

From: [Sharon Bodeker](#)
To: [Grant Miller](#)
Subject: RE: Local Government Official Information request - 1086265
Date: Wednesday, 12 February 2025 3:27:00 pm
Attachments: [Better Off Funding Variation December 2024.pdf](#)
[Reallocation of Better off Funding.pdf](#)
[Extract Crown Infrastructure Partners report 30 April 24.pdf](#)
[image001.png](#)

Dear Grant

I refer to your LGOIMA request below for information about the reallocation of Better off Funding. Please accept my apology for the delay in responding to you.

Please find attached a summary of the reallocation of Better off Funding. Also attached is a signed variation agreement with DIA for the reallocation, and an extract from the Crown Infrastructure Partners report of 30 April 2024.

I trust these answer your queries.

Kind regards

[Sharon Bodeker](#)
Special Projects Lead

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From: DCC Webmaster <webmaster@dcc.govt.nz>
Sent: Monday, 2 December 2024 11:57 a.m.
To: Official Information <officialinformation@dcc.govt.nz>
Subject: Local Government Official Information request - 1086265

Grant has submitted a LGOIMA request - 1086265.

Below are the details of the request

Request details:

Hello, I believe the Dunedin City Council has now reallocated Three Waters Better Off funding. We would like to know how it has been reallocated. What does the adjusted allocation consist of and how does it compare with what was stated in a Crown Infrastructure Partners report on April 30, 2024? What communication has there been with the Department of Internal Affairs about reallocation of funding since then? Have proposed changes now been formalised and has a signed copy been sent to Internal Affairs? If so, what did this say?

File attachment (file name)

No file uploaded

Name

Grant Miller

Email address

grant.miller@odt.co.nz

Mailing address

grant.miller@odt.co.nz

Contact phone number

022 016 1312



VARIATION AGREEMENT

TO THE

FUNDING AGREEMENT

BETWEEN

DEPARTMENT OF INTERNAL AFFAIRS

AND

DUNEDIN CITY COUNCIL

AND

**NATIONAL INFRASTRUCTURE FUNDING AND
FINANCING LIMITED (AS MONITOR)**

FOR

**WATER SERVICES REFORM PROGRAMME –
BETTER OFF PACKAGE**

Agreement

The parties identified below agree to be bound by the terms and conditions of this Agreement.

- 1 Parties**

The Sovereign in right of New Zealand, acting by and through the Chief Executive of the Department of Internal Affairs (**DIA**)

Dunedin City Council (**Recipient**)

National Infrastructure Funding and Financing Limited (**Monitor**)
- 2 Background**

DIA, the Recipient and the Monitor are parties to a Funding Agreement dated 10 March 2023 as amended on 24 July 2023 under which DIA agreed to contribute Funding to the Recipient from the “better off” final support package and the Monitor undertakes a review and monitoring role on behalf of DIA (**Funding Agreement**).

The Parties have subsequently agreed to increase the amount of Funding under the Funding Agreement from \$9,876,000 to NZ\$11,540,000. The increased amount reflects the additional funding DIA has agreed to make available to the Recipient.

The parties have agreed to vary the Funding Agreement as set out in this Agreement, with effect from the date of execution of this Agreement by all parties.
- 3 Defined terms and interpretation**

Except where the context requires otherwise:

 - (a) in this Agreement, defined terms have the meanings given to them in the Funding Agreement; and
 - (b) the provisions of the Funding Agreement relating to interpretation apply to this Agreement.
- 4 Confirmation of other terms**

The parties confirm that in all other respects, the terms and conditions of the Funding Agreement remain in full force and effect but are extended to include the varied terms recorded in this Agreement.
- 5 Variation to the Funding Agreement**

Each party agrees that the terms of the Funding Agreement will be varied as follows:

 - (a) **Clause 7 of Part 1** – In paragraph one of clause 7 the reference to “NZ\$9,876,000” shall be deleted and replaced with “NZ\$11,540,000”.
 - (b) **Schedule 1** – The entirety of Schedule 1 shall be deleted and replaced with a new schedule 1 set out at the end of this document.
- 6 Costs**

Each party will pay its own costs of negotiating and documenting this Agreement.

