

Notice of Meeting:

I hereby give notice that an ordinary Meeting of the Finance Committee will be held on:

Date: Thursday 29 August 2024
Time: 9:30 am
Meeting Room: Council Chamber and Audio-Visual Link
Venue: Municipal Building, Garden Place, Hamilton

Lance Vervoort
Chief Executive

Finance and Monitoring Committee

Te Komiti Aroturuki me ngaa Puutea

OPEN AGENDA

Membership

Chairperson Cr Maxine van Oosten

Heamana

Deputy Chairperson Cr Moko Tauariki

Heamana Tuarua

Members

Mayor Paula Southgate	Cr Ewan Wilson
Deputy Mayor Angela O'Leary	Cr Louise Hutt
Cr Maria Huata	Cr Geoff Taylor
Cr Emma Pike	Cr Andrew Bydder
Cr Mark Donovan	Cr Sarah Thomson
Cr Anna Casey-Cox	Cr Kesh Naidoo-Rauf
Cr Tim Macindoe	

Quorum: A majority of members (including vacancies)

Meeting Frequency: Two monthly

Amy Viggers
Mana Whakahaere
Governance Lead

21 August 2024

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Purpose:

The Finance and Monitoring Committee is responsible for:

1. Monitoring Council's current financial strategy, and financial performance against the Long Term Plan and Annual Plan.
2. Determining financial matters within its delegations and Terms of Reference and making recommendations to Council on financial matters outside its authority.

In addition to the common delegations on page 10, the Finance and Monitoring Committee is delegated the following Terms of Reference and powers:

Terms of Reference:

3. To provide direction on Council's financial strategy and monitor performance against that strategy.
4. To monitor Council's financial performance against the Council's Long Term Plan and the impact of the financial performance on services levels and rate payers' value.
5. To monitor Council's capital expenditure against the Council's Long Term Plan.
6. To monitor Council's service delivery performance as outlined in the Council's Long Term Plan.
7. To develop and monitor policy related to the following matters:
 - a) financial management;
 - b) revenue generation; and
 - c) procurement and tendering.
8. To monitor the probity of processes relating to policies developed by the Finance and Monitoring Committee.
9. To provide clear direction to the Local Government Funding Agency on Council's expectations, including feedback on the draft statements of intent.
10. To receive six-monthly reports from the Local Government Funding Agency.

The Committee is delegated the following powers to act:

- Approval of operating expenditure within the Long Term Plan or Annual Plan that exceeds the Chief Executive's delegation, excluding expenditure which:
 - i. contravenes the Council's Financial Strategy; or
 - ii. significantly alters any level of service outlined in the applicable Long Term Plan or Annual Plan; or
 - iii. impacts Council policy or practice, in which case the delegation is recommendatory only and the Committee may make a recommendation to the Council for approval.
- Approval of contractual and other arrangements for supply and services, and revenue generating contracts, which:
 - i. exceed the Chief Executive's delegations, but
 - ii. exclude contracts or arrangements that are reserved for the Council or another Committee's approval.
- Approval to write-off outstanding accounts that exceeds the Chief Executive's delegation.

The Committee is delegated the following recommendatory powers:

- To set the direction of Council's Financial Strategy.
- The Committee may make recommendations to Council.
- The Committee may make recommendations to other Committees.

Recommendatory Oversight of Strategies:

- Financial Strategy

Recommendatory Oversight of Policies and Bylaws:

- *Funding Needs Analysis Policy*
- *Investment and Liability Management Policy*
- *Rates Remissions and Postponements Policy*
- *Rating Policy*
- *Revenue and Financing Policy*

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Karakia Whakatuuwhera

Tuia i runga	<i>Unite above</i>
Tuia i raro	<i>Unite below</i>
Tuia i roto	<i>Unite within</i>
Tuia i waho	<i>Unite outside</i>
Tuia ngaa kaimahi o te	<i>Unite as a worker of</i>
Kaunhihera o Kirikiriroa	<i>Hamilton City Council</i>
Whaaia te iti kahurangi	<i>Strive for something of great value</i>
Kia uu, Kia mau, Kia ita	<i>Be firm, hold on, be strong</i>
Haumi e, hui e, taaiki e	<i>Now we come together, together as one</i>

1 Apologies – *Tono aroha*

1 Confirmation of Agenda – *Whakatau raarangi take*

The Committee to confirm the agenda.

2 Declaration of Interest – *Tauaakii whaipanga*

Members are reminded of the need to be vigilant 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.

3 Public Forum – *Aatea koorero*

As per Hamilton City Council's Standing Orders, a period of up to 30 minutes has been set aside for a public forum. Each speaker during the public forum section of this meeting may speak for five minutes or longer at the discretion of the Chair.

Please note that the public forum is to be confined to those items falling within the terms of the reference of this meeting.

Speakers will be put on a Public Forum speaking list on a first come first served basis in the Council Chamber prior to the start of the Meeting. A member of the Council Governance Team will be available to co-ordinate this. As many speakers as possible will be heard within the allocated time.

If you have any questions regarding Public Forum please contact Governance by telephoning 07 838 6699.

Council Report

Committee: Finance and Monitoring Committee

Date: 29 August 2024

Author: Keryn Phillips

Authoriser: Michelle Hawthorne

Position: Governance Advisor

Position: Governance and Assurance Manager

Report Name: Confirmation of the Finance and Monitoring Committee Open Minutes of 7 May 2024

Report Status	<i>Open</i>
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Staff Recommendation - *Tuutohu-aa-kaimahi*

That the Finance and Monitoring Committee confirm the Open Minutes of the Finance and Monitoring Meeting held on 7 May 2024 as a true and correct record.

Attachments - *Ngaa taapirihanga*

Attachment 1 - Finance and Monitoring Committee Unconfirmed Open Minutes 7 May 2024

Finance and Monitoring Committee *Te Komiti Aroturuki me ngaa Puutea* OPEN MINUTES

Minutes of a meeting of the Finance and Monitoring Committee held in Council Chamber and Audio-Visual Link, Municipal Building, Garden Place, Hamilton on Tuesday 7 May 2024 at 9:34am.

PRESENT

Chairperson	Cr Maxine van Oosten
<i>Heamana</i>	
Deputy Chairperson	Cr Moko Tauariki
<i>Heamana Tuarua</i>	
Members	Deputy Mayor Angela O'Leary Cr Emma Pike Cr Mark Donovan Cr Anna Casey-Cox Cr Tim Macindoe Cr Ewan Wilson Cr Louise Hutt Cr Geoff Taylor (via audio-visual link) Cr Andrew Bydder Cr Sarah Thomson Cr Kesh Naidoo-Rauf (via audio-visual link)

Present	David Bryant – General Manager Business Services Lance Vervoort – Chief Executive Sean Murray – General Manager Venues, Tourism & Events Blair Bowcott – General Manager Strategy, Growth & Planning Janet Carson – General Manager Partnerships, Communication & Maaori Helen Paki – General Manager Customer & Community Andrew Parsons – General Manager Infrastructure & Assets
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Andrew Michl – Local Government Funding Agency

The chairperson opened the meeting with a karakia.

- 1. Apologies – Tono aroha**
Resolved: (Cr van Oosten/Cr Wilson)
That the apologies for absence from Mayor Southgate, for partial attendance from Deputy Mayor O'Leary are accepted.
- 2. Confirmation of Agenda – Whakatau raarangi take**
Resolved: (Cr Wilson/Cr Pike)
That the agenda is confirmed.
- 3. Declarations of Interest – Tauaakii whaipaaanga**
No members of the Committee declared a Conflict of Interest.

4. **Public Forum – Aatea koorero**
No members of the public wished to speak in the Public Forum.
5. **Confirmation of the Finance and Monitoring Committee Open Minutes of 29 February 2024**
Resolved: (Cr Wilson/Cr Tauariki)
That the Finance and Monitoring Committee confirm the Open Minutes of the Finance and Monitoring Meeting held on 29 February 2024 as a true and correct record.
6. **Capital Portfolio Monitoring Report**
The Business Manager - Development provided an update on the capital budget, Housing Infrastructure Fund status and the Buildings Works Panel Contract. He responded to questions from Members concerning savings on contracts through the use of the Panel contracts.
Resolved: (Cr van Oosten/Cr Thomson)
That the Finance and Monitoring Committee
 - a) receives the report;
 - b) approves four 'Instruction for Services' under Contract CON00001320-2022 to Downey Asset Management Limited up to an aggregate maximum sum of \$3,100,000 for the programme of renewals and upgrade works for the Waikato Museum as set out below and further described in this report:
 - i. Loading Bay
 - ii. Flooring Renewal
 - iii. Airlock
 - iv. Toilet Renewal; and
 - c) approves two 'Instructions for Services' under Contract CON00001320-2022 to Downey Asset Management Limited up to an aggregate maximum sum of \$3,000,000 for the renewal of the Steele Park Toilets and Changing Rooms comprising two new buildings.
7. **Financial Performance & Strategy Report to 31 March 2024 (Recommendation to Council)**
The Financial Director provided an update on the variance to the budget, treasury position and the unfavourable forecast for the June balance. She responses to questions from Members regarding Development Contribution revenue, interest rates, effect on the Long-Term Plan, operating costs of fleet vehicles and reliance on contractors.
Resolved: (Cr Wilson/Cr Casey-Cox)
That the Finance and Monitoring Committee:
 - a) receives the report; and
 - b) recommends that the Council:
 - i. approves the capital movement as identified in the 7 May 2024 Capital Portfolio Monitoring Report; and
 - ii. approves the significant forecast adjustments and revised Financial Strategy position for Debt to Revenue, Net Debt and Balancing the Books as set out in the Financial Strategy section of this staff report.

Councillor Bydder retired from the meeting (10.32am) during the discussion of the above item. He was not present when the matter was voted on.

8. **New Zealand Local Government Funding Agency - Half Year Report 31 December 2023 and Statement of Intent 2024-2027**

Andrew Michl from New Zealand Local Government Funding Agency provided members with a presentation concerning lending in the Local Government sector, water reform and sustainability. He responded to questions from Members concerning lending for waters, themes regarding debt within the sector, climate action loans, and management of debt to revenue.

Resolved: (Cr Wilson/Cr Tauariki)
That the Finance and Monitoring Committee:

- a) receives the report; and
- b) approves the New Zealand Local Government Funding Agency Draft Statement of Intent 2024-2027

Deputy Mayor O’Leary retired from the meeting (10.36am) during the discussion of the above item. She was not present when the matter was voted on.

9. **Resolution to Exclude the Public**

Resolved: (Cr van Oosten/Cr Tauariki)
That the public be excluded from the following parts of the proceedings of this meeting, namely consideration of the public excluded agenda.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution follows.

General subject of each matter to be considered	Reasons for passing this resolution in relation to each matter	Ground(s) under section 48(1) for the passing of this resolution
C1. Confirmation of the Finance and Monitoring Committee Public Excluded Minutes of 29 February 2024) Good reason to withhold) information exists under) Section 7 Local Government) Official Information and) Meetings Act 1987	Section 48(1)(a)
C2. Facilities Syndicated Cleaning Service		

This resolution is made in reliance on section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act which would be prejudiced by the holding of the whole or relevant part of the proceedings of the meeting in public, as follows:

Item C1.	to prevent the disclosure or use of official information for improper gain or improper advantage	Section 7 (2) (j)
Item C2.	to enable Council to carry out commercial activities without disadvantage	Section 7 (2) (h)
	to enable Council to carry out negotiations	Section 7 (2) (i)

The meeting moved into the Public Excluded Session at 10.59am

The meeting was declared closed at 11.42am

Council Report

Committee: Finance and Monitoring Committee

Date: 29 August 2024

Author: Keryn Phillips

Authoriser: Michelle Hawthorne

Position: Governance Advisor

Position: Governance and Assurance Manager

Report Name: Chair's Report

Report Status	<i>Open</i>
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Recommendation - *Tuutohu*

That the Finance and Monitoring Committee receives the report.

Attachments - *Ngaa taapirihanga*

Attachment 1 - Chair's Report



Chair's Report

29 August 2024

This is our first Finance & Monitoring Committee meeting following the adoption of our Long-Term Plan (LTP) for 2024-34. I want to begin by acknowledging the outstanding work and expertise of our finance team in supporting Council deliberations and finalising the financial information that completed the plan.

As we move forward, we must remain mindful of the uncertainties we face, which can directly impact our approved LTP. Therefore, I urge members to prioritise prudent spending decisions.

Uncertainties

Our Financial Strategy currently lacks resilience for unbudgeted costs, posing significant challenges should we need to respond to emergencies, including unforeseen expenses arising from climate-related weather events. Additionally, in our effort to find savings, our capital programme has been reduced to its bare essentials, funding only critical investments, renewals, and mandatory compliance programmes.

We are also facing uncertainty regarding the level of funding from the New Zealand Transport Agency/Waka Kotahi for our transport programmes. If Council receives less funding than planned in our LTP, further cuts in our capital programme will be necessary to stay within our lender's debt-to-revenue covenant.

The Local Waters Done Well (LWDW) initiative presents both opportunities and challenges for our city. However, the full impact remains unclear as we await the complete suite of legislation from Government and work our way towards the best outcome for Hamiltonians.

On a positive note, as we learn more about LWDW, it is encouraging to see that debt-to-revenue ratios for high-growth councils like ours can be increased to 350%, pending approval from the Shareholders of the Local Government Funding Agency (LGFA) and their Board. This good news should be tempered with the knowledge that we lack financial resilience in our approved LTP and therefore extra debt headroom should be used with much caution.

On the Horizon

We are approaching a credit rating review by Standard & Poor's. Currently, our rating stands at AA-, but we are on negative watch due to the challenging environment the Local Government sector is experiencing. A potential downgrade could increase our borrowing costs, making future borrowing more expensive.

Changes in the Financial Team

There are significant changes ahead in the Finance portfolio. First, we have bid farewell to Tracey Musty, our Finance Director, who has taken a role at Wise Group. The committee wishes her well and expresses our gratitude for her service.

Second, the General Manager role is to be disestablished and replaced with a new Chief Financial Officer (CFO) position. We extend our thanks to David Bryant for his proposal to advance this

transition, which assists the Chief Executive in achieving the LTP savings sought by Council. We support David in filling this role through to October 2024.

Both Tracey and David have significantly contributed to the growth and competence of our Finance team. Their leadership has ensured the timely delivery of financial information to this committee, enabling informed decision-making based on the most current data available. They leave the team well-positioned to continue this great work.

Chair's Recommendation

That the Chair's Report be received

Maxine van Oosten

Chairperson

Council Report

Item 7

Committee: Finance and Monitoring Committee

Date: 29 August 2024

Author: Iain Anderson

Authoriser: Chris Allen

Position: Capital Financial Lead

Position: Executive Director
Commercial & Advisory

Report Name: Capital Portfolio Monitoring report

Report Status	<i>Open</i>
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Purpose - *Take*

1. To inform the Finance and Monitoring Committee on the financial performance of the capital portfolio for the year ended 30 June 2024.

Staff Recommendation - *Tuutohu-aa-kaimahi*

2. That the Finance and Monitoring Committee receives the report.

Executive Summary - *Whakaraapopototanga matua*

3. This report is to be read in conjunction with the Financial Performance and Strategy Report for the year ended 30 June 2024.
4. The capital expenditure budget that was approved in the 2023/24 Annual Plan was \$352 million and the approved revenue budget is \$81.2 million.
5. Through the 2022/23 financial year end final budget, adjustments were identified that impact on the Approved 2023/24 budgets. These changes relate to final deferrals or brought forwards that were unable to be quantified before the 2023-24 Annual Plan was adopted.
6. The total value of these adjustments resulted in a reduction in the 2023/24 budget of \$21.5 million, this was primarily the result of a \$16.7 million brought forward for land purchase in the Peacocke growth cell. This purchase had been expected in the 2023/24 but was settled in the 2022/23 financial year.
7. The impact was that the capital expenditure programme was restated to \$330.5 million.
8. Since then, additional budget adjustments have been identified. These changes either amend the overall total or are timing changes being either deferrals (they will now occur in a later financial year) or brought forward (they are being incurred earlier than planned).
9. The changes approved at the previous meeting on 7 May 2024 restated the capital expenditure budget to \$342.4 million.
10. Current changes result in the annual restated budget to \$333.4 million. This is a reduction of \$9 million. It is made up of programme reductions of \$5.2 million and net deferrals of \$4.3 million. The changes can be seen in **Attachment 3**.

11. Actual capital expenditure for the period ended 30 June 2024 is \$336.8 million. The associated actual capital revenue for the same period is \$55 million.
12. Capital work in progress (WIP) is \$772.7 million, within this amount is \$157.1 million of assets that are in service but have not yet been capitalised. To negate the impact on the operating result, an estimate of the depreciation amount has been made and is reflected in the operating result for the period ended 30 June 2024.
13. The value of assets capitalised up to 30 June 2024 is \$268.8 million. In addition, there is a further \$58.8 million that is nearing completion. Staff continue to work to substantially reduce the outstanding balance.
14. The Housing Infrastructure Fund (HIF) has been fully drawn down. The final claim was submitted shortly after the end of the 30 June 2024 financial year. The final claim of \$1.32 million took the total value to \$180.3 million. It is represented by 24 individual loan agreements, all have a 10-year interest period.
15. Council is waiting for final confirmation of New Zealand Transport Agency (NZTA) subsidy for the 2024-27 financial period. If the amount of revenue is lower than was assumed, then Council would need to look at the approved Capital programme for affordability under the financial strategy for debt to revenue.
16. Staff consider the matters to be of low significance and that the recommendations comply with Council's legal requirements.

Discussion - *Matapaki*

Programme Summary and Significant Highlights

17. **Attachment 1** A Look Back Document - Given that 30 June 2024 represents the end of the three years from the 2021-31 Long-Term Plan the document has a three-year focus of achievements, rather than just the previous 12 months. Noting this replaces the normal programme sheets.
18. **Attachment 2** is a summary schedule of the budget changes throughout the year. It lists the type of budget change for both expenditure and revenue. The schedule tracks the changes from the approved budget through to the changes being reported to this committee meeting.
19. **Attachment 3** contains a full schedule of the capital expenditure budgets. This schedule is presented using the external activities rather than the nine programmes. This detail relates to the summary table in paragraph 24.
20. **Attachment 4** contains a full schedule of the capital revenue budgets. This schedule mirrors the project detail in **Attachment 3**. This detail relates to the summary table in paragraph 31.

Capital Expenditure and Revenue Forecasts

21. The capital forecast refers to approved changes that are made to the Approved Budget. The Capital Budget that was approved in the Approved 2023/24 Annual Plan was, expenditure of \$352 million and associated revenue \$81.2 million.
22. In addition to the approved Annual Plan the final deferrals from the previous financial year (2022/23) have been included. These deferrals/brought forwards were unable to be confirmed before the 2023/24 Annual Plan was approved. They are included in the summary table below as Opening Deferrals & balance brought forward, paragraph 26.

Current Year Changes

23. The changes included here have been incorporated into the Financial Strategy results through the Financial Performance and Strategy Reports to the Committee to allow the impact to be understood.
24. The following table summarises the budget changes (\$'000's). It starts with the approved 2023/24 Annual Plan and the opening deferrals and brought forwards, and then shows the reported changes along with the value of deferrals and brought forwards. A full summary table can be found in **Attachment 2**.

Summary Table	Expenditure	Revenue
Opening Budget as at 1 July 2023	351,964	(81,155)
Opening Deferrals & b/fwds	(21,484)	(2,677)
Current Year Changes		
+/- Deferrals & b/fwds	8,960	4,696
+/- Approved Changes and Savings	(6,588)	30,101
+/- Movement Correction	552	1,092
Forecast Budget as at 30 June 2024	333,402	(47,943)

A detailed schedule of the expenditure and the revenue can be found in **Attachments 3 and 4**.

Capital Expenditure Actual

25. The actual capital expenditure for the period ended 30 June 2024 is \$336.8 million. The comparative amount from the last financial year is \$321.3 million.

Capital Revenue Actual

26. Capital revenue provides a significant revenue stream for Council, the 2023/24 Annual Plan target is \$81.2 million.
27. Capital revenue is broadly categorised into two sources, NZTA Waka Kotahi subsidies and other Capital Contributions. Examples of others are contributions received towards network connections, Government Grants and Multi-Party funding agreements like the Ruakura Spine Road.
28. The actual capital revenue for the period ended 30 June 2024 is \$55 million. The comparative amount from the previous year is \$71.7 million. Note that revenue is project specific and can vary significantly between years.
29. The primary reasons that the capital revenue is less than the approved budget is due to the changes associated with the Climate Emergency Response Fund (CERF) programme. Note that the CERF expenditure that was reclassified to operating, also had the revenue reclassified as operating.
30. The following table provides further detail on the revenue breakdown.

Breakdown of Capital Revenue

As at 30 June 2024 (000's)

	Actual	Annual Plan	Annual Forecast
NZTA Capital Subsidy	28,414	29,442	27,695
NZTA Renewal Subsidy	10,390	7,921	9,568
Contributions and Grants	16,216	43,792	10,694
	55,020	81,155	47,957

Capital Deferrals and Brought Forwards for 2023/24

31. Deferrals and brought forwards are changes to the timing of when a project is undertaken. They do not alter the value of the project.
32. At the previous meeting where the 31 March 2024 position was reported the net position between deferrals and brought forward was a reduction of \$10.9 million to the capital programme.
33. The net deferrals identified in the last quarter are \$4.3 million.
34. The net deferrals as at 30 June 2024 represents the budget movement out of 2023/24 (budgets brought forward less budget being moved out), these total \$12.5 million.
35. The full impact on the 2024-34 Long-Term Plan was \$40 million and this was considered during the Long-Term Plan deliberations and therefore reflected in the 2024-34 Long-Term Plan financial strategy modelling.
36. With the expected changes due to reduced NZTA subsidy along with Council resolution to increase the deferral assumption to \$50 million, a full schedule of deferrals will be presented to the 15 October 2024 committee meeting.
37. Full details can be found in **Attachment 3**.

Capital Changes

38. Capital changes affect both expenditure and revenue.
39. Since 31 March 2024, there has been a further reduction in expenditure of \$5.2 million, and revenue reductions of \$7.2 million. Summary of the material changes:
 - i. Reductions due to stopping the CERF programme the Infrastructure Acceleration Fund (IAF) bridge crossing project. Noting that the actual costs that had been incurred have been moved to the Operating statement as an expense.
 - ii. There is a correction associated with the Nature in the City project, this was funded from the Better Off Fund (BOF), the revenue was loaded incorrectly, this correction restores the budget to the correct amount.
40. A full list can be found in **Attachment 3** for Capital Expenditure and in **Attachment 4** for Capital Revenue.

