

Notice of Meeting:

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

Date: Tuesday 2 July 2019
Time: 1.00 pm
Venue: Edinburgh Room, Municipal Chambers, The Octagon, Dunedin

Sue Bidrose
Chief Executive Officer

Finance and Council Controlled Organisations Committee
PUBLIC AGENDA

MEMBERSHIP

Chairperson	Cr Mike Lord	
Deputy Chairperson	Cr Doug Hall	
Members	Cr David Benson-Pope Cr Rachel Elder Cr Aaron Hawkins Cr Damian Newell Cr Chris Staynes Cr Lee Vandervis Cr Kate Wilson	Mayor Dave Cull Cr Christine Garey Cr Marie Laufiso Cr Jim O'Malley Cr Conrad Stedman Cr Andrew Whiley
Senior Officer	Dave Tombs, General Manager Finance and Commercial	
Governance Support Officer	Lynne Adamson	

Lynne Adamson
Governance Support Officer

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

ITEM	TABLE OF CONTENTS	PAGE
1	Public Forum	4
2	Apologies	4
3	Confirmation of Agenda	4
4	Declaration of Interest	5
PART A REPORTS (Committee has power to decide these matters)		
5	Financial Result - Period Ended 31 May 2019	15
6	DCC Submission on the Climate Change Response (Zero Carbon) Amendment Bill	34
7	Terms of Reference - Climate Change Advisory Panel	38
8	Items for consideration by the Chair	44

1 PUBLIC FORUM

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

2 APOLOGIES

Apologies have been received from Cr David Benson-Pope and Cr Andrew Whiley.

That the Committee:

Accepts the apologies from Cr David Benson-Pope and Cr Andrew Whiley.

3 CONFIRMATION OF AGENDA

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

DECLARATION OF INTEREST

EXECUTIVE SUMMARY

1. Members are reminded of the need to stand aside from decision-making when a conflict arises between their role as an elected representative and any private or other external interest they might have.
2. Elected members are reminded to update their register of interests as soon as practicable, including amending the register at this meeting if necessary.

RECOMMENDATIONS

That the Committee:

- a) **Notes/Amends** if necessary the Elected Members' Interest Register attached as Attachment A; and
- b) **Confirms/Amends** the proposed management plan for Elected Members' Interests.

Attachments

	Title	Page
↓A	Elected Members' Register of Interest	7

Finance and CCO Committee - Register of Interest - current as at 24 June 2019				
Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
Dave Cull	Trustee	Weller Trust - Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chair	Cosy Homes Charitable Trust	Potential grants applicant which would result in pecuniary interest. Duty to Trust may conflict with duties of Council Office	Do not participate in consideration of grants applications. If the meeting is in confidential, to leave the room.
	Director/Shareholder	McMillan Nominees Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-President	UCLG (United Cities and Local Governments) - Asia Pacific Region	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Vice President	CLGF (Commonwealth Local Government Forum)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Popaway Ltd - Property Ownership - Auckland and Tarras	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	President	Local Government New Zealand (LGNZ)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	The Regent Theatre Trust of Otago	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Sector Steering Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Theatre Trust (Council Appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
David Benson-Pope	Owner	Residential Property Ownership in Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee and Beneficiary	Blind Investment Trusts	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Commissioner	District Licensing Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Keep Dunedin Beautiful (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Te Ao Tūroa Partnership (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Teritary Precinct Planning Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	New Zealand Labour Party	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Yellow-eyed Penguin Trust	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Dunedin Heritage Fund Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Rachel Elder	Owner	Residential Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Greater South Dunedin Action Group	Decisions may be considered on the future of South Dunedin.	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Host Parent	Otago Girls High School	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Advisor/Support Capacity	Kaffelagic	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	Tracks and Trails Interest Group	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	Keep Dunedin Beautiful (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Manufacturing Holdings	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Toitū Otago Settlers Museum Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chair	Southern Urban Dunedin Community Response Group	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Café Logic Advisory Group	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Youth Partnership Advisory Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Christine Garey	Owner	Residential Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Garey Family Trust - Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Submitter	2GP	Interest as submitter may conflict with Council responsibilities.	Withdraw from discussion and leave the table. If in confidential leave the room.
	Shareholder	G.T. Gillies Group Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Edinburgh Sister City Society (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Theomin Gallery Management Committee (Council Appointment)	Potential grants applicant which would result in pecuniary interest. Duty to Trust may conflict with duties of Council Office	Do not participate in consideration of grants applications. If the meeting is in confidential, to leave the room.
Doug Hall	Director/Owner	Hall Brothers Transport Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Dunedin Crane Hire	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Wood Recyclers Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Dunedin Concrete Crushing Ltd	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Director/Owner	Anzide Properties Ltd - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	The Woodshed 2014 Limited	May contract and provide service to DCC	Withdraw from discussion and leave the table. If in confidential leave the room. Seek prior approval from Office of the Auditor General when required.
	Owner	Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Farmlands	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Ravensdown Fertiliser	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	PGG Wrightson	Currently no likely conflict	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Shareholder	Silver Fern Farms	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Valley View Development Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Geekfix Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Hall Family Trust, Invercargill	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Milburn Processing Limited	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Chinese Garden Advisory Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Toitū Otago Settlers Museum Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Donor of the use of a building free of charge to the group	Fire Brigade Restoration Society	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Financial Donor	Dunedin North Community Patrol	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Donor of the use of a building free of charge to the group	North Dunedin Blokes Shed	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Loan of a four wheel drive truck free of charge to the group for cartage of gravel	Mountainbiking Otago	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Partner	Highland Helicopters	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Aaron Hawkins	Supplier	Southweight Truck and Weights for testing Weigbridges Otago & Southland	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Cragieburn Reserve Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Dunedin Fringe Festival	Trust is recipient of DCC grants and a tenant of City Property Management Plan	Withdraw for all Dunedin Fringe Festival Trust and DCC discussions involving this relationship.
	Trustee	West Harbour Beautification Trust	Potential conflict WHBT work with Parks and Reserves to co-ordinate volunteer activities	Withdrawal from all West Harbour Beautification Trust/ DCC discussions involving this relationship.
	Owner	Residential Property Owner - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Creative Dunedin Partnership (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Governance and Strategy Advisory Group	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Co-Chair	Young Elected Members' Committee	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Acquisitions Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairperson	Dunedin Refugee Steering Group (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.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Shareholder	Thank You Payroll	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	West Harbour Community Board (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	District Licensing Committee (Council Appointment)	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Museum Trust Board (Council Appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Contractor	Freelance copywriting and performance contracts	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	ICLEI Oceania Regional Executive	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Green Party	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Marie Laufiso	Trustee	Ivala-Laufiso Family Trust - Property ownership, Dunedin	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Community Building Trust - Trust Owner of Property 111 Moray Place	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Mental Health Trust	Potential grants applicant which would result in pecuniary interest. Duty to Trust may conflict with duties of Council Office	Do not participate in consideration of grants applications. If the meeting is in confidential, to leave the room.
	Trustee	Brockville Community Support Trust	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Trustee	Corso Ōtepoti Dunedin Trust	Potential grants recipient	Withdraw from discussion and leave the table. If in confidential leave the room. Seek advice prior to the meeting.
	Member	Dunedin Manufacturing Holdings	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Age Concern (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Abrahamic Interfaith Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Fair Trading Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	National Secretary	Pacifica Incorporated	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Secretary	Arai Te Uru Marae Council	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Green Party of Aotearoa New Zealand	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Secretary	Dunedin Multi-Ethnic Council	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Settlers Association (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Mike Lord	Trustee	ML and PJ Lord Family Trust - Owner of Residential Properties - Dunedin and Wanaka	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Rural Support Trust	Duty to Trust may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Federated Farmers Charitable Trust	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Trustee	Hereweka Harbour Cones Trust	Potential grants recipient. Duties to Trust may conflict with duties of Council Office.	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Member	Dunedin Public Art Gallery Committee	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Fonterra	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Silver Fern Farms	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Federated Farmers		Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Mosgiel Rotary Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel RSA	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	National Party	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Shareholder	Various publicly listed companies	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Strath Taieri Community Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Mosgiel Taieri Community Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	District Licensing Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Society (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Public Art Gallery Acquisitions (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Damian Newell	Employee	Mediaworks - Dunedin	Duty to Employer may conflict with duties of Council Office	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Coach of Junior Team	Green Island Rugby Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Employee/MC	Highlanders Rugby	No conflict identified.	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Owner	Residential Property Ownership - Dunedin	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.
	Director/Shareholder	Whale and Wasp Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Regent Theatre	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Masters Games Trust Board (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.
Jim O'Malley	Owner	Biocentrix Ltd	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Member	Mosgiel Association Football Club	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.
	Director	Ocho Newco Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Road Safety Action Plan (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Residential Property Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Ayrmed Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Waikouaiti Coast Community Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Ice Sports Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Regional Transport Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Manufacturing Holdings	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Conrad Stedman	Owner	Residential Property Ownership in Dunedin and Cromwell	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Residential rental properties in Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Sales Manager	L J Hooker	Possible Conflict with sale of Council property/land if the Employer is acting on behalf of Council.	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Saddle Hill Community Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director/Shareholder	Booman Investments Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	No Regrets Rocking Chair Ltd T/A Dentistry on Musselburgh	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Chris Staynes	Chairman	Cargill Enterprises	Contractor and service provider to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room.
	Director	Wine Freedom	Supplier to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room.
	Patron	Otago Model Engineering Society	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Balmacewen Lions Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Otago Southland Manufacturers Association Trust	Possible co-funder of ED project. Duties to the Trust may conflict with duties of Council	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Deputy Chair	Cancer Society of Otago/Southland	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	President	Patearoa Golf Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

