

Finance Committee Agenda - 8 August 2024

Meeting conducted in the Council Chamber at Lvl 2, Philip Laing House
144 Rattray St, Dunedin Livestreamed at: [ORC YouTube Channel](#)



Members:

Cr Kevin Malcolm (Co-Chair)
Cr Tim Mepham (Co-Chair)
Cr Alexa Forbes
Cr Gary Kelliher
Cr Michael Laws
Cr Lloyd McCall
Cr Andrew Noone
Cr Gretchen Robertson
Cr Bryan Scott
Cr Alan Somerville
Cr Elliot Weir
Cr Kate Wilson

Senior Officer: Richard Saunders Chief Executive

Meeting Support: Kylie Darragh, Governance Support Officer

08 August 2024 09:00 AM

Agenda Topic

Page

[Agenda](#)

1

1. WELCOME

2. APOLOGIES

There were no apologies received at the time of the agenda publication.

3. PUBLIC FORUM

No requests to speak at Public Forum were received at the time of agenda publication.

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.

5. DECLARATIONS OF INTEREST

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. [Councillor Register of Interests](#) is published to the ORC website.

6. PRESENTATIONS

No presentations were received at the time of agenda publication.

7. CONFIRMATION OF MINUTES

3

Confirmation of the Finance Committee minutes of 9 May, and 29 - 30 May LTP Deliberations Minutes 2024 as a true and accurate record.

8. ACTIONS

There are no current open actions for this Committee.

9. MATTERS FOR CONSIDERATION

18

9.1 Quarterly Report - 30 June 2024

18

To present the Council's Activity and Financial Performance Reports for the 12-month period ended 30 June 2024. This includes the preliminary financial and non-financial results for quarter four of the 2023-24 financial year.

9.1.1 Statement of Comprehensive Revenue and Expense June 2024

26

9.1.2 Statement of Financial Position June 2024

27

9.1.3 Treasury Report June 2024

28

9.1.4 Activity Financial Report June 2024

29

9.1.5 Activity Performance Report as at Quarter 4 2023-24

36

10. CLOSURE



Finance Committee MINUTES

Minutes of an ordinary meeting of the Finance Committee held in the Council Chamber, Level 2 Philip Laing House, 144 Rattray Street, Dunedin on Thursday 9 May 2024, commencing at 10:45 AM.

PRESENT

Cr Tim Mepham *(Chairperson)*
Cr Kevin Malcolm
Cr Alexa Forbes
Cr Gary Kelliher
Cr Michael Laws (online)
Cr Andrew Noone
Cr Gretchen Robertson
Cr Bryan Scott
Cr Alan Somerville
Cr Elliot Weir
Cr Kate Wilson (online)

1. WELCOME

Chairperson Mephram welcomed Councillors, members of the public and staff to the meeting at 10:47 am. Staff present included Richard Saunders (Chief Executive) (online), Nick Donnelly (GM Corporate Services), Joanna Gilroy (Acting GM Regulatory), Amanda Vercoe (GM Governance, Culture and Customer), Mike Roesler (Manager Corporate Planning), Sarah Munro (Finance Manager - Reporting) and Trudi McLaren (Governance Support).

2. APOLOGIES [YouTube 15:30]

Resolution: Cr Noone Moved, Cr Robertson Seconded:

That the apologies for Cr Laws (lateness) and Cr McCall be accepted.

MOTION CARRIED

3. PUBLIC FORUM

No requests to address the Committee under Public Forum were received.

4. CONFIRMATION OF AGENDA

The agenda was confirmed as published.

5. DECLARATIONS OF INTERESTS

No changes to Councillor Declarations of Interests were noted.

6. PRESENTATIONS

No presentations were held.

7. CONFIRMATION OF MINUTES [YouTube 16:40]

Resolution: Cr Somerville Moved, Cr Weir Seconded

That the minutes of the meeting held on 7 February 2024 be received and confirmed as a true and accurate record.

MOTION CARRIED

8. ACTIONS

There were no open actions from resolutions of the Committee to be reviewed.

9. MATTERS FOR CONSIDERATION

9.1. Quarterly Report - 31 March 2024 [YouTube 17:16]

The purpose of this paper was to present the Council's Activity and Financial Performance Reports for the 9-month period ended 31 March 2024. This includes financial and non-financial results for quarter three of the 2023-24 financial year.

Nick Donnelly (GM Corporate Services and CFO), Sarah Munro (Finance Manager - Reporting) and Mike Roesler (Corporate Planning Manager) were present to speak to the report and respond to questions.

Cr Scott left the meeting at 11.36am and returned at 11.39am.

Cr Kelliher left the meeting at 11.41am.

Resolution FIN24-105: Cr Malcolm Moved, Cr Wilson Seconded

That the Finance Committee:

- 1) Notes** this report and the attached Activity and Financial Performance Reports for the period 1 July 2023 to 31 March 2024 (quarter three of the 2023-24 financial year).

MOTION CARRIED

10. CLOSURE

There was no further business and Chairperson Mepham declared the meeting closed at 12:01pm.

Chairperson

Date

DRAFT



Finance Committee MINUTES

Minutes of an ordinary meeting of the Finance Committee held in the Council Chamber, Level 2 Philip Laing House, 144 Rattray Street, Dunedin on Wednesday 29 May 2024, commencing at 9:00 AM.

PRESENT

Cr Kevin Malcolm *(Chairperson)*
Cr Tim Mepham (online)
Cr Alexa Forbes
Cr Gary Kelliher (online)
Cr Michael Laws (online)
Cr Lloyd McCall
Cr Andrew Noone
Cr Gretchen Robertson
Cr Bryan Scott (online)
Cr Alan Somerville
Cr Elliot Weir
Cr Kate Wilson (online)

1. WELCOME

Chairperson Malcolm welcomed Councillors, members of the public and staff to the meeting at 9:01 am.

Councillor Robertson led a tribute acknowledging Enere McLaren-Tana, who tragically passed away after an incident at the Dunedin bus hub *the week prior*. She extended the Council's condolences to his whānau and friends. A minute's silence was observed.

Councillor Robertson then opened the meeting with the usual ORC karakia.

Staff present included Richard Saunders (Chief Executive), Nick Donnelly (GM Corporate Services) (online), Gavin Palmer (GM Operations) (online), Joanna Gilroy (Acting GM Regulatory), Amanda Vercoe (GM Governance, Culture and Customer), Libby Caldwell (Manager Environmental Implementation), Lorraine Cheyne (Manager Transport), Tom Dyer (Manager Science), Hilary Lennox (Manager Strategy), Mike Roesler (Manager Corporate Planning), Brett Paterson (Team Leader Project Management), Sean Geary (Management Accountant), Palm Wilson (Principal Technical Advisor), Trudi McLaren (Governance Support Officer), and Kylie Darragh (Governance Support Officer).

2. APOLOGIES

No apologies were received.

3. PUBLIC FORUM

No requests to address the Committee under Public Forum were received.

4. CONFIRMATION OF AGENDA

Resolution: Cr Noone Moved, Cr McCall Seconded

That the agenda be confirmed as published.

MOTION CARRIED

5. DECLARATIONS OF INTERESTS

No changes to Councillor Declarations of Interests were noted.

6. MATTERS FOR CONSIDERATION

6.1. Long-Term Plan 2024-2034 Deliberation

The purpose of this report was to enable deliberation on the public submissions to the Otago Regional Council Long-term Plan 2024-34 (LTP) process. Having reflected on the submissions as individual elected representatives, this report enabled formal direction to staff on any change(s) required to the proposed LTP prior to final Council approval.

Nick Donnelly (GM Corporate Services and CFO) and Mike Roesler (Manager Corporate Planning) were present to speak to the report and respond to questions.

Resolution FIN24-106: Cr Forbes Moved, Cr Wilson Seconded

1) *Receives the public submissions to the Consultation Document for the Otago Regional Council Long-term Plan 2024-34 'A Stronger Future Otago'.*

MOTION CARRIED

Resolution FIN24-107: Cr Noone Moved, Cr McCall Seconded

- 2) *Notes the three proposals and associated options as consulted in the Otago Regional Council Long-term Plan 2024-34 Consultation Document.*

MOTION CARRIED

PROPOSAL 1 - Investing in our Environment

Resolution FIN24-108: Cr Weir Moved, Cr Somerville Seconded

- 3) *Approves the preferred consulted option for Proposal 1 ‘Investing in our Environment’ being dedicated funding of two million dollars from year 2 onwards for inclusion in the Long-Term Plan 2024-34.*

A division was called:

Vote

For:	Cr Forbes, Cr Malcolm, Cr McCall, Cr Mepham, Cr Robertson, Cr Scott, Cr Somerville, Cr Weir, and Cr Wilson
Against:	Cr Kelliher, Cr Laws, and Cr Noone
Abstained:	Nil

MOTION CARRIED

The meeting adjourned at 9.22am and resumed at 9.31am.

Resolution FIN24-109: Cr Somerville Moved, Cr Scott Seconded

- 4) *Approves the Revenue and Financing Policy proposal to fund proposal 1 ‘Investing in our Environment by dedicated funding of two million dollars from year 2 onwards’ by an Otago-wide rate.*

MOTION CARRIED

Cr Kelliher and Cr Laws voted against.

PROPOSAL 2 – Public Transport

Resolution FIN24-110: Cr Noone Moved, Cr Wilson Seconded

- 5) *Approves the preferred consulted option 1 for proposal 2 ‘Investing in Public Transport – Dunedin’ being the consulted extra services on popular routes and electric buses.*

MOTION CARRIED

Resolution FIN24-111: Cr Forbes Moved, Cr Noone Seconded

- 6) *Approves the preferred consulted option 1 for proposal 2 ‘Investing in Public Transport – Queenstown Lakes’ being the consulted existing ferry service and improved bus service.*

MOTION CARRIED

PROPOSAL 3 – Revenue and Financing Policy

Public Transport

Resolution FIN24-112: Cr Weir Moved, Cr Robertson Seconded

- 7) **Notes** the options provided in the Discussion section [60] of this report for the proposal on the general rate allocation to be applied for Public Transport.

MOTION CARRIED

Resolution: Cr Scott Moved, Cr Mepham Seconded

- 8) *That the status quo, no general rate allocation applied for Public Transport continue.*

A division was called:

Vote

For:	Cr Kelliher, Cr Laws, Cr Malcolm, Cr Mepham and Cr Scott
Against:	Cr Forbes, Cr McCall, Cr Noone, Cr Robertson, Cr Somerville, Cr Weir and Cr Wilson
Abstained:	Nil

MOTION FAILED

Cr Weir left the meeting at 12.04pm and returned at 12.05pm.

The meeting adjourned at 12.05pm and resumed at 1.00pm.

Cr Noone left the meeting for the remainder of the day.

Resolution FIN24-113: Cr Weir Moved, Cr Forbes Seconded

- 8) **Approves** the proposed Revenue and Financing Policy change to fund Council’s share of Public transport cost by a 20% Otago-wide general rate and 80% target rate split.

A division was called:

Vote

For:	Cr Forbes, Cr McCall, Cr Noone, Cr Robertson, Cr Somerville, Cr Weir and Cr Wilson
Against:	Cr Kelliher, Cr Laws, Cr Malcolm, Cr Mepham and Cr Scott
Abstained:	Nil

MOTION CARRIED

The meeting adjourned at 1.24pm and resumed at 1.29pm.

Resolution FIN24-114: Cr Somerville Moved, Cr Forbes Seconded

- 9) **Approves** the targeted rate allocation for Public Transport will continue to be charged using the status quo being capital value basis with commercial differential.

- 10) **Approves** targeted rate area to be based on status quo.

MOTION CARRIED

Resolution FIN24-115: Cr Mepham Moved, Cr Forbes Seconded

- 11) **Approves** the proposed Revenue and Financing Policy change to repay the public transport deficit over five years through the existing targeted transport rate area on capital value basis.

MOTION CARRIED

**PROPOSAL 3 – Revenue and Financing Policy
Flood Protection, Drainage and River management**

Resolution FIN24-116: Cr Weir Moved, Cr Forbes Seconded

- 12) **Approves** the proposed Revenue and Financing Policy change to fund flood protection costs by an 80% targeted rate – 20% general rate split.

