be appropriate. The Special Consultative Procedure is not required to be used for an Annual Plan.

DISCUSSION

Engagement on the Annual Plan

- 7 The draft Plan is an update of year two of the 9 Year Plan. The draft Plan proposes no significant changes to the 9 Year Plan and there are limited material differences requiring specific feedback. Consequently, a focused and proportionate engagement approach is recommended for the draft Plan.
- 8 It is recommended to use a mix of online and printed material, as well as opportunities for face-to-face conversations, which has been successful in reaching wider and more diverse parts of the community in past engagements.

Engagement activities

- 9 The mixed method engagement approach uses different engagement tools for different engagement purposes and for different community stakeholders.
- 10 In planning the engagement approach, staff took into consideration our partnership with mana whenua, as well as community diversity and approaches to reaching underrepresented stakeholder groups.
- 11 Staff also considered accessibility of both print media and online social media platforms.
- 12 Taking the above considerations into account, the tools for community engagement will include:
- a) Digital content on the DCC website
 - b) Digital content shared on social media platforms
 - c) Printed material (consultation document)
 - d) In-person opportunities (hearings)
- 13 A succinct consultation document will be printed and distributed to DCC service centres.
- 14 In addition to the consultation document there will be a consultation webpage, which will include the information in the consultation document, and links to an online submission form and supporting information. Supporting information will include:
- a) More detailed financial information (e.g. draft financial statements and funding impact statements)
 - b) A link to the 9 year plan 2025-34 on the DCC website

Key messages

- 15 Key messages include providing context and updating the community on changes that we are consulting on, including finances, noting there are limited topics requiring specific feedback. The

engagement material will encourage people to express their views to Council only in relation to material changes within the draft Plan.

- 16 The engagement material will also signal the upcoming pre-consultation on the 10 Year Plan, so that the community is aware of when and how they can share broader views and feedback to Council.
- 17 The consultation material will note the context the draft Plan has been developed in, i.e., against a backdrop of significant legislative reform, with rates capping on the horizon.

Capturing community feedback

- 18 The consultation period will run from 30 March to 12 noon on 29 April 2026.
- 19 Online submissions via an online form will be encouraged. There will be links in all promotional material that direct people to the online form. There will also be an option to provide written feedback, with submissions accepted if received via DCC service centres, post or email.
- 20 Comments on social media will not be treated as formal submissions, but sentiment will be tracked by staff and a summary will be included in a report for Council consideration.
- 21 Submitters will have an opportunity to speak directly to Council at its meeting on 13 May 2026.
- 22 Submission feedback will be collated, analysed, and reported back to Council for its consideration at the budget update meeting scheduled for 28 May 2026.

Key milestones

- 23 The recommended approach requires changes to Council’s meeting schedule (additions and deletions). These changes are set out in **Attachment A**.
- 24 The key milestones of the recommended approach are:

Milestone	Timing
Adoption of consultation document	Council meeting on Thu 26 March 2026
Focused consultation on draft Annual Plan	30 March to 29 April 2026
Hearings on draft Annual Plan	Council meeting on Wed 13 May 2026
Annual Plan budget update	Council meeting on Thu 28 May 2026
Annual Plan adoption	Council meeting on Thu 25 June 2026

Pre-consultation on the 10 Year Plan

- 25 Early engagement is not required by legislation, but it provides an opportunity to communicate with the community and raise awareness of issues, as well as hear community views at a stage where they can help shape the draft 10 Year Plan before formal consultation in early 2027.
- 26 It is proposed for the 10 Year Plan to have a significant early engagement process. Pre-consultation is planned for mid-April to end of May 2026, and will be a chance for the community to give broad feedback on what is most important to them.
- 27 Early engagement would encourage feedback from the community, with key messages around understanding community priorities and what is most important, while acknowledging the current context, including significant legislative reform and proposed rates capping.

- 28 Sending a pre-consultation prompt, in the form of a link to an online survey and ‘comments wall’, with rates bills is being explored as a simple way to reach more people and capture broader views from a range of topics, including whether to do a full review of the options relating to Smooth Hill. Rates bills will be delivered in tranches between 14 April and 5 May 2026.
- 29 Pre-consultation with mana whenua and mātāwaka partners would be through existing forums (i.e., Te Pae Māori and hui with Aukaha).
- 30 Additional outreach will be undertaken to reach residents who are not ratepayers. This may include digital advertising, community networks, youth engagement channels and in person engagement.
- 31 It is proposed that a four to six question survey be developed using three to five closed questions and one open question. The ‘comments wall’ would allow for views on a range of topics/themes, with the ability for other commenters to upvote and respond.
- 32 The results of the pre-consultation will give a sense of how to target formal consultation for the 10 Year Plan.

