

Thursday, 18 September 2025

Te Hui o Te Kaunihera ā-Rohe o Heretaunga

Hastings District Council

Performance and Monitoring Committee Meeting

Kaupapataka

Presentation for Agenda Item 7

Te Rā Hui:
Meeting date: **Thursday, 18 September 2025**

Te Wā:
Time: **9.00am**

Te Wāhi:
Venue: **Council Chamber
Ground Floor
Civic Administration Building
Lyndon Road East
Hastings**

Te Hoapā:
Contact: **Democracy and Governance Services
P: 06 871 5000 | E: democracy@hdc.govt.nz**

Te Āpiha Matua:
Responsible
Officer: **Deputy Chief Executive - Bruce Allan**

Thursday, 18 September 2025

Item 5

*Te Hui o Te Kaunihera ā-Rohe o Heretaunga***Hastings District Council: Performance & Monitoring Committee Meeting***Te Rārangi Take*

Report to Performance and Monitoring Committee

Nā:
From: Christine Hilton, Democracy and Governance Advisor

Te Take:
Subject: Supplementary attachment - presentation under Agenda Item 7

1.0 Purpose and summary - *Te Kaupapa Me Te Whakarāpopototanga*

The purpose of this covering report is to put the attached presentation, shown Under Item 7 at the Performance and Monitoring Committee meeting on 18 September 2025, onto the Council's website so it can be viewed by members of the public – as technical issues prevented part of that meeting being live streamed (including the part where this item was addressed).

Attachments:

- | | | |
|---------------------|---|---------------|
| 1 ↓ | Presentation Unaudited Financial Result 2024 25 - Item 7 from Performance and Monitoring Committee on 18 September 2025 | CG-17-4-00267 |
|---------------------|---|---------------|



Draft 2024/25 Financial Result



2024/25 Financial Summary

Improved Liquidity

- Total Net Borrowings are \$443m against a budget of \$482m
- Rates arrears reduced to <2.5% of Rates, no of accounts in arrears reduced by 36%

Rates result

- \$4.3m to “balance the budget” against the planned borrowing of \$14m.
- 82% of expenditure is on areas considered as Core services or a statutory obligation of Council.

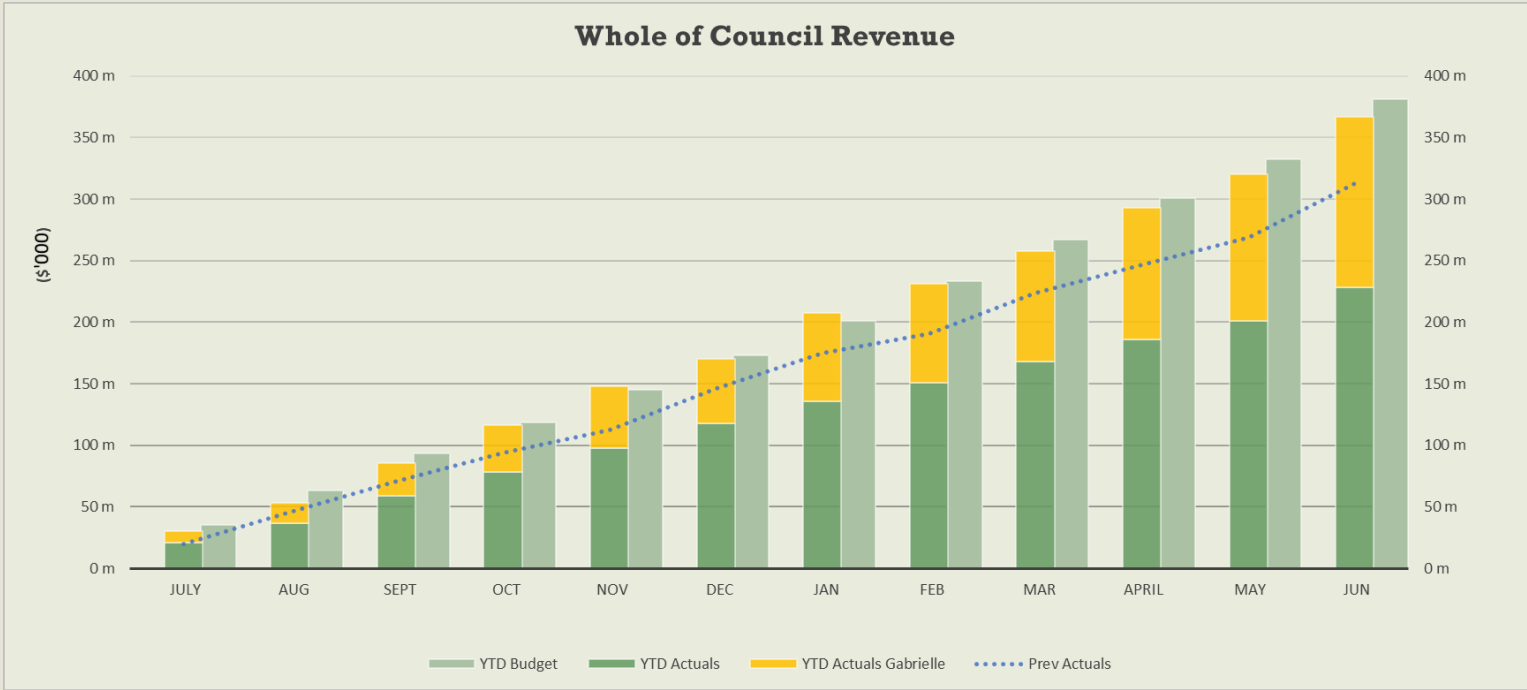
Capital expenditure \$231m against a budget of \$289m (includes cyclone recovery of \$128m). 70% of the \$231M was externally sourced