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	Trustee	CJ and CA Staynes Family Trust - Property Owner - Dunedin and Patearoa	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	George Street Wines Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Museum Trust Board (Council Appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin Shanghai Association (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Theomin Gallery Trust (Council Appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Chairman	Grow Dunedin Partnership (Council Appointment)	Duties may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Director/Shareholder	Saddle Hill Investment Trust Limited	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	NZ Association of Amateur Radio and Transmitters	No conflict identified	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Committee Member	Dunedin Shanghai Association (Council Appointment)	Duties may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
Lee Vandervis	Director	Lee Vandervis, Antonie Alm-Lequeux and Cook Allan Gibson Trustee Company Ltd - Residential Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Director	Bunchy Properties Ltd - Residential Property Ownership - Dunedin	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Owner	Vandervision Audio and Lighting - Hire, Sales and Service Business	May contract and provide service to DCC	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Member	District Licensing Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Council Appointee	Dunedin Symphony Orchestra	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Heritage Fund Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Roading and Infrastructure Collaboration in the South of the South Island (Alternate Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Andrew Whiley	Owner/Operator	Whiley Golf Inc and New Zealand Golf Travel Ltd	No conflict identified.	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Director/Shareholder 22 May 2017	Estate of Grace Limited	No conflict identified.	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Trustee	Japek (Family Trust) - Property Ownership - Dunedin	Duties to Trust may conflict with duties of Council Office.	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Otago Golf Club	No conflict identified	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Dunedin South Rotary Club	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	New Zealand Professional Golfers Assn	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

Name	Responsibility (i.e. Chairperson etc)	Declaration of Interests	Nature of Potential Interest	Member's Proposed Management Plan
	Spokes Person	Pro Gas Otago	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Institute of Directors	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	National Party	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Peninsula Community Board (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Chairman	Volunteering Otago	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Dunedin Otaru Sister City Society (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	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	Puketai Residential Centre Liaison Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
Kate Wilson	Chair	Otago Central Rail Trail Charitable Trust	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Shareholder	Strathburn Limited Farm Leasee	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Lay Canon	St Pauls Cathedral Greater Chapter	No conflict identified.	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Secretary	Middlemarch Swimming Club	Funder for pool	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Board Member	Otago Museum Trust Board (Council Appointment)	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Chair	Strath Taieri Agriculture and Rural Tourism Trust	Umbrella Charitable Trust - some parts may get grants	Withdraw from discussion and leave the table. If the meeting is in confidential leave the room. Seek advice prior to the meeting.
	Member	Craigieburn Reserve Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Tertiary Precinct Planning Group (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Otago Regional Transport Committee (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Member	Roading and Infrastructure Collaboration in the South of the South Island (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Committee Member	Strath Taieri Community Centre	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Trustee	Predator Free Dunedin	Duties to Trust may conflict with duties of Council Office. Recipient of Council funding	Withdraw from discussion and leave the table. If the meeting is in confidential, leave the room. Seek advice prior to the meeting.
	Member	Mahinerangi Catchment Environment (Council Appointment)	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.
	Board Member	Otago Hockey Association	No conflict identified.	Seek advice prior to the meeting if actual or perceived conflict of interest arises.

PART A REPORTS

FINANCIAL RESULT - PERIOD ENDED 31 MAY 2019

Department: Finance

EXECUTIVE SUMMARY

- 1 This report provides the financial results for the period ended 31 May 2019 and the financial position as at that date.
- 2 Note that the associated budget has been adjusted for the additional capital expenditure approved by Council at the meeting 30 October 2018, along with any related revenue.

\$ Million	Actual	Budget	Variance		Last Year
Revenue	279.315	269.142	10.173	F	249.275
Expenditure	272.513	265.429	(7.084)	U	268.257
Net Surplus/(Deficit) excluding Waipori	6.802	3.713	3.089	F	(18.982)
Waipori Fund Net	6.688	4.558	2.130	F	5.126
Net Surplus/(Deficit) including Waipori	13.490	8.271	5.219	F	(13.856)
Capital Expenditure	89.958	81.147	(8.811)		36.412
Debt					
Short Term Borrowings	5.500	5.100	(0.400)	U	-
Term Loans	210.473	212.789	2.316	F	198.885
Total Debt	215.973	217.889	1.916	F	198.885

RECOMMENDATIONS

That the Committee:

- a) **Notes** the Financial Performance for the period ended 31 May 2019 and the Financial Position as at 31 May 2019.

BACKGROUND

- 3 This report provides the financial statements for the period ended 31 May 2019. It includes reports on: financial performance, financial position, cashflows and capital expenditure. The operating result is also shown by group, including analysis by revenue and expenditure type.

DISCUSSION

- 4 Operating revenue exceeded budget primarily due to increased activity in building services, cemeteries & crematorium and parking operations.
- 5 Grants revenue was ahead of budget primarily due to additional NZTA income generated from higher than expected capital expenditure on roading projects – cycleways, peninsula widening and flood reinstatement. The result also included the initial payment from the Provincial Growth Fund.
- 6 Overall expenditure was unfavourable to budget primarily due to: higher depreciation resulting from asset revaluations carried over from 2017/18 (Three Waters and Transport), unbudgeted project costs (eg: 2GP and Project Management Office) and additional personnel costs including unbudgeted recruitment activity, costs associated with 2GP and a budget shortfall in Aquatics.
- 7 These unfavourable variances were partially offset by lower than expected interest costs due a favourable floating interest rate.
- 8 The year to date Waipori result was ahead of budget, with fair values gains across most investment portfolios.
- 9 Capital expenditure was running ahead of the revised budget, primarily driven by activity in the infrastructure group (Peninsula Widening & Ross Creek) and the recent property purchases.
- 10 The graphs in attachment A, show reported metrics in line or better than expected.

OPTIONS

- 11 Not applicable.

NEXT STEPS

- 12 Not applicable.