MOTION CARRIED

Cr Kelliher voted against.

Resolution FIN24-117: Cr McCall Moved, Cr Wilson Seconded

- 13) **Notes** the Tokomairiro Scheme is defined as flood protection under the proposed Revenue and Financing Policy.

MOTION CARRIED

Resolution FIN24-118: Cr Wilson Moved, Cr Scott Seconded

- 14) **Approves** the proposed Revenue and Financing Policy change to fund drainage costs by an 90% targeted rate – 10% general rate split.

MOTION CARRIED

Cr McCall abstained

The meeting adjourned at 2.16pm and resumed at 2.30pm.

Resolution FIN24-119: Cr Weir Moved, Cr Wilson Seconded

- 15) **Approves** the proposed Revenue and Financing Policy change for the general rate portion of flood protection costs and drainage costs to apply across Otago.

MOTION CARRIED

Resolution FIN24-121: Cr Weir Moved, Cr Forbes Seconded

- 16) **Notes** the options provided in the Discussion section [92] of this report for the proposal on the allocation within zones of targeted rates for flood and drainage activity.

MOTION CARRIED

Resolution FIN24-122: Cr McCall Moved, Cr Forbes Seconded

- 17a) **Approves** the status quo for benefit zone allocations for the Lower Clutha flood and drainage scheme.
- 17b) **Approves** the preferred option as consulted and as described in the LTP Consultation Document to change how targeted rates for all schemes with the exception of the Lower Clutha flood and drainage scheme costs are allocated.

MOTION CARRIED

The meeting adjourned at 3.08pm and resumed at 3.31pm.

Cr Laws left the meeting at 3.21pm.

Resolution FIN24-123: Cr Mepham Moved, Cr Somerville Seconded

- 18) **Approves** the preferred option for the Leith Indirect Rate to be allocated to all of Dunedin.

MOTION CARRIED

Crs Wilson and Malcolm voted against.

Resolution FIN24-124: Cr Robertson Moved, Cr Weir Seconded

- 19) **Approves** the preferred option to discontinue the Lower Waitaki River Control Rate and fund via River and Waterway Management - Waitaki.

MOTION CARRIED

Resolution FIN24-125: Cr Robertson Moved, Cr Weir Seconded

- 20) **Approves** the preferred option for a new Alexandra Flood Targeted Rate allocation funded from River and Waterway Management – Central Otago.

MOTION CARRIED

PROPOSAL 3 - Revenue and Financing Policy
Catchment Management Rates

Resolution FIN24-126: Cr Robertson Moved, Cr McCall Seconded

- 21) **Approves** the preferred option as consulted and as described in the LTP Consultation Document to create a catchment management rate.

MOTION CARRIED

Resolution FIN24-127: Cr Forbes Moved, Cr Scott Seconded

- 22) **Agrees** that the new catchment management rate is an Otago-wide general rate based on capital value.

MOTION CARRIED

PROPOSAL 3 - Revenue and Financing Policy
Navigational Safety Rates

Resolution FIN24-128: Cr Mepham Moved, Cr Robertson Seconded

- 23) **Approves** the preferred option as consulted and as described in the LTP Consultation Document to create navigational safety rate.

MOTION CARRIED

Resolution FIN24-129: Cr McCall Moved, Cr Mepham Seconded

- 24) **Approves** that the navigational safety rate is a uniform rate charged Otago-wide excluding Queenstown Lakes District who provide and fund their own service.

MOTION CARRIED

Cr Forbes, Cr Somerville and Cr Weir voted against.

PROPOSAL 3 - Revenue and Financing Policy
Wilding Conifer Control Rate

Resolution FIN24-130: Cr McCall Moved, Cr Wilson Seconded

- 27) **Notes** that a proposal for a new Farm Plan Rate and associated discontinuation of the Dairy Rate will be brought to Council later in the LTP cycle.

MOTION CARRIED

Resolution FIN24-131: Cr Forbes Moved, Cr Robertson Seconded

28) *Approves the new River and Waterway Management – Queenstown Lakes Rate.*

MOTION CARRIED

Resolution: Cr Weir Moved, Cr Forbes Seconded

That the meeting be adjourned at 4.11PM and reconvened at 9.00am on Thursday 30 May 2024.

MOTION CARRIED

The meeting reconvened at 9.04am on Thursday 30 May 2024

Cr Noone and Cr Laws returned to the meeting.

ORC MUST-DO WORK

Resolution FIN24-132: Cr Wilson Moved, Cr Forbes Seconded

29) *Notes paper 6.1.2 provides a Council staff assessment of submitter requests relating to ‘ORC Must do work’ activity as outlined in the Long-Term Plan 2024-2034 Consultation Document.*

MOTION CARRIED

ORC MUST-DO WORK

Environment

Resolution FIN24-133: Cr McCall Moved, Cr Noone Seconded

30) *Notes that Council staff recommend no adjustments to the work programmes under environmental activity as detailed in paper 6.1.2.*

MOTION CARRIED

The meeting adjourned at 10.16am and resumed at 10.30am.

ORC MUST-DO WORK

Climate change, Resilience and Infrastructure

Resolution FIN24-134: Cr Noone Moved, Cr Weir Seconded

31) *Notes that Council staff recommend no adjustments to the work programmes under ‘Climate change and resilience’ and ‘Infrastructure’ activity detailed in paper 6.1.2.*

MOTION CARRIED

The meeting adjourned at 11.59am and resumed at 11.50am.

ORC MUST-DO WORK

Transport

Resolution FIN24-135: Cr Malcolm Moved, Cr Noone Seconded

32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*

- a.** *Minor adjustments to timetabling of Route 1 Palmerston-Dunedin weekend services accommodated within proposed expenditure.*

MOTION CARRIED

Resolution FIN24-136: Cr Forbes Moved, Cr McCall Seconded

- 32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*
- b. *An Upper Clutha passenger transport business case be included in the Long-Term Plan 2024-2034, instead of the proposed trial.*

MOTION CARRIED

Resolution FIN24-137: Cr Noone Moved, Cr Weir Seconded

- 32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*
- c. *Allocate \$50,000 in Year two Long-Term Plan 2024-2034 for potential sponsorship of the activity outlined in ‘Dunedin Tracks and Trails’ submission or other activity that would deliver on the Public and Active Transport Connectivity Strategy.*

MOTION CARRIED

Cr Wilson sat back for this motion.

Resolution FIN24-138: Cr Malcolm Moved, Cr Noone Seconded

- 32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*
- d. *Investigate within existing year one forecast budgets the feasibility of incorporating an Oamaru-Dunedin service within the ‘Oamaru year two and three public transport trial.*

MOTION CARRIED

*The meeting adjourned at 12.20pm and resumed at 12.54pm.
Cr Laws left the meeting.*

Resolution: Cr Weir Moved, Cr Forbes Seconded

- 32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*
- e. *Extend the Saturday timetable to apply to all Sundays and Public Holidays for public transport in Dunedin and Queenstown.*

A division was called:

Vote

For:	Cr Forbes, Cr Mephram, Cr Scott, Cr Weir
Against:	Cr Kelliher, Cr Malcolm, Cr McCall, Cr Noone, Cr Robertson, Cr Somerville, Cr Wilson
Abstained:	N/A

MOTION FAILED

Resolution: Cr Mephram Moved, Cr Scott Seconded

- 32) *Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:*
- f. *Council approves a contribution to the scoping study of \$66,000 in Year One of the Long-Term Plan looking into the re-establishment of commuter rail between Mosgiel and Dunedin, and Port Chalmers to Dunedin.*

A division was called:

Vote

For:	Cr Forbes, Cr Mepham, Cr Scott
Against:	Cr Kelliher, Cr Malcolm, Cr McCall, Cr Noone, Cr Robertson, Cr Somerville
Abstained:	Cr Weir

MOTION FAILED

Cr Wilson sat back for this motion.

Cr Somerville left the meeting at 12.52pm.

Resolution FIN24-139: Cr Wilson Moved, Cr Noone Seconded

32) Directs Council staff to make the following adjustments to the draft Long-Term Plan 2024-2034 detailed in paper 6.1.2 and including:

- g.** Requests that staff complete a review of options for the allocation of Public Transport targeted rates and report back in time for the 25/26 annual plan.

MOTION CARRIED

ORC MUST-DO WORK

Regional Leadership

Resolution FIN24-141: Cr Noone Moved, Cr Weir Seconded

33) Notes that Council staff recommend no adjustments to the work programmes under Regional leadership environmental activity detailed in paper 6.1.2.

MOTION CARRIED

Cr Kelliher voted against.

FUNDING THE WORK

Resolution FIN24-143: Cr Mepham Moved, Cr Noone Seconded

34) Approves the proposal of Infrastructure capital repayment being applied over 30 years.

MOTION CARRIED

Resolution FIN24-144: Cr Wilson Moved, Cr Noone Seconded

35) Approves the preferred option as consulted for the level of UAGC to include in the final LTP being 25% of general rates.

MOTION CARRIED

Cr Forbes and Cr Weir voted against.

Resolution FIN24-145: Cr Weir Moved, Cr Noone Seconded

36) Notes the options provided in the Discussion section [137] of this report regarding the rate increase policy limit.

MOTION CARRIED

Resolution FIN24-146: Cr Robertson Moved, Cr Noone Seconded

37) Approves that the rate increase policy limit is set for years 1 and 2 at the estimated increase and remaining years at 10%.

MOTION CARRIED

Cr Kelliher voted against.

Resolution FIN24-147: Cr McCall Moved, Cr Noone Seconded

- 38) Directs** Council staff to decrease the years one to three Long-Term Plan 2024-2034 forecast expenditure and rating requirements as defined in section [139] of this report.

MOTION CARRIED

The meeting adjourned at 2.21pm and resumed at 2.37pm

STRATEGIC DIRECTIONS

Motions 39 and 40 were taken before motion 34

Resolution FIN24-142: Cr Noone Moved, Cr Weir Seconded

- 39) Notes** that Council staff have carefully considered community feedback relating to Strategic Directions
- 40) Approves** minor changes to the wording of 'Strategic Directions' goals two and three as outlined in section [124] of this report.

MOTION CARRIED

PROCEDURAL RECOMMENDATIONS

Resolution FIN24-150: Cr Mephram Moved, Cr Weir Seconded

- 41) Directs** Council staff to implement the direction provided at the 29-30 May 2024 Finance Committee meeting to complete and present the Long-term Plan 2024-34 for Council approval at its 26 June 2024 meeting.
- 42) Notes** that the Council external auditor's final report on the Long-Term Plan 2024-34 will be completed for inclusion in the final Council approved document.
- 43) Notes** that the Council rates resolution will be put to the 26 June 2024 Council meeting following adoption of the Long-term Plan 2024-34.

MOTION CARRIED

Note Gary Kelliher voted against

Motion 44 was taken before motion 16

Resolution FIN24-120: Cr McCall Moved, Cr Somerville Seconded

- 44) Requests** staff undertake a review of all flood and drainage schemes to inform rate allocation and report back to Council on the Terms of Reference and timing for this review

MOTION CARRIED

Cr Forbes left the meeting at 12.56pm

Motion 45 was taken before motion 33

Resolution FIN24-140: Cr Weir Moved, Cr Robertson Seconded

- 45) Recognises** the need to address safety concerns and public confidence in the Dunedin bus hub and night-time reliability across the bus networks.