Work in Progress (WIP)

41. The total value of WIP for the year ended 30 June 2024 is \$772.7 million, inclusive of vested assets.
42. The breakdown by status is:
 - i. Current – \$615.5 million (79.7%): this is legitimate WIP and reflects the assets that cannot be capitalised until they are complete and in use; and
 - ii. Outstanding – \$157.2 million (20.3%): these are assets in service, but the capitalisation process has not yet been completed. This group is treated with priority. Depreciation is applicable but not yet charged.
43. Within the outstanding value \$58.8 million has been analysed and in progress to complete the capitalisation process.
44. During the 2023/24 financial year, \$268.8 million has been capitalised representing both a significant value and a significant organisational effort.

45. The direct financial impact from delays in asset capitalisation is understating the depreciation expense on the operating statement. To ensure that we do not understate the expense and report a more favourable position, an assessment of the depreciation value has been made and recorded as an expense on the Statement of Comprehensive Revenue and Expense.

Housing Infrastructure Fund (HIF) Drawdowns

46. The total HIF Loan Facility that was agreed to with central government on 1 August 2018 is valued at \$180.3 million.
47. The final claim was submitted in late July 2024; value was \$1.32 million. This took the total drawdown to the full loan capacity of \$180.3 million.
48. There were 24 drawdowns in total. Each represents a 10-year interest free loan. The interest free period starts from the date the drawdown funding was received.
49. As per the detailed business case, Development Contribution revenue will be used to repay the HIF loans.
50. While the HIF is interest free for 10 years, we are required to account for the interest free benefit on the Operating Statement. Due to the current high interest rates this increases the benefit, the impact has been adjusted in the forecast.

Portfolio Risks

NZTA Subsidy

51. The portfolio risk is a forward-looking risk. While the 2023/24 year has now been completed the focus turns to delivering the first year of the 2024-34 Long-Term Plan.
52. During the development of the Long-Term Plan assumptions were made about the level of NZ Transport Agency (NZTA) subsidy Council expected to receive. It was acknowledged through the Long-Term Plan that if these levels were not achieved Council would have to reconsider the capital programme to ensure that we remained compliant within the Financial Strategy levels for Debt to Revenue.
53. Council is still waiting on final confirmation, however information received to date suggest the revenue will be significantly below the levels assumed. This lower revenue directly affects the debt to revenue ratio and therefore it is likely a review of the total capital programme will be required to ensure the debt ratio is not breached.
54. A full report with the impacts will come the 15 October 2024 Finance and Monitoring Committee. This timeline will allow certainty over NZTA subsidy levels.
55. Wider implications associated with Local Water Done Well and proposed changes to the Debt levels from Local Government Funding Agency will be considered as 2025 Long-Term Plan Amendment.

Legal and Policy Considerations - *Whaiwhakaaro-aa-ture*

56. Staff confirm that matters and recommendations within this report comply with Council's legal and policy requirements.
57. Staff have also considered the key considerations under the Climate Change Policy and have determined that an adaptation assessment and emissions assessment is not required for the matter(s) in this report.

Wellbeing Considerations - *Whaiwhakaaro-aa-oranga tonutanga*

58. The purpose of Local Government changed on the 14 May 2019 to include promotion of the social, economic, environmental, and cultural wellbeing of communities in the present and for the future ('the 4 well-beings').
59. The subject matter of this report has been evaluated in terms of the 4 well-beings during the process of developing this report as outlined below.
60. The recommendations set out in this report are consistent with that purpose.

Social

61. Work is currently underway to understand social procurement opportunities across our portfolio, which involves enhanced recognition and valuing of social benefits through particularly our selection of contractors.

Economic

62. Delivery of our capital works portfolio delivers significant economic benefits to Hamilton and the surrounding districts. In the past year over \$250 million have been injected in the Hamilton economy. While no hard data is available there is acceptance that a substantial portion of this amount has been invested in local community thereby supporting business and employment.
63. Given the Capital programme approved in the 2024-34 Long-Term Plan totals \$2.5 billion, staff will undertake more detail economic modelling to understand better the economic benefits and report back to this Finance Committee..

Environmental

64. Across the capital portfolio, environmental consideration is integrated throughout the project life cycle, including design, procurement, and construction.
65. In the procurement phase all physical works contracts include a component to incorporate environmental and sustainability considerations into tender evaluation, where contractor initiatives such as materials reuse, energy requirements, electric vehicle utilisation, carbon offsets etc, can be valued.
66. Across the portfolio several works projects and programmes are specifically focussed on enhancing Hamilton's natural environment or ensuring effects of city development are not at the detriment of the natural environment.

Cultural

67. Across the portfolio, engagement and partnership with iwi is continuing at a project level, and work is underway to further align and partner at programme and portfolio levels to identify opportunities for enhanced partnership and shared outcomes. This is particularly regarding alignment with objectives of the Waikato Tainui Environmental Plan – Tai Tumu Tai Pari Tai Ao.

Risks - *Tuuraru*

68. There are no known risks associated with the recommendations in this report.

Significance & Engagement Policy - *Kaupapa here whakahira/anganui*

69. Staff have considered the key considerations under the Significance and Engagement Policy and have assessed the matters and recommendations in this report have a low level of significance.
70. Community views and preference are already known to the Council through the 2024-34 Long-Term Plan.

71. Given the low level of significance determined, the engagement level is low, and no further engagement is required.

Attachments - *Ngaa taapirihanga*

Attachment 1 - Attachment 1 – A Look Back

Attachment 2 - Attachment 2 - Budget Summary

Attachment 3 - Attachment 3 - Capital Expenditure Detail

Attachment 4 - Attachment 4 - Capital Revenue

A look back...

Capital projects at a glance

2021-2024



Image thanks to BBO



**Hamilton
City Council**
Te kaunihera o Kirikiriroa

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In brief

We're investing in our city to look after what we have and improve the wellbeing of Hamiltonians now and in the future.

Three years ago we committed to a plan to invest \$927 million over three years on capital projects in the 2021-24 Long Term Plan. The plan focused on looking after the assets we already had and core investment in our three waters network, including upgrades to the Pukete Wastewater Treatment Plant and the Waiora Water Treatment Plant. It saw us prioritise investment in the city's growth areas including the transport and wastewater networks in Peacocke, community assets in Rotokauri and Rototuna, and supporting the new inland port at Ruakura.

The past three years have presented some unusual challenges. The impact of the COVID-19 pandemic continued to be felt through record inflation, supply chain constraints, and an increasingly challenging economic environment. On top of this, severe weather events including Cyclone Gabrielle had a significant impact on the 2022/23 construction season, and subsequent delivery of projects.

However despite these disruptions, the three-year portfolio objectives were largely met and we delivered \$909 million of capital projects for the Hamilton Kirikiriroa community.

Here's some of the highlights:

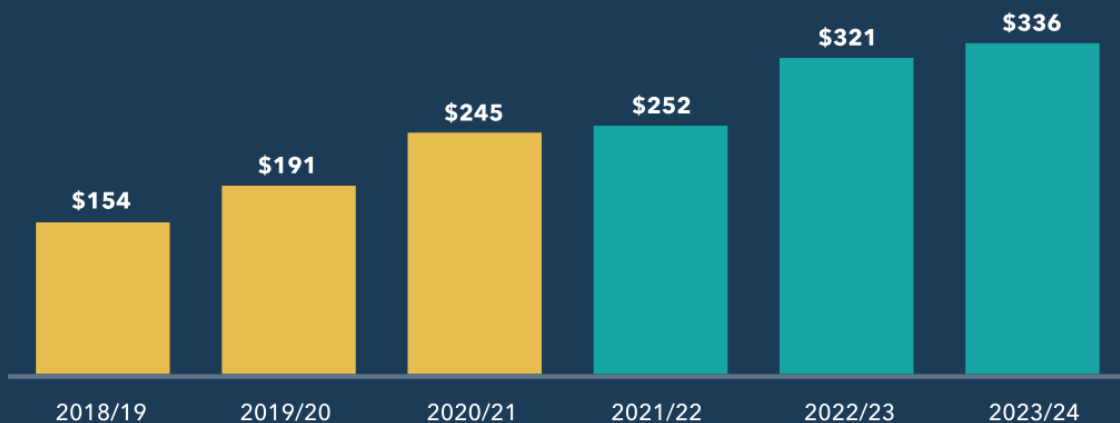
- We opened a brand-new entrance at Te Kaaroro Nature Precinct for the Hamilton Zoo and Waiwhakareke Natural Heritage Park.
- We cut the ribbon on Te Kete Aronui Rototuna Library, village square and surrounding road upgrades in 2023.
- We ticked off some big milestones in Peacocke with a new wastewater transfer station and 7.5km of pipelines now complete, and the finishing touches on a new bridge and transport network ready to open in August 2024.

Find out more



Our annual capital investment
went from an average of
\$197 million
per year in 2018-21 to
\$303 million
per year in 2021-24.

Capital spend (NZD \$M)



Rototuna

Ko te aaheinga o te hanga he waahi ataahua, he waahi toiora ki Rototuna.

Enabling the development of an attractive and sustainable community in the Rototuna growth area.

What we’ve spent (2021-24)

Expenditure
\$50
million

External funding
\$7.5
million

What we’ve achieved

Te Kete Aronui Rototuna Library

The new award-winning purpose-built library and community hub for Rototuna opened in July 2023, following extensive consultation with the community. The new hub has bookable spaces, a skate space, a café and access to Council services too! Upgrades to surrounding roads outside the library were completed in late-2023.

Borman/Horsham extension and urban upgrade

We started work on the last piece of the puzzle to create a safer and better-connected neighborhood in Rototuna – no matter how people choose to travel. Work is expected to finish by February 2025.

Te Kete Aronui Public Library Awards



We think it’s great, and the industry agrees!

Property Council New Zealand Central Property People Awards 2023

Winner - Veros Best Team Award

Waikato & BOP Architecture Awards 2024

Winner - Public Architecture

Master Builders New Zealand Commercial Property Awards 2024

Gold Award - Built Tourism and Leisure Project Award

New Zealand Project Management Institute Awards 2024

Finalist 2024 NZ Public Sector Project of the Year Award



Ruakura

Ko te aaheinga o te hanga he waahi ataahua, he waahi toiora ki Ruakura.

Enabling the development of an attractive and sustainable community in the Ruakura growth area.

What we've spent (2021-24)

Expenditure

\$50.4

million

External funding

\$32.8

million

What we've achieved

In partnership with developers and central government we put in significant transport and waters infrastructure to allow substantial residential and business growth in Ruakura. At the centre of this growth is the nationally-significant Ruakura inland port, developed by Tainui Group Holdings.

Eastern Transport Corridor

We started the business case for a transport arterial road in Ruakura to support new housing and the inland port as it grows.



The Ruakura Super Hub covers 490 hectares of land including the inland port.

Ruakura Road urban upgrade and key transport connections

We upgraded Ruakura Road and created new connections to support the Hamilton section of the Waikato Expressway and the new inland port.



Rotokauri

Ko te aaheinga o te hanga he waahi ataahua, he waahi toiora ki Rotokauri.

Enabling the development of an attractive and sustainable community in the Rotokauri growth area.

What we've spent (2021-24)

Expenditure
\$33.9
million

External funding
\$0.37
million

What we've achieved

Te Wetini Drive extension

We extended Te Wetini Drive from Akoranga Road to the new Rotokauri north-south road in partnership with developers.

Enabling housing in Rotokauri

We did lots of prep work to get the Rotokauri growth cell ready for new housing. This includes the design and consent for a greenway to support our stormwater needs. Designation of new infrastructure is under way and we purchased 14 hectares of land for a community park.



What is the greenway?

A 4.7km reserve connecting Lake Waiwhakareke and Lake Rotokauri. It will manage and filter contaminants from stormwater, improving the water quality of the area, especially these lakes. It will create a green corridor and wetlands for flora and fauna to flourish.

The greenway will provide open spaces for walking, cycling and play, and celebrate the area's history.



Central city

Ahuahungia te pokapuu o teetehi taaone e arohaina ai e te tangata.

Shaping a central city where people love to be.

What we've spent (2021-24)

Expenditure
\$10.7
million

External funding
\$0
million

What we've achieved

Supporting new housing

Work on our Infrastructure Acceleration Fund projects got under way, providing essential infrastructure to support up to 4,000 new homes in the central city including:

- a new reservoir, bulk water mains and pumpstation
- upsizing of water and wastewater mains
- investigations into other strategic three waters and transport infrastructure.

Ferrybank Park enhancement

We developed the former Municipal Pools site into an open space to better connect the central city to the Waikato River.

Waikato Regional Theatre

The new Waikato Regional Theatre will be a world class facility and community asset in the heart of the city. It's being developed by Momentum Waikato with contribution from Council. Council is developing Embassy Park and Sapper Moore-Jones Place at the same time to create a cohesive public space.



**Tristram Collingwood intersection**

We made safety improvements including pedestrian crossings and new shared paths to improve safety and support growth in the central city.

Boyes Park redevelopment

The removal of Founders Theatre began in November 2023 to make way for a park space as part of the West Town Belt Masterplan. The work is well under way and will be returned to green space in August/September 2024.

We reused 2591 tonnes of concrete to redevelop the site.



Peacocke

Ko te whakakitenga moo te whenua Peacocke - Ko te aaheinga o te hanga he waahi ataahua, he waahi toiora ki Peacocke.

Enabling the development of an attractive and sustainable community in the Peacocke area.



What we've spent (2021-24)

Expenditure

\$281.3
million

External funding

\$59.7
million

Peacocke wastewater network

Work was completed on a new transfer station and 7.5km of wastewater pipes nine months ahead of programme. The pipes will collect wastewater from Peacocke and Fitzroy and push it through new pipelines along Wairere Drive to connect to the existing network near Crosby Road.

What we've achieved

Bridge over the Waikato River

Work is finished on a new bridge to connect Peacocke to Hamilton East and the surrounding transport network. The bridge will also carry water and wastewater pipes that will add extra resilience to the network on the east side of Hamilton.

Image thanks to BBO



7400 homes will be built in Peacocke in the next 30 years.

Sport park land acquisition

Council purchased 7 hectares of land for the future development of a sports park in Peacocke.

Whatukooruru Drive and Peacockes Road

Work started on the road to connect Peacockes Road in the east to Ohaupo Road in the west. The project also includes urban upgrades to part of Peacockes Road. This work is expected to be completed in 2025.



A community-led initiative means weavers can now harvest flax from a new paa harakeke in Peacocke.

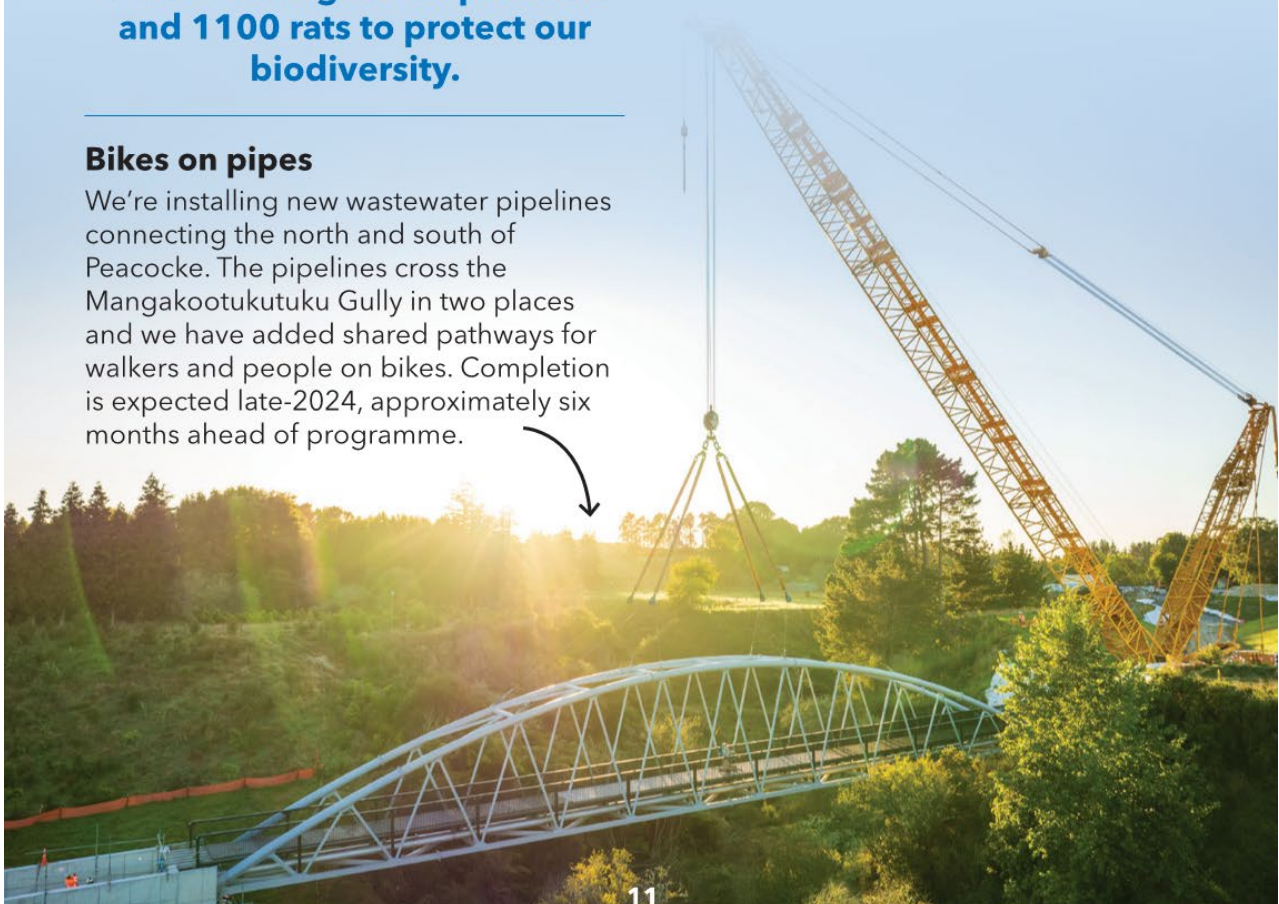
Looking after our environment

We completed around 5.5 hectares of gully and stream restoration planting. Work includes bat monitoring and lizard surveys. The Southern Links projects were audited rigorously against the Environmental Monitoring and Management Plan and we passed!

We have caught 250 possums and 1100 rats to protect our biodiversity.

Bikes on pipes

We're installing new wastewater pipelines connecting the north and south of Peacocke. The pipelines cross the Mangakootukutuku Gully in two places and we have added shared pathways for walkers and people on bikes. Completion is expected late-2024, approximately six months ahead of programme.



City wide transport

Kia tika ano te hanga rori maa; Aahienga whakatupu, whakapai atu haumaru, me whakawhaanui atu ngaa koowhiringa waka.

Delivering a balanced transport system through enabling growth, improving safety, and providing transport choice.

What we've spent (2021-24)

Expenditure
\$88.9
million

External funding
\$53.8
million

What we've achieved

Te Awa River Ride

We finished the 3m-wide shared cycleway and boardwalk. This included a new bridge over the Mangaonua Stream.

The scenic path has thousands of native trees planted along the edge to help restore the natural diversity of the gully for future generations to enjoy.

This has been a collaboration with the Te Awa River Ride Charitable Trust, Waikato District Council, Waipa District Council, New Zealand Transport Agency Waka Kotahi and MBIE to complete the entire 65km path from Ngaaruawaahia in the north to the Karapiro Domain in the south.



Safety improvements

We made improvements around the city to make it safer for pedestrians and people on bikes to cross the road.

**The Te Awa River Ride sees
400-600 users per day in
summer!**





Transport Centre upgrade

Work, co-funded by New Zealand Transport Agency Waka Kotahi, got under way to upgrade the Hamilton Transport Centre to make it safer and easier to use. We have partnered on this project with Waikato Regional Council.

Climate Emergency Response Fund (CERF) Transport Choices programme

The \$17 million programme delivered projects to improve biking and micromobility and make it easier to use public transport across the city. It was initiated in response to the Government's climate change objectives.

Completed projects:

- Lake Road/Commerce Street roundabout
- Killarney Road - Queens Avenue to Western Rail Trail
- Bus stops at Anglesea Street (south), Pembroke Street and Hukanui Road
- 30 bus shelter replacements around the city
- Claudelands Park Connection
- Rifle Range Road
- Heaphy Terrace - Boundary Road to Brooklyn Road
- Hayes Paddock pedestrian safety
- Rotokauri Road / Baverstock Road bus stop and accessibility
- Bike parking in schools

Image thanks to BBO

Ring Road

The Cobham Drive bridge over Wairere Drive was opened to traffic, completing the transformational Ring Road project.

Claudelands/Grey Street intersection

We upgraded the Claudelands/Grey Street intersection to make walking and cycling to the central city safer.

Darjon/Gordonton Road/Gordonton Puketaha

We installed a new roundabout, upgraded intersections, and added bike lanes, shared paths and new bus shelters to make Gordonton Road safer for all road users.



City wide waters

He wai tonu ka whai ture, ka haapai hoki I te tupuranga.

Ensuring the provision of essential water services that allow for future growth and compliance.

What we've spent (2021-24)

Expenditure

\$124.7
million

External funding

\$32.2
million

What we've achieved

Pukete Wastewater Treatment Plant

We continued work on the Pukete Treatment Plant upgrade to ensure we protect our awa.

Newcastle water demand management area and pump station

We installed 6.8km of water pipes and built two new pump stations in the Newcastle/Dinsdale area to make the network more resilient and support our growing city.



Collins Road wastewater storage

We designed, consented and started construction on large bulk wastewater storage tanks to help our south-west network cope in wet weather so we don't overload the system.

Waiora Water Treatment Plant capacity upgrade

We completed part one of the upgrade to get more water to the upgraded treatment plant. Work started on upgrades to the sedimentation and filtration processes including a new wash water system.



CCNZ Award winners - August 2024

Brian Perry Civil for the sedimentation and filtration plant works at Waiora Water Treatment Plant.