Results are un-audited-

- EY progressing Annual Audit
- Audit covers Council processes, transactions and balances
- Full results presented on October 9 when the Annual report will be adopted








Revenue



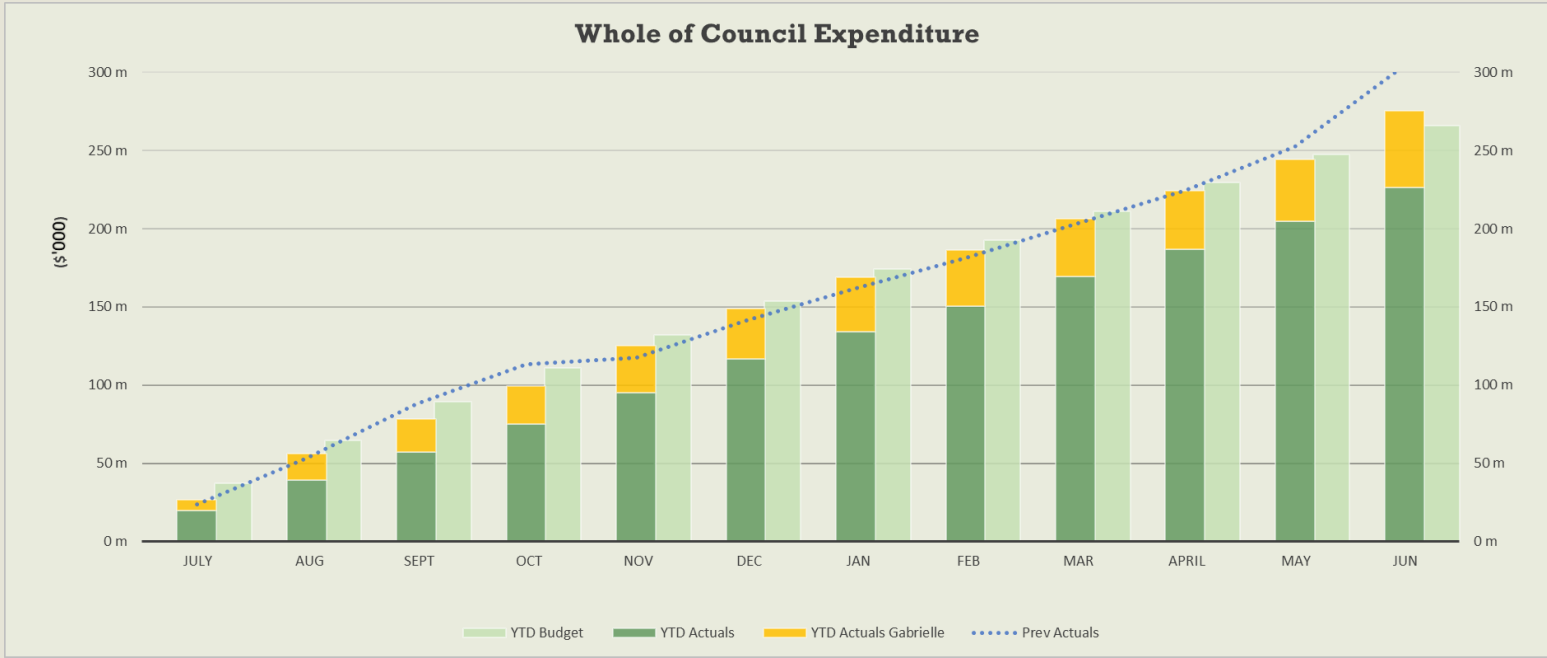


Key Revenue Variances Council

 Housing for the Elderly \$3.7m	 Transfer Station \$870k	 Development Contributions \$2.4m
	 IAF Funding \$3.8m	 Cyclone Gabrielle Insurance Reimbursement \$5.5m