MOTION CARRIED

Motions 46 to 50 were taken before motion 41

Resolution FIN24-148: Cr Scott Moved, Cr Noone Seconded

- 46) *Requests that the Chief Executive prepares a report for the August Regional Leadership Committee meeting including a draft terms of reference and process to work with the community to establish a Taieri Flood and Drainage Schemes liaison group*

MOTION CARRIED

Motions 46 to 50 were taken before motion 41

Resolution: Cr Kelliher Moved, Cr Wilson Seconded

- 47) *Requests that FTE staff numbers in the LTP are capped at 325 for the length of the LTP with the reduction being achieved through attrition. Consultants are to be used to fill any immediate resource needed to deliver short term requirements.*

MOTION FAILED

Motions 46 to 50 were taken before motion 41

Resolution: Cr Kelliher Moved

- 48) *Request that staff approach Port Otago to negotiate a peppercorn rental for Whare Runaka lease*

MOTION LAPSED

Motions 46 to 50 were taken before motion 41

Resolution: Cr Kelliher Moved

- 49) *Directs staff to retain the donation to the Otago Rescue Helicopter within the LTP budget and is inflationary increased each year by 5%*

MOTION LAPSED

Motions 46 to 50 were taken before motion 41

Resolution FIN24-149: Cr Kelliher Moved, Cr Wilson Seconded

- 50) *Requests that staff research and report on alternative community ownership models for flood and drainage schemes as a way of addressing financial unsustainability.*

MOTION CARRIED

Resolution: Cr Noone Moved, Cr Wilson Seconded

- 51) *Recommended a vote of thanks to the Chair for his management of the Long-Term Plan process.*

MOTION CARRIED

7. CLOSURE

There was no further business and Chairperson Malcolm declared the meeting closed at 3:40pm on Thursday 30 May 2024.

Chairperson

Date

9.1. Quarterly Report - 30 June 2024

Prepared for:	Finance Committee
Report No.	CS2425
Activity:	Governance Report
Author:	Sarah Munro, Finance Manager Mike Roesler, Corporate Planning Manager
Endorsed by:	Nick Donnelly, General Manager Corporate Services and CFO
Date:	8 August 2024

PURPOSE

- [1] To present the Council's Activity and Financial Performance Reports for the 12-month period ended 30 June 2024. This includes the preliminary financial and non-financial results for quarter four of the 2023-24 financial year.

EXECUTIVE SUMMARY

- [2] There is a surplus for the 12-months to June 2024 of \$2,286,000 which is \$1,301,000 ahead of a budgeted surplus of \$985,000. Revenue is \$6,798,000 ahead of budget and expenditure \$5,576,000 ahead of budget. Detail on these variances is provided in the Statement of Comprehensive Revenue and Expense section later in this paper.
- [3] The actual operating surplus of \$941,000 is \$426,000 ahead of the forecast provided in the March quarterly report of \$516,000. Overall, the actual result is in line with that forecast, but this includes a decrease in forecast other income of \$4,500,000 as the sale of Birch / Kitchener was not completed by 30 June, additional one-off grant funding from Waka Kotahi of \$3,389,000 and additional climate resilience grants of \$800,000. In addition, some actual expenditure also came in under previous forecasts.
- [4] The results presented in this paper and attached reports are draft with final year-end adjustments still to be made for the revaluation of investment property, the revaluation of Port Otago Limited shareholding and any adjustments required as the financial statements are finalised and audited.
- [5] The Activity Performance Report shows non-financial performance against the measures and targets included in the Annual Plan 2023-24 Statement of Service Performance. Of the 76 targets, 53 are achieved, 18 are partially achieved and 5 are flagged as not achieved.

RECOMMENDATION

That the Finance Committee:

- 1) **Notes** this report and the attached Activity and Financial Performance Reports for the period 1 July 2023 to 30 June 2024 (quarter four *of the 2023-24 financial year*).

BACKGROUND

- [6] This report includes financial and non-financial performance information relating to the major aspects of service delivery as outlined in the Annual Plan 2023-24. Progress over

the 2023-24 financial year is reported to the Finance Committee on a quarterly basis and will be included in the 2023-24 Annual Report. The following reports are attached:

1. Statement of Comprehensive Revenue and Expenses (SCRE)
2. Statement of Financial Position
3. Treasury Report
4. Activity Financial Report
 - |1| SCRE and Capex – year to date and forecast (note, previous forecast as at Mar-24 report shown)
 - |2| Activity Financial Summary – year to date and forecast (note, previous forecast as at Mar-24 report shown)Group Activity Summaries:
 - |3| Regional Leadership
 - |4| Environment
 - |5| Safety & Resilience
 - |6| Transport
 - |7| Internal
5. Activity Performance Report (non-financial levels of service measures and targets)

DISCUSSION

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSES (SCRE)

- [7] The following comments refer to variances for the period from 1 July 2023 to 30 June 2024 in the Statement of Comprehensive Revenue and Expenses statement which is attached to this report.

Revenue Variances

[8] Subsidies and Grants

Subsidies and grant revenue is \$9,904,000 above budgeted revenue of \$20,497,000 due to the following major variances:

- \$6,070,000 increase in Dunedin public transport grants including Community Connect, funding share of increased service costs and one-offs for driver wage increases, Super Stops and a historic funding washup.
- \$1,008,000 increase in Whakatipu public transport grants including Community Connect, funding share of increased service costs and a one-off historic funding washup.
- \$651,000 increase in Other public transport due to increased use and cost of the Total Mobility service which has resulted in more grant funding being received.

Refer to the Activity Financial Summary [7] Transport for the overall performance of the transaction activity as the increase grant revenue funding compared to budget has been offset by reduced fare revenue (for Dunedin) and increased transport costs (in both networks).

- \$1,471,000 increase in Lower Taieri flood protection scheme grant revenue for the contour channel project. This grant funding is dependent on the timing of project expenditure.
- \$390,000 additional funding for Te Hakaupū.
- \$185,000 grant funding for Lower Clutha flood protection scheme from NEMA as a partial reimbursement for damage done in the 2020 flood event.
- \$166,000 increase in natural hazards grant revenue from the Ministry for the Environment for the LiDAR scanning project.
- Overall biodiversity and biosecurity grant funding was on budget however this included a decrease in wallaby funding of \$695,000 offset but additional wildings funding of \$860,000.

[9] **Other Income**

Other Income is \$3,305,000 below budgeted revenue of \$19,518,000. The majority of this variance caused by:

- \$4,500,000 reduction in other income due to the budgeted sale of the Birch/Kitchner Street property no being completed before 30 June. This property is held on the balance sheet as a current asset.
- Rates collection penalty interest is \$635,000 above budget of \$500,000. Rates penalty is struck in November (on current and arrears) and May on (arrears).
- Public transport Whakatipu fare revenue is \$732,000 above budgeted revenue of \$3,500,000.
- Public transport Dunedin fare revenue is \$282,000 below budgeted revenue of \$4,100,000.
- Lower Clutha flood protection and drainage scheme revenue is \$515,000 above budgeted revenue of \$185,000.
- Consent processing revenue was \$674,000 below budgeted revenue of \$3,284,000 offset by a reduction in expenditure of \$778,000.

[10] **Dividends and Interest and Investment Income**

Dividends is \$1,451,000 above budgeted revenue for \$15,000,000 and interest and investment income is \$1,289,000 below budgeted revenue due to:

- Dividends includes an additional \$1,000,000 from Port Otago as the timing of the final dividend has been brought forward and the remaining variance is because managed fund dividends were budgeted in Interest and Investment Income.

- Interest and Investment Income is down as \$451,000 of actual dividend is recorded in the line above, less interest was on charged to Port Otago as their borrowing was lower than budget and the remainder is lower interest received on term deposits.

Expenditure Variances

[11] Employee Benefits Expense

Employee benefits expense is \$1,228,000 below budgeted expenditure of \$35,823,000 due to staff vacancies. The table below outlines staff vacancies for Q4 compared to the budgeted FTE level, Q1, Q2, Q3 and prior year FTEs.

Directorate	23/24 FTE		Q1 2024		Q2 2024		Q3 2024		Q4 2024		Q4 Variance vs Budget	Prior Year End
	Year end budget	September 2023 FTE	September 2023 FTE	December 2023 FTE	March 2024 FTE	June 2024 FTE	June 2024 FTE	June 2024 FTE				
Chief Executive	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	0.00	2.00		2.00
Corporate Services	56.50	48.30	49.47	49.47	54.57	55.57	55.57	55.57	0.93	47.60		47.60
Operations	95.00	80.00	86.94	86.94	90.42	92.65	92.65	92.65	2.35	80.60		80.60
Transport	13.00	10.50	10.00	10.00	10.00	11.80	11.80	11.80	1.20	6.50		6.50
Governance, Culture & Customer	26.70	21.70	23.17	23.17	26.03	26.83	26.83	26.83	-0.13	21.80		21.80
Policy and Science	69.00	57.30	66.50	66.50	61.76	64.96	64.96	64.96	4.04	55.70		55.70
Regulatory & Communications	90.00	79.90	83.92	83.92	82.35	81.96	81.96	81.96	8.04	77.00		77.00
	352.20	299.70	322.00	322.00	327.13	335.77	335.77	335.77	16.43	291.20		291.20

[12] Other Expenses

Other expenses are \$7,444,000 above budgeted expenditure of \$71,784,000. The major movements are detailed below, however overall costs have increased this year due to increased levels of inflation compared to budgeted in the 2023-24 Annual Plan.

- \$5,304,000 above budgeted expenditure on public transport bus contracts due to increased costs from operators. The majority of this increased cost is in Dunedin with above budgeted expenditure of \$4,466,000. Refer to the Activity Financial Summary [7] Transport for the overall performance of the transaction activity as increased expenditure costs have been partially offset by increased grant revenue.
- \$1,156,000 increase in repairs and maintenance expense. The majority of the increased costs, \$972,000 was caused by repairs to the Lower Clutha flood protection and drainage scheme.
- \$232,000 increase in insurance costs from budgeted costs of \$280,000.
- \$303,000 reduction in maintaining the gains project funding other expense.
- \$505,000 increased costs in subscriptions and software licenses. The majority of system subscriptions are linked to inflation which has been higher than budgeted.
- \$171,000 increase in vested asset expense (budget was nil) due to vesting of LiDAR aerial mapping that is vested to the Otago community by making this information public.

- Casual labour is \$329,000 above budget due to staff vacancies being filled with casual labour to ensure work programmes are completed.

STATEMENT OF FINANCIAL POSITION

The following comments refer to major movements from 30 June 2023 to 30 June 2024 in the Statement of Finance Position which is attached to this report.

[13] Current Assets

- Cash and cash equivalents has decreased by \$1,226,000 from the 30 June 2023 (Prior Year) position due to normal operations of council with the budgeted cash position at 30 June 2024 being \$6,040,000. The actual cash position at 30 June 2024 was \$13,604,000.
- Trade receivables has decreased by \$1,053,000 from the 30 June 2023 (Prior Year) position of \$18,192,000 due to increased interim billing and receipts in the lead up to this year-end and to prepare for the change in accounting system on 1 July 2024.
- Other financial assets have increased by \$2,022,000 from the 30 June position due to the increase in market value on investments in the long-term managed fund.

[14] Non-Current Assets

- Property plant and equipment has increase by \$2,018,000 from the 30 June 2023 position of \$93,994,000. This increase is caused by:
 - Additions of \$6,082,000, mainly plant and vehicles (\$2,413,000), infrastructure work in progress (\$1,927,000) and bridges (\$1,085,000).
 - Disposals of \$2,523,000, mainly plant and vehicles (\$2,012,000) and endowment land (\$235,000).
 - Net depreciation of \$1,525,000.
- Related Party Loan – Port Otago receivable has decreased by \$10,650,000 from the 30 June 2023 position of \$125,088,000 due to Port decreasing their borrowing from the LGFA through the on-lending agreement.

[15] Current and Non-Current Liabilities

- Borrowings have decreased by \$10,669,000 from the 30 June position with a \$9,759,000 increase in current and \$910,000 increase in non-current. This is due to Port decreasing their borrowing from the LGFA through the on-lending agreement as noted above.

TREASURY REPORT

- [16] As at 30 June 2024 Council had no term deposits and \$13,604,000 in operating cash bank accounts.

- [17] The long-term managed fund balance was \$27,284,000 an increase of \$2,022,000 for the year from 30 June 2023.