Mangaiti gully

Waitawhiriwhiri, Mangaiti and Kirikiroa Gullies

We completed planting and erosion control works in the city's gullies at Waitawhiriwhiri and Mangaiti, and will soon complete Kirikiroa (including a new service vehicle bridge).

Mangaonua Gully

This project was co-funded by central government, and involved erosion control to improve the stream habitat and protect the waterways. We also installed dirt tracks for maintenance access and public leisure.



We planted 110,000 plants in Mangaiti Gully and 40,000 in Mangaonua Gully.



Mangaonua gully



City wide community

Whakapai atu te mauri o ngaa waahi taangata me ngaa waahi wairua auaha.
Improving the vibrancy of our social and creative spaces.

What we've spent (2021-24)

Expenditure
\$40
million

External funding
\$6.4
million

Waterworld improvements

We refreshed the Lido pools plant and pipework.



What we've achieved

Zoo/Waiwhakareke Entrance

We opened the new award-winning entrance to Hamilton Zoo and Waiwhakareke Natural Heritage Park. This included an upgrade to Brymer Road, parking, and a viewing tower completing the Te Kaararo Nature Precinct.



Biggest year ever in 2023/24

194,504
visitors at the Zoo.

Biggest day in the last three years

2710
visitors at the Zoo.



Nature in the city

Planting has continued in natural areas and the programme's pilot project, Donny Park/Kukutaaruhe Gully has had infrastructure upgrades and successive planting. A cultural installation and interpretative signage is under way for this park. Education has been a focus of the programme, with the launch of Kids in Nature, a module-based programme for school groups sponsored by Ebbett Toyota. We also developed the Nature in the City app, which has seen more than 3700 downloads and increased visitation in our natural areas by 69%.

Nature
in the
City

3700

**downloads of our
Nature in the city app**



Playgrounds

We partnered with the Magical Bridge Trust to deliver Hamilton's first fully inclusive and accessible playground. It incorporates the design principles of inclusivity, human-centered practices, and structured play zones.

Sports park field lighting

We completed the installation of new floodlighting at three football pitches ahead of the FIFA Women's World Cup competition. And a further four parks had field lighting upgrades.

FMG seismic strengthening

FMG Stadium Waikato's WEL Network Stand was reopened after seismic strengthening.





Hamilton Gardens Visitor Centre and Precinct

Construction continues on the Gallagher Visitor Centre at the Gardens, due to open on 18 September this year.

We sell the most Tip Top rolled ice creams in New Zealand at Hamilton Gardens!

Egyptian Garden and Palm Court

Opened in 2022, this re-creation of an Ancient Egyptian Temple Garden appears to be the first one re-created anywhere in the world in 2000 years. The Palm Court was also completed and provides a link to current and future gardens.

The Enclosed Gardens had 538,353 visitors in the last 12 months.



Renewals and compliance

We have lots of assets across the city, like parks, playgrounds, footpaths and community facilities just to name a few. To get the most out of them we need to make sure we look after them correctly, and invest in what’s necessary to ensure our city facilities are well maintained and replaced when they wear out.

What we’ve spent (2021-24)

Expenditure	External funding
\$230.4	\$32.6
million	million

What we’ve achieved

Some of the replaced assets and facilities over the last three years have included:

Parks and recreation

We resurfaced Porritt Stadium athletics track providing the only Tier 2 surface in Waikato and enabling our future athletes.

Several parks got upgraded facilities and we refreshed new boardwalks along the river at Hammond Park, Matakanohi and Braithwaite.

We also refreshed 13 neighbourhood playgrounds to improve play options around the city.

We renewed public toilets and changing rooms at Five Crossroads, Pukete Farm, Lake Domain, Tauhara, Elliot, Melville and Steele Parks.

We renewed our much-loved community facilities at Citizens Advice Bureau, St Peters Hall, Fairfield Hall, Metro Judo and Te Rapa Sportsdrome.

We partnered with Marist Rugby Club through provision of leased land for the development of an artificial turf at Marist Park, increasing usable hours from eight to 40 per week.





Museum upgrade

We started a renewals and upgrade project to protect our taonga and improve the visitor experience.

Central Library

We upgraded the air conditioning, accessible toilets, and lifts at the Central Library.

Libraries collections

We added 89,900+ physical items, 14,100+ e-books and e-audio items Libraries collections.

Hamilton Zoo

We maintained the animal enclosures at the zoo to make sure our animals are happy and healthy.

We opened a new educational enclosure to home three ferrets to convey the importance of managing pests to protect native species.

Pools

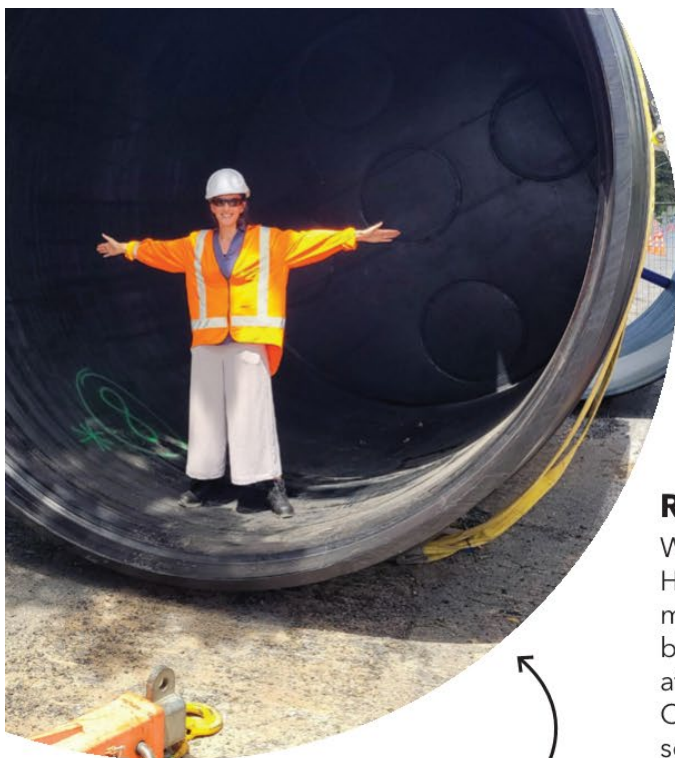
We replaced Waterworld's roof, bleachers and handrails. The hydrotherapy pool was also relined.



89,900
physical items added to the
Libraries collections.

3,515,746
items issued

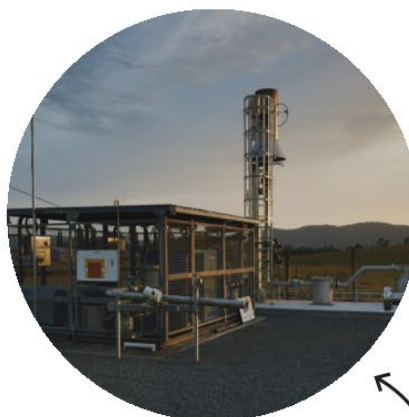




Emergency Wastewater Storage

We have been working on three sites in the city to protect our community and the environment in the event of a wastewater pump outage that might otherwise result in an unplanned discharge of untreated wastewater.

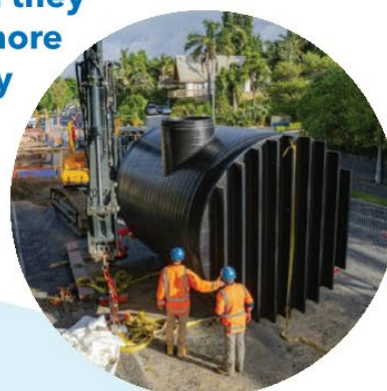
These projects were in Sycamore Place and Matipo Crescent in Pukete, and on River Road opposite Riverview Terrace.



Rubbish and recycling

We replaced the landfill gas flare at Horotiu. This is a machine that sucks methane out of the closed landfill and burns it off. We also did some minor works at the Lincoln Street Resource Recovery Centre to enable better recovery/separation of construction and demolition waste.

If the pipes were end-to-end they would fit more than 13 city buses!



Waters

In the last three years we have achieved:

20.9km
of water mains installed

8 pump stations
renewed and upsized

11.8km
of wastewater and
stormwater mains installed






Hamilton City Council
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 HamiltonCityCouncil

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Summary of Changes to the Capital Budget
for the 2023-24 Financial Year

Finance Committee Meeting Date	Annual Plan 23/24	As at 1 Jul	As at 30 Sep	As at 31 Jan	As at 31 Mar	As at 30 Jun	2023/24
Expenditure in 000's							Total
Approved Budget	351,964	351,964	330,479	386,448	359,017	342,410	351,964
Deferrals & b/fwds		(21,484)	30,958	(6,802)	(10,929)	(4,267)	(12,525)
Approved Changes and Savings		0	25,010	(20,629)	(5,756)	(5,214)	(6,588)
Movement Correction					78	474	552
Closing Expenditure Budget (Forecast)	351,964	330,479	386,448	359,017	342,410	333,402	333,402
Revenue in 000's							Total
Approved Budget	(81,155)	(81,155)	(83,832)	(87,798)	(71,618)	(66,289)	(81,155)
Deferrals & b/fwds		(2,677)	(3,967)	(1,093)	170	9,585	2,019
Approved Changes and Savings		0	0	17,274	5,610	7,218	30,101
Movement Correction					(451)	1,543	1,092
Closing Revenue Budget (Forecast)	(81,155)	(83,832)	(87,798)	(71,618)	(66,289)	(47,943)	(47,943)

Capital Expenditure

As at 30 June 2024

CE Code	Type	Annual Plan 23/24	Revised Budget as at 1 July 2023	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at April 30 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at June 30 2023	Actuals 30 June
Community Services											
CE10001 - Aquatic facilities building renewals	R	\$1,680,132	\$1,527,352	\$1,527,352	\$1,527,352	\$1,687,152	\$0	\$0	\$532,254	\$2,219,406	\$2,219,406
CE10005 - Libraries collection purchases	R	\$1,110,696	\$659,421	\$659,421	\$1,357,736	\$1,357,736	\$0	\$0	(\$93,963)	\$1,263,773	\$1,263,773
CE10006 - Library operational renewals	R	\$397,506	\$479,218	\$479,218	\$479,218	\$479,218	\$0	\$0	\$37,764	\$516,982	\$516,982
CE10007 - Library building renewals	R	\$1,843,726	\$1,802,624	\$1,786,320	\$1,838,005	\$1,918,005	\$0	\$0	(\$804,559)	\$1,113,446	\$1,113,446
CE19017 - Rototuna community facilities	G	\$4,558,356	\$3,843,172	\$2,996,822	\$2,996,822	\$2,846,822	\$0	\$0	(\$119,820)	\$2,727,001	\$2,727,001
CE21005 - Aquatic facilities renewals	R	\$2,108,181	\$1,449,334	\$1,449,334	\$1,449,334	\$1,289,534	\$0	\$0	(\$24,640)	\$1,264,894	\$1,264,894
CE21044 - Libraries development	LOS	\$0	\$0	\$0	\$0	\$0	(\$0)	\$0	\$0	\$0	\$0
CE21046 - Aquatic facilities development	LOS	\$0	\$326,251	\$326,251	\$326,251	\$326,251	\$8,157	\$0	(\$153,945)	\$180,464	\$180,464
Total Community Services		\$11,698,597	\$10,087,372	\$9,224,718	\$9,974,718	\$9,904,718	\$8,157	\$0	(\$626,909)	\$9,285,967	\$9,285,967
Overhead and support unit capital projects											
CE10151 - Strategic property renewals	R	\$171,537	\$223,676	\$223,676	\$366,676	\$366,676	\$0	\$0	(\$207,381)	\$159,295	\$159,295
CE10158 - Fleet vehicles renewals	R	\$1,601,898	\$1,554,281	\$1,554,281	\$1,545,424	\$1,545,424	\$328,750	\$0	\$0	\$1,874,174	\$1,874,174
CE21014 - Corporate building renewals	R	\$3,263,575	\$2,083,011	\$2,083,011	\$2,083,011	\$2,083,011	\$0	\$0	\$544,742	\$2,627,752	\$2,627,752
CE21025 - Information Services renewals	R	\$87,945	\$0	\$0	\$1,868,028	\$1,868,028	\$0	\$0	(\$609,341)	\$1,258,688	\$1,258,688
CE21026 - Information Services upgrades	LOS	\$3,539,847	\$4,759,792	\$4,759,792	\$2,891,763	\$2,891,763	\$0	\$0	(\$816,491)	\$2,075,272	\$2,075,272
Total Overhead and support unit capital projects		\$8,664,801	\$8,620,760	\$8,620,760	\$8,754,903	\$8,754,903	\$328,750	\$0	(\$1,088,472)	\$7,995,181	\$7,995,181
Parks and Recreation											
CE10021 - Cemetery and crematorium building renewals	R	\$5,504	\$331,226	\$313,226	\$313,226	\$313,226	\$0	\$0	(\$32,290)	\$280,936	\$280,936
CE10030 - Parks and recreation building renewals	R	\$2,402,113	\$2,077,080	\$2,077,080	\$5,519,618	\$5,519,618	\$0	\$0	(\$795,213)	\$4,724,405	\$4,724,405
CE17004 - River plan	LOS	\$5,161,030	\$5,286,463	\$1,536,463	\$1,036,463	\$1,036,463	(\$787,208)	\$0	\$0	\$249,255	\$249,255
CE19007 - Peacocke parks development	G	\$19,940,517	\$3,231,335	\$3,231,335	\$3,231,335	\$4,210,131	\$21,553	\$0	\$0	\$4,231,684	\$4,235,684
CE19009 - Rototuna parks development	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE19070 - Community facilities building renewals	R	\$1,655,257	\$1,347,051	\$902,319	\$1,892,319	\$1,892,319	\$0	\$0	(\$706,814)	\$1,185,505	\$1,185,505
CE21001 - Nursery renewals	R	\$168,708	\$344,072	\$344,072	\$344,072	\$374,187	\$0	\$0	(\$37,419)	\$336,768	\$336,768
CE21003 - Parks and recreation renewals	R	\$8,178,143	\$7,254,638	\$7,274,638	\$9,135,213	\$9,165,204	\$0	\$0	(\$2,348,635)	\$6,816,569	\$6,816,569
CE21004 - Cemeteries and crematorium renewals	R	\$74,853	\$100,190	\$100,190	\$100,190	\$100,190	\$0	\$0	\$33,163	\$133,354	\$133,354
CE21006 - Nature in the city gully restoration and development	LOS	\$1,744,243	\$1,837,446	\$834,308	\$1,801,671	\$2,144,000	(\$76,257)	\$0	\$0	\$2,067,743	\$2,067,743
CE21007 - Cemeteries and crematorium development	G	\$332,438	\$6,010	\$24,010	\$24,010	\$24,010	\$0	\$0	(\$17,923)	\$6,087	\$6,087
CE21008 - Indoor recreation development	LOS	\$1,000,000	\$1,200,069	\$1,579,423	\$2,471,863	\$1,071,863	(\$1,594,087)	\$1,400,000	(\$90,055)	\$787,721	\$787,721
CE21010 - Parks and recreation development	LOS	\$5,359,499	\$4,161,926	\$8,941,926	\$8,345,228	\$8,065,228	(\$1,303,240)	(\$4,979)	(\$1,205,171)	\$5,551,839	\$5,549,820
Total Parks and Recreation		\$46,022,305	\$27,177,506	\$27,158,989	\$34,215,208	\$33,916,437	(\$3,739,240)	\$1,395,021	(\$5,200,356)	\$26,371,863	\$26,373,846
Rubbish and Recycling											
CE10054 - Closed landfill assets renewals	R	\$230,064	\$342,292	\$342,292	\$491,272	\$491,272	\$0	\$0	(\$18,518)	\$472,754	\$472,754
CE10056 - Refuse Transfer Station and Hamilton Organics Centre asset renewals	R	\$127,148	\$38,230	\$38,230	\$38,230	\$38,230	\$0	\$0	(\$33,288)	\$4,943	\$4,943
CE15055 - Closed landfill management	LOS	\$77,055	\$95,477	\$95,477	\$95,477	\$95,477	\$0	\$0	(\$11,093)	\$84,384	\$84,384
CE19027 - Refuse drop off points	LOS	\$0	\$43,300	\$43,300	\$43,300	\$20,000	\$0	\$278,814	(\$20,000)	\$278,814	\$278,814
Total Rubbish and Recycling		\$434,267	\$519,299	\$519,299	\$668,279	\$644,979	\$0	\$278,814	(\$82,898)	\$840,895	\$840,895
Safety											
CE21013 - Animal control building renewals	R	\$0	\$11,537	\$27,841	\$27,841	\$27,841	\$0	\$0	(\$2,457)	\$25,384	\$25,384
CE21015 - City safe renewals	R	\$117,783	\$0	\$0	\$98,000	\$98,000	\$0	\$0	\$108,157	\$206,157	\$206,157
CE21016 - City safe upgrades	LOS	\$107,877	\$0	\$0	\$0	\$0	\$0	\$400,000	\$0	\$400,000	\$402,817
Total Safety		\$225,661	\$11,537	\$27,841	\$125,841	\$125,841	\$0	\$400,000	\$105,700	\$631,541	\$634,358
Stormwater											
CE10058 - Stormwater asset renewals	R	\$1,005,803	\$743,199	\$743,199	\$243,199	\$243,199	\$0	\$0	\$675,264	\$918,463	\$918,463
CE15059 - Rototuna stormwater infrastructure	G	\$552,241	\$489,916	\$489,916	\$489,916	\$489,916	(\$460,816)	\$0	\$0	\$29,100	\$29,100
CE15060 - Rotokauri stormwater infrastructure stage 1	G	\$3,405,612	\$2,323,857	\$2,323,857	\$2,323,857	\$2,323,857	\$553,539	\$0	(\$189,871)	\$2,687,525	\$2,687,525
CE15062 - Peacocke stormwater infrastructure stage 1	G	\$657,490	\$1,589,515	\$1,589,515	\$1,589,515	\$1,589,515	(\$1,582,124)	\$0	(\$4,477)	\$2,913	\$2,913
CE15063 - Peacocke stormwater infrastructure stage 2	G	\$5,544,036	\$4,945,062	\$4,945,062	\$4,945,062	\$4,945,062	(\$960,325)	\$0	\$7,348,761	\$11,333,499	\$11,333,499
CE15067 - Comprehensive stormwater consent implementation	LOS	\$333,539	\$321,479	\$321,479	\$321,479	\$321,479	\$0	\$0	(\$238,991)	\$82,487	\$82,487
CE15068 - Stormwater customer connections	G	\$526,523	\$805,785	\$805,785	\$805,785	\$805,785	\$0	\$0	\$0	\$805,785	\$1,613,419
CE15162 - Integrated Catchment Management Plan	G	\$793,706	\$1,068,861	\$1,068,861	\$1,068,861	\$1,068,861	(\$126,015)	\$0	\$0	\$942,846	\$942,846
CE19026 - Erosion control works	LOS	\$1,840,757	\$1,847,958	\$1,847,958	\$2,397,958	\$2,397,958	(\$1,284,315)	\$0	(\$107,927)	\$1,005,716	\$1,005,716