Signatories

Author:	Gavin Logie - Financial Controller Lawrie Warwood - Financial Analyst
Authoriser:	Dave Tombs - General Manager Finance and Commercial

Attachments

	Title	Page
↴A	Summary Financial Information	19
↴B	Statement of Financial Performance	20
↴C	Statement of Financial Position	21
↴D	Statement of Cashflows	22
↴E	Capital Expenditure Summary	23
↴F	Borrowing and Investment Policy	24
↴G	Operating Variance Summary	25
↴H	Financial Review	27

SUMMARY OF CONSIDERATIONS
Fit with purpose of Local Government

The financial expenditure reported in this report relates to providing local infrastructure, public services and regulatory functions which contribute to the well-being of the community.

Fit with strategic framework

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

This report has no direct contribution to the Strategic Framework, although the financial expenditure reported in this report has contributed to all of the strategies.

Māori Impact Statement

There are no known impacts for tangata whenua.

Sustainability

There are no known implications for sustainability.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

This report fulfils the internal financial reporting requirements for Council.

Financial considerations

Not applicable – reporting only.

Significance

Not applicable – reporting only.

Engagement – external

There has been no external engagement.

Engagement - internal

The report is prepared as a summary for the individual department financial reports.

Risks: Legal / Health and Safety etc.

There are no known risks.

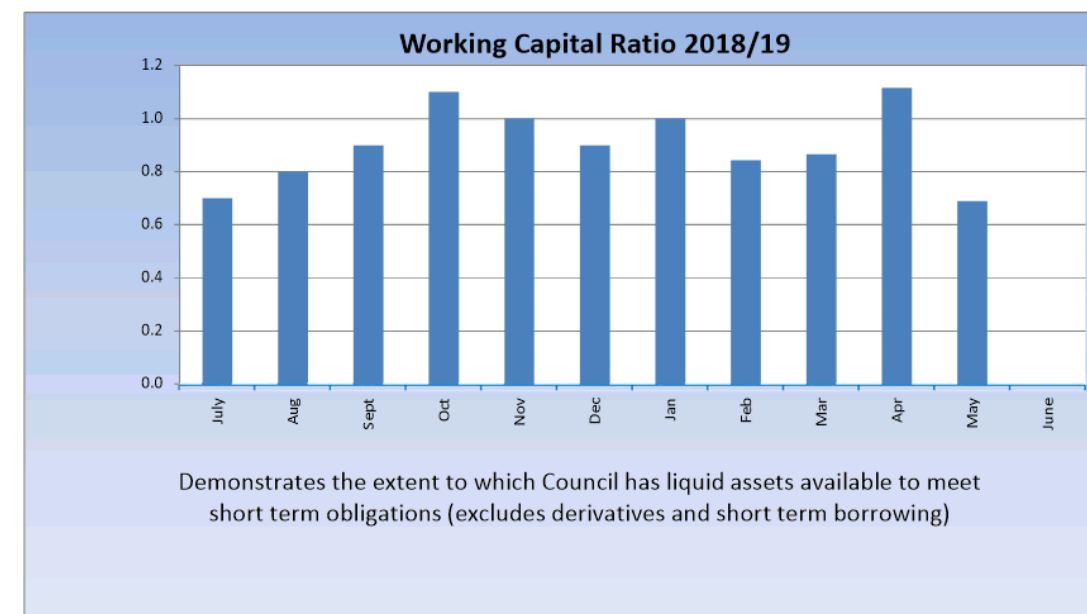
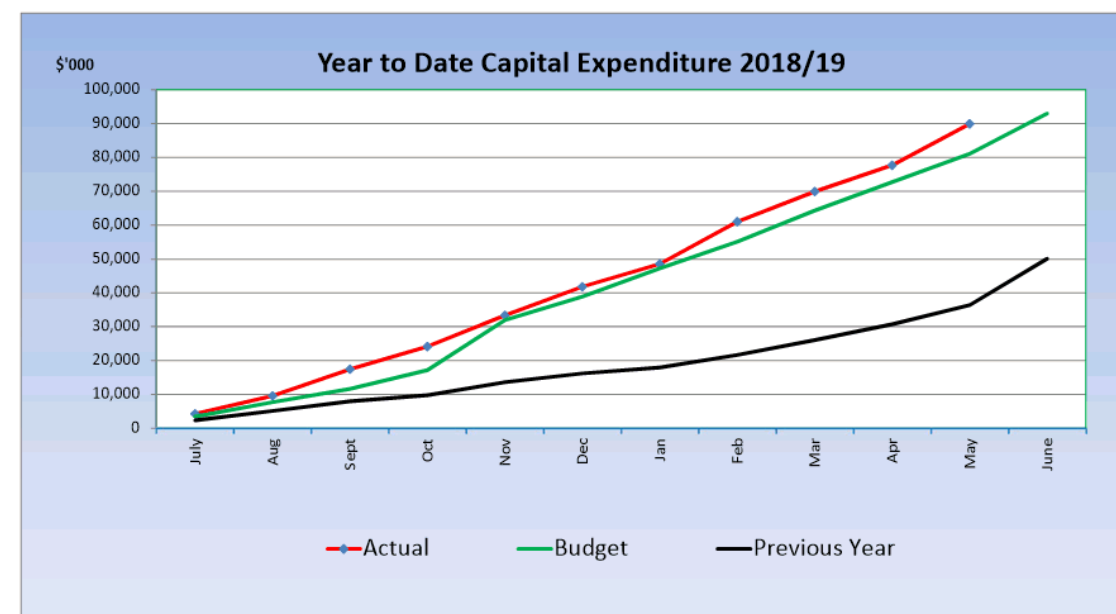
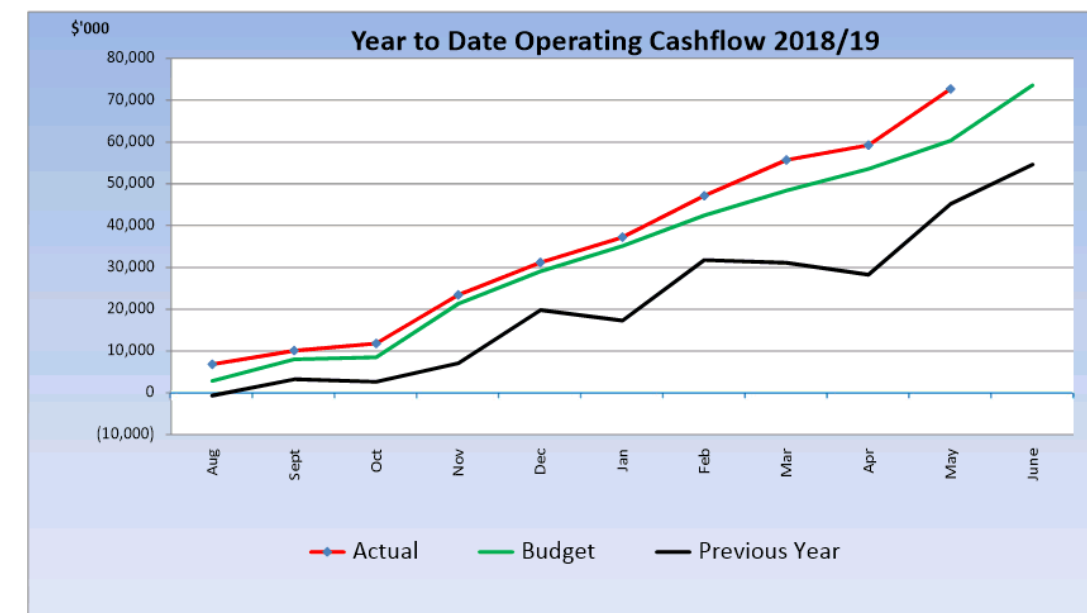
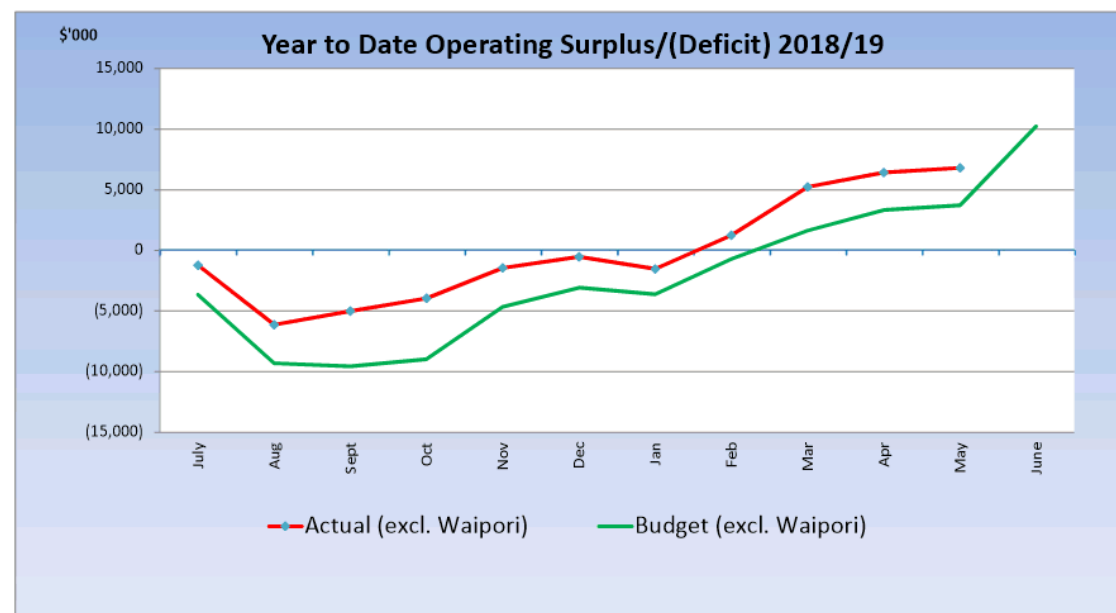
Conflict of Interest