ACTIVITY FINANCIAL REPORT

- [18] The activity finance reports show the breakdown of the financial result by the groups of activities in Council's Annual Report and Annual / Long-Term Plans. The forecasts providing in the March 2024 report are retained in these reports to allow comparison of the actual year result to the estimate provided to the last Finance Committee meeting.
- [19] The actual operating surplus of \$941,000 is \$426,000 ahead of the forecast provided in the March quarterly report of \$516,000. Overall, the actual result is in line with that forecast, but this includes a decrease in forecast other income of \$4,500,000 as the sale of Birch / Kitchener was not completed by 30 June, additional one-off grant funding from Waka Kotahi of \$3,389,000 and additional climate resilience grants of \$800,000. In addition, some actual expenditure also came in under previous forecasts.
- [20] Report |2| Activity Financial Summary provides an overview of the actual result by group activity and the significant activities included in each group. Individual reports for each group activity are also provided in a SCRE format and commentary on significant variances is provide in those reports.
- [21] Report |2| also provides a high-level estimate of the funding impact on the surplus / (deficit) variance. That variance is a \$1,221,000 surplus. The majority of that relates to general rate funded activity and will be allocated to the General Reserve. The remainder is targeted rate related +\$4,880,000 and other reserves (building reserve) -\$4,500,000.

ACTIVITY PERFORMANCE REPORT

- [22] The Activity Performance Report shows non-financial performance against the measures and targets included in the Statement of Service Performance. Of the 76 targets 53 are on track to be achieved (66 last quarter), 18 are partially achieved (7 'at risk' last quarter), and 5 are not achieved (2 last quarter).
- [23] The 'not achieved' (red) targets relate to:
- Completing the Queenstown Lakes District Council joint 'Future Development Strategy'. The work has progressed well but will not meet the target timeframe (as reported in Q1).
 - Completing an issues and options paper for the Regional Plan Coast. As previously reported this was not being progressed this financial year.
 - Biodiversity monitoring and associated data capture (reported as at risk from Q1 and changed to red in Q4)
 - Complete community engagement on the development of the Regional Air Plan by 30 June. This will be completed in August 2024.
 - Overall passenger satisfaction with the Dunedin public transport system target 97%. Increased 2% from 2023 to 88%.
- [24] The 'partially achieved' (yellow) targets relate to:

- Developing a Regional Climate Change Strategy. While a draft will be submitted to Council by the target timeframe – further engagement is expected.
- Completing the regional sequestration study – revised completion date was 30 June 2024 (as reported in Q2) but is now expected in the first quarter of 2024-25.
- Mapping of highly productive land completed by 30 June. Partially achieved with completion expected in 2024/25.
- *Notifying the Land and Water Plan – was yellow last quarter and now changed to green. Council resolved in March 2024 to move notification out to October 2024.*
- Report to Council by 30 June on Otago Catchment Communities deliverables and targets. Report will go to Council in September 2024.
- Selected degraded waterbodies 90% of actions undertaken within specified timeframes. Achieved 77%.
- Complete annual report on estuarine monitoring and report to Council. Monitoring completed but yet to be reported to Council.
- Complete 90% of current year actions in the Biodiversity Action Plan.
- Report on funding initiatives and organisations supported by 30 June. Will be presented to Council by 31 August.
- Biodiversity partnerships projects and progress against milestones report to Council. Being reported to August Environmental Implementation Committee.
- Annual report on regional indigenous biodiversity monitoring programme completed and reported to Council. Two of the three workstreams yet to report to Council.
- Capture 95% of air monitoring network data.
- Air implementation strategy scoped and reported to Council by 30 June. Initial ideas paper provided in June with final report expected in the first quarter of 2024-25.
- Complete natural hazard assessment and prioritisation approach. Will be presented to Safety and Resilience Committee in August 2024.
- Natural hazards risks adaptation works:
 - Reviewed and Council approved timeframes for South Dunedin work.
 - The Head of Lake Wakatipu Natural Hazards Strategy – delivery of first iteration is now scheduled for late 2024.
- Public transport punctuality of services 95% (reported as yellow from Q1)
- Overall passenger satisfaction with the Whakatipu public transport system target 97%. Decreased 1% from 2023 to 91%.
- Users satisfied with provision of timetable and services information Dunedin 70%, Queenstown 88%. Positive for Dunedin and negative for Queenstown.

CONSIDERATIONS

Strategic Framework and Policy Considerations

[25] None noted.

Financial Considerations

[26] None noted.

Significance and Engagement Considerations

[27] None noted.

Legislative and Risk Considerations

[28] None noted.

Climate Change Considerations

[29] None noted.

Communications Considerations

[30] None noted.

NEXT STEPS

[31] The final 30 June 2024 results will be presented in the 30 June 2024 Annual Report to the Audit and Risk Committee on 26 September 2024.

ATTACHMENTS

1. Statement of Comprehensive Revenue and Expense June 2024 [9.1.1 - 1 page]
2. Statement of Financial Position June 2024 [9.1.2 - 1 page]
3. Treasury Report June 2024 [9.1.3 - 1 page]
4. Activity Financial Report June 2024 [9.1.4 - 7 pages]
5. Activity Performance Report as at Quarter 4 2023-24 [9.1.5 - 6 pages]

Statement of Comprehensive Revenue and Expense For the 12-months ended 30 June 2024

	Notes	YTD Actual June-2024	YTD Budget June-2024	Variance
		12 months	12 months	12 months
REVENUE				
Rates revenue		55,815	55,778	37
Subsidies and grant revenue		30,401	20,497	9,904
Other income		16,213	19,518	(3,305)
Dividends		16,451	15,000	1,451
Interest and investment income		8,961	10,250	(1,289)
TOTAL REVENUE		127,841	121,043	6,798
EXPENDITURE				
Employee benefits expense		(34,594)	(35,823)	1,228
Depreciation and amortisation		(4,024)	(4,211)	188
Finance costs		(9,049)	(9,500)	451
Other expenses		(77,233)	(71,789)	(7,435)
TOTAL OPERATING EXPENDITURE		(126,899)	(121,323)	(5,576)
OPERATING SURPLUS/(DEFICIT)		941	(280)	1,222
Other gains/(losses)		1,344	1,265	79
SURPLUS/(DEFICIT) BEFORE TAX		2,286	985	1,301
Income tax benefit/(expense)		-	-	-
SURPLUS/(DEFICIT) FOR THE YEAR		2,286	985	1,301
Revaluation gain/(loss) – shares in subsidiary		-	-	-
TOTAL COMPREHENSIVE REVENUE AND EXPENSE		2,286	985	1,301

Comments

- Refer to the cover paper for comments on the above major movements.

Statement of Financial Position

As at 30 June 2024

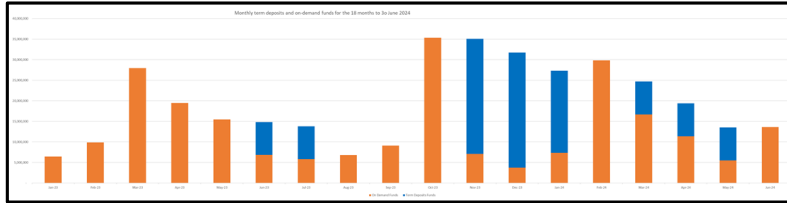
Notes	YTD Actual Jun-2024 12 months	Prior Year Actual Jun-2023 12 months	Variance 12 months	Budget Year End Jun-2024
CURRENT ASSETS				
Cash and cash equivalents	13,604	14,830	(1,226)	6,040
Trade receivables	17,139	18,192	(1,053)	12,126
Property held for sale	3,350	3,350	-	-
Other financial assets	27,284	25,262	2,022	25,426
Other current assets	801	1,433	(632)	883
TOTAL CURRENT ASSETS	62,179	63,067	(888)	44,475
NON-CURRENT ASSETS				
Property, plant and equipment	96,012	93,994	2,018	110,287
Investment property	15,700	16,795	(1,095)	17,131
Shares in subsidiary	723,890	723,890	-	753,013
Borrower notes	500	500	-	-
Deferred tax asset	-	-	-	98
Related party loan – Port Otago	114,438	125,088	(10,650)	99,960
Intangible asset	558	820	(262)	1,881
TOTAL NON-CURRENT ASSETS	951,097	961,087	(9,990)	982,370
TOTAL ASSETS	1,013,276	1,024,154	(10,878)	1,026,845
CURRENT LIABILITIES				
Trade and other payables	(19,522)	(22,594)	3,072	(18,996)
Borrowings	(49,119)	(58,878)	9,759	-
Employee entitlement	(3,293)	(2,716)	(577)	(2,608)
TOTAL CURRENT LIABILITIES	(71,934)	(84,188)	12,254	(21,604)
NON-CURRENT LIABILITIES				
Borrowings	(90,528)	(91,438)	910	(37,200)
Other financial instruments	-	-	-	(87,956)
TOTAL NON-CURRENT LIABILITIES	(90,528)	(91,438)	910	(125,156)
NET ASSETS	850,814	848,528	2,286	880,085
EQUITY				
Reserves	748,648	747,994	654	771,427
Public Equity	102,166	100,534	1,641	108,658
TOTAL EQUITY AND RESERVES	850,814	848,528	2,286	880,085

Comments

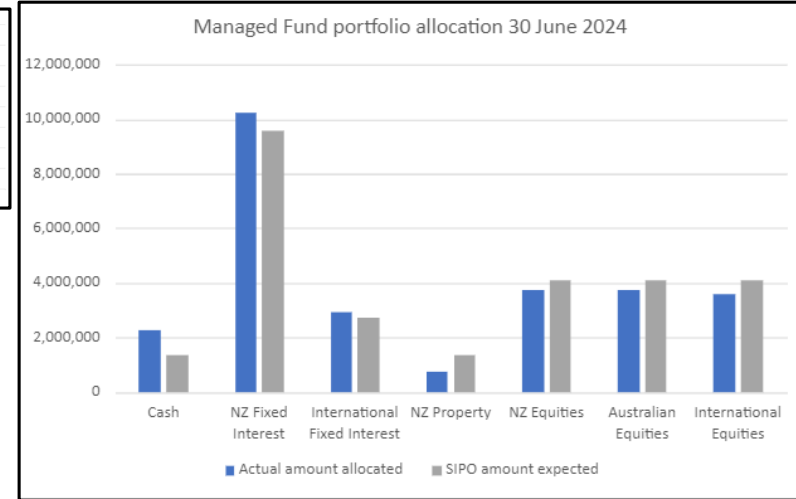
- Refer to the cover paper for comments on the above major movements.

Treasury Report

Term Deposits - Portfolio Composition



Managed Fund – Portfolio Allocation - as at 30 June 2024



Portfolio Performance- for the year ended 30 June 2024

Managed Fund Income	Q1 2024 YTD	Q2 2024 YTD	Q3 2024 YTD	Q4 2024 YTD
Interest on managed fund	29,464	243,054	363,454	557,029
Dividends	167,937	257,690	357,324	450,983
Other	(32,052)	(68,393)	(100,071)	(131,733)
Market Value movement gain/(loss)	(636,559)	424,002	1,267,148	1,147,128
Withdrawal				
Total increase/(decrease) in managed fund	(471,211)	856,354	1,887,856	2,023,407

Asset Class Allocation - as at 30 June 2024

Asset Class	Actual amount allocated	%	SIPO amount expected	SIPO target	SIPO acceptable range	SIPO met
Cash	2,290,300	8%	1,364,221	5%	0% - 25%	Yes
NZ Fixed Interest	10,234,475	38%	9,549,545	35%	25% - 45%	Yes
International Fixed Interest	2,911,496	11%	2,728,441	10%	5% - 15%	Yes
Defensive Total	15,436,271	57%	13,642,207	50%	40% - 60%	Yes
NZ Property	752,420	3%	1,364,221	5%	2% - 8%	Yes
NZ Equities	3,755,830	14%	4,092,662	15%	10% - 20%	Yes
Australian Equities	3,733,813	14%	4,092,662	15%	10% - 20%	Yes
International Equities	3,606,080	13%	4,092,662	15%	10% - 20%	Yes
Growth Total	11,848,143	43%	13,642,207	50%	40% - 60%	Yes
Total	27,284,414					

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

1 | STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE PERIOD ENDED: 30 June 2024