Capital Expenditure

As at 30 June 2024

CE Code	Type	Annual Plan 23/24	Revised Budget as at 1 July 2023	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at April 30 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at June 30 2023	Actuals 30 June
CE21031 - Flood management	LOS	\$354,784	\$354,784	\$354,784	\$354,784	\$354,784	(\$15,019)	\$0	\$0	\$339,766	\$339,766
CE21032 - Stormwater infrastructure upgrades	G	\$96,756	\$406,381	\$406,381	\$29,317	\$29,317	\$0	(\$29,317)	\$0	\$0	\$0
CE21062 - Stormwater asset upgrades	LOS	\$105,675	\$243,684	\$243,684	\$243,684	\$243,684	\$0	\$0	(\$243,559)	\$125	\$125
CE21066 - Ruakura stormwater infrastructure	G	\$700,000	\$830,258	\$830,258	\$830,258	\$830,258	(\$11,110)	\$0	\$0	\$819,149	\$819,149
CE21068 - Water Stimulus – Stormwater	LOS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$0)
CE23003 - IAF	G	\$125,000	\$124,372	\$124,372	\$500,000	\$500,000	\$87,930	\$0	\$0	\$587,930	\$587,930
Total Stormwater		\$16,041,921	\$16,095,112	\$16,095,112	\$16,143,676	\$16,143,676	(\$3,798,254)	(\$29,317)	\$7,239,199	\$19,555,303	\$20,362,937
Transport											
CE10070 - Parking enforcement renewals	R	\$559,493	\$760,968	\$760,968	\$760,968	\$760,968	\$0	\$0	(\$85,329)	\$675,639	\$675,639
CE10072 - Footpath and street furniture renewals	R	\$5,506,078	\$2,970,770	\$2,970,770	\$2,970,770	\$2,970,770	(\$103,045)	\$0	\$920,950	\$3,788,675	\$3,788,675
CE10074 - Drainage (kerb and channel) renewals	R	\$2,884,067	\$4,641,492	\$4,641,492	\$4,641,492	\$4,641,492	\$0	\$0	(\$2,966,325)	\$1,675,167	\$1,675,167
CE10075 - Road base Renewals	R	\$3,996,967	\$3,755,398	\$11,355,398	\$11,355,398	\$11,355,398	(\$1,116,533)	\$0	(\$3,375,103)	\$6,863,763	\$6,863,763
CE10076 - Road resurfacing	R	\$5,695,725	\$3,884,917	\$3,884,917	(\$11,156,646)	(\$10,333,346)	\$0	\$0	\$18,886,930	\$8,553,585	\$8,553,585
CE10077 - Bridge and structures renewals	R	\$127,053	\$146,955	\$146,955	\$146,955	\$146,955	\$0	\$0	(\$107,567)	\$39,388	\$39,388
CE10078 - Retaining wall and structures renewals	R	\$275,197	\$631,735	\$631,735	\$631,735	\$631,735	\$0	\$0	(\$629,563)	\$2,172	\$2,172
CE10080 - Street lighting renewals	R	\$449,122	\$0	\$0	\$0	\$0	\$0	\$0	\$724,542	\$724,542	\$724,542
CE10081 - Traffic equipment renewals	R	\$1,036,942	\$504,483	\$504,483	\$504,483	\$504,483	\$0	\$0	\$470,853	\$975,336	\$975,336
CE15087 - Transportation upgrades to allow for development	G	\$241,633	\$688,228	\$688,228	\$288,228	\$288,228	\$0	(\$205,799)	\$0	\$82,429	\$82,429
CE15088 - Peacocke transport upgrades and development stage 1	G	\$2,888,454	\$4,900,543	\$4,900,543	\$21,700,543	\$21,700,543	\$15,044,760	\$0	(\$35,916,572)	\$828,732	\$828,732
CE15089 - Peacocke transport upgrades and development stage 2	G	\$33,737,410	\$31,820,400	\$51,420,400	\$34,620,400	\$34,620,400	(\$2,086,492)	\$0	\$30,160,311	\$62,694,219	\$62,694,242
CE15090 - Rotokauri transport upgrades and development	G	\$717,605	\$533,132	\$5,883,732	\$5,883,732	\$9,543,882	\$58,907	\$0	\$189,871	\$9,792,660	\$9,604,770
CE15092 - Rototuna transport upgrades and development	G	\$16,814,992	\$20,177,793	\$21,024,143	\$17,805,516	\$17,805,516	(\$1,323,621)	(\$176,023)	\$1,397,704	\$17,703,576	\$18,167,400
CE15093 - Ruakura transport upgrades and development	G	\$1,550,320	\$260,808	\$260,808	\$6,293,476	\$4,279,315	(\$865,733)	(\$461,154)	\$0	\$2,952,428	\$2,956,834
CE15096 - Cross city connector	G	\$311,905	\$472,148	\$472,148	\$472,148	\$472,148	(\$254,971)	\$0	\$0	\$217,176	\$217,176
CE15097 - Northern city crossing	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE19036 - Ring Road	G	\$0	\$1,485,238	\$1,985,238	\$1,985,238	\$1,985,238	(\$803,000)	(\$560,633)	\$0	\$621,605	\$621,605
CE19037 - Hamilton transport model	G	\$963,216	\$1,636,718	\$1,636,718	\$1,036,718	\$1,036,718	(\$569,109)	\$0	\$0	\$467,609	\$467,609
CE19052 - Intersection upgrades	LOS	\$0	\$1,800,959	\$1,800,959	\$71,561	\$71,561	\$1	\$0	\$0	\$71,561	\$71,561
CE19055 - Upgrade city directional signage	R	\$550,394	\$550,394	\$550,394	\$550,394	\$550,394	\$0	\$0	(\$273,999)	\$276,395	\$276,395
CE19057 - Biking plan implementation	G	\$13,480,807	\$13,925,415	\$13,837,415	\$5,415,073	\$5,297,202	(\$526,614)	(\$945,945)	\$1,912,733	\$5,737,376	\$5,694,935
CE19058 - Public Transport Mode Shift	G	\$1,430,000	\$1,342,495	\$1,512,495	\$0	\$1,498,180	(\$10,680)	\$0	\$46,910	\$1,559,777	\$1,559,777
CE19062 - Bridge resilience programme	LOS	\$396,712	\$485,278	\$485,278	\$485,278	\$485,278	\$0	\$0	(\$221,777)	\$263,501	\$263,501
CE19064 - Transport Centre rejuvenation	LOS	\$772,920	\$682,623	\$682,623	\$4,500,001	\$4,500,001	(\$1,042,098)	(\$1,084,633)	\$0	\$2,373,270	\$2,373,270
CE21012 - Transport building renewals	R	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$103,085	\$103,085	\$103,085
CE21052 - Peacocke transportation land	G	\$7,144,832	\$6,815,440	\$6,815,440	\$6,815,441	\$6,815,441	(\$3,651,786)	\$0	(\$3,163,655)	\$0	\$0
CE21053 - Central city transportation improvements	LOS	\$980,000	\$1,024,775	\$124,775	\$124,775	\$124,775	(\$17,815)	(\$50,947)	\$0	\$56,013	\$56,013
CE21055 - Te Rapa transportation upgrades and development	G	\$948,575	\$945,873	\$945,873	\$393,873	\$393,873	(\$385,998)	\$0	\$0	\$7,875	\$7,875
CE21057 - Ferrybank walking and cycling bridge	LOS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE21058 - Transportation safety improvements	LOS	\$17,939,378	\$11,705,740	\$19,655,740	\$19,655,740	\$14,704,983	(\$1,467,379)	(\$467,821)	(\$2,284,860)	\$10,484,923	\$10,334,933
CE21059 - Transportation smart improvements	LOS	\$300,000	\$215,884	\$215,884	\$215,884	\$215,884	\$0	(\$74,722)	\$841,803	\$982,966	\$982,966
CE21060 - Public transport improvement	LOS	\$4,600,548	\$4,297,619	\$4,297,619	\$2,109,585	\$1,515,585	(\$334,361)	\$0	(\$72,277)	\$1,108,947	\$1,054,514
CE23001 - CERF	LOS	\$31,550,000	\$30,891,606	\$30,809,606	\$16,854,133	\$15,173,823	(\$2,747,226)	(\$1,846,489)	\$0	\$10,580,107	\$10,580,107
CE23005 - IAF	G	\$312,500	\$224,788	\$224,788	\$2,240,336	\$2,240,336	\$74,315	(\$2,115,455)	\$0	\$199,195	\$199,195
Total Transport		\$158,162,846	\$154,180,616	\$195,127,566	\$159,373,228	\$155,997,760	(\$2,128,477)	(\$7,989,622)	\$6,558,667	\$152,463,694	\$152,497,190
Venues Tourism and Major Events											
CE21011 - VTME building renewals	R	\$739,494	\$664,547	\$664,547	\$1,129,981	\$1,129,981	(\$0)	\$0	\$102,522	\$1,232,503	\$1,232,503
CE21041 - VTME security and health and safety programmes	LOS	\$834,643	\$866,490	\$866,490	\$834,643	\$834,643	\$0	\$0	(\$151,974)	\$682,669	\$682,169
CE21042 - VTME operational renewals	R	\$3,628,801	\$3,367,909	\$3,367,909	\$2,897,909	\$2,920,939	\$0	\$0	(\$670,368)	\$2,250,571	\$2,253,708
Total Venues Tourism and Major Events		\$5,202,938	\$4,898,947	\$4,898,947	\$4,862,533	\$4,885,563	(\$0)	\$0	(\$719,820)	\$4,165,743	\$4,168,380
Visitor Destinations											
CE10008 - Museum operational renewals	R	\$99,071	\$208,495	\$208,495	\$208,495	\$208,495	(\$93,052)	\$0	(\$3,273)	\$112,170	\$112,170
CE10011 - Museum building renewals	R	\$2,358,119	\$2,219,950	\$2,285,328	\$4,293,328	\$4,293,328	\$0	\$0	(\$1,470,833)	\$2,822,495	\$2,822,495
CE10017 - Hamilton Zoo building renewals	R	\$1,843,900	\$1,540,765	\$1,540,765	\$2,086,413	\$1,846,245	\$0	\$0	(\$482,337)	\$1,363,909	\$1,363,909
CE10026 - Hamilton Gardens renewals	R	\$23,116	\$33,425	\$33,425	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE10028 - Hamilton Gardens building renewals	R	\$44,067	\$44,067	\$44,067	\$33,425	\$33,425	\$0	\$0	\$1,471	\$34,896	\$34,896
CE19023 - Hamilton Gardens development	LOS	\$6,194,638	\$5,859,942	\$11,849,842	\$11,893,910	\$11,371,910	(\$739,753)	\$750,000	\$0	\$11,382,157	\$11,382,157
CE19028 - Collection acquisition fund	LOS	\$82,038	\$53,407	\$53,407	\$53,407	\$53,407	(\$23,372)	\$0	\$0	\$30,035	\$30,035
CE21002 - Hamilton Zoo operational renewals	R	\$1,467,246	\$1,558,294	\$1,558,294	\$2,155,858	\$2,444,687	\$0	\$0	\$254,309	\$2,698,996	\$2,691,958

Capital Expenditure

As at 30 June 2024

CE Code	Type	Annual Plan 23/24	Revised Budget as at 1 July 2023	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at April 30 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at June 30 2023	Actuals 30 June
CE21043 - Hamilton Zoo and Waiwhakareke development	LOS	\$455,662	\$693,751	\$2,996,889	\$1,753,677	\$1,342,446	(\$118,261)	\$0	(\$313,789)	\$910,397	\$865,548
CE21045 - Museum development	LOS	\$699,306	\$702,127	\$2,952,127	\$954,163	\$1,992,333	(\$1,108,118)	\$0	\$0	\$884,216	\$884,216
CE21047 - Hamilton Gardens themed gardens	LOS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Visitor Destinations		\$13,267,162	\$12,914,223	\$23,522,639	\$23,432,676	\$23,586,277	(\$2,082,556)	\$750,000	(\$2,014,452)	\$20,239,269	\$20,187,383
Wastewater											
CE10100 - Wastewater pump station asset renewals	R	\$839,902	\$916,405	\$916,405	\$1,716,405	\$916,405	\$0	\$0	(\$26,971)	\$889,434	\$889,434
CE10101 - Wastewater asset renewals	R	\$5,166,007	\$4,681,094	\$3,181,094	\$4,681,094	\$4,681,094	\$0	\$0	(\$70,567)	\$4,610,527	\$4,610,527
CE10115 - Wastewater treatment plant asset renewals	R	\$2,515,658	\$2,222,388	\$2,222,388	\$2,372,388	\$2,372,388	\$1,000,000	\$0	(\$1,747,489)	\$1,624,899	\$1,624,899
CE15103 - Wastewater network improvements	LOS	\$806,051	\$878,269	\$5,878,269	\$5,878,269	\$5,878,269	\$0	\$0	(\$139,432)	\$5,738,837	\$5,738,836
CE15104 - Wastewater pipe upgrades	G	\$0	\$22,251	\$22,251	\$22,251	\$22,251	\$0	(\$19,151)	\$0	\$3,100	\$3,100
CE15105 - Rototuna wastewater infrastructure	G	\$1,106,301	\$1,106,301	\$1,106,301	\$107,732	\$107,732	\$0	\$0	(\$107,732)	\$0	\$0
CE15106 - Wastewater network upgrades to allow development	G	\$318,270	\$260,903	\$260,903	\$260,903	\$260,903	(\$113,510)	\$0	\$0	\$147,393	\$147,393
CE15107 - Rotokauri wastewater infrastructure	G	\$238,703	\$337,440	\$337,440	\$337,440	\$337,440	(\$337,440)	\$0	\$0	(\$0)	\$0
CE15109 - Peacocke wastewater infrastructure stage 1	G	\$179,027	\$179,027	\$179,027	\$179,027	\$179,027	\$0	\$0	\$1,169,955	\$1,348,982	\$1,348,982
CE15111 - Increase capacity of wastewater network	G	\$1,962,176	\$1,635,599	\$2,385,599	\$1,329,869	\$1,719,280	(\$272,471)	\$0	(\$107,391)	\$1,339,417	\$1,339,417
CE15113 - Peacocke wastewater strategic pump station	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE15117 - Upgrade wastewater treatment plant	G	\$10,037,854	\$14,797,609	\$14,797,609	\$11,183,823	\$9,548,823	(\$1,406,483)	\$0	\$0	\$8,142,340	\$8,142,340
CE15120 - Wastewater treatment plant compliance	LOS	\$3,205,262	\$2,826,249	\$2,826,249	\$2,826,249	\$2,826,249	\$832,549	\$0	(\$975,207)	\$2,683,592	\$2,683,592
CE15121 - Wastewater customer connections to network	G	\$2,079,568	\$1,728,537	\$1,728,537	\$1,728,537	\$1,728,537	\$0	\$0	\$0	\$1,728,537	\$4,228,859
CE15160 - Wastewater model	R	\$0	\$30,871	\$30,871	\$730,871	\$730,871	\$0	\$0	(\$460,934)	\$269,938	\$269,938
CE15161 - Wastewater master plan	G	\$121,270	\$189,077	\$189,077	\$189,077	\$189,077	(\$42,817)	\$0	\$0	\$146,260	\$146,260
CE19040 - Peacocke wastewater infrastructure stage 2	G	\$10,761,522	\$9,499,729	\$9,499,729	\$9,499,729	\$9,499,729	(\$3,576,781)	\$0	\$2,688,795	\$8,611,742	\$8,611,742
CE19041 - Increase capacity wastewater far east network	G	\$2,264,000	\$2,268,802	\$2,268,802	\$2,268,802	\$0	\$0	\$0	\$0	\$0	\$9,312
CE19042 - Peacocke wastewater south network	G	\$6,715,000	\$10,427,829	\$10,427,829	\$10,427,829	\$10,427,829	\$6,192,229	\$0	(\$3,783,980)	\$12,836,079	\$12,836,079
CE19043 - Increase capacity wastewater west network	G	\$5,718,751	\$5,630,848	\$5,630,848	\$12,068,989	\$6,670,001	(\$321,622)	\$0	\$0	\$6,348,379	\$6,348,379
CE19044 - Increase capacity wastewater east network	G	\$332,354	\$947,752	\$1,975,752	\$1,759,434	\$357,599	\$142,420	\$0	\$0	\$500,019	\$500,019
CE21073 - Subregional wastewater treatment plant	G	\$1,156,913	\$1,581,712	\$1,581,712	\$781,712	\$781,712	(\$424,264)	\$0	\$0	\$357,448	\$357,448
CE21076 - Water Stimulus – Wastewater	LOS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE23004 - IAF	G	\$125,000	\$128,287	\$128,287	\$295,000	\$295,000	(\$13,766)	\$0	\$0	\$281,234	\$281,234
Total Wastewater		\$55,649,588	\$62,296,977	\$67,574,977	\$70,645,429	\$59,530,214	\$1,658,045	(\$19,151)	(\$3,560,952)	\$57,608,155	\$60,117,790
Water Supply											
CE10123 - Watermain renewals	R	\$6,954,916	\$5,261,536	\$5,261,536	\$5,261,536	\$5,261,536	\$0	\$0	\$57,677	\$5,319,213	\$5,319,213
CE10124 - Watermain valves and hydrants renewals	R	\$252,951	\$203,636	\$203,636	\$203,636	\$203,636	\$0	\$0	\$688,023	\$891,659	\$891,659
CE10138 - Treatment plant and reservoir renewals	R	\$1,200,083	\$578,017	\$578,017	\$1,228,017	\$1,228,017	\$135,612	\$0	\$306,199	\$1,669,829	\$1,669,829
CE10145 - Tools of trade renewals	R	\$45,132	\$15,396	\$15,396	\$15,396	\$15,396	\$0	\$0	\$12,713	\$28,109	\$28,109
CE15126 - Rototuna upgrade or new watermain	G	\$1,967,944	\$1,967,944	\$1,967,944	\$1,157,188	\$1,157,188	\$0	\$0	(\$1,157,188)	\$0	\$0
CE15127 - Water pipe upgrades	G	\$700,000	\$700,000	\$700,000	\$0	\$0	\$1,117,460	\$0	(\$1,117,460)	\$0	\$0
CE15128 - Rotokauri upgrade and new watermain	G	(\$0)	\$61,219	\$61,219	\$61,219	\$61,219	(\$61,219)	\$0	\$0	\$0	\$0
CE15130 - Peacocke watermain	G	\$103,438	\$103,438	\$103,438	\$103,438	\$103,438	(\$7,141)	\$0	\$0	\$96,296	\$96,296
CE15132 - Water network upgrades to allow new development	G	\$2,541,233	\$3,212,812	\$3,212,812	\$4,212,812	\$3,212,812	\$0	\$0	\$1,117,460	\$4,330,272	\$4,330,272
CE15133 - Water network improvements	LOS	\$509,251	\$388,488	\$388,488	\$388,488	\$388,488	\$0	\$0	(\$182,251)	\$206,238	\$206,613
CE15134 - Water demand management - Pukete reservoir zone	G	\$300,000	\$373,737	\$373,737	\$83,737	\$83,737	\$19,100	\$0	\$0	\$102,838	\$102,838
CE15135 - Peacocke water distribution mains stage 1	G	\$0	\$99,227	\$99,227	\$99,227	\$99,227	(\$99,227)	\$0	\$0	\$0	\$0
CE15137 - Water demand management - Newcastle reservoir zone	G	\$3,495,162	\$2,271,335	\$2,271,335	\$2,271,335	\$2,271,335	\$0	\$0	\$0	\$2,271,335	\$2,368,408
CE15139 - Water treatment plant compliance - minor upgrades	LOS	\$1,872,010	\$2,112,756	\$2,112,756	\$1,712,756	\$1,712,756	\$975,541	\$0	(\$1,393,654)	\$1,294,643	\$1,294,643
CE15141 - Water demand management - Hillcrest reservoir zone	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,063
CE15144 - Upgrade water treatment plant	G	\$12,404,624	\$11,708,776	\$11,708,776	\$8,908,776	\$8,108,776	\$0	\$0	\$146,076	\$8,254,853	\$8,254,853
CE15146 - Water customer connections	G	\$2,053,045	\$3,036,647	\$3,036,647	\$3,036,647	\$3,036,647	\$579,270	\$0	\$0	\$3,615,918	\$3,615,918
CE15148 - Ruakura upgrade and new watermain	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE15158 - Water model	R	\$218,938	\$337,339	\$337,339	\$337,339	\$337,339	\$0	\$0	(\$114,525)	\$222,815	\$222,815
CE15159 - Water master plan	G	\$183,000	\$183,612	\$183,612	\$183,612	\$183,612	(\$16,140)	\$0	\$0	\$167,471	\$167,471
CE19045 - Ruakura reservoir and associate bulk mains	G	\$76,519	\$100,732	\$100,732	\$100,732	\$0	\$0	\$0	\$0	\$0	(\$9,312)
CE19046 - Peacocke watermain	G	\$1,527,672	\$854,255	\$854,255	\$854,255	\$854,255	\$1,390,415	\$0	\$1,500,862	\$3,745,532	\$3,745,532
CE21036 - Rotokauri upgrade and new watermain	G	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE21039 - Water Stimulus – Water Supply	LOS	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
CE23002 - IAF	G	\$187,500	\$105,800	\$105,800	\$600,000	\$600,000	\$1,452,764	\$0	\$0	\$2,052,764	\$2,052,764
Total Water Supply		\$36,593,418	\$33,676,702	\$33,676,702	\$30,820,146	\$28,919,415	\$5,486,435	\$0	(\$136,066)	\$34,269,783	\$34,358,981
Grand Total - Capital Program		\$351,963,504	\$330,479,051	\$386,447,551	\$359,016,636	\$342,409,781	(\$4,267,141)	(\$5,214,254)	\$473,641	\$333,427,393	\$336,822,907

Capital Revenue
As at 30 June 2024

CE Code	Type	Annual Plan 22/23	Revised Budget as at 1 July 2022	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at 30 April 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at 30 June 2023	June 30 Actuals
Community Services											
CE10001 - Aquatic facilities building renewals	R	-	-	-	-	-	-	-	-	-	-
CE10005 - Libraries collection purchases	R	-	-	-	-	-	-	-	-	-	-
CE10006 - Library operational renewals	R	-	-	-	-	-	-	-	-	-	-
CE10007 - Library building renewals	R	-	-	-	-	-	-	-	-	-	64,940
CE19017 - Rototuna community facilities	G	-	-	-	-	-	-	-	-	-	-
CE21005 - Aquatic facilities renewals	R	-	-	-	-	-	-	-	-	-	-
CE21044 - Libraries development	LOS	-	-	-	-	-	-	-	-	-	-
CE21046 - Aquatic facilities development	LOS	-	-	-	-	-	-	-	-	-	-
Total Community Services		-	-	-	-	-	-	-	-	- -	64,940
Overhead and support unit capital projects											
CE10151 - Strategic property renewals	R	-	-	-	-	-	-	-	-	- -	71,936
CE10158 - Fleet vehicles renewals	R	-	-	-	-	-	-	-	-	- -	150
CE21014 - Corporate building renewals	R	-	-	-	-	-	-	-	-	-	-
CE21025 - Information Services renewals	R	-	-	-	-	-	-	-	-	-	-
CE21026 - Information Services upgrades	LOS	-	-	-	-	-	-	-	-	-	-
Total Overhead and support unit capital projects		-	-	-	-	-	-	-	-	- -	72,086
Parks and Recreation											
CE10021 - Cemetery and crematorium building renewals	R	-	-	-	-	-	-	-	-	-	-
CE10030 - Parks and recreation building renewals	R	-	-	-	36,415	36,415	-	-	-	36,415	36,415
CE17004 - River plan	LOS	-	-	-	-	-	-	-	-	-	-
CE19007 - Peacocke parks development	G	-	-	-	-	-	-	-	-	-	-
CE19009 - Rototuna parks development	G	-	-	-	-	-	-	-	-	-	-
CE19070 - Community facilities building renewals	R	-	-	-	-	-	-	-	-	-	-
CE21001 - Nursery renewals	R	-	-	-	-	-	-	-	-	- -	30,485
CE21003 - Parks and recreation renewals	R	-	-	-	-	-	-	-	-	- -	40,085
CE21004 - Cemeteries and crematorium renewals	R	-	-	-	-	-	-	-	-	-	-
CE21006 - Nature in the city gully restoration and development	LOS	-	-	-	2,044,000	2,044,000	2,519	4,088,000	-	2,041,481	2,041,481
CE21007 - Cemeteries and crematorium development	G	-	-	-	-	-	-	-	-	-	-
CE21008 - Indoor recreation development	LOS	-	-	-	-	-	-	-	-	-	-
CE21010 - Parks and recreation development	LOS	- 2,708,918	- 2,708,918	- 2,708,918	- 2,588,918	- 2,588,918	-	38,918	2,550,000	-	-
Total Parks and Recreation		- 2,708,918	- 2,708,918	- 2,708,918	- 581,333	- 581,333	2,519	4,049,082	2,550,000	- 2,077,895	- 2,148,465
Rubbish and Recycling											
CE10054 - Closed landfill assets renewals	R	-	-	-	-	-	-	-	-	-	-
CE10056 - Refuse Transfer Station and Hamilton Organics Centre asset renewals	R	-	-	-	-	-	-	-	-	-	-
CE15055 - Closed landfill management	LOS	-	-	-	-	-	-	-	-	-	-
CE19027 - Refuse drop off points	LOS	-	-	-	-	-	- -	278,814	- -	278,814	278,814
Total Rubbish and Recycling		-	-	-	-	-	- -	278,814	- -	278,814	278,814
Safety											
CE21013 - Animal control building renewals	R	-	-	-	-	-	-	-	-	-	-
CE21015 - City safe renewals	R	-	-	-	-	-	-	-	-	-	-
CE21016 - City safe upgrades	LOS	-	-	-	-	-	-	- -	400,000	400,000	400,000
Total Safety		-	-	-	-	-	-	- -	400,000	400,000	400,000
Stormwater											
CE10058 - Stormwater asset renewals	R	-	-	-	-	-	-	-	-	-	-
CE15059 - Rototuna stormwater infrastructure	G	-	-	-	-	-	-	-	-	-	-
CE15060 - Rotokauri stormwater infrastructure stage 1	G	-	-	-	-	-	-	-	-	-	-
CE15062 - Peacocke stormwater infrastructure stage 1	G	-	-	-	-	-	-	-	-	-	195,166
CE15063 - Peacocke stormwater infrastructure stage 2	G	-	-	-	-	-	-	- -	609,676	609,676	609,676
CE15067 - Comprehensive stormwater consent implementation	LOS	-	-	-	-	-	-	-	-	-	-
CE15068 - Stormwater customer connections	G	- 526,523	- 443,763	- 443,763	- 443,763	- 443,763	-	-	- -	443,763	1,658,519
CE15162 - Integrated Catchment Management Plan	G	-	-	-	-	-	-	-	-	-	-
CE19026 - Erosion control works	LOS	-	-	-	-	-	-	-	-	- -	261,094