OPTIONS

- 33 Council could choose not to adopt the proposed engagement approaches. However, no alternative approach has been identified that better aligns with legislative requirements and proportionality. Accordingly, no alternative options are presented.

NEXT STEPS

- 34 If approved, staff will develop Annual Plan engagement collateral for the draft Plan. A cross Council working group will be engaged to undertake this work and deliver the Annual Plan engagement approach.
- 35 A Consultation Document on the draft Annual Plan 2026/27 will be presented to Council for adoption at its meeting on 25 March 2026.
- 36 If approved, staff will implement an early engagement programme for the 10 Year Plan.
- 37 Following the early engagement programme, a report will be presented to Council, summarising the feedback received from the community.

Signatories

Author:	Janet Fraser - Corporate Planner
Authoriser:	Nicola Morand - Manahautū (General Manager Community and Strategy) Sandy Graham - Chief Executive

Attachments

	Title	Page
↓	Changes to 2026 Council meeting schedule	209

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"/>

The Annual Plan and 10 Year Plan contribute to all of the objectives and priorities of the strategic framework and provides a focus for decision making and coordination of the Council’s resources, as well as a basis for community accountability.

Māori Impact Statement

The adoption of Te Taki Haruru – Māori Strategic Framework signals Council’s commitment to mana whenua and to its obligations under the Treaty of Waitangi. Engagement with mana whenua and mātawaka is included in the proposal outlined in this report.

Sustainability

Engagement as proposed in this report will provide an opportunity for the community to express their views of the DCC’s work towards sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

Engagement as proposed in this report is an opportunity for the community to express their views.

Financial considerations

Engagement costs will be met from within existing budgets.

Significance

Consultation and engagement will be delivered in alignment with the principles outlined in Council’s Significance and Engagement Policy.

Engagement – external

This report discusses an approach for external engagement on the Annual Plan and 10 Year Plan.

Engagement - internal

Engagement planning has been prepared with input from staff, including community engagement practitioners, across DCC.

Risks: Legal / Health and Safety etc.

There are no identified risks with the recommended approach.

SUMMARY OF CONSIDERATIONS

Conflict of Interest

There are no known conflicts of interest.

Community Boards

Community Boards will have the opportunity to submit and be heard as part of the Annual Plan engagement.

PROPOSED EVENT ROAD CLOSURES

Department: Transport

EXECUTIVE SUMMARY

- 1 The DCC has received temporary road closure applications relating to the following events:
 - i) 2026 Rally Otago
 - ii) Anzac Day Service and Parades – Mosgiel and Outram
 - iii) Hyde Street Party
- 2 This report recommends that Council approves the temporary closure of the affected roads.

RECOMMENDATIONS

That the Council:

- a) **Resolves** to close the roads detailed below (pursuant to Section 319, Section 342, and Schedule 10 clause 11(e) of the Local Government Act 1974 (LGA 1974)):

i) 2026 Rally Otago

Media Day

Wednesday, 8 April 2026	10.00am to 4.00pm	<ul style="list-style-type: none"> • Silverstream Valley Road and Pineapple Track carpark
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Ceremonial Rally start

Friday, 10 April 2026	12.00pm to 9.00pm	<ul style="list-style-type: none"> • Octagon Central Carriageway, between George Street and Princes Street
	3.00pm to 9.00pm	<ul style="list-style-type: none"> • The Lower Octagon, between George Street and Princes Street • Lower Stuart Street, between the Octagon and Lower Moray Place • Access will be maintained on Bath Street

SS 1 Waipori Gorge

Saturday, 11 April 2026	6.00am to 11.30am	<ul style="list-style-type: none"> • Waipori Gorge Road, from CDC/DCC boundary to Koefords Road
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SS 8 Super Stage

Saturday, 11 April 2026	9.00am to 9.00pm	<ul style="list-style-type: none"> • Sturdee Street, between Wickliffe Street and Halsey Street
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		<ul style="list-style-type: none"> • Halsey Street, between Sturdee Street and Ward Street • Ward Street, between Halsey Street and Wickliffe Street • Wickliffe Street, between Ward Street and Jutland Street • Jutland Street, between Wickliffe Street and Akaroa Street • Ward Street Overbridge, between Anzac Avenue and Ward Street
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Service Park

Saturday, 11 April 2026	2.00pm to 7.00pm	<ul style="list-style-type: none"> • Ice Stadium carpark
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SS 9 Otokia