COUNCIL	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	55,815	55,778	37		55,778	55,778	0	
Subsidies & Grant Revenue	30,401	20,497	9,904	Transport +\$7.7m, Lower Taieri Flood +\$1.4m, Wildings +\$0.8m	23,398	20,497	2,902	Additional transport & climate resilience grants
Other Income	16,213	19,518	(3,305)	Birch / Kitchener sale timing -\$4.5m offset by rates penalties +\$0.6m	20,789	19,518	1,271	Additional bus fares offset by lower reg income (offset by lower costs)
Dividends	16,451	15,000	1,451	Port dividend +\$1.0m, managed fund budget included in line below	16,000	15,000	1,000	Additional Port dividend
Interest & Investment Income	8,961	10,250	(1,289)	Partially offset by lower cost below, rest is lower interest achieved	10,250	10,250	0	
Total Operating Revenue	127,841	121,043	6,798		126,215	121,043	5,172	
EXPENDITURE								
Employee Expense	34,594	35,823	(1,228)	Staff vacancies	33,750	35,823	(2,072)	Vacancies and less reg resource required for lower revenue (above)
Depreciation & Amortisation	4,024	4,211	(188)		4,236	4,211	25	
Finance Costs	9,049	9,500	(451)	Offsets lower interest revenue above	9,500	9,500	0	
Other Expenses	79,227	71,789	7,439	Includes Transport +\$6.4m, Wildings +\$0.9m	78,217	71,789	6,428	Additional transport spend \$5.9m
Internal Charges	5	(0)	5		(4)	(0)	(4)	
Total Operating Expenditure	126,899	121,323	5,577		125,699	121,323	4,377	
Operating Surplus / (Deficit)	941	(280)	1,221		516	(280)	796	
Other Gains / (Losses)	1,344	1,265	79	Managed fund gain (unrealised)	1,265	1,265	0	
Surplus / (Deficit) Before Tax	2,286	985	1,301		1,781	985	796	

426

CAPITAL EXPENDITURE

COUNCIL	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
Communications & Marketing	89	0	89		0	0	0	
Harbours Management	8	21	(13)		10	21	(11)	
REGIONAL LEADERSHIP	97	21	76		10	21	(11)	
Air Monitoring	53	74	(21)		75	74	1	
Biosecurity	34	0	34		50	0	50	
Biodiversity Science & Monitoring	16	95	(79)		95	95	0	
Land & Water Science & Monitoring	943	530	413	Bores \$330k, Hydro \$430k	810	530	280	
Land & Water Implementation	341	50	291	Lake Hayes	400	50	350	
ENVIRONMENT	1,387	749	638		1,430	749	681	
Alexandra Flood Protection	0	20	(20)		10	20	(10)	
Leith Flood Protection Scheme	0	100	(100)		50	100	(50)	
Lwr Clutha Flood Protection & Drainage	12	325	(313)		100	325	(225)	Timing of pump station upgrade work
Lwr Taieri Flood Protection Scheme	2,489	850	1,639	Contour channel works	3,000	850	2,150	Timing of climate resilience projects
West Taieri Drainage	56	283	(227)		200	283	(83)	
East Taieri Drainage	8	125	(117)		100	125	(25)	
Tokomariro Drainage	0	20	(20)		0	20	(20)	
River Mgt - Wanaka	2	100	(98)		0	100	(100)	Timing of Stoney Creek work
Natural Hazards	0	52	(52)		0	52	(52)	
SAFETY & RESILIENCE	2,566	1,876	690		3,460	1,876	1,584	
Public Transport - Dunedin	374	0	374		201	0	201	
TRANSPORT	374	0	374		201	0	201	
Vehicles	865	750	115		1,000	750	250	
Plant	73	20	53		0	20	(20)	
Information Systems	654	500	154		600	500	100	
ORC Property - Operational	170	500	(330)		200	500	(300)	
Whare Runaka	139	5,600	(5,461)	Timing - no ORC fit costs this year / defer to next year	200	5,600	(5,400)	ORC fit costs unlikely to be this year / defer to next year
Health & Safety	2	0	2		0	0	0	
General Overheads	0	50	(50)		0	50	(50)	
INTERNAL	1,902	7,420	(5,518)		2,000	7,420	(5,420)	
TOTAL COUNCIL	6,326	10,066	(3,740)		7,101	10,066	(2,965)	

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

2 | ACTIVITY FINANCIAL SUMMARY PERIOD ENDED: 30 June 2024

COUNCIL - YEAR TO DATE	Revenue			Expenditure			Surplus / (Deficit)			Funding Impact		
	YTD Actual	YTD Budget	Variance	YTD Actual	YTD Budget	Variance	YTD Actual	YTD Budget	Variance	General Res	Targeted Res	Other
Governance & Community	8,772	8,732	40	8,527	8,649	(121)	245	83	162	162		0
Regional Planning	3,082	3,071	11	2,577	3,071	(494)	505	(0)	505	505		0
Regulatory	13,380	13,937	(557)	13,843	14,224	(381)	(463)	(287)	(176)	(176)		0
REGIONAL LEADERSHIP	25,235	25,741	(506)	24,948	25,944	(996)	287	(203)	490	490	0	0
Land & Water	19,382	18,893	489	19,726	19,713	13	(344)	(819)	476	(536)	1,012	0
Biodiversity & Biosecurity	9,897	9,829	69	9,991	10,436	(445)	(94)	(607)	513	561	(48)	0
Air	897	894	3	887	894	(7)	10	0	10	10		0
ENVIRONMENT	30,177	29,616	561	30,604	31,042	(439)	(427)	(1,426)	999	(172)	1,172	0
Emergency Management	3,413	3,336	77	3,587	3,497	90	(174)	(161)	(13)		(13)	0
Flood & Drainage	10,787	8,395	2,392	9,117	8,131	986	1,670	264	1,406		1,406	0
River Management	2,532	2,097	435	3,082	3,153	(71)	(551)	(1,057)	506		506	0
Natural Hazards & Climate	3,554	3,368	187	3,107	3,555	(448)	448	(187)	635	635		0
SAFETY & RESILIENCE	20,286	17,196	3,091	18,893	18,336	557	1,393	(1,141)	2,534	635	1,899	0
Transport Planning	333	308	25	417	308	109	(84)	0	(84)	(84)		0
STEDS	151	177	(26)	143	177	(33)	7	(0)	7	7		0
PT - Dunedin	28,586	22,792	5,795	28,190	23,182	5,007	397	(391)	787		787	0
PT - Whakatipu	11,281	9,534	1,747	11,257	10,532	725	24	(998)	1,022		1,022	0
PT - Other	2,467	1,814	653	2,790	1,919	870	(323)	(105)	(218)	(218)		0
TRANSPORT	42,817	34,624	8,193	42,796	36,118	6,678	21	(1,494)	1,515	(294)	1,809	0
Internal	9,326	13,866	(4,540)	9,658	9,881	(223)	(333)	3,984	(4,317)	183		(4,500)
INTERNAL	9,326	13,866	(4,540)	9,658	9,881	(223)	(333)	3,984	(4,317)	183	0	(4,500)
TOTAL COUNCIL	127,841	121,042	6,798	126,899	121,322	5,577	941	(280)	1,221	841	4,880	(4,500)

COUNCIL - FORECAST	Revenue			Expenditure			Surplus / (Deficit)			Funding Impact		
	Forecast	FY Budget	Variance	Forecast	FY Budget	Variance	Forecast	FY Budget	Variance	General Res	Targeted Res	Other
Governance & Community	8,732	8,732	0	8,741	8,649	92	(9)	83	(92)	(92)		0
Regional Planning	3,071	3,071	0	3,071	3,071	0	(0)	(0)	0	0		0
Regulatory	13,176	13,937	(761)	13,347	14,224	(877)	(171)	(287)	116	116		0
REGIONAL LEADERSHIP	24,979	25,741	(761)	25,159	25,944	(785)	(180)	(203)	24	24	0	0
Land & Water	18,893	18,893	0	20,263	19,713	550	(1,369)	(819)	(550)	(1,000)	450	0
Biodiversity & Biosecurity	8,729	9,829	(1,100)	8,763	10,436	(1,673)	(34)	(607)	573	350	223	0
Air	894	894	0	894	894	0	0	0	0	0		0
ENVIRONMENT	28,516	29,616	(1,100)	29,919	31,042	(1,123)	(1,403)	(1,426)	23	(650)	673	0
Emergency Management	3,351	3,336	15	3,497	3,497	0	(146)	(161)	15		15	0
Flood & Drainage	9,095	8,395	700	8,609	8,131	478	486	264	222		222	0
River Management	2,097	2,097	0	3,308	3,153	154	(1,211)	(1,057)	(154)		(154)	0
Natural Hazards & Climate	3,516	3,368	148	2,977	3,555	(578)	539	(187)	726	726		0
SAFETY & RESILIENCE	18,059	17,196	863	18,390	18,336	54	(331)	(1,141)	809	726	83	0
Transport Planning	415	308	108	439	308	131	(23)	0	(23)	(23)		0
STEDS	177	177	0	177	177	0	(0)	(0)	0	0		0
PT - Dunedin	25,040	22,792	2,248	27,286	23,182	4,103	(2,246)	(391)	(1,855)		(1,855)	0
PT - Whakatipu	10,951	9,534	1,417	11,401	10,532	869	(450)	(998)	548		548	0
PT - Other	2,511	1,814	698	2,896	1,919	977	(385)	(105)	(280)	(280)		0
TRANSPORT	39,095	34,624	4,470	42,199	36,118	6,081	(3,104)	(1,494)	(1,610)	(303)	(1,307)	0
Internal	15,566	13,866	1,700	10,031	9,881	150	5,534	3,984	1,550	1,550		0
INTERNAL	15,566	13,866	1,700	10,031	9,881	150	5,534	3,984	1,550	1,550	0	0
TOTAL COUNCIL	126,215	121,042	5,172	125,699	121,322	4,377	516	(280)	796	1,347	(551)	0

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

3 | REGIONAL LEADERSHIP PERIOD ENDED: 30 June 2024

REVENUE & EXPENSES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	20,347	20,274	73		20,274	20,274	0	
Subsidies & Grant Revenue	170	225	(55)		225	225	0	
Other Income	4,611	5,231	(621)	Chargeable work being completed with less resource / lower recovery	4,470	5,231	(761)	Chargeable work being completed with less resource / lower recovery
Dividends	0	0	0		0	0	0	
Interest & Investment Income	0	0	0		0	0	0	
Internal Recoveries	107	10	97		10	10	0	
Total Operating Revenue	25,235	25,741	(506)		24,979	25,741	(761)	
EXPENDITURE								
Employee Expense	11,253	12,041	(787)	Staff vacancies - RPS -\$180k, Regulatory \$535k (offsets revenue above)	11,270	12,041	(770)	Staff vacancies
Depreciation & Amortisation	172	182	(10)		182	182	0	
Finance Costs	0	0	0		0	0	0	
Other Expenses	5,519	5,804	(285)	Response to Issues -\$240k, Harbour Plan -\$80k	5,789	5,804	(15)	
Internal Charges	8,004	7,918	86		7,918	7,918	0	
Total Operating Expenditure	24,948	25,944	(996)		25,159	25,944	(785)	
Operating Surplus / (Deficit)	287	(203)	490		(180)	(203)	24	

SIGNIFICANT ACTIVITIES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
GOVERNANCE & COMMUNITY								
Revenue	8,772	8,732	40		8,732	8,732	0	
Expenditure	8,527	8,649	(121)	Staff vacancies	8,741	8,649	92	Budget transfer from HR \$200k less YTD under \$100k
Surplus / (Deficit)	245	83	162		(9)	83	(92)	
REGIONAL PLANNING								
Revenue	3,082	3,071	11		3,071	3,071	0	
Expenditure	2,577	3,071	(494)	RPS (staff time) -\$180k, Response to Issues -\$240k, Harbour Plan -\$80k	3,071	3,071	0	
Surplus / (Deficit)	505	(0)	505		(0)	(0)	0	
REGULATORY								
Revenue	13,380	13,937	(557)	Chargeable work being completed with less resource / lower recovery	13,176	13,937	(761)	Chargeable work being completed with less resource / lower recovery
Expenditure	13,843	14,224	(381)	Staff vacancies -\$535k (offsets revenue above)	13,347	14,224	(877)	Staff vacancies, lower legal / consultant spend
Surplus / (Deficit)	(463)	(287)	(176)		(171)	(287)	116	