Capital Revenue

As at 30 June 2024

CE Code	Type	Annual Plan 22/23	Revised Budget as at 1 July 2022	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at 30 April 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at 30 June 2023	June 30 Actuals
CE21031 - Flood management	LOS	-	-	-	-	-	-	-	-	-	-
CE21032 - Stormwater infrastructure upgrades	G	-	-	-	-	-	-	-	-	-	-
CE21062 - Stormwater asset upgrades	LOS	-	-	-	-	-	-	-	-	-	-
CE21066 - Ruakura stormwater infrastructure	G	- 1,500,000	- 1,595,010	- 1,595,010	- 1,595,010	- 1,595,010	1,451,723	-	-	- 143,287	- 143,287
CE21068 - Water Stimulus – Stormwater	LOS	-	-	-	-	-	-	-	-	-	-
CE23003 - IAF	G	- 125,000	- 131,000	- 131,000	- 506,628	- 506,628	-	506,628	-	-	-
Total Stormwater		- 2,151,523	- 2,169,773	- 2,169,773	- 2,545,401	- 2,545,401	1,451,723	506,628	- 609,676	- 1,196,726	- 2,477,409
Transport											
CE10070 - Parking enforcement renewals	R	-	-	-	-	-	-	-	-	-	-
CE10072 - Footpath and street furniture renewals	R	- 1,447,162	- 874,319	- 874,319	- 874,319	- 874,319	103,045	- 964,768	-	- 1,736,042	- 1,736,042
CE10074 - Drainage (kerb and channel) renewals	R	- 1,264,593	- 2,109,977	- 2,109,977	- 2,109,977	- 2,109,977	-	1,280,607	-	- 829,370	- 829,370
CE10075 - Road base Renewals	R	- 1,746,241	- 2,740,943	- 2,740,943	- 2,740,943	- 2,740,943	-	96,471	-	- 2,644,472	- 2,644,472
CE10076 - Road resurfacing	R	- 2,516,839	- 2,986,330	- 2,986,330	- 2,986,330	- 2,986,330	-	503,796	-	- 3,490,126	- 4,390,438
CE10077 - Bridge and structures renewals	R	- 33,949	- 115,788	- 115,788	- 115,788	- 115,788	-	58,199	38,250	- 19,339	- 19,339
CE10078 - Retaining wall and structures renewals	R	- 120,943	- 276,213	- 276,213	- 276,213	- 276,213	-	274,307	-	- 1,906	- 1,906
CE10080 - Street lighting renewals	R	- 197,327	-	-	-	-	-	360,457	-	- 360,457	- 360,457
CE10081 - Traffic equipment renewals	R	- 455,126	- 516,109	- 321,827	- 321,827	- 321,827	-	150,083	-	- 486,559	- 454,893
CE15087 - Transportation upgrades to allow for development	G	-	-	-	-	-	-	-	-	-	-
CE15088 - Peacocke transport upgrades and development stage 1	G	- 739,500	- 1,733,045	- 1,733,045	- 1,733,045	- 1,733,045	-	1,731,572	-	- 1,473	- 1,474
CE15089 - Peacocke transport upgrades and development stage 2	G	- 12,749,479	- 5,738,990	- 5,738,990	- 5,738,990	- 5,738,990	-	2,841,807	- 501,766	- 3,398,950	- 3,378,774
CE15090 - Rotokauri transport upgrades and development	G	- 296,717	- 296,717	- 296,717	- 296,717	- 296,717	296,717	-	-	-	-
CE15092 - Rototuna transport upgrades and development	G	- 4,650,000	- 5,770,522	- 5,770,522	- 4,129,022	- 4,129,022	- 1,701,814	-	6,842	- 5,837,678	- 5,837,678
CE15093 - Ruakura transport upgrades and development	G	-	- 4,871,802	- 4,871,802	- 8,071,802	- 5,289,871	5,169,108	-	-	- 120,763	- 135,347
CE15096 - Cross city connector	G	-	-	-	-	-	-	-	-	-	-
CE15097 - Northern city crossing	G	-	-	-	-	-	-	-	-	-	-
CE19036 - Ring Road	G	-	- 1,277,931	- 1,277,931	- 1,277,931	- 1,277,931	256,000	559,642	-	- 462,289	- 461,829
CE19037 - Hamilton transport model	G	- 59,132	- 142,576	- 142,576	- 142,576	- 142,576	- 297,520	-	-	- 440,097	- 440,097
CE19052 - Intersection upgrades	LOS	- 153,000	- 440,000	- 440,000	- 440,000	- 440,000	440,000	-	-	-	-
CE19055 - Upgrade city directional signage	R	- 241,885	- 241,885	- 241,885	- 241,885	- 241,885	-	-	241,885	-	-
CE19057 - Biking plan implementation	G	- 4,342,835	- 3,539,755	- 3,647,085	- 1,800,439	- 2,178,416	891,514	-	822,961	- 2,109,864	- 3,361,515
CE19058 - Public Transport Mode Shift	G	-	-	-	-	- 1,237,148	8,467	-	1,644	- 1,230,325	- 1,230,325
CE19062 - Bridge resilience programme	LOS	- 137,674	- 145,113	- 145,113	- 145,113	- 145,113	-	-	19,507	- 164,620	- 164,620
CE19064 - Transport Centre rejuvenation	LOS	- 640,267	- 802,012	- 802,012	- 2,178,337	- 2,178,337	1,095,369	-	-	- 1,082,968	- 1,210,651
CE21012 - Transport building renewals	R	-	-	-	-	-	-	-	-	-	-
CE21052 - Peacocke transportation land	G	- 3,494,615	- 3,953,546	- 3,953,546	- 3,953,546	- 3,953,546	-	2,830,023	1,213,946	- 90,423	-
CE21053 - Central city transportation improvements	LOS	-	-	-	-	-	-	-	-	-	-
CE21055 - Te Rapa transportation upgrades and development	G	-	-	-	-	-	-	-	-	-	-
CE21057 - Ferrybank walking and cycling bridge	LOS	-	-	-	-	-	-	-	-	-	-
CE21058 - Transportation safety improvements	LOS	- 5,049,000	- 2,266,527	- 6,320,027	- 6,320,027	- 3,795,141	712,205	-	1,156,513	- 3,350,832	- 4,005,673
CE21059 - Transportation smart improvements	LOS	- 153,000	- 91,910	- 91,910	- 91,910	- 91,910	52,085	-	444,268	- 484,093	- 484,093
CE21060 - Public transport improvement	LOS	- 2,331,685	- 2,185,220	- 2,185,220	- 1,069,535	- 766,595	216,193	-	-	- 550,402	- 551,754
CE23001 - CERF	LOS	- 28,716,000	- 32,275,871	- 32,275,871	- 15,114,793	- 13,702,324	4,066,610	-	1,644	- 9,634,069	- 9,574,717
CE23005 - IAF	G	- 312,500	- 334,500	- 334,500	- 2,350,048	- 2,350,048	-	2,350,048	-	-	-
Total Transport		- 71,849,469	- 75,727,601	- 79,694,149	- 64,521,113	- 59,114,011	9,883,569	10,043,570	855,250	- 38,346,271	- 41,275,465
Venues Tourism and Major Events											
CE21011 - VTME building renewals	R	-	- 36,415	- 36,415	-	-	-	-	-	-	-
CE21041 - VTME security and health and safety programmes	LOS	-	-	-	-	-	-	-	-	-	-
CE21042 - VTME operational renewals	R	-	-	-	-	-	-	-	-	-	23,530
Total Venues Tourism and Major Events		-	- 36,415	- 36,415	-	-	-	-	-	-	23,530
Visitor Destinations											
CE10008 - Museum operational renewals	R	-	-	-	-	-	-	-	-	-	-
CE10011 - Museum building renewals	R	-	-	-	-	-	-	-	-	-	-
CE10017 - Hamilton Zoo building renewals	R	-	-	-	-	-	-	-	-	-	5,000
CE10026 - Hamilton Gardens renewals	R	-	-	-	-	-	-	-	-	-	-
CE10028 - Hamilton Gardens building renewals	R	-	-	-	-	-	-	-	-	-	-
CE19023 - Hamilton Gardens development	LOS	-	-	-	- 120,000	- 198,000	-	-	750,000	- 948,000	- 954,549
CE19028 - Collection acquisition fund	LOS	-	-	-	-	-	-	-	-	-	-
CE21002 - Hamilton Zoo operational renewals	R	-	-	-	-	-	-	-	-	-	7,200

Capital Revenue
As at 30 June 2024

CE Code	Type	Annual Plan 22/23	Revised Budget as at 1 July 2022	Revised Budget as at 30 September 2023	Revised Budget as at 31 January 2024	Revised Budget as at 30 April 2023	Deferrals and B/fwds	Approved Changes and Savings	Movements	Revised Budget as at 30 June 2023	June 30 Actuals
CE21043 - Hamilton Zoo and Waiwhakareke development	LOS	-	-	-	-	-	-	-	-	-	-
CE21045 - Museum development	LOS	-	-	-	-	-	-	-	-	-	-
CE21047 - Hamilton Gardens themed gardens	LOS	-	-	-	-	-	-	-	-	-	-
Total Visitor Destinations		-	-	- -	120,000 -	198,000	-	- -	750,000 -	948,000 -	966,749
Wastewater											
CE10100 - Wastewater pump station asset renewals	R	-	-	-	-	-	-	-	-	- -	9,411
CE10101 - Wastewater asset renewals	R	-	-	-	-	-	-	-	-	-	-
CE10115 - Wastewater treatment plant asset renewals	R	-	-	-	-	-	-	-	-	-	-
CE15103 - Wastewater network improvements	LOS	-	-	-	-	-	-	-	-	-	-
CE15104 - Wastewater pipe upgrades	G	-	-	-	-	-	-	-	-	-	-
CE15105 - Rototuna wastewater infrastructure	G	-	-	-	-	-	-	-	-	-	-
CE15106 - Wastewater network upgrades to allow development	G	-	-	-	-	-	-	-	-	-	-
CE15107 - Rotokauri wastewater infrastructure	G	-	-	-	-	-	-	-	-	-	-
CE15109 - Peacocke wastewater infrastructure stage 1	G	-	-	-	-	-	-	-	-	-	-
CE15111 - Increase capacity of wastewater network	G	-	-	-	-	-	-	-	-	-	-
CE15113 - Peacocke wastewater strategic pump station	G	-	-	-	-	-	-	-	-	-	-
CE15117 - Upgrade wastewater treatment plant	G	-	-	-	-	-	-	-	-	-	-
CE15120 - Wastewater treatment plant compliance	LOS	-	-	-	-	-	-	-	-	-	-
CE15121 - Wastewater customer connections to network	G	- 2,079,568	- 1,198,031	- 1,198,031	- 1,198,031	- 1,198,031	-	-	-	- 1,198,031	- 3,556,499
CE15160 - Wastewater model	R	-	-	-	-	-	-	-	-	-	-
CE15161 - Wastewater master plan	G	-	-	-	-	-	-	-	-	-	-
CE19040 - Peacocke wastewater infrastructure stage 2	G	-	-	-	-	-	-	- -	43,391 -	- 43,391	- 43,391
CE19041 - Increase capacity wastewater far east network	G	-	-	-	-	-	-	-	-	-	-
CE19042 - Peacocke wastewater south network	G	-	-	-	-	-	-	-	-	-	-
CE19043 - Increase capacity wastewater west network	G	-	-	-	-	-	-	-	-	-	-
CE19044 - Increase capacity wastewater east network	G	-	-	-	-	-	-	-	-	-	-
CE21073 - Subregional wastewater treatment plant	G	-	-	-	-	-	-	-	-	-	-
CE21076 - Water Stimulus – Wastewater	LOS	-	-	-	-	-	-	-	-	-	-
CE23004 - IAF	G	- 125,000	- 132,000	- 132,000	- 298,713	- 298,713	-	- 298,713	-	-	-
Total Wastewater		- 2,204,568	- 1,330,031	- 1,330,031	- 1,496,744	- 1,496,744	-	- 298,713	- 43,391	- 1,241,422	- 3,609,302
Water Supply											
CE10123 - Watermain renewals	R	-	-	-	-	-	-	-	-	- -	244,401
CE10124 - Watermain valves and hydrants renewals	R	-	-	-	-	-	-	-	-	-	-
CE10138 - Treatment plant and reservoir renewals	R	-	-	-	-	-	-	-	-	-	-
CE10145 - Tools of trade renewals	R	-	-	-	-	-	-	-	-	-	-
CE15126 - Rototuna upgrade or new watermain	G	-	-	-	-	-	-	-	-	-	-
CE15127 - Water pipe upgrades	G	-	-	-	-	-	-	-	-	-	-
CE15128 - Rotokauri upgrade and new watermain	G	-	-	-	-	-	-	-	-	-	-
CE15130 - Peacocke watermain	G	-	-	-	-	-	-	-	-	-	-
CE15132 - Water network upgrades to allow new development	G	-	-	-	-	-	-	-	-	-	-
CE15133 - Water network improvements	LOS	-	-	-	-	-	-	-	-	-	-
CE15134 - Water demand management - Pukete reservoir zone	G	-	-	-	-	-	-	-	-	-	-
CE15135 - Peacocke water distribution mains stage 1	G	-	-	-	-	-	-	-	-	-	-
CE15137 - Water demand management - Newcastle reservoir zone	G	-	-	-	-	-	-	-	-	-	-
CE15139 - Water treatment plant compliance - minor upgrades	LOS	-	-	-	-	-	-	-	-	-	-
CE15141 - Water demand management - Hillcrest reservoir zone	G	-	-	-	-	-	-	-	-	-	-
CE15144 - Upgrade water treatment plant	G	-	-	-	-	-	-	-	-	-	-
CE15146 - Water customer connections	G	- 2,053,045	- 1,656,594	- 1,656,594	- 1,656,594	- 1,656,594	- 1,752,572	-	-	- 3,409,166	- 3,409,166
CE15148 - Ruakura upgrade and new watermain	G	-	-	-	-	-	-	-	-	-	-
CE15158 - Water model	R	-	-	-	-	-	-	-	-	-	-
CE15159 - Water master plan	G	-	-	-	-	-	-	-	-	-	-
CE19045 - Ruakura reservoir and associate bulk mains	G	-	-	-	-	-	-	-	-	-	-
CE19046 - Peacocke watermain	G	-	-	-	-	-	-	- -	59,113 -	- 59,113	- 59,113
CE21036 - Rotokauri upgrade and new watermain	G	-	-	-	-	-	-	-	-	-	-
CE21039 - Water Stimulus – Water Supply	LOS	-	-	-	-	-	-	-	-	-	-
CE23002 - IAF	G	- 187,500	- 202,500	- 202,500	- 696,700	- 696,700	-	- 696,700	-	-	-
Total Water Supply		- 2,240,545	- 1,859,094	- 1,859,094	- 2,353,294	- 2,353,294	- 1,752,572	- 696,700	- 59,113	- 3,468,278	- 3,712,679
Grand Total - Capital Program		- 81,155,022	- 83,831,831	- 87,798,379	- 71,617,884	- 66,288,782	- 9,585,239	- 7,217,715	- 1,543,070	- 47,957,407	- 55,029,439

Council Report

Item 8

Committee: Finance and Monitoring Committee

Date: 29 August 2024

Author: Sarah Vaz

Authoriser: David Bryant

Position: Accounting Manager

Position: General Manager Business Services

Report Name: Financial Performance & Strategy Report to 30 June 2024

Report Status

Open

Purpose - *Take*

1. To inform the Finance and Monitoring Committee on Council's financial performance and strategy for the year ended 30 June 2024.
2. To seek a recommendation from the Finance and Monitoring Committee that the Council approves the capital movement as set out in Item 1 the Capital Portfolio Monitoring Report.

Staff Recommendation - *Tuutohu-aa-kaimahi* (Recommendation to the Council)

3. That the Finance and Monitoring Committee:
 - a) receives the report; and
 - b) recommends that the Council:
 - i. approves the capital movement as identified in the 29 August 2024 Capital Portfolio Monitoring Report;
 - ii. notes the revised Financial Strategy position for Debt to Revenue, Net Debt and Balancing the Books as set out in paragraphs 53 to 55 of this staff report; and
 - c) notes that there may be further adjustment in the preparation of the annual report.

Executive Summary - *Whakaraapopototanga matua*

4. This report is to be read in conjunction with the 30 June 2024 Capital Portfolio Monitoring Report.
5. The 30 June 2024 financial results are as follows:

Surplus/(Deficit) Result	Actual	Budget	Variance
Accounting Surplus/(Deficit)	\$24.4m	\$118.9m	(\$94.5m) ✖
Balancing the books	(\$42.9m)	(\$14.4m)	(\$28.5m) ✖

6. **Operating revenue \$7.2 million (excluding interest and other revenue) ✓** - Includes \$4.9 million of additional NZTA Waka Kotahi revenue offsetting increased Operating & Maintenance costs, \$1.3 million favourable fees and charges from event activity, \$500,000 of increased tankered waste charges and recovery from various other activity charges.
7. **Capital revenue (\$29.8 million) ✗** - unfavourable due to capital revenue being (\$28.1 million) lower than budget due to reduction in Climate Emergency Response Fund (CERF) funding and development contributions being (\$4.7 million) unfavourable due to a softened development market. These variances are offset by higher than budget vesting of \$3 million although this is not a cash offset.
8. **Other revenue \$23.7 million ✓** – driven by the non-cash revaluation of the interest free Housing Infrastructure Fund (HIF) loan which is higher than budgeted due to higher market interest rates.
9. **Net interest costs (\$12.9 million) ✗** - driven by market increases in interest rates and debt levels.
10. **Operating expenditure, excluding interest and depreciation (\$19.0 million) ✗** - Additional NZTA revenue funded additional maintenance. There was (\$3.9 million) of expenditure that was budgeted as capital but during capitalisation was identified as having to be recognised in line with the Accounting Standards as operational expense. This has a nil impact on the cash expenditure incurred for the projects but has a negative impact on the operational result. There was also (\$8.4 million) of assets written off following decisions to discontinue the capital works including the notice of motion to discontinue CERF projects.
11. The April forecast was the basis for the opening position for the 2024-34 Long-Term Plan. The comparison between the year-end result and the forecast opening position is:
 - i. debt to revenue is 221% and favourable against a forecast of 237%;
 - ii. net debt is \$924 million and favourable against a forecast of \$1 billion; and
 - iii. balancing the books of (\$42.9 million) is unfavourable against a forecast of (\$40.9 million).
12. The reduction in net debt and debt to revenue is a result of delayed capital spend. The unfavourable balancing the books result is due to non-cash year-end adjustments and therefore did not have a negative effect on the 2024-25 opening cash position.
12. As at 30 June 2024 Council is compliant with counterparty credit limits. Council remains compliant with all other treasury policy measures (**Attachment 3**). Council's Investment and Liability Management policy sets out counterparty credit limits. This is the maximum value Council may invest with any approved counterparty. These limits have been reviewed through the 2024-34 Long-Term Plan process and therefore mitigate any instances of non-compliance in the future. The new limits come into effect on 1 July 2024.
14. Council's fixed rate hedging at 30 June 2024 is 54%. Council's external treasury advisors Price Waterhouse Cooper (PWC) review the swap strategy monthly to test Council's hedging.
15. Council saw a loss of (\$4.7 million) on the revaluation of swaps as at 30 June 2024. This is not a cash loss, but rather an accounting/book entry and reflects the market swap rate movement as reflected in **Attachment 3**.
16. Staff consider the matters in this report have low significance and that the recommendations comply with Council's legal requirements.

Discussion - *Matapaki*

Operating Results

17. The Statement of Comprehensive Revenue and Expense discloses the accounting result in accordance with accounting standards. The surplus of \$24.4 million is (\$94.5 million) unfavourable compared to the budget surplus of \$118.9 million.
18. The Balancing the Books result for the year to 30 June 2024 is (\$42.9 million). The deficit is (\$28.5 million) unfavourable than the budgeted deficit of (\$14.4 million).

Measure	Actual	Budget	Variance
Accounting Surplus/(Deficit)	\$24.4m	\$118.9m	(\$94.5m) ✖
Balancing the books	(\$42.9m)	(\$14.4m)	(\$28.5m) ✖

19. At the May 2024 Finance & Monitoring Committee staff presented the March Year to date (YTD) results along with a fourth quarter forecast year-end position. The table below details the actual variance to that forecast:

Measure	FY24 Forecast Year-End Result	FY24 Actual Year-End Result	Forecast Variance
Accounting Surplus/(Deficit)	\$89.8m	\$24.4m	(\$65.4m) ✖
Balancing the books	(\$40.9m)	(\$42.9m)	(\$2.0m) ✖

Understanding material variances

20. The Statement of Comprehensive Revenue and Expense is in **Attachment 1**. This statement compares the result against the 2023-24 Annual Plan.
21. Individual Everyday Revenue and Expense statements for each of Council's activities are in **Attachment 2**.
22. Variances presented as a positive number impact the result in a favourable manner. Variances presented in brackets (\$x.xm) impact the result in an unfavourable manner.