There are no known conflicts of interest.


Community Boards


There are no known implications for Community Boards.


DUNEDIN CITY COUNCIL SUMMARY FINANCIAL INFORMATION AS AT 31 MAY 2019



DUNEDIN CITY COUNCIL										 DUNEDIN kaunihera CITY COUNCIL a-rohe o Ōtēpoti	
Statement of Financial Performance											
For the Period Ending 31 May 2019											
Amount : \$'000											
Mth Actual	Mth Budget	Mth Variance			Year to Date Actual	Year to Date Budget	Year to Date Variance		LY YTD Actual	LY Full Year Actual	Full Year Budget
REVENUE											
12,404	12,404	-		Rates Revenue	136,439	136,444	5	U	126,516	138,306	148,848
136	57	79	F	Rates Penalties	863	644	219	F	799	855	720
6,419	5,766	653	F	Other Operating Revenue	67,600	65,636	1,964	F	62,253	72,845	72,261
5,433	3,222	2,211	F	Grants	40,464	34,228	6,236	F	26,969	32,102	39,040
58	56	2	F	Contributions	1,241	616	625	F	1,411	9,554	3,172
2,934	2,871	63	F	Internal Revenue	32,708	31,574	1,134	F	31,327	34,170	34,444
27,384	24,376	3,008	F	TOTAL REVENUE	279,315	269,142	10,173	F	249,275	287,832	298,485
EXPENDITURE											
5,495	5,225	270	U	Personnel Costs	56,917	55,384	1,533	U	52,646	57,429	60,011
6,452	5,008	1,444	U	Operations & Maintenance	60,946	59,192	1,754	U	65,897	69,938	64,534
2,768	2,803	35	F	Occupancy Costs	22,951	23,534	583	F	21,696	22,879	24,484
2,290	1,426	864	U	Consumables & General	18,548	16,979	1,569	U	19,589	23,026	19,277
447	310	137	U	Grants & Subsidies	8,866	8,800	66	U	8,195	8,560	9,171
2,934	2,869	65	U	Internal Charges	32,708	31,573	1,135	U	31,309	34,170	34,444
5,695	5,279	416	U	Depreciation	61,344	58,108	3,236	U	57,494	65,035	63,388
926	1,078	152	F	Interest	10,233	11,859	1,626	F	11,431	12,086	12,937
27,007	23,998	3,009	U	TOTAL EXPENDITURE	272,513	265,429	7,084	U	268,257	293,123	288,246
NET SURPLUS (DEFICIT) EXCLUDING WAIPORI											
377	378	1	U		6,802	3,713	3,089	F	(18,982)	(5,291)	10,239
Add											
Waipori Fund Net Operating Result											
667	414	253	F		6,688	4,558	2,130	F	5,126	6,554	4,973
NET SURPLUS (DEFICIT) INCLUDING WAIPORI											
1,044	792	252	F		13,490	8,271	5,219	F	(13,856)	1,263	15,212

<div style="display: flex; justify-content: space-between; align-items: center;"> <div> DUNEDIN CITY COUNCIL Statement of Financial Position As at 31 May 2019 Amount : \$'000 </div> <div>  DUNEDIN kaunihera CITY COUNCIL a-rohe o ōtepoti </div> </div>					
As at 30-Jun-18		As at 31-May-19	Budget 31-May-19	Budget 30-Jun-19	As at 31-May-18
	Current Assets				
5,490	Cash and Deposits	10,463	4,479	1,220	7,192
21,105	Sundry Debtors	18,301	20,448	14,906	12,753
8,587	Short Term Investments	6,114	5,217	5,226	7,597
900	Assets held for Resale	787	-	-	3,062
260	Inventories	260	260	260	260
36,342	Total Current Assets	35,925	30,404	21,612	30,864
	Non Current Assets				
311,819	Investments	314,799	314,290	316,973	310,017
2,960,778	Fixed Assets	2,989,271	2,906,604	2,953,163	2,827,960
3,272,597	Total Non Current Assets	3,304,070	3,220,894	3,270,136	3,137,977
3,308,939	TOTAL ASSETS	3,339,995	3,251,298	3,291,748	3,168,841
	Current Liabilities				
10,407	Sundry Creditors	11,968	10,000	10,000	8,432
28,137	Accrued Expenditure	29,444	29,605	27,871	24,199
-	Short Term Borrowings	5,500	5,100	-	-
6,841	Derivative Financial Instruments	5,183	5,183	3,158	8,625
45,385	Total Current Liabilities	52,095	49,888	41,029	41,256
	Non Current Liabilities				
200,885	Term Loans	210,473	212,789	215,655	198,885
9,729	Other Non-Current Liabilities	9,683	8,561	8,538	8,561
210,614	Total Non Current Liabilities	220,156	221,350	224,193	207,446
255,999	TOTAL LIABILITIES	272,251	271,238	265,222	248,702
3,052,940	COUNCIL EQUITY	3,067,744	2,980,060	3,026,526	2,920,139
3,308,939		3,339,995	3,251,298	3,291,748	3,168,841
	Statement of Change in Equity				
2,933,438	Opening Balance	3,052,940	2,970,761	2,970,761	2,933,439
1,263	Operating Surplus (Deficit)	13,490	8,271	15,212	(13,856)
-	Income Tax	-	-	-	-
114,854	Movements in Reserves	(296)	-	37,500	(1,007)
3,385	Adjustment Derivatives	1,610	1,028	3,053	1,563
3,052,940		3,067,744	2,980,060	3,026,526	2,920,139