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

4 | ENVIRONMENT PERIOD ENDED: 30 June 2024

REVENUE & EXPENSES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	25,855	25,775	80		25,775	25,775	0	
Subsidies & Grant Revenue	4,250	3,841	410	Te Hakaupapu +\$390k, Wallabies -\$695k, Wildings +\$860k	2,741	3,841	(1,100)	Lower grant funding - wallabies and wildings
Other Income	71	0	71		0	0	0	
Dividends	0	0	0		0	0	0	
Interest & Investment Income	0	0	0		0	0	0	
Internal Recoveries	0	0	0		0	0	0	
Total Operating Revenue	30,177	29,616	561		28,516	29,616	(1,100)	
EXPENDITURE								
Employee Expense	9,098	9,222	(124)		8,822	9,222	(400)	L&W and Bio vacancies
Depreciation & Amortisation	429	440	(12)		440	440	0	
Finance Costs	0	0	0		0	0	0	
Other Expenses	14,056	14,274	(218)	L&W - LWRP +\$1.1m, Science/EM -\$400k, EI -\$660k Biosecurity - Wallabies -\$390k, Wildings +\$890k Biodiversity - Maintain the gains -\$470k, Science -\$200k	13,551	14,274	(723)	Includes extra L&W policy cost offset by less grant funded spend
Internal Charges	7,022	7,107	(85)		7,107	7,107	0	
Total Operating Expenditure	30,604	31,042	(439)		29,919	31,042	(1,123)	
Operating Surplus / (Deficit)	(427)	(1,426)	999		(1,403)	(1,426)	23	

SIGNIFICANT ACTIVITIES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
LAND & WATER								
Revenue	19,382	18,893	489	Te Hakaupapu +\$390k	18,893	18,893	0	
Expenditure	19,726	19,713	13	LWRP +\$1.1m offsets Science/Monitoring -\$400k, EI -\$660k	20,263	19,713	550	LWRP consultants partially offset by lower staff costs and EI spend
Surplus / (Deficit)	(344)	(819)	476		(1,369)	(819)	(550)	
BIODIVERSITY & BIOSECURITY								
Revenue	9,897	9,829	69	Wallabies -\$695k, Wildings +\$860k	8,729	9,829	(1,100)	Lower grant funding - wallabies and wildings
Expenditure	9,991	10,436	(445)	Wallabies -\$390k, Wildings +\$890k, Maintain the gains -\$470k, Science/Monitoring -\$200k	8,763	10,436	(1,673)	Lower grant funded spend, maintain the gains contributions
Surplus / (Deficit)	(94)	(607)	513		(34)	(607)	573	
AIR								
Revenue	897	894	3		894	894	0	
Expenditure	887	894	(7)		894	894	0	
Surplus / (Deficit)	10	0	10		0	0	0	

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

5 | SAFETY & RESILIENCE PERIOD ENDED: 30 June 2024

REVENUE & EXPENSES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	14,979	14,930	49		14,930	14,930	0	
Subsidies & Grant Revenue	2,404	582	1,822	Lower Taieri +\$1.5m additional Climate resilience grants	1,350	582	768	Additional climate resilience grants
Other Income	1,120	837	284		932	837	95	
Dividends	0	0	0		0	0	0	
Interest & Investment Income	0	0	0		0	0	0	
Internal Recoveries	1,782	847	936	Offsets internal charges below	847	847	0	
Total Operating Revenue	20,286	17,196	3,091		18,059	17,196	863	
EXPENDITURE								
Employee Expense	5,426	5,163	263	River management oversight +\$360k	4,918	5,163	(245)	Staff vacancies mainly in climate change
Depreciation & Amortisation	967	1,002	(35)		1,002	1,002	0	
Finance Costs	0	0	0		0	0	0	
Other Expenses	7,018	7,544	(526)	Flood & Drainage - Lower Clutha +\$860k, Lower Taieri +\$280k, West Taieri -\$210k, East Taieri -\$170k	7,845	7,544	301	Spend from additional climate change resilience grants above
Internal Charges	5,483	4,628	855	River Management -\$880k, Climate Change -\$400k	4,626	4,628	(2)	Offsets internal recoveries above
Total Operating Expenditure	18,893	18,336	557		18,390	18,336	54	
Operating Surplus / (Deficit)	1,393	(1,141)	2,534		(331)	(1,141)	809	

SIGNIFICANT ACTIVITIES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
EMERGENCY MANAGEMENT								
Revenue	3,413	3,336	77		3,351	3,336	15	
Expenditure	3,587	3,497	90		3,497	3,497	0	
Surplus / (Deficit)	(174)	(161)	(13)		(146)	(161)	15	
FLOOD & DRAINAGE								
Revenue	10,787	8,395	2,392	Lower Taieri +\$1.5m additional climate resilience grants	9,095	8,395	700	Additional climate resilience grants
Expenditure	9,117	8,131	986	Lower Clutha +\$860k, Lower Taieri +\$280k, West Taieri -\$210k, East Taieri -\$170k	8,609	8,131	478	Spend from additional climate change resilience grants above
Surplus / (Deficit)	1,670	264	1,406		486	264	222	
RIVER MANAGEMENT								
Revenue	2,532	2,097	435		2,097	2,097	0	
Expenditure	3,082	3,153	(71)	RM oversight (staff time) +\$360k, other expense -\$880k	3,308	3,153	154	
Surplus / (Deficit)	(551)	(1,057)	506		(1,211)	(1,057)	(154)	
HAZARDS & CLIMATE								
Revenue	3,554	3,368	187		3,516	3,368	148	
Expenditure	3,107	3,555	(448)	Climate change other expense -\$400k	2,977	3,555	(578)	Staff vacancies and project spend mainly in climate change
Surplus / (Deficit)	448	(187)	635		539	(187)	726	

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

6 | TRANSPORT PERIOD ENDED: 30 June 2024

REVENUE & EXPENSES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	11,192	11,175	17		11,175	11,175	0	
Subsidies & Grant Revenue	23,576	15,849	7,727	Additional Waka Kotahi grants (includes Community Connect, increase service spend and one offs)	19,082	15,849	3,233	Due to increased spend, Community Connect, Supergold
Other Income	8,049	7,600	449		8,837	7,600	1,237	Additional fare revenue from increased patronage
Dividends	0	0	0		0	0	0	
Interest & Investment Income	0	0	0		0	0	0	
Internal Recoveries	0	0	0		0	0	0	
Total Operating Revenue	42,817	34,624	8,193		39,095	34,624	4,470	
EXPENDITURE								
Employee Expense	1,692	1,454	238		1,648	1,454	193	Additional staffing requirement for RLTP year
Depreciation & Amortisation	749	724	25		750	724	25	
Finance Costs	0	0	0		0	0	0	
Other Expenses	39,260	32,838	6,422	Increased bus services, driver wage increases, Total Mobility and timing of business cases	38,702	32,838	5,864	Increased bus services and total mobility
Internal Charges	1,095	1,102	(7)		1,100	1,102	(2)	
Total Operating Expenditure	42,796	36,118	6,678		42,199	36,118	6,081	
Operating Surplus / (Deficit)	21	(1,494)	1,515		(3,104)	(1,494)	(1,610)	

SIGNIFICANT ACTIVITIES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
TRANSPORT PLANNING								
Revenue	333	308	25		415	308	108	Grants (driven by additional spend below)
Expenditure	417	308	109		439	308	131	Additional staffing requirement for RLTP year
Surplus / (Deficit)	(84)	0	(84)		(23)	0	(23)	
STEDS								
Revenue	151	177	(26)		177	177	0	
Expenditure	143	177	(33)		177	177	0	
Surplus / (Deficit)	7	(0)	7		(0)	(0)	0	
PT DUNEDIN								
Revenue	28,586	22,792	5,795	Grants +\$6.0m (Community Connect, increased spend and one offs)	25,040	22,792	2,248	Grants (increased spend, Comm Connect, Supergold) and fares
Expenditure	28,190	23,182	5,007	Driver wage increase, DUN Business Case timing	27,286	23,182	4,103	Driver wage increase, DUN Business Case timing
Surplus / (Deficit)	397	(391)	787		(2,246)	(391)	(1,855)	
PT WHAKATIPU								
Revenue	11,281	9,534	1,747	Grants +\$1.0m (Community Connect, increased spend and one offs) Fares +\$700k	10,951	9,534	1,417	Grants (increased spend, Comm Connect, Supergold) and fares
Expenditure	11,257	10,532	725	Driver wage increase, QTN Business Case timing	11,401	10,532	869	Driver wage increase, QTN Business Case timing
Surplus / (Deficit)	24	(998)	1,022		(450)	(998)	548	
PT OTHER								
Revenue	2,467	1,814	653	Grants - Total Mobility (driven by spend below)	2,511	1,814	698	Grants (driven by spend below)
Expenditure	2,790	1,919	870	Higher usage of Total Mobility +\$900k	2,896	1,919	977	Higher usage of Total Mobility
Surplus / (Deficit)	(323)	(105)	(218)		(385)	(105)	(280)	

Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

7 INTERNAL				PERIOD ENDED: 30 June 2024				
REVENUE & EXPENSES	Year to Date			Commentary	Forecast			Commentary
	Actual	Budget	Variance		Forecast	FY Budget	Variance	
REVENUE								
Rates Revenue	(16,559)	(16,378)	(181)		(16,378)	(16,378)	0	
Subsidies & Grant Revenue	0	0	0		0	0	0	
Other Income	2,362	5,850	(3,488)	Rates penalties +\$635k offset by Birch/Kitchener -\$4.5m	6,550	5,850	700	Rates penalties
Dividends	16,451	15,000	1,451	Port dividend +\$1.0m (final dividend brought forward), managed fund dividends budgeted in line below	16,000	15,000	1,000	Port dividend - timing of final dividend brought forward
Interest & Investment Income	8,961	10,250	(1,289)	Actual dividends recorded above (\$451k), less Port interest -\$400k and lower interest on TD funds invested	10,250	10,250	0	
Internal Recoveries	19,862	20,003	(141)		20,003	20,003	0	
Total Operating Revenue	31,077	34,726	(3,649)		36,426	34,726	1,700	
EXPENDITURE								
Employee Expense	7,125	7,942	(818)	IT -\$500k under offset by contractors below	7,092	7,942	(850)	IT and other corp under offset by contractors
Depreciation & Amortisation	1,707	1,863	(156)		1,863	1,863	0	
Finance Costs	9,049	9,500	(451)	Mainly lower Port interest cost -\$400k	9,500	9,500	0	
Other Expenses	13,376	11,330	2,046	Contractors, software subs and some project cost now treated as opex	12,330	11,330	1,000	IT contractors and support property costs
Internal Charges	153	106	47		106	106	0	
Total Operating Expenditure	31,409	30,741	668		30,891	30,741	150	
Operating Surplus / (Deficit)	(333)	3,984	(4,317)		5,534	3,984	1,550	
Other Gains / (Losses)	1,517	1,265	252	Managed fund	1,265	1,265	0	
Surplus / (Deficit) Before Tax	1,184	5,249	(4,065)		6,799	5,249	1,550	
SIGNIFICANT ACTIVITIES								
PEOPLE & SAFETY								
Revenue	2,146	2,144	2		2,144	2,144	0	
Expenditure	1,490	2,144	(655)	Some budget (\$200k) transferred to Exec Advice	1,944	2,144	(200)	Budget transferred to Exec Advice
Surplus / (Deficit)	656	(0)	656		200	(0)	200	
Other Gains / (Losses)	0	0	0		0	0	0	
Surplus / (Deficit) Before Tax	656	(0)	656		200	(0)	200	
SUPPORT SERVICES								
Revenue	4,425	9,006	(4,581)	Birch/Kitchener sale not completed -\$4.5m	9,006	9,006	0	
Expenditure	4,959	4,334	625	Higher vehicle and property spend than assumed in budget	4,634	4,334	300	Property spend YTD
Surplus / (Deficit)	(534)	4,672	(5,206)		4,372	4,672	(300)	
IT								
Revenue	7,934	7,807	126		7,807	7,807	0	
Expenditure	9,943	8,607	1,336	Contractors, software subs and some project cost now treated as opex	8,857	8,607	250	Software subs and additional project opex (budgeted as capex)
Surplus / (Deficit)	(2,010)	(800)	(1,210)		(1,050)	(800)	(250)	
TREASURY								
Revenue	7,612	9,500	(1,888)	Actual is only Port recharge, ORC's TD interest in Corporate Other	9,500	9,500	0	Assume timing will catch up
Expenditure	8,894	9,500	(606)	Actual interest cost lower than budget, Port -\$400k	9,500	9,500	0	
Surplus / (Deficit)	(1,281)	0	(1,281)		0	0	0	
CORPORATE OTHER								
Revenue	8,960	6,268	2,691	Port dividend +\$1.0m, rates penalties +\$635k, TD interest budgeted in Treasury	7,968	6,268	1,700	Port dividend - timing of final dividend brought forward
Expenditure	6,123	6,155	(32)		5,955	6,155	(200)	Staff vacancies offset by additional LTP costs
Surplus / (Deficit)	2,836	113	2,723		2,013	113	1,900	
Other Gains / (Losses)	1,427	1,265	162	Managed fund gain (unrealised)	1,265	1,265	0	
Surplus / (Deficit) Before Tax	4,264	1,378	2,886		3,278	1,378	1,900	
HOMEBASE								
Revenue	0	0	0		0	0	0	
Expenditure	(0)	0	(0)		(0)	0	(0)	
Surplus / (Deficit)	0	0	0		0	0	0	