Operating Revenue

23. **Total Operating Revenue \$42.6 million** ✓



24. **Fees & charges \$1.8 million** ✓ - Favourable variances in the Destination group were observed due to stronger-than-anticipated event activity, driven by the hosting of an unbudgeted NRL game and the timing of rugby events. There were also positive variances in trade and tankered waste as well as revenue from water taken from city water points.

These favourable variances were partly offset by delays in the Hamilton Gardens opening, decreased planning guidance fees, reduced building consent fees, and lower-than-budgeted revenue at Aquatics due to a decline in enrolments for the Learn to Swim programme.

The recovery of operating contributions across Planning, Building Control, and Transportation has supported the delivery of additional operational services and associated costs.

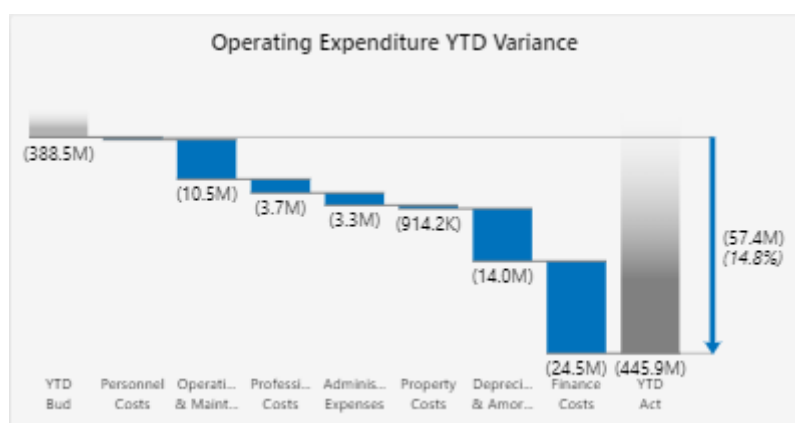
25. **Subsidies & Grants \$5.5 million** ✓ – NZTA subsidies are \$4.9 million above budget, offsetting operating and maintenance costs. NZTA subsidies are managed in a 3-year interval and NZTA have allocated an additional \$3.4 million to Hamilton City Council this year of which \$1.6 million has been used to fund maintenance activities.
26. The waste levy on Class 1 landfills has increased and resulted in a favourable variance of \$1.8 million however this money is put aside in the reserve for specific Waste Minimisation spending. These favourable variances are offset by lower-than-anticipated revenue from the Better Off grant. The revised programme will be completed in the next few months with grant funding offsetting the costs in the new financial year.
27. **Interest revenue \$11.6 million** ✓ - Careful treasury monitoring of financial market movements is ensuring that we obtain optimal returns on operational cash holdings and maximising higher market returns on term deposits held to prefund loan repayments.
28. **Other revenue \$23.7 million** ✓ - Higher market interest rates year-to-date have driven a \$21 million non-cash fair value gain on the Housing Infrastructure Fund (HIF) loan. This change in value of the HIF loan is excluded from the balancing the books result. Insurance claims received totalled \$1.25 million, including \$978,000 for emergency outfall work at the Pukete Wastewater Treatment Plant, which helped offset additional expenditures. Dog and parking infringements issued were higher than budgeted due to increased activity in these areas. Rental income exceeded budget expectations due to rent reviews. Waikato Regional Airport paid an unbudgeted dividend of \$273,000.
29. Material variance explanations can be found in the activity statements (**Attachment 2**).
- Capital Revenue**
30. **Total Capital Revenue YTD (\$29.8 million)** ✗
31. **Development Contributions (\$4.7 million)** ✗ - consenting pipeline and volume of completion of developments (especially greenfield) is on a downward trajectory resulting in Development Contributions tracking below budget.
32. **Capital revenue (\$28.1 million)** ✗ - Key variances relate to Climate Emergency Response Fund (CERF) funding for the year being reduced by (\$19 million) from budget. The remainder of the variance relates to the Peacocke programme, which has reintroduced in through the Long-Term Plan.
33. **Vested assets \$3.1million** ✓ – Timing and valuation of vested assets is difficult to estimate. Unbudgeted vested assets relating to Parks and Gardens amounted to \$9 million, these are unbudgeted. Offset by an unfavourable variance in transport (\$4.8 million), Wastewater (\$800,000) and water (\$700,000). Significant assets vested to Council relate to land under roads and parks and garden land in Kimbrae Drive and Taiatea Drive (\$23 million).

34. Vested assets are a non-cash inflow however the addition of vested assets increases operating, maintenance, and depreciation costs for Council. Through the 2021-31 Long-Term Plan increased operational funding was made available for these increased costs.

Asset class	YTD Actual \$000	Full Year Annual Budget \$000	Life Range (Years)	Estimated Annual Depreciation \$000
Wastewater	2,894	3,788	15-100	50
Stormwater	5,958	5,477	30-100	92
Water Supply	1,249	2,042	50-80	19
Roading	10,930	28,056	12-140	144
Parks and Recreation	365	-	0	4
Land	21,041	-	0	0
Total	42,437	39,363		309

Operating Expenditure

35. **Total Operating Expenditure (\$57.4 million)✖**



36. **Personnel costs \$700,000✓** – Staff remuneration is \$5.9 million less than budget due to staff vacancies and Future Fit role reductions. This is partially offset by (\$600,000) of external contractors filling staff roles, (\$2 million) of net redundancy costs, (\$200,000) of recruitment costs and a reduction in labour recoveries due to vacancies held (\$1.5 million). Additionally, there is an unfavourable variance of (\$900,000) for an estimated provision for the remediation of historical calculations to comply with the Holidays Act 2003.
37. **Operating & Maintenance costs (\$10.5 million)✖** – This result is largely due to additional spend on infrastructure including road and water maintenance due to demands on the network. This is partly offset by increased NZTA subsidies. Additionally, there were Work in Progress (WIP) adjustments amounting to \$6.5 million. These relate to both WIP write offs (no asset being built/completed) as well as WIP reclassifications for expenditure incorrectly classified as capital expenditure.

38. **Professional Costs (\$3.7 million) *** - Consultant costs include unbudgeted by-election costs, benchmarking cost modelling and process engagement. Additionally, the cost of the review into the municipal building is required to be an operational cost, and not covered by the Municipal Endowment Fund (MEF) Reserve, as the consultant report concludes there is no investment opportunity for the MEF Fund. The increase in the unfavourability is also due to consultancy costs transferred from capital projects (\$4 million) as described in paragraph 37.
39. **Administration Expenses (\$3.3 million) *** - The year end Landfill provision adjustment resulted in an unfavourable variance of \$7.5 million. This was due to an increase in the budgeted capital and operating costs for landfill activities recently adopted in the 2024-34 Long-Term Plan. This is offset by a \$2.5 million grant allocated to the new indoor recreation centre, which did not progress in the financial year. Additionally, favourable results in software licences due to an organisational review and rationalisation of software requirements.
40. **Property Costs (\$900,000) *** – Higher energy costs (\$600,000) and an unbudgeted Riskpool residual call payment (\$350,000).
41. **Finance costs (\$24.5 million) *** - Costs exceed budget due to increased market interest rates with the 12-month rolling average at 4.68% versus a budgeted 3.38%. This is partially offset by the \$11.6 million increase in interest revenue generated through strategic treasury management.
42. **Depreciation (\$13.9 million) *** – The key driver is the revaluation of transport and parks and garden improvement assets as at 30 June 2023 and 30 April 2023. These were significantly higher than budget resulting in a (\$9.6 million) unfavourable variance to budget. Compounding the unfavourable variance was expected deferrals for FY22-23 didn't materialise and therefore higher than budgeted depreciation has occurred for infrastructure assets.
43. Please refer to the activity statements (**Attachment 2**) for material variance explanations.
44. **Gains and Losses (\$48.9million) ***
45. **Financial Instrument revaluations (\$4.7 million) *** – interest rate fluctuations are driving changes to the value of Council's fixed rate borrowing instruments - see **Attachment 3** for swap interest rate movement.
46. **Loss of disposal of investment (\$3.9 million) *** – Council realised a loss of \$3.9 million due to the sale of our Council Controlled Organisation Waikato Innovation Growth Limited.
47. **Loss on fair value of investment property (\$1.8 million) *** – the annual revaluation of investment property resulted in a loss of \$1.8 million for our investment property portfolio.
48. **Loss on disposal of assets (\$38.9 million) *** – Council vested the Wairere Cobham Interchange of \$33.9 million to Waka Kotahi. Other key losses on disposal to-date are as a result of Settlement Centre Waikato (\$816,000), impacts of the renewals/upgrades to various waters assets (\$1,368,000), (\$631,000) of intangible assets which no longer meet the definition of intangible asset, lifts in the central library museum (\$420,000), various ablutions (\$588,000), various components of the municipal building (\$292,000) and Playground Renewals (\$303,000).

Treasury Management

49. The table below sets out Council's compliance with the Investment and Liability Management Policy (Council Policy) as at 30 June 2024.

Investment and Liability Management		
Measure	Compliance	Required by
Fixed Rate Debt Maturity	✓	Council Policy
Funding Maturity	✓	Council Policy
Counterparty Credit Risk	✓	Council Policy
Liquidity	✓	Local Government Funding Agency (LGFA)
Debt/ Revenue	✓	LGFA
Interest Cost/ Rates Revenue	✓	LGFA
Interest Cost/ Total Revenue	✓	LGFA

Interest Rate Risk Management

50. The movement on interest rate swaps relates to valuations completed at a point in time. These are based on Council's total external debt and the difference between current market interest rates and the fixed rates that Council has locked in. They are unrealised because, on maturity of each interest rate swap contract, no interest gain or loss eventuates.
51. As at 30 June 2024 Council's fixed rate hedging is 54%. This falls within our debt interest rate policy parameters which requires a minimum fixed rate of 40% and a maximum fixed rate of 95%. Current fixed rate portions are lower due to the limitations on fixing waters related debt following the previous Government's indications over debt transfers to the new waters entities and the current high interest rate environment where indications are that it is financially prudent to delay fixing significant values at current rates. Council's gross cost of funds over a 12-month rolling average is 4.68%.

Financial Strategy

52. Any changes in significant forecasting assumptions will result in changes to the Financial Strategy outcomes. These assumptions will be considered and, if necessary, adjusted in each Annual Plan or amended Long-Term Plan.

Financial Strategy Graphs

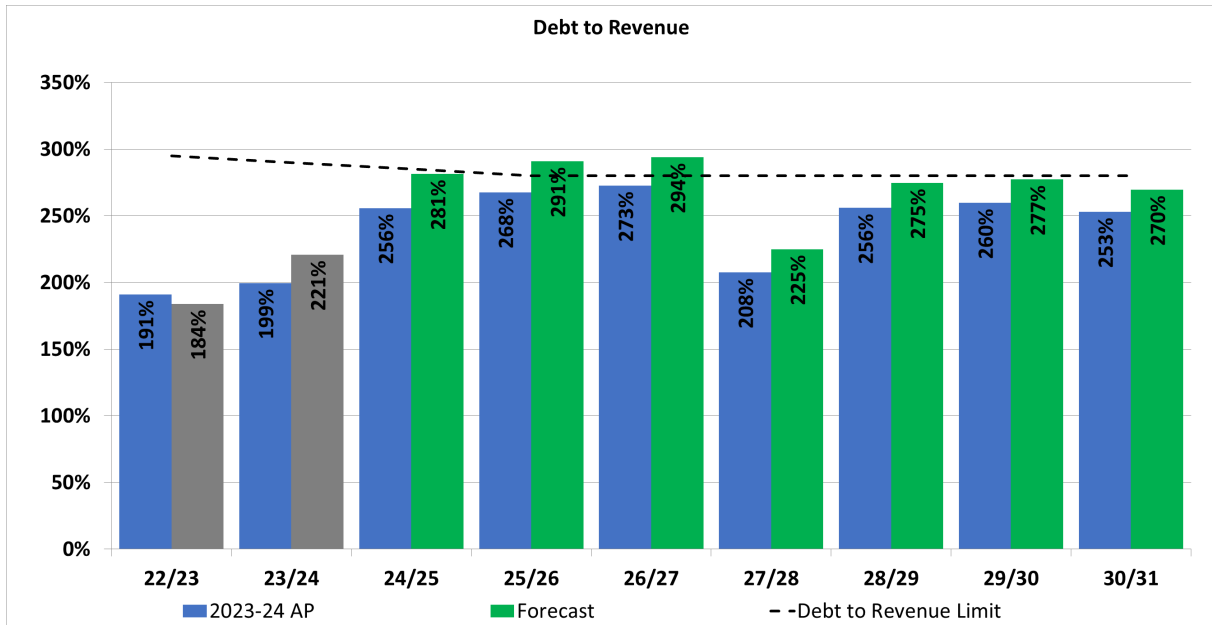
53. The following graphs show the 2023-24 Annual Plan budgets and actual result as set out earlier in this report.

The movement in debt to revenue and net debt in 2023-24 is a result of:

- i. The unfavourable 2023-24 balancing the books result; and
- ii. Capital revenue, capital savings, re-phasing, and delay deferrals from 2023-24 to and from future years as detailed in the Capital Portfolio Monitoring Report.

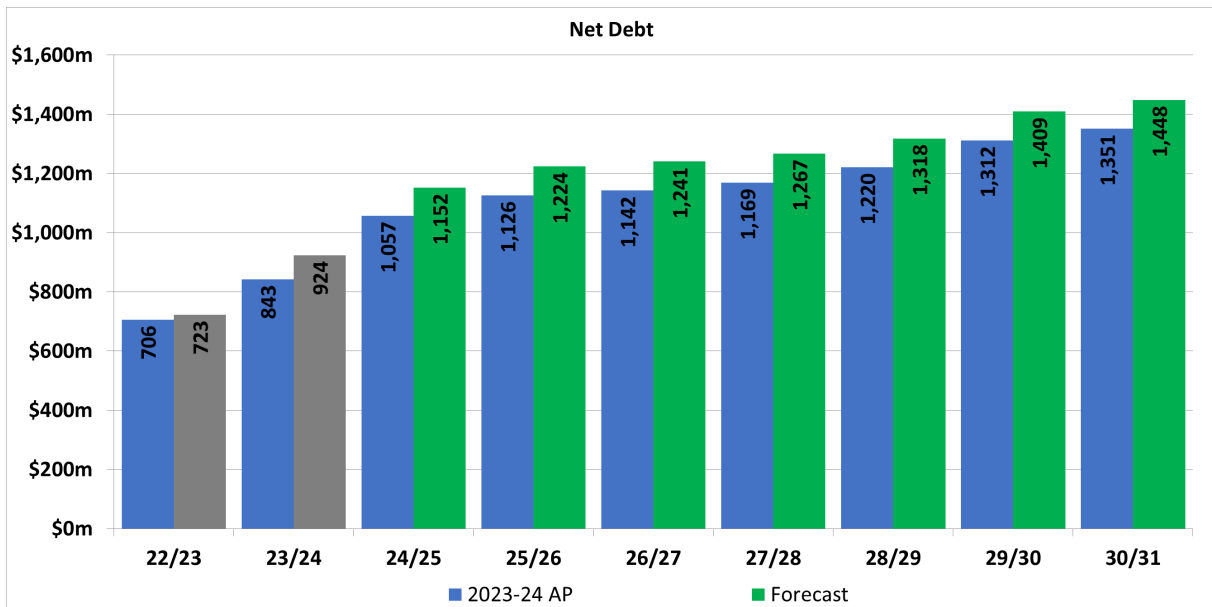
Debt to Revenue

The Debt to Revenue graph includes all adjustments identified in this report and shows that debt to revenue of 221% is unfavourable against a budget of 199%. The limit breaches being forecast through the outer years have been addressed as part of the 2024-34 Long-Term Plan.



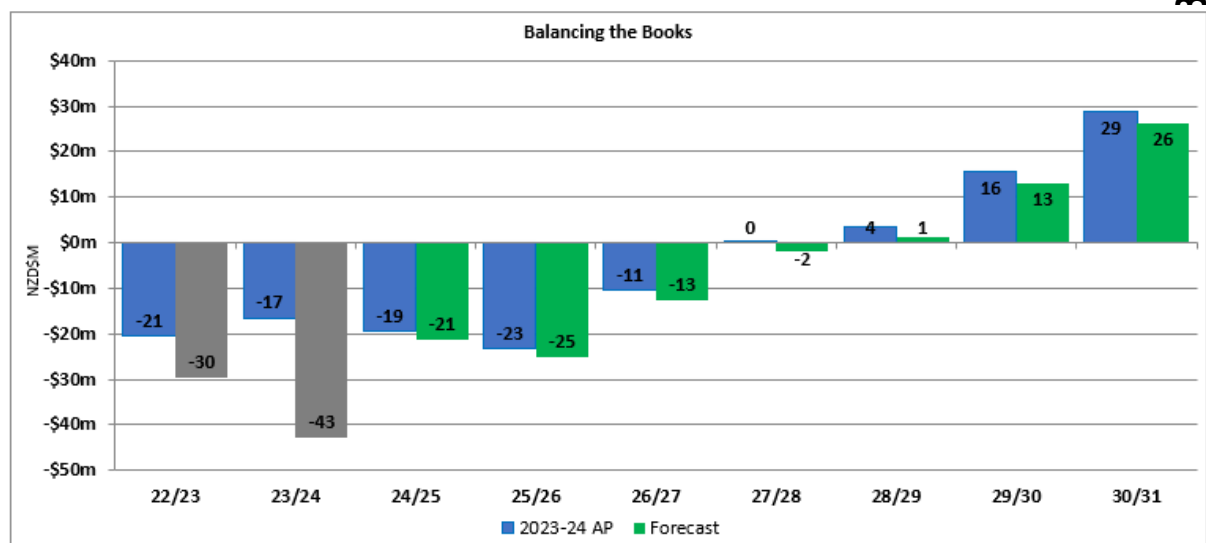
54. Net Debt

The Net Debt graph shows an \$81 million increase in net debt against the 2023-24 Annual Plan. Net debt for 2023-24 is \$924 million.



55. Balancing the Books

The 2023-24 balancing the books deficit is (\$42.9 million).



Legal and Policy Considerations - Whaiwhakaaro-aa-ture

56. Staff confirm that matters in this report complies with Council's legal and policy requirements.
57. Staff have also considered the key considerations under the Climate Change Policy and have determined that an adaptation assessment and emissions assessment is not required for the matters in this report.

Wellbeing Considerations - Whaiwhakaaro-aa-oranga tonutanga

58. The purpose of Local Government changed on the 14 May 2019 to include promotion of the social, economic, environmental, and cultural wellbeing of communities in the present and for the future ('the 4 wellbeings').
59. The subject matter of this report has been evaluated in terms of 'the 4 wellbeings' during the process of developing this report.
60. The recommendations set out in this report are consistent with that purpose.
61. Economic wellbeing is managed through the efficient monitoring of Council's financial results. Diligent management of Council's budget and regular review of forecasts is required to ensure Council is operating effectively and policy compliance is met.
62. The environmental, social, and cultural wellbeings are not directly impacted by the annual monitoring report. However, the efficient review and management of Council's financial position supports the wider business in their delivery of key objectives that enhance these wellbeings.

Risks - Tuuraru

63. There are no known risks associated with the decisions of this report.

Significance & Engagement Policy - Kaupapa here whakahira/anganui

64. Having considered the Significance and Engagement Policy, staff have assessed that the matters in this report have low significance.
65. Given the low level of significance determined, the engagement level is low. No engagement is required.

Attachments - *Ngaa taapirihanga*

Attachment 1 - Council Statement of Comprehensive Revenue and Expense - 30 June 2024

Attachment 2 - Activity Statements - 30 June 2024

Attachment 3 - Treasury Position - 30 June 2024

STATEMENT OF COMPREHENSIVE REVENUE AND EXPENSE

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000	\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
238,229	Rates	255,719	255,759	(40)
49,163	Fees & Charges	51,985	50,162	1,823
12,103	Subsidies & Grants	27,638	22,173	5,465
11,361	Interest Revenue	17,721	6,124	11,597
39,888	Other Revenue	36,737	13,011	23,726
350,745	TOTAL OPERATING REVENUE	389,800	347,229	42,571
Capital Revenue				
36,502	Development Contributions	31,842	36,605	(4,763)
71,736	Capital Revenue	55,020	83,137	(28,117)
64,185	Vested Assets	42,439	39,353	3,086
172,424	TOTAL CAPITAL REVENUE	129,301	159,095	(29,794)
523,168	TOTAL REVENUE	519,101	506,324	12,777
Expenditure				
110,063	Personnel Costs	122,707	122,054	(654)
83,446	Operating & Maintenance Costs	91,326	80,844	(10,483)
16,871	Professional Costs	17,083	13,429	(3,654)
23,945	Administration Expenses	32,564	29,305	(3,259)
14,392	Property Costs	15,844	14,929	(914)
40,863	Finance Costs	57,981	33,510	(24,472)
89,160	Depreciation & Amortisation Expense	108,362	94,405	(13,957)
378,741	TOTAL EXPENDITURE	445,868	388,475	(57,393)
144,428	OPERATING SURPLUS/(DEFICIT)	73,233	117,849	(44,616)
Gains and Losses				
7,820	Gain/(Loss) on revaluation of interest rate swaps	(4,664)	-	(4,664)
	Gain/(Loss) on fair value of investment properties	(1,831)	1,050	(2,882)
(9,321)	Gain/(Loss) on property, plant and equipment	(42,374)	-	(42,374)
(1,501)	TOTAL GAINS AND LOSSES	(48,869)	1,050	(49,919)
142,927	TOTAL SURPLUS/(DEFICIT)	24,364	118,899	(94,535)

Refer to Activity Statements for variances against budget.