<div style="display: flex; justify-content: space-between; align-items: center;"> <div style="text-align: center;"> DUNEDIN CITY COUNCIL Statement of Cashflows For the Period Ending 31 May 2019 Amount : \$'000 </div> <div style="text-align: right;">  DUNEDIN kaunihera CITY COUNCIL a-rohe o ōtepoti </div> </div>				
	Year to Date Actual	Year to Date Budget	Full Year Budget	LY YTD Actual
Cash Flow from Operating Activities				
<i>Cash was provided from operating activities</i>				
Rates Received	144,426	134,661	148,658	131,036
Other Revenue	104,163	100,756	109,255	87,659
Interest Received	4,898	5,050	8,192	4,762
Dividend Received	1,392	1,363	1,487	1,331
Income Tax Refund	-	-	527	-
<i>Cash was applied to</i>				
Suppliers and Employees	(171,273)	(168,984)	(181,579)	(167,078)
Interest Paid	(10,903)	(12,487)	(12,937)	(12,500)
Net Cash Inflow (Outflow) from Operations	72,703	60,359	73,603	45,210
Cash Flow from Investing Activities				
<i>Cash was provided from investing activities:</i>				
Sale of Assets	502	-	60	191
Reduction in Loans & Advances	-	-	221	-
Reduction in Investments	3,462	-	-	-
<i>Cash was applied to:</i>				
Increases in Loans & Advances	-	-	-	-
Increase in Investments	-	-	(2,550)	(1,860)
Capital Expenditure	(86,782)	(75,988)	(87,986)	(36,467)
Net Cash Inflow (Outflow) from Investing Activity	(82,818)	(75,988)	(90,255)	(38,136)
Cash Flow from Financing Activities				
<i>Cash was provided from financing activities:</i>				
Loans Raised	10,000	14,000	26,124	-
Increase in Short Term Borrowings	42,500	27,600	-	30,100
<i>Cash was applied to:</i>				
Loans Repaid	(412)	-	(9,260)	(4,342)
Decrease in Short Term Borrowings	(37,000)	(22,500)	-	(30,100)
Net Cash Inflow (Outflow) from Financing Activity	15,088	19,100	16,864	(4,342)
Total Increase/(Decrease) in Cash	4,973	3,471	212	2,732
Opening Cash and Deposits	5,490	1,008	1,008	4,460
Closing Cash and Deposits	10,463	4,479	1,220	7,192

<div> <div> DUNEDIN CITY COUNCIL Capital Expenditure Summary by Activity For the Period Ending 31 May 2019 Amount : \$'000 </div> <div>  DUNEDIN kaunihera CITY COUNCIL a-rohe o Ōtepoti </div> </div>						
Description	Year to Date Actual	Year to Date Budget	Year to Date Variance	Over Under Spend	LY YTD Actual	Full Year Budget
Arts and Culture	1,183	1,452	269	U	1,101	1,610
Community and Planning	456	1,330	874	U	603	1,650
Corporate Services	2,614	3,312	698	U	1,239	3,550
Enterprise Dunedin	3	-	3	O	39	-
Property	14,823	9,875	4,948	O	2,224	11,300
Parks and Recreation	7,410	8,685	1,275	U	773	10,390
Customer and Regulatory Services	486	1,210	724	U	303	1,210
Transport	45,621	39,625	5,996	O	18,212	45,935
Waste & Environmental	773	1,469	696	U	382	1,582
Three Waters	16,589	14,189	2,400	O	11,536	15,759
	89,958	81,147	8,811	O	36,412	92,986

<p>DUNEDIN CITY COUNCIL Borrowing and Investment Policy As at 31 May 2019 Amount : \$'000</p>			
	Policy	Actual	Budget
Gross Interest Expense/Total Rates Revenue	< 20%	7.5%	8.7%
Gross Interest Expense/Total Operating Revenue	< 8%	4.1%	5.0%
Operating Funds Flow/Interest Expense	> 2.5	8.2	6.1
Coverage of Interest-rate-sensitive debt by hedges (thousands)			
<u>Source of Debt</u>			
Debt advanced from DCTL (excluding short term debt)			210,000
Debt ex Waipori Fund			-
Debt ex Other Institutions			473
Total DCC Debt			210,473
<u>Less Interest Rate Protection</u>			
Waipori short term investments natural hedge			6,114
Fixed Rate Funding - Waipori Fund			-
Debt protected with derivatives			60,000
Fixed Rate debt from other institutions			473
Total Debt Protection			66,587
Interest-sensitive debt not covered (*)			143,886
Non-covered debt/Total Debt			68.4%
* Interest rate protection on this debt resides with Dunedin City Treasury Limited as the funder.			

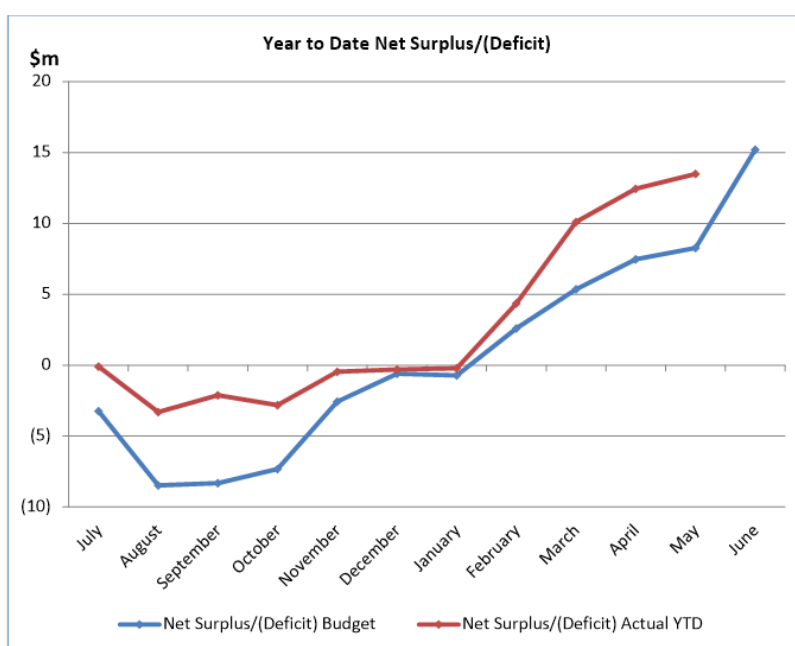
<p style="text-align: center;">DUNEDIN CITY COUNCIL Summary of Operating Variances For the Period Ending 31 May 2019</p> <p style="text-align: right;">Amount : \$'000</p>											
Group	Year to Date Surplus(Deficit)			Year to Date Variance Favourable (Unfavourable)							
	Actual	Budget	Variance	Rates Revenue	Other Ext Revenue	Int Revenue	Staff	Ops & Other Exps	Internal Costs	Interest	Depr'n
Waipori Fund	6,688	4,558	2,130	-	2,136	-	-	(6)	-	-	-
Arts and Culture	(80)	(135)	55	-	455	473	(265)	(194)	(168)	-	(246)
Community and Planning	(379)	(117)	(262)	-	334	53	(221)	(142)	(286)	-	-
Corporate Services	462	308	154	-	(4)	181	(377)	253	(14)	-	115
Enterprise Dunedin	161	99	62	-	(60)	1	126	69	(36)	-	(38)
Property	(3,642)	(3,001)	(641)	-	(3)	(199)	99	(319)	(11)	-	(208)
Investment	(1,084)	(2,340)	1,256	234	714	330	(1,027)	(624)	(1)	1,630	-
Otago Museum Levy	(352)	(343)	(9)	-	-	-	-	(9)	-	-	-
Other	188	155	33 *	(23)	101	9	6	(52)	1	-	(9)
Parks and Recreation	2,113	2,233	(120)	-	524	(8)	(327)	(573)	183	-	81
Customer and Regulatory Services	1,319	416	903	-	1,059	(15)	83	(225)	(33)	-	34
Transport	9,906	5,618	4,288	-	5,107	-	(27)	(176)	(183)	-	(433)
Waste & Environmental	4,525	4,036	489	3	382	309	(82)	(70)	21	-	(74)
Three Waters	(6,335)	(3,216)	(3,119)	-	216	-	479	(744)	(608)	(4)	(2,458)
Total Council	13,490	8,271	5,219	214	10,961	1,134	(1,533)	(2,812)	(1,135)	1,626	(3,236)
* Other includes: Corporate Management, Dunedin Centre, Finance, Human Resources and Warm Dunedin											

FINANCIAL REVIEW

For the period ended 31 May 2019

This report provides a detailed commentary on the Council's financial results for the period ended 31 May 2019 and the financial position at that date.