Expenditure





Key Expenditure Variances Council BAU



Net Interest
Costs \$1.5m



IT Software &
Maintenance
\$1.6m



Personnel
Costs \$3.2m



Transport Local
Share Unspent
\$1.7m

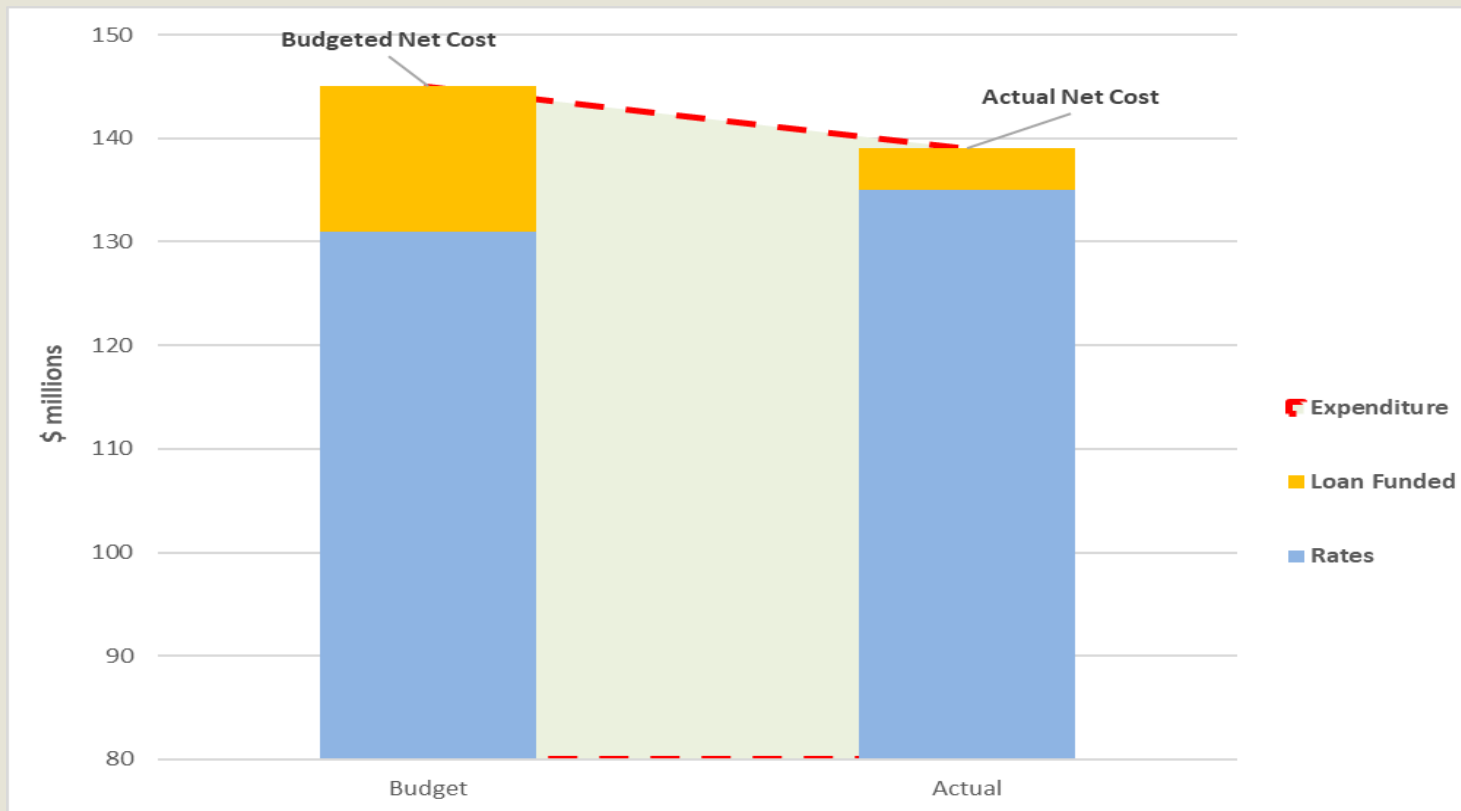


Non Cash Expenditure
Depreciation
\$3.3m

HERETAUNGA HASTINGS

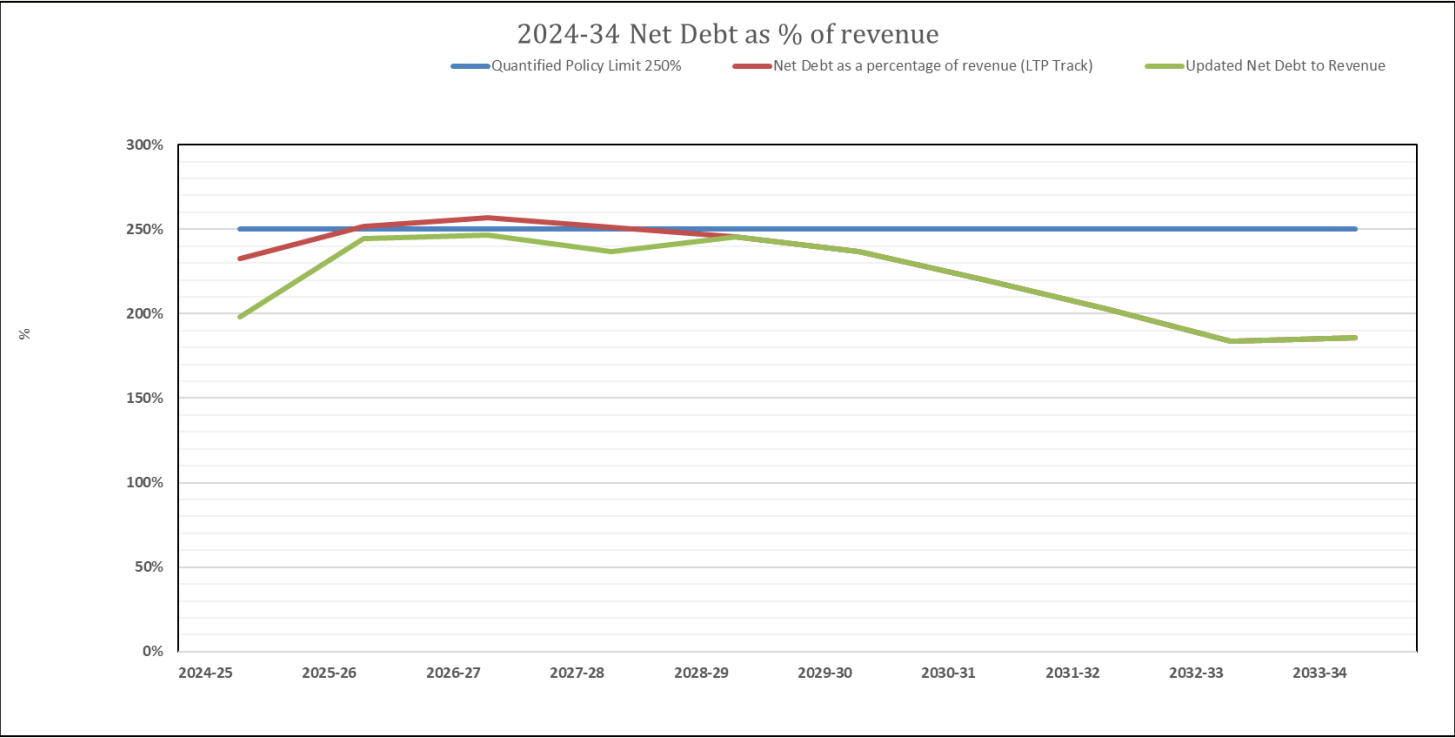
DISTRICT
COUNCIL

Rating Result 2024/25



HERETAUNGA
HASTINGS

Debt to Revenue Track



Total Net Borrowings \$443.m vs Budget \$482m

**HERETAUNGA
HASTINGS**

\$231m in capital
70% externally sourced

Capital programme overview

Non BAU Capital

Cyclone remains a critical feature

Significant ongoing work with our funding partners ~ \$118m on Transport

- **New Zealand Transport Agency**
 - Higher subsidy rate (FAR from 73% to 83%) approved till 30 June 2029
 - Progressing recovery works and further funding support approvals being progressed
- **Crown Funding agreement (NIFF management oversight)**