BALANCING THE BOOKS RESULT

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000	\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
142,927	Surplus/(Deficit)	24,364	118,899	(94,535)
Remove capital revenue				
(64,185)	Vested assets	(42,439)	(39,353)	(3,086)
(23,881)	Part of Development and Financial contributions	(20,697)	(23,793)	3,096
(42,338)	Capital Subsidy (excluding subsidy on transport renewals)	(28,414)	(29,442)	1,028
(20,868)	Other Capital Contributions & Grants	(16,216)	(43,730)	27,514
(30,930)	Other items not considered everyday operating revenue	(27,066)	(5,668)	(21,397)
Remove (gains)/losses				
1,501	All Gains/(Losses)	48,869	(1,050)	49,919
Remove other expenses				
8,024	Other items not considered everyday operating expenses	18,738	9,788	8,950
(29,749)	EVERYDAY SURPLUS/(DEFICIT)	(42,861)	(14,350)	(28,511)

Attachment 2

COUNCIL

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
238,229	Rates**	255,719	255,759	(40)	
49,163	Fees & Charges	51,985	50,162	1,823	
12,103	Subsidies & Grants	27,638	22,173	5,465	
11,361	Interest Revenue	17,721	6,124	11,597	
39,888	Other Revenue	36,737	13,011	23,726	
350,745	Total Operating Revenue	389,800	347,229	42,571	
Operating Expenditure					
110,063	Personnel Costs	122,707	122,054	(654)	
83,446	Operating & Maintenance Costs	91,326	80,844	(10,483)	
16,871	Professional Costs	17,083	13,429	(3,654)	
23,945	Administration Expenses	32,564	29,305	(3,259)	
14,392	Property Costs	15,844	14,929	(914)	
40,863	Finance Costs**	57,981	33,510	(24,472)	
89,160	Depreciation & Amortisation Expense**	108,362	94,405	(13,957)	
1,501	Gains & Losses	48,869	-	(48,869)	
380,241	Total Operating Expenditure	494,737	388,475	(106,262)	
(29,496)	Operating Surplus/(Deficit)*	(104,937)	(41,246)	(63,691)	
Capital Revenue					
36,502	Development Contributions**	31,842	36,605	(4,763)	
71,736	Capital Revenue**	55,020	83,137	(28,117)	
64,185	Vested Assets**	42,439	39,353	3,086	
172,424	Total Capital Revenue	129,301	159,095	(29,794)	
142,927	Total Surplus/(Deficit)	24,364	117,849	(93,485)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Finance Costs**: (\$24,472k) unfavourable.

An increase in debt levels and an approximate 1.3% increase in average interest rates has increased the interest expense on floating rate debt. This is partially offset by the \$11.6m increase in interest received on term investments.

Depreciation & Amortisation Expense**: (\$13,957k) unfavourable.

The key driver in the unfavourability of depreciation is due to the revaluation of transport and parks and garden improvement assets as at 30 June 2023 and 30 April 2023 which were significantly higher than budget resulting in a \$9.6m unfavourable variance to budget. Compounding the unfavourable variance is that expected deferrals for FY22/23 did materialize and therefore higher than budgeted depreciation has occurred for infrastructure assets.

Gains & Losses: (\$48,869k) unfavourable.

Interest rate swaps had an unfavourable movement of \$4.6m. The movement on interest rate swaps relates to valuations completed at a point in time. These are based on Council's total external debt and the difference between current market interest rates and the fixed rates that Council has locked in. They are unrealised because, on maturity of each interest rate swap contract, no interest gain or loss eventuates.

A further (\$3.9m) loss was realised on the disposal of WIGL.

Included in gains and losses are losses of \$38.8m relating the disposal of fixed assets, these are unbudgeted. Council vested the Wairere Cobham Interchange of \$33.9m to Waka Kotahi. Other key losses on disposal to date are as a result of Settlement Centre Waikato (\$816k), impacts of the renewals/upgrades to various waters assets (\$930k), (\$631k) of intangible assets which no longer meet the definition of intangible asset, lifts in the central library museum (\$405k), various ablutions (\$453k), (300k) various intangible assets, various components of the municipal building (\$190k) and Playground Renewals (\$112k). The revaluation of investment properties resulted in a loss of (\$1.8m).

FOR THE PERIOD ENDED 30 JUNE 2024

Development Contributions:** (\$4,763k) unfavourable.

Revenue is tracking behind budget, with variations between areas. All areas except for water supply are behind budget. Consenting pipeline and volume of completion of developments (especially in the greenfield) is on a downward trajectory that has not been seen since the GFC, against a backdrop of a soft demand, high borrowing costs and high capital/materials costs.

Capital Revenue:** (\$28,117k) unfavourable.

Key variances relate CERF funding for the year has been reduced by (\$19m) from budget. The remainder of the variance relates to the Peacocke programme which has reintroduced in through the LTP.

Vested Assets:** \$3,086k favourable.

Timing and valuation of vested assets is difficult to estimate. Vested assets relating to Parks and Gardens amounted to \$9m, these are unbudgeted. Offset by an unfavourable variance in transport (\$4.8m), Wastewater (\$0.8m) and water (\$0.7m). Significant assets vested to Council relate to land under roads and parks and garden land in Kimbrae Drive and Taiatea Drive (\$23m).

Attachment 2

COMMUNITY SERVICES

Libraries | Customer | Aquatics

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
17,411	Rates**	18,647	18,599	48	
4,246	Fees & Charges	4,610	4,640	(30)	
264	Subsidies & Grants	95	2	93	
391	Interest Revenue**	610	245	365	
71	Other Revenue	58	24	34	
22,383	Total Operating Revenue	24,019	23,509	510	
Operating Expenditure					
11,728	Personnel Costs	12,440	12,931	491	
2,280	Operating & Maintenance Costs	2,802	2,401	(401)	
343	Professional Costs	90	86	(4)	
743	Administration Expenses	858	899	41	
1,237	Property Costs	1,340	1,207	(133)	
1,364	Finance Costs**	1,916	1,161	(755)	
5,587	Depreciation & Amortisation Expense**	6,500	5,797	(703)	
37	Gains & Losses	347	-	(347)	
23,319	Total Operating Expenditure	26,292	24,481	(1,811)	
(936)	Operating Surplus/(Deficit)*	(2,273)	(972)	(1,301)	
Capital Revenue					
	Capital Revenue**	50	-	50	
	Total Capital Revenue	50	-	50	
(936)	Total Surplus/(Deficit)	(2,223)	(972)	(1,251)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Personnel Costs: \$491k favourable.**

The favourable variance in personnel costs relates to vacancies held within the activities during Future Fit and lower staffing levels required to meet Learn to Swim demand.

Operating & Maintenance Costs: (\$401k) unfavourable.

The unfavourable variance relates to the discontinuation of the Rototuna Village Pool Project in 2023, which resulted in early project costs being expensed (\$367k). These costs were unbudgeted.

Property Costs: (\$133k) unfavourable.

The unfavourable variance is due to a delay in the installation of the Hot Water Heat Pump (heating) system. The HWHP was scheduled to be installed this financial year, however, has been delayed until July 2025. The budget had factored in the gas savings that were to be realised from the new system.

Gains & Losses: (\$347k) unfavourable.

The loss on disposal of assets relates to works undertaken as part of the renewal programme such as the Central library's lift, Central library's toilet renewals and Waterworld facility renewals. These losses were unbudgeted.

\$000		\$000		\$000	
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
2,825	Rates**	3,028	3,027	2	
177	Fees & Charges	-	-	-	
1	Subsidies & Grants	-	-	-	
	Interest Revenue**	-	-	-	
6	Other Revenue	3		3	
3,008	Total Operating Revenue	3,031	3,027	4	
Operating Expenditure					
519	Personnel Costs	540	445	(95)	
26	Operating & Maintenance Costs	21	19	(2)	
508	Professional Costs	383	214	(169)	
1,662	Administration Expenses	1,644	1,833	189	
	Property Costs	-	-	-	
	Finance Costs**	-	-	-	
	Depreciation & Amortisation Expense**	-	-	-	
	Gains & Losses	-	-	-	
2,715	Total Operating Expenditure	2,588	2,511	(77)	
294	Operating Surplus/(Deficit)*	443	516	(73)	
294	Total Surplus/(Deficit)	443	516	(73)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Professional Costs: (\$169k) unfavourable.

Includes unbudgeted spend for the Hamilton East bi-election which was approved through the Finance and Monitoring Committee.

Administration Expenses: \$189k favourable.

The favourable variance relates to Councillor Conferences and Honoraria as a result of leave without pay taken, and a councillor resignation and conservative spending in these areas.

Attachment 2

Urban & Spatial Planning | Planning Guidance | Growth Programmes | Growth Funding & Analytics | Sustainability & Climate Change

GROWTH

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000	\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
12,233	Rates**	13,116	13,136	(20)
2,812	Fees & Charges	2,792	3,099	(307)
17	Subsidies & Grants	470	750	(280)
75	Interest Revenue**	118	-	118
2	Other Revenue	7	-	7
15,139	Total Operating Revenue	16,502	16,985	(482)
Operating Expenditure				
8,527	Personnel Costs	9,106	10,001	895
91	Operating & Maintenance Costs	531	60	(471)
5,045	Professional Costs	3,706	3,881	175
1,403	Administration Expenses	989	1,290	302
86	Property Costs	97	98	1
263	Finance Costs**	369	1,147	778
326	Depreciation & Amortisation Expense**	13	326	313
	Gains & Losses	3,956	-	(3,956)
15,742	Total Operating Expenditure	18,766	16,803	(1,963)
(602)	Operating Surplus/(Deficit)*	(2,264)	182	(2,445)
Capital Revenue				
	Capital Revenue**	-	-	-
	Total Capital Revenue			
(602)	Total Surplus/(Deficit)	(2,264)	182	(2,445)

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Fees & Charges: (\$307k) unfavourable.**

The resource consent revenue tracked below budget during the year due to the types of consents being processed. There has been a positive trend in the last quarter of the financial year resulting in an increase in consent revenue.

Subsidies & Grants: (\$280k) unfavourable.

\$156k from the Better Off funding was redirected to support other sustainable capital initiatives within Council. Additionally, \$114k is earmarked for expenditure during July through to September 2024, which aligns with the extended period covered by the Better Off fund.

Personnel Costs: \$895k favourable.

Underspend is due to staff vacancies and the length of time to recruit in the current market. Some positions have had to be filled by externally contracted staff/consultants due to the tight labour market.

Operating & Maintenance Costs: (\$471k) unfavourable.

Unfavourable variance in operating and maintenance costs is offset by an underspend in professional costs.

Professional Costs: \$175k favourable.

Efficiencies stemming from the Greenfield Growth Programme has contributed positively to the variance. The windup and recovery process relating to the disposal of the Waikato Innovation Growth Ltd has also had a favourable impact on consultant spend. Legal work was less than initially anticipated which resulted in cost savings, as well as the slowing down of communication activities due to the emphasis on the Long-Term Plan. Overspend in Plan Change 9 due to additional consultant and panel costs for a third tranche of hearings has contributed unfavourably to the variance, as well as the additional costs for the implementation of a network capacity assessment tool which has also contributed unfavourably to the overall result.

Administration Expenses: \$302k favourable.

Communication activities relating to the Greenfield growth programme around advertising, promotion and engagement has slowed down due to the emphasis on the Long-Term Plan which has resulted in cost savings.

Gains & Losses: (\$3,956k) unfavourable.

The loss was realised on the disposal of WIGL.

Attachment 2

PARKS AND RECREATION

Parks | Cemeteries and Crematorium | Nursery | Community Facilities

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
27,021	Rates**	28,931	28,913	17
5,104	Fees & Charges	5,580	5,135	444
82	Subsidies & Grants	1,927	1,875	52
854	Interest Revenue**	1,332	367	965
352	Other Revenue	339	189	150
33,415	Total Operating Revenue	38,109	36,480	1,629
Operating Expenditure				
10,905	Personnel Costs	11,879	11,579	(300)
9,043	Operating & Maintenance Costs	7,783	7,542	(241)
1,076	Professional Costs	889	922	33
458	Administration Expenses	465	2,965	2,500
524	Property Costs	651	667	17
2,979	Finance Costs**	9,349	5,213	(4,136)
5,778	Depreciation & Amortisation Expense**	7,337	6,360	(977)
378	Gains & Losses	1,655	-	(1,655)
31,141	Total Operating Expenditure	40,007	35,248	(4,759)
2,274	Operating Surplus/(Deficit)*	(1,898)	1,232	(3,130)
Capital Revenue				
1,747	Development Contributions**	1,657	1,651	6
2,640	Capital Revenue**	2,163	3,496	(1,333)
7,970	Vested Assets**	9,202	-	9,202
12,357	Total Capital Revenue	13,022	5,147	7,875
14,631	Total Surplus/(Deficit)	11,124	6,379	4,745

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Fees & Charges: \$444k favourable.**

Maintenance work on Hamilton's street landscapes has resulted in increased revenue under the Hamilton Connect subcontract. This additional revenue offsets additional costs under personnel costs and operating & maintenance costs. The Cemetery & Crematorium has also seen an increase on revenue in this financial year.

Other Revenue: \$150k favourable.

Insurance settlement for Cyclone Gabrielle.

Personnel Costs: (\$300k) unfavourable.

Unfavourable due to redundancy and final pays resulting from the organisational restructure, increases in overtime and allowances due to nightworks being undertaken.

Operating & Maintenance Costs: (\$241k) unfavourable.

Unfavourable due to additional cost for temporary traffic management related to tree maintenance works compliance, nursery stock purchases and additional costs related to street landscapes partially offset by lower than anticipated building costs related to community facilities and increased revenue.

Administration Expenses: \$2,500k favourable.

A grant of \$2.5m allocated to the new indoor recreation centre did not progress in this financial year.

Gains & Losses: (\$1,655k) unfavourable.

The loss on disposal of assets largely relates to the transfer of ownership of the Settlement Centre (\$816K), toilet replacements (\$300k) and various works undertaken as part of the building renewals programme.

Attachment 2

PARTNERSHIPS, COMMUNICATION & MAAORI

Amorangi Maaori | Communication & Engagement | Community Partnerships, Funding & Events

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
4,138	Rates**	4,437	4,435	2	
46	Fees & Charges	116	32	84	
319	Subsidies & Grants	2,241	2,461	(220)	
	Interest Revenue**				
	Other Revenue				
4,503	Total Operating Revenue	6,794	6,927	(133)	
Operating Expenditure					
3,280	Personnel Costs	4,519	4,756	237	
146	Operating & Maintenance Costs	527	655	128	
440	Professional Costs	359	831	472	
2,477	Administration Expenses	2,399	2,508	109	
166	Property Costs	98	98	()	
	Finance Costs**	-	1	1	
	Depreciation & Amortisation Expense**	1	1		
	Gains & Losses	-	-	-	
6,511	Total Operating Expenditure	7,902	8,848	946	
(2,007)	Operating Surplus/(Deficit)*	(1,108)	(1,922)	814	
Capital Revenue					
	Capital Revenue**	-	-	-	
	Total Capital Revenue	-	-	-	
(2,007)	Total Surplus/(Deficit)	(1,108)	(1,922)	814	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Subsidies & Grants: (\$220k) unfavourable.

\$225k of Better Off Funding was diverted from Amorangi Maaori in the last quarter of the financial year to help cover costs of Local Water Done Well.

Personnel Costs: \$237k favourable.

Personnel costs are favourable, mostly due to higher labour internal recoveries. This is a result of more communications work being done on capital projects (recovered) than expected in the budget. There have also been savings in staff remuneration, due to the Future Fit restructure.

Operating & Maintenance Costs: \$128k favourable.

Following a CE directive to save funds, savings were able to be found in service provider budget lines without affecting levels of service in Research & Insights, City Wide Activation, Social Wellbeing projects and the Welcoming Communities project.

Professional Costs: \$472k favourable.

\$225k of Better Off Funding that was budgeted as a consultant cost was diverted from Amorangi Maaori in the last quarter of the financial year to help cover costs of Local Water Done Well. Also, in order to save additional funds, consultant spend across the Group was heavily reduced.

Administration Expenses: \$109k favourable.

To action the CE directive to save funds, cuts were made to the Communication & Engagement advertising spend.

RESOURCE RECOVERY

Refuse Collection | Waste Minimisation | Landfill Site Management

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
8,967	Rates**	9,594	9,644	(50)	
(146)	Fees & Charges	(88)	(75)	(13)	
1,607	Subsidies & Grants	2,449	659	1,790	
26	Interest Revenue**	41	-	41	
449	Other Revenue	475	468	7	
10,903	Total Operating Revenue	12,472	10,696	1,775	
Operating Expenditure					
1,193	Personnel Costs	1,476	1,578	103	
7,915	Operating & Maintenance Costs	9,200	9,417	217	
432	Professional Costs	760	629	(131)	
(1,440)	Administration Expenses ***	6,777	(893)	(7,670)	
69	Property Costs	68	84	16	
655	Finance Costs**	657	547	(110)	
579	Depreciation & Amortisation Expense**	557	595	38	
26	Gains & Losses				
9,430	Total Operating Expenditure	19,494	11,957	(7,537)	
1,474	Operating Surplus/(Deficit)*	(7,023)	(1,261)	(5,762)	
Capital Revenue					
	Capital Revenue**	279	-	279	
	Total Capital Revenue	279	-	279	
1,474	Total Surplus/(Deficit)	(6,744)	(1,261)	(5,483)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

*** Annual Provision for Closed Landfill included in Annual Budget

Material variances as explained below:

Subsidies & Grants: \$1,790k favourable.

Existing budgets for the revenue from the waste levy were set prior to the expansion of waste levy rates proposed from 1 July 2023. It was unknown at the time of setting budgets what revenue HCC would receive.

Personnel Costs: \$103k favourable.

Favourability due to the high level of vacancies throughout the organisation.

Operating & Maintenance Costs: \$217k favourable.

Favourability in Contractors for the Rubbish & Recycling Contract part of which offsets the unfavourability for Legal Services.

Professional Costs: (\$131k) unfavourable.

Unfavourability for Legal services within the Rubbish & Recycling Contract has been offset by the favourability in Operating & Maintenance costs.

Administration Expenses ***: (\$7,670k) unfavourable.

The year end Landfill provision adjustment resulted in an unfavourable variance of \$7.5m which was as a result of the increase in budgeted capital and operating costs for landfill activities in future years based on the adopted Long -Term Plan 2024-34, as well as increases to interest rates. Earlier provision updates this year were based on Long-Term Plan 2021-31. The timing of the recognition of this expense is recorded earlier but has nil overall effect for the organisation as it is offset against cash outgoings and expenses throughout the Long-Term Plan years.

Capital Revenue **: \$279k favourable.

Contributions toward reconfiguration of the Lincoln Street Transfer station construction and demolition area. Revenue from the Waste Minimisation Levy offsets capital installation costs.

Attachment 2

REGULATORY & SAFETY

Building Control | Animal Education and Control | Environmental Health | Liquor Licensing | City Safety | Civil Defence

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
YTD 2019/20		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
5,033	Rates**	5,395	5,397	(1)	
10,247	Fees & Charges	9,995	10,401	(405)	
94	Subsidies & Grants	3,441	3,440	1	
	Interest Revenue**		-		
227	Other Revenue	205	31	174	
15,600	Total Operating Revenue	19,037	19,268	(231)	
Operating Expenditure					
10,321	Personnel Costs	10,583	11,102	519	
1,671	Operating & Maintenance Costs	1,660	1,775	115	
495	Professional Costs	500	416	(84)	
509	Administration Expenses	(137)	352	489	
69	Property Costs	50	47	(2)	
	Finance Costs**	1	12	11	
101	Depreciation & Amortisation Expense**	127	102	(24)	
	Gains & Losses	3	-	(3)	
13,166	Total Operating Expenditure	12,786	13,807	1,021	
2,434	Operating Surplus/(Deficit)*	6,251	5,461	790	
Capital Revenue					
	Capital Revenue**	400	-	400	
	Total Capital Revenue	400	-	400	
2,434	Total Surplus/(Deficit)	6,651	5,461	1,190	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Fees & Charges: (\$405k) unfavourable.**

The unfavourable variance is due to fewer consent applications in the current challenging economic environment. This has been partially offset by a favourable variance in operating contributions due to increased revenue from a cost recovery process.

Other Revenue: \$174k favourable.

Animal infringements are tracking higher than expected, along with additional investment made to follow up on unregistered dogs.

Personnel Costs: \$519k favourable.

Favourable variance is as a result of vacancies, Future Fit changes as well as a reduction in use of externally contracted staff in the building control unit.

Operating & Maintenance Costs: \$115k favourable.

Favourable variance is due to fewer engineering reviews for consents and more favourable contract prices with service providers.

Administration Expenses: \$489k favourable.

Favourable variance is due to the resolution of two building defect claims, resulting in the release of a previously established provision.

STORMWATER
Stormwater Network
FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
19,068	Rates**	20,445	20,477	(32)	
452	Fees & Charges	473	288	184	
120	Subsidies & Grants	86	30	56	
529	Interest Revenue**	826	367	458	
63	Other Revenue	-	-	-	
20,233	Total Operating Revenue	21,829	21,163	666	
Operating Expenditure					
2,380	Personnel Costs	2,179	2,271	92	
2,099	Operating & Maintenance Costs	264	358	94	
512	Professional Costs	412	420	8	
53	Administration Expenses	49	47	(2)	
473	Property Costs	494	573	79	
1,846	Finance Costs**	2,593	1,707	(886)	
10,832	Depreciation & Amortisation Expense**	11,537	11,512	(25)	
319	Gains & Losses	198	-	(198)	
18,514	Total Operating Expenditure	17,726	16,887	(839)	
1,718	Operating Surplus/(Deficit)*	4,103	4,276	(173)	
Capital Revenue					
4,482	Development Contributions**	5,646	6,211	(565)	
2,407	Capital Revenue**	2,477	2,152	326	
8,307	Vested Assets**	5,627	5,477	150	
15,196	Total Capital Revenue	13,751	13,840	(89)	
16,915	Total Surplus/(Deficit)	17,854	18,116	(262)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Fees & Charges: \$184k favourable.

Favourability is due to additional Operating Contributions received from Waikato Regional Council under the Project Watershed Service Level Agreement.

Gains & Losses: (\$198k) unfavourable.

Unfavourability relates to the disposal of various assets across the Stormwater Activity.

Attachment 2

SUPPORT SERVICES

CE's Office | People, Organisational & Performance | Business Services | Strategic Property | Asset Strategy

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
(387)	Rates**	(365)	(353)	(13)	
613	Fees & Charges	939	591	348	
42	Subsidies & Grants	1,874	3,329	(1,455)	
269	Interest Revenue**	419	122	297	
2,846	Other Revenue	2,853	2,415	438	
3,384	Total Operating Revenue	5,720	6,105	(385)	
Operating Expenditure					
24,079	Personnel Costs	26,980	25,889	(1,091)	
12,791	Operating & Maintenance Costs	10,736	12,807	2,071	
3,377	Professional Costs	2,875	2,648	(227)	
8,103	Administration Expenses	8,605	9,699	1,094	
780	Property Costs	1,187	815	(372)	
(401)	Finance Costs**	(871)	(1,040)	(169)	
6,752	Depreciation & Amortisation Expense**	7,405	6,637	(768)	
(2,407)	Gains & Losses	7,351	(1,050)	(8,402)	
53,075	Total Operating Expenditure	64,268	56,406	(7,862)	
(49,691)	Operating Surplus/(Deficit)*	(58,547)	(50,300)	(8,247)	
Capital Revenue					
118	Capital Revenue**	72	-	72	
118	Total Capital Revenue	72	-	72	
(49,573)	Total Surplus/(Deficit)	(58,475)	(50,300)	(8,175)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Fees & Charges: \$348k favourable.**

Favourability relates to an increase in the recovery of rates and other compliance charges.