Activity Performance Report

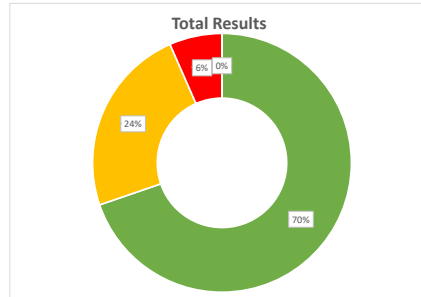
2023-24 QUARTER FOUR – @ June 2024



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Service Delivery Performance

The 2023-24 Annual Plan contains 37 level of service statements, 67 measures and 76 targets related to activities being delivered in the 2023-24 year.



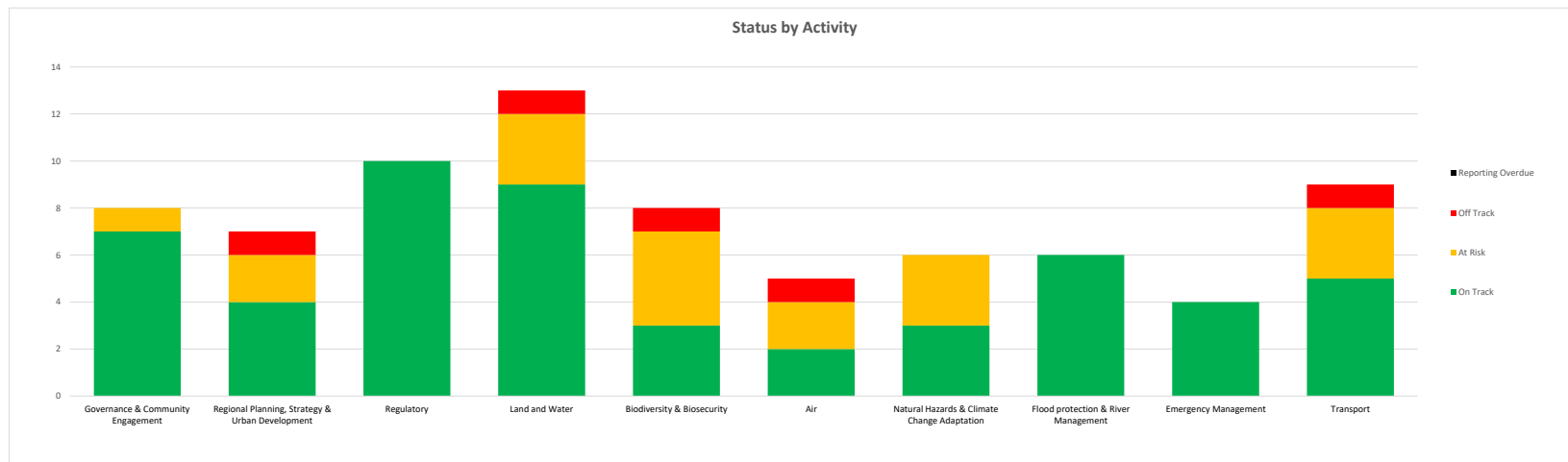
On Track / Achieved 53

At Risk 18

Will Not Achieve 5

Reporting Overdue 0

A full list of measures, targets and the results for each quarter is included at the end of this report.



Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

REGIONAL LEADERSHIP					
Governance & Community Engagement	Q1	Q2	Q3	Q4	COMMENT
Percentage of official information requests responded to within statutory timeframes - Target: 100%					We are 100% compliant in our responses for the 2023/2024 financial year.
Deliver our statutory requirements with acceptable process and deliverables to decision-makers and the community - Target: Unmodified audit reports received					The 2024-2034 Long-Term Plan adopted. Verbal clearance of External LTP Audit Report at the time of writing this commentary.
Percentage of council agendas are publicly available two working days or more before a meeting - Target: 100%					Achieved- 100%
Work done in partnership with iwi - Target: Maintain or increase the number of outputs and/or projects (from 2021-22 baseline result: 19)					Reporting measure has already been met and numbers of additional engagement and projects showing an upward trend
Build the bicultural competency of ORC staff and councillors - Target: ≥50 participants in programme					Achieved. Confirmed a new Bicultural Competency Programme (potentially with a new supplier) and progressed those participants that were partially completed to being fully completed.
Annual survey is conducted to understand and improve community awareness, perceptions and expectations of ORC - Target: Improved satisfaction levels with how ORC services the region					New website and continued delivery of regional newsletter, also strong engagement after consultations are promoted, acted on the recommendations of the community survey.
Customers express high levels of satisfaction with customer service provision - Target: Conduct benchmarking of customer satisfaction					Achieved
Develop a Regional Climate Strategy - Target: Strategy finalised and reported to Council by 30 June					The draft Strategic Climate Action Plan was endorsed by Council on 26 June 2024. This will be made available for public consultation in late August/September, with the final expected to be delivered for Council to adopt in the second quarter of FYE25.
Regional Planning, Strategy & Urban Development	Q1	Q2	Q3	Q4	COMMENT
Develop an integrated planning framework that enables well managed urban growth across Otago - Target: Joint ORC and DCC/QLDC HBA updated and joint FDS completed by 30 June					The hearing for the Dunedin FDS was in April 2024 and as such is meeting the timeframe. Issues regarding the HBCA will result in a delay of the QLDC FDS being notified, thus not meeting the timeframe.
Complete review of existing Regional Policy Statement (RPS) - Target: Make RPS operative					Council made decisions on the Hearing Panels' recommendations on 27 March 2024. The date that the pORPS 2021 will be operative depends on when appeals following the Council's decision on the pORPS are resolved.
Catchment Action Plans (CAP) are developed in collaboration with iwi and community. Target: Drafting of pilot CAP completed and drafting of second CAP commenced by 30 June					ICM Working Group meeting scheduled for 3rd July. Taiari Community Hui is set for 6 August with DOC and Upper Taiari IFP Project. Catlins 6th workshop scheduled for late August. Possibly last workshop to final draft CAP. A wider community workshop will be planned.
Report on community wellbeing indicators - Target: Complete baseline report on wellbeing indicators and issues					Baseline report was completed in June 2023. No further work planned at this stage.
Information on climate change in Otago is shared with the community and stakeholders. Target: Coordinate the development and delivery of a regional sequestration study by December 2023					The draft regional sequestration study report is currently with a revised due date for the DRAFT of 14 June 2024. The final report was not issued before 30 June 2024, but is expected to be delivered within the first quarter of FYE25.
Report on regional stakeholder engagement and collaboration on climate change. Target: Complete an annual report on regional climate change collaboration and report to Council					A annual report on climate collaboration between ORC and the TLAs was presented to Council on 26 June 2024.
Develop an integrated planning framework that enables well managed urban growth across Otago - Target: Mapping of highly productive land completed by 30 June					Partially achieved. Initial mapping of the region has been completed and the work programme is on track for full completion and public consultation in financial year 2024-2025.
Regulatory	Q1	Q2	Q3	Q4	COMMENT
Maintain 24-hour/7 day a week response for environmental incidents - Target: Pollution hotline staff available/on call 24/7					Achieved- 24/7 pollution hotline service maintained.
Maintain 20 appropriately trained responders for maritime oil pollution incidents - Target: 20 responders attend 3 exercises per year					Achieved- Maritime New Zealand training schedule has next exercise planned for July 2024.
Percentage of resource consent applications processed in accordance with Resource Management Act 1991 legislative timeframes - Target: ≥98%					Achieved. 99% of consents since the start of the new financial year consents have all been within timeframes. Some existing work remains with external consultants to process to ensure timeframes can be met
Percentage of performance monitoring returns completed each year, as per the Compliance Audit and Performance Monitoring Schedule targets - Target: ≥90%					Target Achieved. 130%
Percentage of significant non-compliance identified where action is taken in accordance with Compliance Policy - Target: 100%					Achieved 100%. All enforcement action actioned in accordance with RMA Compliance and Enforcement Policy, completed within legislative timeframes.
Major incidents on Otago's Harbours and waterways will be responded to. Target: Major incidents and ORC's response are reported to Council quarterly					Achieved, albeit an active Maritime New Zealand investigation underway on the 4 June Fishing vessel [Tamahine] grounding at Taiaroa heads. Expect ORC has met its requirements.
Percentage of programmed inspections/audits completed each year, as per the Compliance Audit and Performance Monitoring Schedule targets - Target: ≥90%					Achieved 141%. Have exceeded full year target of 1000 compliance audits and inspections.
Maintain compliance with Port and Harbour Marine Safety Code - Target: External review is completed and deemed to be code consistent.					Achieved
On-water engagement, education of recreational users and safety campaigns are documented and reported annually - Target: Report to council by 30 June					Achieved.
Percentage of public enquiries for consent information completed within 7 working days - Target: Maintain or increase (from 2021-22 baseline of 99%)					Achieved. There were 2,347 public enquiries in the financial year. 2,333 or 99.40% were answered within 7 days.

On Track	At Risk	Off Track	Not Measured	Reporting Overdue
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Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