NET SURPLUS/(DEFICIT) (INCLUDING WAIPORI)



The net surplus (including Waipori) for the period ended 31 May 2019 was \$13.490 million or \$5.219 million better than budget.

REVENUE

The total revenue for the period was \$279.315 million or \$10.173 million greater than budget.

The major variances were as follows:

Other Operating Revenue

Actual \$67.600 million, Budget \$65.636 million, Favourable variance \$1.964 million

Regulatory Services revenue was favourable \$686k, mainly due to increased building services activity.

Waste and Environment Solutions revenue was favourable \$382k due to increased landfill revenue and refuse bag sales.

Parking Operations revenue was favourable \$214k reflecting increased usage of parking facilities, both on-street and off-street.

Revenue from cemeteries and crematorium was favourable \$170k primarily due to an increase in the number of cremations.

Transportation revenue was favourable \$101k mainly due to greater than expected corridor accessway revenue as well as higher than budgeted recoverable expenditure.

Grants

Actual \$40.464 million, Budget \$34.228 million, Favourable variance \$6.236 million

Transport grants and subsidy revenue was favourable \$5.020 million primarily due to the higher level of capital project delivery.

Art Gallery revenue was favourable \$189k due to an unbudgeted equipment grant for racking.

Parks revenue was favourable \$219k due to the timing of grants received for the artificial turf at Logan Park.

Investment Account revenue was favourable \$600k due to the unbudgeted Waterfront grant from the Provincial Growth Fund.

EXPENDITURE

The total expenditure for the period was \$272.513 million or \$7.084 million greater than budget.

The major variances were as follows:

Personnel Costs

Actual \$56.917 million, Budget \$55.384 million, Unfavourable variance \$1.533 million

This unfavourable variance was primarily due to higher than expected recruitment costs, unbudgeted costs associated with the 2GP and a budget understatement in Aquatics (remedied for the 2019/20 budget).

Operations and Maintenance Costs

Actual \$60.946 million, Budget \$59.192 million, Unfavourable variance \$1.754 million

Property costs were unfavourable \$1.354 million and included increased reactive maintenance in the housing portfolio along with unbudgeted costs with demolition work and asbestos removal at Thomas Burns St and Dukes Road.

Investment Account expenditure was unfavourable \$670k due to unbudgeted costs relating to the establishment of the project management office.

Three Waters costs were unfavourable \$512k due to higher than budgeted network maintenance costs, particularly the water and stormwater networks.

Parks costs were unfavourable \$456k due to greater than budgeted building maintenance and reserves work to date.

Civic and Admin Services were unfavourable \$199k due to costs associated with the second-generation district plan.

These unfavourable variances were partially offset by:

BIS costs were favourable \$749k with project management and other contracted services costs being less than expected.

Consumables and General Costs

Actual \$18.548 million, Budget \$16.979 million, Unfavourable variance \$1.569 million

Waste and Environmental Services consultants costs were unfavourable \$349k due to unbudgeted expenditure relating to the Waste Futures project.

Resource Consents was unfavourable \$371k mainly due to the need to use planning consultants to deal with the number of consent applications.

Transportation was unfavourable \$331k due mainly to unbudgeted expenditure on the Central City and hospital projects. A portion of these costs will be recoverable from external organisations.

Regulatory Services was unfavourable \$228k due partly to the cost of offsite processing of consents and competency assessments.

Depreciation

Actual \$61.344 million, Budget \$58.108 million, Unfavourable variance \$3.236 million

This variance was due to a revaluation of Three Waters and Transportation assets impacting both the depreciable replacement cost and asset useful lives.

Interest

Actual \$10.233 million, Budget \$11.859 million, Favourable variance \$1.626 million

Interest expenditure was less than budget primarily due to a favourable floating interest rate applied to the non-fixed interest borrowing.

WAIPORI FUND NET OPERATING RESULT

Actual \$6.688 million, Budget \$4.558 million, Favourable variance \$2.130 million

The year to date Waipori was reflective of current market conditions which has seen positive market movements over the past few months across most portfolios.

STATEMENT OF FINANCIAL POSITION

A Statement of Financial Position is provided as Attachment C.

Short term investments of \$6.114 million relate to the Waipori Fund.

STATEMENT OF CASHFLOWS

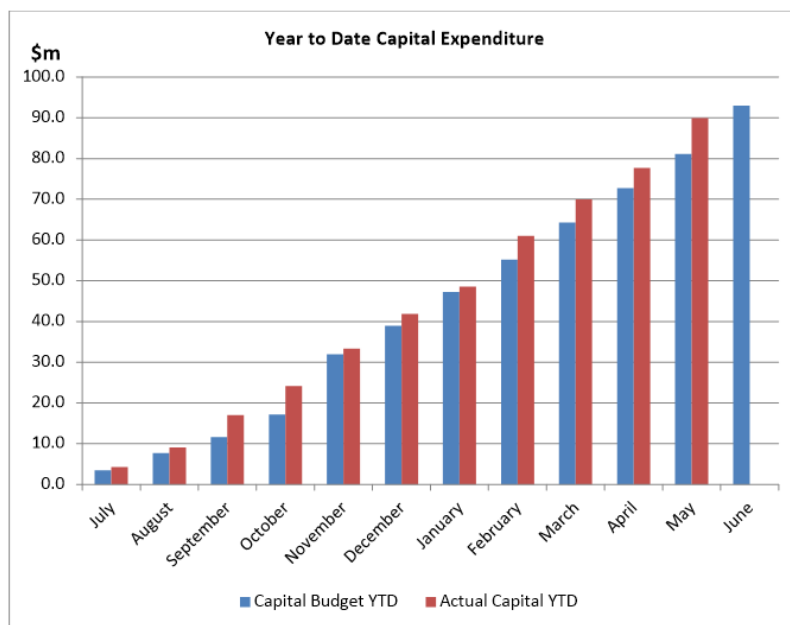
A Statement of Cashflows is provided as Attachment D.

Net cash inflow from operating activities was favourable to budget due to the lower interest expenditure and favourable timing related to some revenue lines.

CAPITAL EXPENDITURE

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

Total capital expenditure for the period to 31 May 2019 was \$89.958 million or 96.7% of the amended full year budget of \$92.986 million.



Corporate Services capital expenditure was \$698k underspent

The underspend was primarily driven by lower than expected expenditure related to the implementation of the new Electronic Document and Records Management system.

Property capital expenditure was \$4.948 million overspent

The overspend to date was due unbudgeted property purchases - South Dunedin and White Street.

Some property upgrade projects are in the final stages of design and consenting, including the Mosgiel Library re-roof and the 54 Moray Place compliance upgrade. The Edgar Centre structural strengthening work has commenced. Work on the Central Library roof is well progressed.

Design work for the School St housing project is almost complete, with asbestos removal underway, to be followed by demolition work.

Parks and Recreation capital expenditure was \$1.275 million underspent

Aquatic Services capital was underspent \$673k due to the delayed timing of works at Moana Pool while detailed scoping is completed.

General Parks renewals capital was underspent by \$761k due mainly to little expenditure to date required for second beach slip restoration work, sports field lighting and public toilet renewals. The Logan Park Artificial Turf project was on budget.