Subsidies & Grants: (\$1,455k) unfavourable.

Some of the Better Off Funding programme has been delayed so revenue will be recognised when the spending occurs in the next financial year. Therefore programme expenditure is favourable, with no impact on the total operating result.

Other Revenue: \$438k favourable.

Relates to additional rental income based on rent review increases on Strategic Property and \$250k of dividends paid by Waikato Regional Airport.

Personnel Costs: (\$1,091k) unfavourable.

This includes a \$910k provision as an estimation for the remediation of historical calculations for compliance with the Holidays Act 2003. Annual leave remediation was completed in 2022. Remediation for other leave types is expected to be completed within the 2024-25 financial year.

Operating & Maintenance Costs: \$2,071k favourable.

Favourability relates to timing differences in delivering the revised programme (refer Subsidies & Grant explanation above).

Professional Costs: (\$227k) unfavourable.

Unfavourability relates to the cost of the review into the Municipal Building which will not be picked up by the MEF Reserve as the consultant report concludes that there is no investment opportunity for the MEF Fund.

Administration Expenses: \$1,094k favourable.

Favourability is a result of the recent software prioritisation review.

Property Costs: (\$372k) unfavourable.

The unbudgeted Riskpool insurance payment of (\$347k), approved at the Finance and Monitoring Committee is the main cause of unfavourability.

TRANSPORT
Transport Network | Transport Centre | Parking Management
FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000	\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
51,005	Rates**	54,668	54,578	90
4,731	Fees & Charges	4,857	5,039	(182)
8,936	Subsidies & Grants	14,074	8,868	5,206
5,618	Interest Revenue**	8,762	3,062	5,700
18,174	Other Revenue	16,763	5,904	10,859
88,464	Total Operating Revenue	99,124	77,451	21,674
Operating Expenditure				
6,847	Personnel Costs	10,721	9,333	(1,388)
21,511	Operating & Maintenance Costs	28,803	20,345	(8,458)
1,804	Professional Costs	5,743	1,904	(3,838)
1,360	Administration Expenses	1,689	800	(889)
2,849	Property Costs	2,969	2,912	(58)
20,558	Finance Costs**	24,267	10,480	(13,787)
24,292	Depreciation & Amortisation Expense**	38,032	27,859	(10,173)
8	Gains & Losses	34,085	-	(34,085)
79,230	Total Operating Expenditure	146,310	73,633	(72,677)
9,233	Operating Surplus/(Deficit)*	(47,186)	3,818	(51,004)
Capital Revenue				
10,408	Development Contributions**	8,592	12,608	(4,017)
56,775	Capital Revenue**	41,266	70,818	(29,552)
41,405	Vested Assets**	23,249	28,056	(4,807)
108,588	Total Capital Revenue	73,106	111,482	(38,376)
117,822	Total Surplus/(Deficit)	25,920	115,300	(89,380)

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Fees & Charges: (\$182k) unfavourable.

Due to the slow down in development, the associated fees and charges for development consent is tracking lower than estimated for the financial year.

Subsidies & Grants: \$5,206k favourable.

Operational subsidies received from NZ Transport Agency Waka Kotahi (NZTA) is favourable partly due one-off additional revenue received from NZTA in December. The additional favourable balance is attributable to subsidy being redirected from Capital to the Operating revenue associated with the WIP cost transfers, mainly due to the CERF programmes being stopped prior to construction as requested by NZTA. Projects that were not completed cannot be capitalised and are required to move across to maintenance and operations.

Other Revenue: \$10,859k favourable.

Favourability driven by rental income, infringements, and the favourable non-cash fair value adjustment due to the upward trend in market interest rates on the Housing Infrastructure Fund (HIF) loan.

Operating & Maintenance Costs: (\$8,458k) unfavourable.

The unfavourable result is mainly due to capital expenditure that has been reclassified as operating expenditure. The need to reclassify was identified as staff undertook a comprehensive review of the WIP balances during the capitalisation process in compliance with accounting standards and Council's Capitalisation policy.

Professional Costs: (\$3,838k) unfavourable.

The unfavourable expenditure is due to capital expenditure that has been reclassified as operating expenditure due to a project not proceeding following investigation and final design. This largely relates to CERF projects and the IAF River Crossing being stopped as a result of Central Government direction to withdraw funding and subsequent Council decisions at the 5 March 2024 Infrastructure and Transport Committee and the 2024-34 LTP Council meetings.

Attachment 2

TRANSPORT

Transport Network | Transport Centre | Parking Management
FOR THE PERIOD ENDED 30 JUNE 2024

Administration Expenses : (\$889k) unfavourable.

Increase in infringements issued has resulted in an increase in associated administrative expenses. This is partially offset by the infringement revenue.

Gains & Losses: (\$34,085k) unfavourable.

This represents the transfer (vesting) of the Wairere/Cobham Drive interchange to NZTA.

VENUES, TOURISM AND MAJOR EVENTS

Claudelands | FMG Stadium Waikato | Seddon Park | Tourism and Events Funding | Theatres

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
20,307	Rates**	21,795	21,737	58	
9,780	Fees & Charges	10,753	9,440	1,313	
7	Subsidies & Grants	-	-	-	
471	Interest Revenue**	735	245	490	
1,062	Other Revenue	778	775	3	
31,627	Total Operating Revenue	34,061	32,197	1,864	
Operating Expenditure					
6,792	Personnel Costs	7,379	7,508	129	
8,058	Operating & Maintenance Costs	7,995	7,754	(241)	
315	Professional Costs	186	236	50	
7,991	Administration Expenses	8,311	8,610	299	
1,760	Property Costs	1,952	1,720	(232)	
1,643	Finance Costs**	2,308	1,580	(729)	
7,882	Depreciation & Amortisation Expense**	8,179	7,924	(255)	
284	Gains & Losses	13	-	(13)	
34,725	Total Operating Expenditure	36,325	35,331	(994)	
(3,098)	Operating Surplus/(Deficit)*	(2,264)	(3,135)	871	
Capital Revenue					
229	Capital Revenue**	24	-	24	
229	Total Capital Revenue	24	-	24	
(2,869)	Total Surplus/(Deficit)	(2,241)	(3,135)	894	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Fees & Charges: \$1,313k favourable.

Favourable due to stronger than anticipated event activity at Claudelands Event Centre, as well as the NRL game hosted at FMG Stadium. This is partially offset by the FIFA washup across the two tournaments and financial years.

Personnel Costs: \$129k favourable.

Favourability achieved by close management of planning of resourcing aligned to event schedules to manage the work

Operating & Maintenance Costs: (\$241k) unfavourable.

Event expenditure is managed closely: unfavourability to budget is driven by increased mixed event programme and timing of budgets across FIFA tournaments.

Administration Expenses: \$299k favourable.

Favourability driven by timing of Property & Equipment Maintenance Grant for Waikato Regional Theatre payment aligned to Theatre opening date, however partially offset by additional advertising and promotional costs for the strong event schedule in FY24.

Property Costs: (\$232k) unfavourable.

Unfavourability to budget due to stronger than anticipated event activity resulting in increased utilities costs.

Attachment 2

VISITOR DESTINATIONS

Hamilton Gardens | Waikato Museum | Hamilton Zoo | Arts Promotion

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)	
Operating Revenue					
16,630	Rates**	17,825	17,801	24	
3,568	Fees & Charges	3,998	4,012	(14)	
138	Subsidies & Grants	658	640	18	
318	Interest Revenue**	497	245	252	
138	Other Revenue	400	241	159	
20,794	Total Operating Revenue	23,377	22,939	439	
Operating Expenditure					
9,849	Personnel Costs	10,733	10,471	(262)	
4,024	Operating & Maintenance Costs	4,483	4,089	(394)	
244	Professional Costs	225	77	(148)	
640	Administration Expenses	865	833	(32)	
626	Property Costs	736	700	(36)	
1,110	Finance Costs**	1,560	1,350	(210)	
2,714	Depreciation & Amortisation Expense**	3,187	2,932	(255)	
730	Gains & Losses	194		(194)	
19,938	Total Operating Expenditure	21,982	20,452	(1,530)	
855	Operating Surplus/(Deficit)*	1,395	2,487	(1,092)	
Capital Revenue					
578	Capital Revenue**	967	1,257	(290)	
578	Total Capital Revenue	967	1,257	(290)	
1,433	Total Surplus/(Deficit)	2,362	3,744	(1,382)	

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Other Revenue: \$159k favourable.**

Unbudgeted insurance claim proceeds have been received for damage to the Ripples sculpture, final payouts for Cyclone Dovi damage at Hamilton Zoo, and claims for stolen AV equipment at Hamilton Gardens.

Personnel Costs: (\$262k) unfavourable.

With increased visitor numbers, there has been the need to maintain minimum staffing levels across the visitor destination sites, which has resulted in reduced vacancies compared to budget. Redundancy payouts from the Future Fit restructure have also contributed to the unfavourable variance.

Operating & Maintenance Costs: (\$394k) unfavourable.

Stock purchases for Hamilton Zoo were higher than budgeted, in line with the increased retail sales. Reactive maintenance at Hamilton Zoo was also higher, due to immediate attention required for unexpected asset failures (arising from a backlog of deferred maintenance). This ensured safety standards were upheld.

Professional Costs: (\$148k) unfavourable.

Additional professional services costs were required to support demands on the business.

Gains & Losses: (\$194k) unfavourable.

The loss on disposal of assets relates to works undertaken as part of the renewals programme. This included renewals for the Waikato Museum service lift and Exscite lift, and the NZ Pest Impact exhibit and Cotton-Top Tamarin Monkey enclosure at Hamilton Zoo. These losses were unbudgeted.

WASTEWATER

Wastewater Reticulation | Wastewater Treatment & Disposal

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000	\$000	\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
31,951	Rates**	34,380	34,350	30
7,805	Fees & Charges	8,275	7,710	565
240	Subsidies & Grants	164	60	104
1,695	Interest Revenue**	2,644	857	1,787
15,263	Other Revenue	14,056	2,776	11,280
56,954	Total Operating Revenue	59,519	45,753	13,766
Operating Expenditure				
8,224	Personnel Costs	7,953	7,969	16
10,483	Operating & Maintenance Costs	12,559	9,709	(2,850)
1,295	Professional Costs	454	488	34
283	Administration Expenses	241	209	(32)
3,001	Property Costs	3,241	2,940	(301)
6,902	Finance Costs**	10,258	7,620	(2,638)
14,154	Depreciation & Amortisation Expense**	14,953	14,266	(686)
982	Gains & Losses	445	-	(445)
45,325	Total Operating Expenditure	50,103	43,201	(6,902)
11,629	Operating Surplus/(Deficit)*	9,416	2,552	6,864
Capital Revenue				
12,461	Development Contributions**	9,697	10,782	(1,085)
4,082	Capital Revenue**	3,609	3,174	436
4,681	Vested Assets**	3,007	3,778	(771)
21,223	Total Capital Revenue	16,313	17,733	(1,420)
32,853	Total Surplus/(Deficit)	25,729	20,286	5,443

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:

Fees & Charges: \$565k favourable.

Favourability relates to an increase in trade waste and tankered waste loads received at the Pukete Wastewater Treatment Plant resulting in additional revenue. The additional revenue partially offsets additional costs in the operating and maintenance area.

Subsidies & Grants: \$104k favourable.

Additional funds received for Three Waters reform work offset by expenditure.

Other Revenue: \$11,280k favourable.

Favourable non-cash fair value adjustment from the upward trend in market interest rates on the Housing Infrastructure Fund (HIF) loan. Insurance payments received for Pukete WWTP Outfall pipe work. which offset higher operating and maintenance

Operating & Maintenance Costs: (\$2,850k) unfavourable.

Unfavorability relates to increased maintenance needed to reduce the risk of wastewater network overflows and increased reactive maintenance required at the Pukete WWTP. Costs for disposal of wastewater screenings (biohazard waste) at Pukete WWTP are also unfavourable due to disposal charges being higher than anticipated. There has also been increased monitoring costs due to the increased tankered waste loads, which is offset by additional revenue for tankered waste.

Property Costs: (\$301k) unfavourable.

Unfavorability for electricity costs due to a contractual price increase in electricity rates.

Gains & Losses: (\$445k) unfavourable.

The loss on disposal of assets relates to works undertaken as part of the renewals programme.

Capital Revenue**: \$436k favourable.

Contributions toward new connections exceeded budget due to increased applications. Revenue offsets capital installation costs.

Attachment 2

WATER SUPPLY

Water Treatment | Water Reticulation & Storage

FOR THE PERIOD ENDED 30 JUNE 2024

\$000		\$000		\$000
Last Year YTD		YTD Actual	YTD Budget	Variance Fav/(Unfav)
Operating Revenue				
22,027	Rates**	23,823	24,019	(196)
(273)	Fees & Charges	(315)	(150)	(165)
235	Subsidies & Grants	160	60	100
1,114	Interest Revenue**	1,737	612	1,124
955	Other Revenue	801	190	611
24,057	Total Operating Revenue	26,206	24,731	1,475
Operating Expenditure				
5,110	Personnel Costs	5,715	5,767	52
3,306	Operating & Maintenance Costs	3,962	4,072	109
957	Professional Costs	486	464	(22)
82	Administration Expenses	73	80	7
2,753	Property Costs	2,962	3,068	107
3,943	Finance Costs**	5,574	3,731	(1,843)
10,161	Depreciation & Amortisation Expense**	10,536	10,096	(440)
1,143	Gains & Losses	622	-	(622)
27,454	Total Operating Expenditure	29,930	27,277	(2,653)
(3,397)	Operating Surplus/(Deficit)*	(3,725)	(2,547)	(1,178)
Capital Revenue				
7,404	Development Contributions**	6,251	5,353	899
4,907	Capital Revenue**	3,713	2,241	1,472
1,822	Vested Assets**	1,353	2,042	(689)
14,133	Total Capital Revenue	11,317	9,636	1,682
10,737	Total Surplus/(Deficit)	7,593	7,089	504

* Operating surplus/(deficit) excludes overhead allocation. Refer to Overheads activity statement for overhead results and variance explanations

** Rates Revenue, Interest Revenue, Finance Costs, Depreciation & Amortisation Expenses, Development Contribution, Capital Revenue and Vested Assets variances are explained in the Council activity statements

Material variances as explained below:**Fees & Charges: (\$165k) unfavourable.**

Unfavourable due to increased TradeWaste costs incurred by the Waiora Water Treatment Plant as a result of increased charges and treatment process adjustments required to maintain drinking water safety and quality standards.

Subsidies & Grants: \$100k favourable.

Additional funds received for Three Waters reform work offset by expenditure.

Other Revenue: \$611k favourable.

Due to the favourable non-cash fair value adjustment resulting from the upward trend in market interest rates on the Housing Infrastructure Fund (HIF) loan.

Operating & Maintenance Costs: \$109k favourable.

Favourable due to lower than expected maintenance costs at the Water Treatment Plant. This partially offsets increased Wastewater maintenance costs.

Property Costs: \$107k favourable.

Insurance costs were lower than originally anticipated driven by lower FENZ levies as a result of lowering the fire loss limit.

Gains & Losses: (\$622k) unfavourable.

The loss on disposal of assets relates to works undertaken as part of the renewals programme.

Capital Revenue: \$1,472k favourable.**

Contributions toward new connections exceeded budget due to increased applications. Revenue offsets capital installation costs.

TREASURY REPORT

Year to date 30 June 2024

Attachment 3

Item 8

Investment and Cash Position

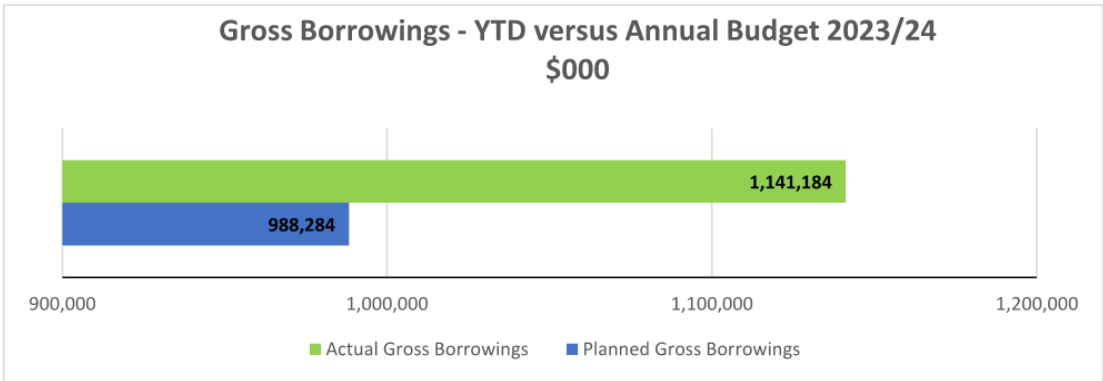
Treasury cash investments consist of:

Cash Investments	Actual \$000 Jun-24	Budget \$000 Jun-24	Variance \$000 Fav/ (Unfav)
Cash on call	39,980	not apportioned	not apportioned
Term deposit	149,802	not apportioned	not apportioned
Closing bank balances	4,321	not apportioned	not apportioned
LGFA borrower notes	23,179	not apportioned	not apportioned
Total cash investments	217,283	145,477	71,806

The Council's investments are managed on a regular basis, with sufficient minimum immediate cash reserves maintained. To best manage funding gaps, Council's financial investment maturities are matched with Council's forecast cash flow requirements.

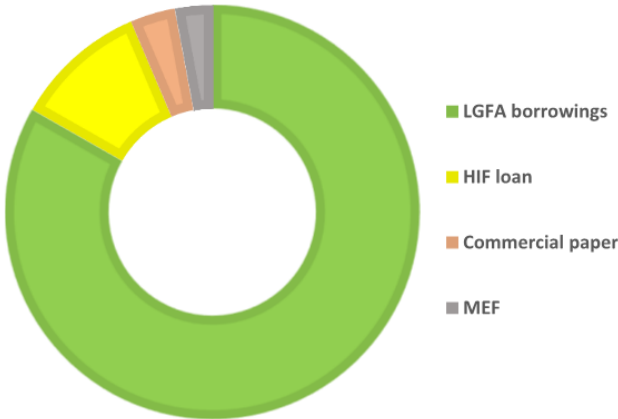
Borrowing Position

Council borrowings is the external portion of debt held with the Local Government Funding Agency (LGFA), Ministry of Business, Innovation and Employment and finance lease liabilities.



Gross external debt is unfavourable to budgeted debt at 30 June 2024. The unfavourable balance is within 15.5% of planned gross borrowings for the period.

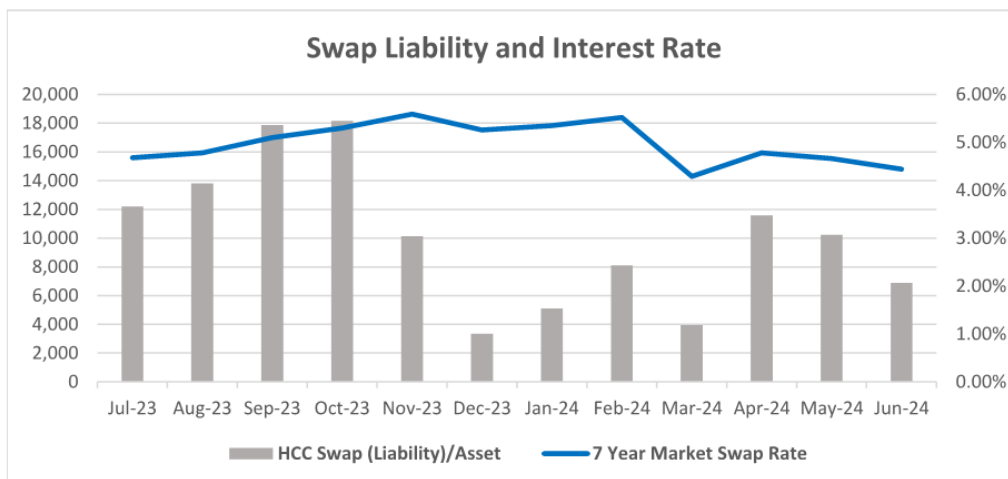
The LGFA remains Council's most favoured and low cost source of funding.



Attachment 3

Interest Rates

Council manages interest rate risk to reduce uncertainty relating to interest rate fluctuations through fixing of interest costs. The exposure to interest rate risk is managed and mitigated through the risk control limits as set out in the Investment and Liability Management Policy.



There is an inverse relationship between Council's swap liability and the market swap interest rate. As the market swap interest rate increases Council's swap liability decreases and a gain is then recognised on the interest rate swap. Conversely, a decrease in the market swap interest rate results in an increase in Council's swap liability and a loss is then recognised on the interest rate swap.

Resolution to Exclude the Public

Section 48, Local Government Official Information and Meetings Act 1987

The following motion is submitted for consideration:

That the public be excluded from the following parts of the proceedings of this meeting, namely consideration of the public excluded agenda.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution follows.

General subject of each matter to be considered	Reasons for passing this resolution in relation to each matter	Ground(s) under section 48(1) for the passing of this resolution
C1. Confirmation of the Finance and Monitoring Committee Public Excluded Minutes of 7 May 2024) Good reason to withhold) information exists under) Section 7 Local Government) Official Information and) Meetings Act 1987	Section 48(1)(a)
C2. Report on overdue debtors as at 31 July 2024 and Debt write-offs 2023/24		

This resolution is made in reliance on section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by Section 6 or Section 7 of that Act which would be prejudiced by the holding of the whole or relevant part of the proceedings of the meeting in public, as follows:

Item C1.	to prevent the disclosure or use of official information for improper gain or improper advantage	Section 7 (2) (j)
Item C2.	to protect the privacy of natural persons to maintain the effective conduct of public affairs through protecting persons from improper pressure or harassment	Section 7 (2) (a) Section 7 (2) (f) (ii)