ENVIRONMENT					
Land and Water	Q1	Q2	Q3	Q4	COMMENT
Complete the Land and Water Regional Plan(LWRP) - Target: Notify LWRP by 30 June 2024					At a meeting on 27 March 2024 Council asked staff to prepare a draft Plan ready for notification by 31 October 2024, in order to allow time for ensuring decisions on the PORPS can be incorporated, and for more consultation with clause 3 parties. Work is progressing and staff are continually monitoring progress against this amended notification timeframe. The LWRP is on track for notification by 31 October 2024.
Otago Catchment Communities is supported to meet deliverables and targets of funding agreement - Target: Report to Council on deliverables and targets achieved by 30 June					Reporting to Council will be done in September 2024, written report due end of July.
Implement freshwater monitoring programme - Target: Annual report on monitoring programme completed and reported to Council					On track
Implement a regional coastal monitoring programme. Target: Annual report on monitoring programme completed and reported to Council					On-track for overall marine monitoring programme to be set up over the next 5 years. Phase 3 of kelp forest work is complete. Ground truthing contract is awarded and ground truthing work is underway. This work is hugely weather dependent as to number of days completed.
Percentage of data from the water monitoring network that is captured quarterly - Target: ≥95% data capture achieved					Data capture rate is expected to continue at > 98%
Develop and implement a regional land use monitoring programme. Target: Annual report on monitoring programme completed and reported to Council					Update to council completed late June 2024
Otago Catchment Communities funding is administered as per agreement. Target: 100%					Invoice expected as per funding agreement in quarter 1.
Land owner/community led projects promoting best practice land management for soil conservation, water quality and the efficient use of water are identified and supported - Target: Three or more projects supported per year					6 projects supported this year. Toitū Te Hākapupu: Erosion planting pushed out to August. Partnership Group to approach forestry for commitment to actions. Community planting and school engagements planned for August and September. a further 10,000 m fencing planned. High Country Erosion: Work with landowners to trial erosion mapping tools and trial/develop Erosion Control Plans with landowners in priority areas. Work with the Communications team to get key messages and support materials for the Otago Hill Country Erosion project page on the ORC website Catchments: Attending project and catchment AGMs, Planning for next year.
Identify: At least three site specific management plans for selected degraded waterbodies are developed, prioritised, and implemented - Target: Projects confirmed and actions identified by 30 September					New priority actions to be identified for the 24/25 FY
Undertake: At least three site specific management plans for selected degraded waterbodies are developed, prioritised, and implemented - Target: 90% of actions undertaken within specified timeframes					"3 projects = Lake Hayes, Tomahawk Lagoon and Lake Tuakitoto. 10/13 actions =76.9% status is changed from green to amber. incompleted actions: - Waste water education programme for Lake Tuakitoto was not delivered in this FY - plan for the future - Augmentation work has not been commissioned but is underway in September 2024. - Strateev for Lake Hayes is under development but not delivered by 30 June."
Percentage of data from the land-use monitoring network that is captured quarterly. Target: 95% data capture achieved					Achieved. actual data capture percentage for soil monitoring is 99%.
Implement estuarine monitoring programme - Target: Annual report on monitoring programme completed and reported to Council					Monitoring has been done but the timing of the final reports received did not align for it to be presented in a council meeting this 23-24 FY.
Complete a review of the Regional Plan Coast - Target: Issues and options papers developed and reported to Council by 30 June					The Issues and Options paper for Council will not be finalized by the end of the financial year due to a lack of staff resources.
Biodiversity & Biosecurity	Q1	Q2	Q3	Q4	COMMENT
Actions listed in the Biodiversity Action Plan (BAP) are prioritised and progressed - Target: 90% of current year actions achieved within timeframes specified					The ongoing projects [i.e. 11, across multiple planning years] are at various stages of completion with all but 2 progressing over 2023-2024. The 4 projects commissioned in 2023-24 have progressed, albeit 2 of those projects are not at planned milestones. Ongoing update of the Action Plan with the IBWG should be a priority for the next year. This involves more than just the EI Team.
Actions within the Biosecurity Operational Plan (BOP) are identified and progressed - Target: 90% of actions achieved within timeframes specified.					New Operational Plan for next year will be started in July.
(Funding of selected initiatives- includes EcoFund) Percentage of funding administered as per agreements - Target: 100%					100% of ECO Fund and incentives funding projects have been administered and their funding has been provided as per agreements.
Complete a report on the initiatives and organisations supported and the key deliverables achieved (Funding of selected initiatives- includes EcoFund) - Target: Report to Council by 30 June.					Council report was due before 30 June 2024 but will now be presented to Council by 31 August 2024.
Engagement Activities: Biodiversity partnerships established and joint projects developed and progressed - Target: Maintain or increase number of partnership engagement activities and events and report to Council.					engagement activities have increased from 9 to 12. This will be reported to Council on 8 August. Maintaining the Gains: Continue to protect and enhance biodiversity through pest plant control in QEII covenants, liaising with landowners. More covenants to be assessed for weed control in spring. DOC are happy with project progress. No material level of reporting done throughout the FY. Projects and milestones will be reported to Council in 8 August. Looking for options to keep this team working after the project closes. Looking at project extension to March 31 - application with DOC. A Progress report on biodiversity projects and partnerships will be taken to the August EI Committee.
Projects: Biodiversity partnerships established and joint projects developed and progressed - Target: Projects and progress against milestones reported to Council					The biodiversity programme has three separate workstreams and each workstreams are in different stages in terms of development and reporting to Council. Wetlands have been reported to Council, estuary is scheduled in the new financial year and for terrestrial: mapping has been reported but not monitoring.
Develop and implement a regional indigenous biodiversity ecosystems monitoring programme. Target: Annual report on monitoring programme completed and reported to Council					Biodiversity monitoring covers a diverse range of freshwater and terrestrial programmes, many of which are still developing, and are not collected as a measurable value against which a percentage of capture is meaningful.
Percentage of data from the biodiversity monitoring network that is captured quarterly - Target: ≥95% data capture achieved					
Air	Q1	Q2	Q3	Q4	COMMENT
Implement a regional air monitoring programme - Target: Annual report on monitoring programme completed and reported to Council					Completed
Percentage of data from the air monitoring network that is captured quarterly - Target: ≥95% data capture achieved					I expect the air quality network to perform to target in coming months.
Complete review of the Regional Plan Air - Target: Issues and options papers developed by 31 December 2023					The project has met the target.
Complete review of the Regional Plan Air - Target: Community engagement for development of Regional Plan Air completed by 30 June					Community consultation will be completed in August this year.
Air implementation strategy is scoped - Target: Reported to Council by 30 June					On 27 June 2024, Jacobs consulting provided a draft report on innovative ideas for, and scope, the air quality strategy. This is currently being reviewed by ORC staff, with a final report expected in the first quarter of FYE25.

On Track	At Risk	Off Track	Not Measured	Reporting Overdue
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Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

SAFETY AND RESILIENCE					
Natural Hazards & Climate Change Adaptation	Q1	Q2	Q3	Q4	COMMENT
Relevant and up to date natural hazards information is available via the web-based Otago Natural Hazards Database - Target: Database information is checked and updated monthly					Database updated and operated with no issue in the FY
Percentage of flood warnings that are issued in accordance with the flood warning manual - Target: 100%					No issue expected
Develop a regional natural hazards risk assessment and a regional approach for prioritising adaptation - Target: Complete natural hazard risk assessment and prioritization approach.					On track for delivery of technical report on exposure/risk analysis, and prioritisation memo, for presentation to the S&R committee in August 2024. Noted as 'marginal performance' because LTP deadline was for end of June 2024.
Priority Works: Develop and implement prioritised natural hazard risks adaptation works - Target: Work in priority areas is delivered as per plan by 30 June					Work on priority areas progressed well in general. For the Head of Lake Whakatipu natural hazards adaptation strategy, several large technical studies have been completed and shared with the community during the financial year. The remaining technical studies are nearly completed (currently under peer review). The delivery of the first iteration of the strategy is now expected in early 2025 reflecting feedback from the community and the complexity of the technical studies. The updated timeframes will be reported to the Safety and Resilience Committee in August 2024. Progress of some projects has been slower than expected due to vacancies (Roxburgh and Henley). The vacancies have been filled since April 2024 and those projects are now progressing.
Lake Wakatipu: Develop and implement prioritised natural hazard risks adaptation works - Target: The Head of Lake Wakatipu natural hazards adaptation strategy progresses as per annual work plan					For the Head of Lake Whakatipu natural hazards adaptation strategy, several large technical studies have been completed and shared with the community during the financial year. The remaining technical studies are nearly completed (currently under peer review). The delivery of the first iteration of the strategy is now expected in early 2025 reflecting feedback from the community and the complexity of the technical studies. The updated timeframes will be reported to the Safety and Resilience Committee in August 2024.
South Dunedin and Harbourside: Develop and implement prioritised natural hazard risks adaptation works - Target: ORC contribution to the South Dunedin Future programme progresses as per annual work plan.					Work progressed as per project plan
Flood protection & River Management	Q1	Q2	Q3	Q4	COMMENT
Scheme Performance: Major flood protection and control works are maintained, repaired, and renewed to the key standards defined in relevant planning documents - Target: Schemes function to their constructed design standards					Performance measure achieved.
Scheme renewals programme: Major flood protection and control works are maintained, repaired, and renewed to the key standards defined in relevant planning documents - Target: ≥90% of renewals programme completed					Performance measure achieved.
Scheme maintenance programme: Major flood protection and control works are maintained, repaired, and renewed to the key standards defined in relevant planning documents - Target: ≥90% of planned maintenance programme completed					Performance measure achieved.
Rivers: Percentage of identified and reported issues that have been investigated and appropriate action determined and communicated to affected landholders within 20 working days - Target: 100%					Performance measure achieved.
Rivers: Percentage of planned maintenance actions achieved each year - Target: ≥90%					Performance measure achieved.
Flood repair programme: Damage identified, prioritised and a repair programme communicated with affected communities in a timely manner - Target: Programme developed and communicated within 3 months of the event.					Performance measure achieved.
Emergency Management	Q1	Q2	Q3	Q4	COMMENT
Staffing: An adequate Emergency Coordination Centre (ECC) facility and staffing are available - Target: Adequate staff who are trained and available for any activation of the ECC.					Team member training can be dealt with in house and is reliant on staff availability / willingness to attend.
Facility: An adequate Emergency Coordination Centre (ECC) facility and staffing are available - Target: An appropriate facility is available for activation at all times.					More training courses are available for ORC staff to attend again this is contingent on staff availability and willingness to attend. Ongoing expectation that this target continues to be met.
Support is provided to the Otago CDEM Group as per the CDEM Act and Otago CDEM Partnership Agreement - Target: Fulfill all requirements as the administering authority.					Generally, work plans tracking as expected.
Maintain response functionality to enable operational situational awareness when ECC activated - Target: Response solutions are checked as scheduled and any issues remedied.					at year end, one vacancy remains for the admin support coordinator, preferred candidate identified. through the reporting year, all areas are functional and have passed monthly equipment checks.

On Track	At Risk	Off Track	Not Measured	Reporting Overdue
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Finance Committee Agenda - 8 August 2024 - MATTERS FOR CONSIDERATION

TRANSPORT					
Transport	Q1	Q2	Q3	Q4	COMMENT
Percentage of scheduled services on-time (punctuality) - Target: 95%					Services are heavily affected in Dunedin by extensive roadworks and road closures, whilst Queenstown continues to be affected by heavy congestion on the approaches in and out of central Queenstown/Stanley Street at peak times. It is anticipated that Dunedin punctuality will improve significantly with the completion of the central city works.
Overall passenger satisfaction with Dunedin Public Transport system at annual survey - Target 97%					Satisfaction survey results show the Overall Satisfaction measure at 88%. This is an increase of 2% compared to 2023. This is some way off the target of 97%, noting that it remains a positive result and achieving near-100% satisfaction could be considered a challenging target. The substantial increase in patronage on the PT network indicates some positivity in the results.
The Regional Land Transport Plan (RLTP) is prepared and submitted in line with the Land Transport Management Act 2003 and any guidance issued by the New Zealand Transport Agency (NZTA) - Target: RLTP review completed and adopted by Council by 30 June Transport Committee.					Revised RLTP will be submitted to NZTA before 1 August 2024
Annual public transport boardings in Queenstown per capita - Target: increase					Patronage comfortably exceeds all previous years.
Annual public transport boardings in Dunedin per capita - Target: increase					The introduction of direct services from Mosgiel to Dunedin, together with increased peak frequencies and a forthcoming connection to the South Dunedin area for this route, and also an increased frequency on the Ridge Runner service, all helped contribute to record levels of patronage
Percentage of scheduled services delivered (reliability) - Target: 95%					The recruitment of the full number of drivers required to operate services in Otago is helping maintain reliability. However, through February 2024, Queenstown services experienced higher than average levels of service cancellations due to driver shortages. This did not ultimately affect achievement of the year-end target of 95%. For 2023/24 across the whole network, 99.4% of scheduled services were operated.
Overall passenger satisfaction with Wakatipu Public Transport system at annual survey - Target 97%					Satisfaction survey results show the Overall Satisfaction measure at 91%. This is a decrease of 1% compared to 2023. This is some way off the target of 97%, noting that it remains a positive result and achieving near-100% satisfaction could be considered a challenging target. The substantial increase in patronage on the PT network indicates some positivity in the results, particularly with the reintroduction of full timetables only taking place in June 2023 and the recent short-term driver issues experienced in Queenstown through Q3 2023/24.
Percentage of users who are satisfied with the provision of timetable and services information - Target: Maintain or increase (from 2022 baselines - DN: 70%, QWTN: 88%)					Results were both positive for Dunedin and negative for Queenstown, with the latter likely influenced by the short-term driver shortage in Q3 2023/24.
Percentage of users who are satisfied with the overall service of the Total Mobility scheme - Target: maintain or increase (from 2022 baseline:87%)					Target achieved. The continued 75% subsidy is likely driving satisfaction, in sector where increasing fares and fuel pricing would be more substantively affecting popularity of the scheme under the previous 50% subsidy.

On Track	At Risk	Off Track	Not Measured	Reporting Overdue
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