Transport capital expenditure was \$5.996 million overspent

The primary driver for this over spend related to expenditure on the peninsula widening project, with anticipated early delivery of sections of the programme.

Three Waters capital expenditure was \$2.400 million overspent

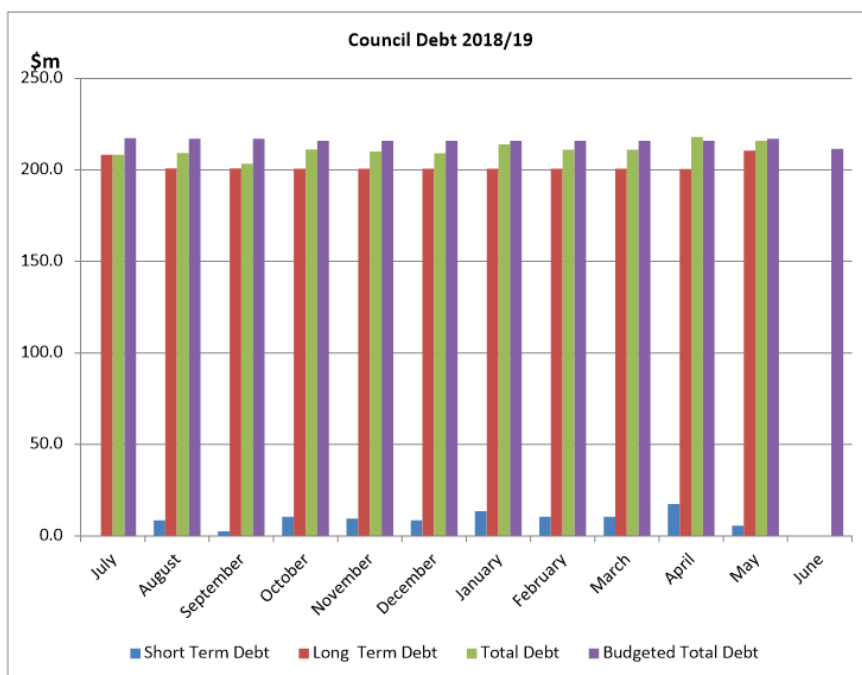
The overspend was primarily driven by costs associated with the completion of the Ross Creek Reservoir Refurbishment project. There was also some unbudgeted emergency works including wastewater pipe renewals on Brighton road.

DEBT

Refer to Attachments F and G.

Attachment F provides a summary of the debt servicing ratios.

All three targets were within policy.



COMMENTS FROM GROUP ACTIVITIES

Attachment H, the Summary of Operating Variances, shows by Group Activity the overall net surplus or deficit variance for the period ended 31 May 2019. It also shows the variances by revenue and expenditure type.

Property - \$641k Unfavourable

Operating costs were unfavourable \$319k, due to higher than expected levels of housing maintenance, unplanned repairs to some operational buildings and some unbudgeted projects including the demolition of buildings at three sites.

Revenue was unfavourable to budget due to vacancies across the portfolio in part to allow for the redevelopment of properties including School Street Housing complex and 54 Moray Place.

These unfavourable variances were partially offset by lower staff costs (\$99k) due to vacancies earlier in the year that have since been filled.

Customer and Regulatory - \$903k Favourable

External revenue was favourable \$1.059 million with increased activity across a number of operational areas – in particular parking operations and building services.

Waste and Environmental - \$489k Favourable

Revenue was favourable \$691 due to increased commercial and domestic waste disposal at the landfill, as well as revenue from sludge disposal from the Tahuna wastewater treatment plant.

Transport - \$4.288 million Favourable

Transport operating revenue was greater than budget (\$5.107 million) due to higher than budgeted NZTA funding for capital projects including the Green Island roundabouts, urban cycleways, peninsula road widening and flood response work.

Three Waters - \$3.119 million Unfavourable

This unfavourable variance was primarily due to higher than budgeted depreciation resulting from the revaluation of Three Water assets impacting on both the depreciable replacement cost and asset useful lives. Network maintenance costs on both the stormwater and water networks were also unfavourable.

These unfavourable variances were partially offset by savings in personnel costs due to vacancies in the Planning activity, and higher than budgeted development contributions.

DCC SUBMISSION ON THE CLIMATE CHANGE RESPONSE (ZERO CARBON) AMENDMENT BILL

Department: Community and Planning and Corporate Policy

EXECUTIVE SUMMARY

- 1 This report seeks approval of a Dunedin City Council (DCC) submission to the Parliamentary Environment Select Committee on the Climate Change Response (Zero Carbon) Amendment Bill. A draft DCC submission is attached to this report as Attachment A.

RECOMMENDATIONS

That the Committee:

- a) **Approves** the DCC submission to the Environment Select Committee on the Climate Change Response (Zero Carbon) Amendment Bill.

BACKGROUND

- 2 The purpose of the Climate Change Response (Zero Carbon) Amendment Bill is to provide a framework by which New Zealand can develop and implement clear and stable climate change policies that contribute to the global effort under the Paris Agreement.
- 3 The Bill sets a greenhouse gas emission target and require future government to continue meeting this target into the future. It seeks to:
 - a) Set up the Climate Change Commission, an independent body that will advise and support the government to reach the targets
 - b) Create a requirement that the government sets emission budgets every five years that will act as 'stepping stones' towards the goal of carbon zero by 2050
 - c) Create a requirement that the government understands the risk of climate change (for example, rising sea levels) and produces plans to address these.
- 4 The Bill would be an amendment to the existing Climate Change Response Act 2002 so all key climate-related legislation can be covered under one Act.
- 5 Submissions close on Tuesday 16 July 2019.

DISCUSSION

- 6 The DCC submission on the Climate Change Response (Zero Carbon) Amendment Bill provides the Dunedin context on climate change commitments and notes the potential issues and gaps with the Bill that needs to be addressed.
- 7 The DCC submission suggests the proposed Climate Change Commission should have more power to drive implementation and achievement of the targets and budgets set within this Bill. A recommendation is to allow the Commission to have similar powers to the Reserve Bank of New Zealand (as an example) to provide a mechanism for achieving the targets, regardless of government direction at any time.
- 8 The DCC submission also discusses the lack of requirement for central government to collaboratively work with local government on the national adaptation plan. The Bill lacks direction for partnership with local government to create and monitor the national adaptation plan, which is a risk to local government and the contributions made so far with communities for adaptation.
- 9 Another concern noted in the submission is the lack of concrete responsibility and consequence for the failure to meet the set targets and budgets. The current Bill poses potential litigation risks and challenges for local government due to its leniency on the enforcement of this legislation. The DCC recommends that central government provide guidance and advice to support councils in meeting their obligations and minimise these risks.

OPTIONS

Option One (Recommended Option) – Submit on the Climate Change Response (Zero Carbon) Amendment Bill

- 10 Approve the DCC submission on the Climate Change Response (Zero Carbon) Amendment Bill, with any suggested amendments, to the Environment Select Committee.

Advantages

- Enables the DCC to provide feedback on legislation that will affect its climate change commitments and obligations.

Disadvantages

- There are no identified disadvantages for this option.

Option Two – Do not submit on the Climate Change Response (Zero Carbon) Amendment Bill

- 11 Do not submit a DCC submission on the Climate Change Response (Zero Carbon) Amendment Bill.

Advantages

- There are no identified advantages for this option.

Disadvantages

- Missed opportunity to provide feedback on legislation that will affect the DCC's climate change commitments and obligations.

NEXT STEPS

- 12 If the Committee approves the draft submission it will be sent to the Environment Select Committee for consideration by 16 July 2019.