Saturday, 12 April 2026	6.15am to 11.45am	<ul style="list-style-type: none"> • McLaren Gully Road, between rapid 108 McLaren Gully Road and Big Stone Road • Big Stone Road, between McLaren Gully Road and Otokia Kuri Bush Road West • Otokia Kuri Bush Road West, between Big Stone Road and Henley Road • Henley Road, between Otokia Kuri Bush Road West and Christies Gully Road • Christies Gully Road, between Henley Road and Otokia Kuri Bush Road East • Otokia Kuri Bush Road East, between Big Stone Road and Dicksons Road • Dicksons Road, between Otokia Kuri Bush Road East and Brighton Taieri Mouth Road
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SS 16 Kuri Bush

Saturday, 12 April 2026	1.00pm to 6.00pm	<ul style="list-style-type: none"> • Otokia Kuri Bush Road East, between Brighton Taieri Mouth Road and Big Stone Road • Big Stone Road, between Otokia Kuri Bush Road East and rapid 141 Big Stone Road
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Rally Finish

Saturday, 12 April 2026	1.00pm to 6.00pm	<ul style="list-style-type: none"> • Brighton Domain
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ii) Anzac Day Service and Parades – Mosgiel and Outram

Saturday, 25 April 2026	8.00am to 12.00pm	<ul style="list-style-type: none"> • Church Street, between Factory Road and Cargill Street
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	10.50am to 11.30am	<ul style="list-style-type: none"> • Hoylake Street, from Skerries Street to end of cul-de-sac
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iii) Hyde Street Party

Saturday, 18 April 2026	5.30am to 8.30pm	<ul style="list-style-type: none"> • Albany Street, between Grange Street and Clyde Street
	5.30am (on Saturday) to 12.00pm on Sunday, 19 April 2026	<ul style="list-style-type: none"> • Hyde Street, between Albany Street and Frederick Street

BACKGROUND

- 3 Council’s Dunedin Festival and Events Plan supports the goal of a successful city with a diverse, innovative, and productive economy and a hub for skill and talent.
- 4 The areas proposed to be used for these events are legal roads and can therefore be temporarily closed to normal traffic if statutory temporary road closure procedures are followed. The procedures are set out in Section 319 of the LGA 1974 and give Council the power to stop or close any road (or part of a road) within the parameters of Section 342 and Schedule 10 of the LGA 1974 (Schedule 10 is included as Attachment A).
- 5 These procedures include:
 - Consultation with the New Zealand Transport Authority Waka Kotahi and the Police.
 - Public notice being given of the proposal to close any road (or part of a road), and public notice of a decision to close the road.
 - Council being satisfied that traffic is not likely to be unreasonably impeded.
- 6 A resolution of Council is required where a proposal to temporarily close a road relates to public functions.
- 7 Council is required to give public notice of its decision. This notice will be published after this meeting and prior to the event, if approved.

DISCUSSION

Consultation and Notification

- 8 The Police and the New Zealand Transport Authority Waka Kotahi have no objections to the proposed road closures.
- 9 On Saturday, 31 January 2026 the proposed temporary road closures were advertised in the Otago Daily Times (Attachment B) with a deadline for feedback.
- 10 Schedule 10 clause 11(e) states a road cannot be closed more than 31 days in the aggregate in any one year. This limit will not be exceeded by the approval of the proposed temporary road closures.

Signatories

Authoriser:	Jeanine Benson - Group Manager Transport Scott MacLean - General Manager, City Services
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Attachments

	Title	Page
↓A	Local Government Act 1974, Schedule 10	217
↓B	ODT Advert - 31 January 2026	222

SUMMARY OF CONSIDERATIONS

Fit with purpose of Local Government

This decision promotes the social 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"/>

Events contribute to the Strategic Framework. Events contribute to the Economic Development Strategy, the Social Wellbeing Strategy. There is a Festival and Events Plan 2018-2023.

Māori Impact Statement

Mana whenua have not been directly engaged with in relation to these road closures.

Sustainability

There are no implications for sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

There are no implications, as the decision is a regulatory one and there are no direct costs to Council.

Financial considerations

There are no financial implications. The cost of the proposed road closure is not a cost to Council.

Significance

This decision is considered low in terms of the Council’s Significance and Engagement Policy.

Engagement – external

There has been external engagement (as required by the LGA 1974), with the Police and New Zealand Transport Agency Waka Kotahi. Affected parties were notified and provided a time period for feedback.

Engagement - internal

There has been engagement with DCC Events and Transport. There is support for the events to proceed.

Risks: Legal / Health and Safety etc.

There are no identified risks should the recommended resolution be made.

Conflict of Interest

There are no known conflicts of interest.

RESOLUTION TO EXCLUDE THE PUBLIC

That the Council excludes the public from the following part of the proceedings of this meeting (pursuant to the provisions of the Local Government Official Information and Meetings Act 1987) 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 Bargaining Update	S7(2)(i) The withholding of the information is necessary to enable the local authority to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).	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.	
C2 Appointment Of Independent Member and Chair of Audit, Risk and Assurance Committee	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.