 - \$226m funding agreement with Crown
 - Progressing work programme within initial estimates and contingency
- **Havelock Streams 2C improvement works** – properties now re-classified to Category 1, and phased work programme underway

Lots of external oversight required by external funders

- **Both entities** performing audits and have multi- step approvals of Council proposals, procurement, invoicing and claims

Incoming Council will have opportunity to review cyclone financial strategy

- Current indications are that overall programme is likely to require less local share (rates) than initial estimated
- Timing of programme will need review if desire is to leverage higher FAR
- Level of service conversations on some sites if NZTA are unwilling to co-fund some

BAU Capital

Asset Renewals, Compliance, and Growth

Transport funding – renewal and improvements ~ \$16m

- NZTA Funding support not confirmed until 2nd quarter
- Reduced funding support across a number of areas
- Lower than optimum renewal support – increasing service failure risk
- Council funding approach (Dec 24) reduced expenditure to plan, contributing to lower borrowings

Growth capital ~ \$23m

- Considerable investment supporting growth areas
- Enabling infrastructure to unlock future growth and urban intensification

Three Waters ~ \$30m

- Renewals and upgrades for compliance continued
- Re-phased work to reduce borrowing demand, and further smooth work programme
- Wider Havelock North streams strategy underway
 - wider service level/investment conversations to come next term

Landfill development works ~ \$10m

- New valley in place to met forecasted demand

Flaxmere Developments

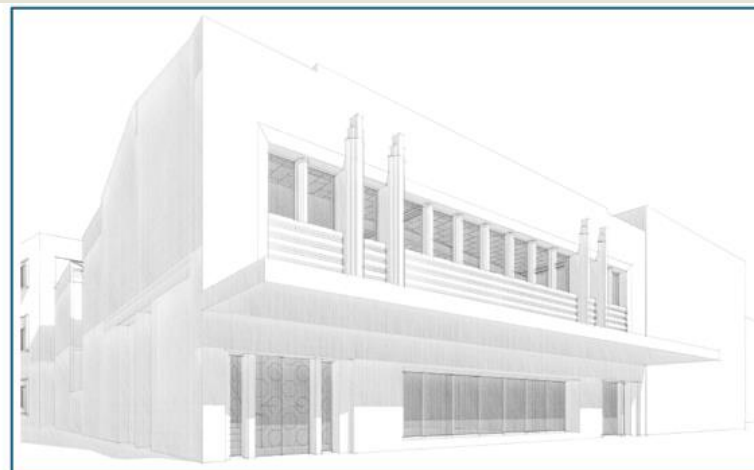


**HERETAUNGA
HASTINGS**

Hastings CBD Developments... Looking ahead



Heretaunga House



305 Heretaunga Street East



206 Queen Street West



H Central



Questions