Signatories

Author:	Jessie Wu - Policy Advisor Hoani Yates - Policy Advisor Maria Ioannou - Corporate Policy Manager
Authoriser:	Nicola Pinfold - Group Manager Community and Planning Sandy Graham - General Manager City Services

Attachments

	Title	Page
A	DCC Submission on the Climate Change Response (Zero Carbon) Amendment Bill (Under Separate Cover)	

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, and environmental well-being of communities in the present and for the future.

Fit with strategic framework

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

This submission has been developed in line with the goals and objectives of the strategic framework.

Māori Impact Statement

There are no known impacts for tangata whenua.

Sustainability

The Bill will have long-term implications on the DCC to contribute to the mitigation targets and budgets and national adaptation plan.

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

The legislation may have impacts on long term plans/annual plans going forward as the DCC may need to consider budgeting for meeting the commitments outlined in the Bill.

Financial considerations

No known financial implications.

Significance

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

Engagement – external

No external engagement was undertaken for this submission.

Engagement - internal

The draft submission was circulated for feedback across the DCC.

Risks: Legal / Health and Safety etc.

There are no identified risks.

Conflict of Interest

There are no known conflicts of interest.

Community Boards

This submission may be of interest to Community Boards.

TERMS OF REFERENCE - CLIMATE CHANGE ADVISORY PANEL

Department: Corporate Policy

EXECUTIVE SUMMARY

- 1 This report establishes the Climate Change Advisory Panel (the Panel) and the terms of reference (at Attachment A), as requested during the Annual Plan Deliberations in May 2019.

RECOMMENDATIONS

That the Committee:

- a) **Approves** the establishment of a Climate Change Advisory Panel.
- b) **Approves** the terms of reference for the Climate Change Advisory Panel.
- c) **Approves** that the chair of the Climate Change Advisory Panel be the Deputy Chair of the Infrastructure Network and Services Committee – Cr O'Malley.
- d) **Approves** that the Deputy Chair of Community and Culture Committee – Cr Laufiso, and Deputy Chair of the Planning and Environment Committee – Cr Newell be appointed to the Climate Change Advisory Panel.
- e) **Confirms** the Climate Change Advisory Panel will report to the Planning and Environment Committee.

BACKGROUND

- 2 At the Annual Plan Deliberations meeting (29 – 31 May), Council resolved to establish and resource a 'Climate Resilience Work Programme' to ensure a strategic and coordinated approach to meeting the climate change mitigation and adaptation needs for Dunedin.
- 3 The resolution was passed as follows:

"That the Council:

- a) *Approves establishing and commencing the delivery of a detailed work programme for climate mitigation and adaptation at a cost of \$525,000 for 2019/20 and \$572,000 in 2021/22, with progress reported to Council.*

The Council voted by division:

For: Crs David Benson-Pope, Rachel Elder, Christine Garey, Doug Hall, Aaron Hawkins, Marie Laufiso, Damian Newell, Jim O'Malley, Andrew Whiley, Kate Wilson and Mayor Cull (11)

Against: Crs Mike Lord and Lee Vandervis (2)."

- 4 Later at the same meeting, the Mayor proposed that a steering group on climate change be established with Councillors Jim O'Malley, Marie Laufiso and Damian Newell as members.

DISCUSSION

An advisory panel

- 5 In line with the DCC's Committee Structure and Delegations Manual, this steering group would take the form of a council advisory panel.
- 6 Advisory panels have no decision-making powers but do have an advisory and fact-finding role. Advisory panels may make recommendations on matters within the scope of its terms of reference, back to an appointed committee or council.

Reporting

- 7 It is recommended the Climate Change Advisory Panel report to the Planning and Environment Committee as this work falls within the delegation of this committee.

OPTIONS

Option One – That Council approves the establishment of a Climate Change Advisory Panel (Recommended Option)

- 8 That Council approves the establishment of a Climate Change Advisory Panel and its terms of reference.

Advantages

- Provides governance advice for the Climate Resilience Work Programme as it progresses, ensuring alignment with the approved strategic direction for this work.

Disadvantages

- No perceived disadvantages.

Option Two – Council does not approve the establishment of a Climate Change Advisory Panel

Advantages

- No perceived advantages.

Disadvantages

- No governance input for the Climate Resilience Work Programme as it progresses.

- Risk of misalignment with the approved strategic direction for this work.


NEXT STEPS

- 8 If approved, the first meeting of the Advisory Panel will be scheduled.

Signatories

Author:	Maria Ioannou - Corporate Policy Manager
Authoriser:	Sandy Graham - General Manager City Services

Attachments

	Title	Page
A	Draft Terms of Reference for Climate Change Advisory Panel	43

SUMMARY OF CONSIDERATIONS
Fit with purpose of Local Government

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

Fit with strategic framework

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

This proposal contributes to the majority of strategies but, in particular, the Environment Strategy by acting to minimise the effects climate change will have on Dunedin.

Māori Impact Statement

There are no known implications for tangata whenua.

Sustainability

There are strong implications for sustainability that include offsetting climate change impacts (environmental), and over time minimising financial aid needed to communities who face the climate change related challenges in the future (economic and social).

LTP/Annual Plan / Financial Strategy /Infrastructure Strategy

There are no implications.

Financial considerations

There are no financial implications.

Significance

The decision to establish an advisory panel is considered to be of low significance in terms of the Council's Significance and Engagement Policy.

Engagement – external

There has been no external engagement.

Engagement - internal

There has been no internal engagement.

Risks: Legal / Health and Safety etc.

There are no known risks.

SUMMARY OF CONSIDERATIONS***Conflict of Interest***

There are no known conflicts of interest.

Community Boards

There are no direct implications for Community Boards.

Name of Councillor Advisory Panel	Climate Change Advisory Panel
Councillor Advisory Panel Terms of Reference <i>(detail the purpose, powers, duties and functions of the Councillor Advisory Panel)</i>	<p>PURPOSE</p> <p>The purpose of the Climate Change Advisory Panel is to inform and build support for delivery of the Climate Resilience Work Programme, which delivers on Dunedin's strategic goals to take a comprehensive approach to reduce emissions and adapt to climate change impacts.</p> <p>OBJECTIVES</p> <ul style="list-style-type: none"> • Inform and advise on the development of climate resilient strategic decision-making • Inform and advise on work to improve the DCC's climate change disclosure and reporting, and deepen understanding of Dunedin and the DCC's climate risk profiles • Inform and advise on the development of, and monitor progress on, a programme of climate resilience projects • Build climate resilient leadership • Provide the link between elected members and the DCC staff involved in driving the Climate Resilience Work Programme • Identify strategic-level good practice relevant to the Climate
Committee of Council that the Councillor Advisory Panel is to report to	Planning and Environment Committee
Chairperson of Councillor Advisory Panel	Deputy Chair of Infrastructure Services and Networks Committee- Cr O'Malley
Membership of Councillor Advisory Panel <i>(detail by position or by name)</i>	Deputy Chair of Community & Culture Committee – Cr Laufiso Deputy Chair of Infrastructure Services and Networks Committee- Cr O'Malley Deputy Chair of Planning & Environment Committee - Cr Newell
Support Staff <i>(detail by position)</i>	Corporate Policy Manager Senior Policy Analyst
General Manager (or Chief Executive) supporting Councillor Advisory Panel	General Manager Strategy and Governance General Manager Infrastructure Services
Expected term of Councillor Advisory Panel <i>(include anticipated end date)</i>	Ends with the end of the Triennium

DELEGATIONS

Councillor Advisory Panels have no power to act or decide. Councillor Advisory Panels have an investigative, advisory and fact-finding role within the terms of reference determined by the Council, Standing Committee or Subcommittee, establishing the Councillor Advisory Panel. Councillor Advisory Panels will have the power to make recommendations only to the extent allowed under the Councillor Advisory Panel's terms of reference, and on matters that are within the scope of the terms of reference defined by the committee establishing the Councillor Advisory Panel.

ITEMS FOR CONSIDERATION BY THE CHAIR