SIGNATURES

SIGNED by the **SOVEREIGN IN RIGHT OF NEW ZEALAND** acting by and through the Chief Executive of the Department of Internal Affairs or his or her authorised delegate:

Name: Hamiora Bowkett
Position: Executive Director, Water Services Policy
Date:

SIGNED for and on behalf of **DUNEDIN CITY COUNCIL** by the person(s) named below, being a person(s) duly authorised to enter into obligations on behalf of the Recipient:

Name: Sandy Graham
Position: Chief Executive
Date: 12-12-24

SIGNED for and on behalf of **NATIONAL INFRASTRUCTURE FUNDING AND FINANCING LIMITED** by the person(s) named below, being a person(s) duly authorised to enter into obligations on behalf of the Monitor:

Name: Graham Mitchell
Position: CEO
Date: 4 Dec 2024

Name: Kathryn Mitchell
Position: Chief Legal & Corp Affairs Officer
Date: 4 Dec 2024

SCHEDULE 1: PERMITTED FUNDING ACTIVITIES

Permitted funding activities

Permitted funding activities are set out below. All funding amounts below are 'plus GST (if any)'.

- Up to **\$8,312,852** for the **Future Development and Planning** initiative, consisting of:
 - Enhanced 3 Waters Hydraulic models;
 - New Transport model;
 - Carbon assessments of 3 Waters and Transport infrastructure;
 - Accelerated condition assessments of stormwater infrastructure;
 - Accelerated condition assessments of lifelines and trunk infrastructure;
 - Lead and deliver accelerated and enhanced growth programme; and
 - City Growth Team.
- Up to **\$408,048** for the **Treaty Partnerships** initiative, consisting of:
 - Strategic Treaty Advisors;
 - Cultural Capability Advisors;
 - Maatawaka Engagement; and
 - Mana Whenua Engagement.
- Up to **\$1,873,378** for the **Climate Action** initiative, consisting of:
 - Climate Action; and
 - South Dunedin Future.
- Up to **\$500,000** for the **Local Water Done Well** initiative, consisting of:
 - New organisational structures; and
 - Financial & Commercial Options.
- Up to **\$445,722** for the **Infrastructure** initiative, consisting of:
 - Health, safety and wellness;
 - System improvements;
 - Resilience; and
 - Growth

Extract from the Crown Infrastructure Partners report – 30 April 2024

DISTRICT	BETTER OFF FUNDING (\$M)	PAID TO 31 MAY (\$M)	REMAINING FUNDING (\$M)
DUNEDIN CITY COUNCIL			
Enhanced 3 Waters Hydraulic Models	0.850	0.180	0.670
New transport model	0.240	0.080	0.160
Carbon assessments for 3 Waters and Transport infrastructure	0.800	0.120	0.680
Various infrastructure impact assessments	0.760	0.130	0.630
Accelerated Condition assessments of stormwater infrastructure	0.430	0.180	0.250
Accelerated Condition assessment of lifelines and trunk infrastructure	0.720	0.100	0.620
Additional Operational Resource to lead and deliver accelerated and enhanced growth programme	1.300	0.119	1.181
City Growth Team (City Engineer, 3Ws Engineer, Transport Engineer, and Urban Designer/ Heritage Advisor)	1.440	0.064	1.376
Strategic Treaty Advisors	0.810	-	0.810
Cultural Capability Advisors	0.690	-	0.690
Mana Whenua Engagement	0.270	-	0.270
Maatawaka Engagement	0.120	-	0.120
Accelerating Zero Carbon City-Wide Outcomes	1.660	-	1.660
South Dunedin Future (SDF) – Accelerating Climate Change Adaptation Programme	1.450	-	1.450
Total	11.540	0.973	10.567

Reallocation of Better off Funding

Programme	Project	Original allocation	Available for redirection	Redirected funds	New allocation
P1. Future Development & Planning	P1.1 Enhanced 3 Waters Hydraulic Models	850,000		776,666	1,626,666
	P1.2 New Transport Model	240,000	(71,929)		168,071
	P1.4 New Carbon Assessments of 3 Waters and Transport infrastructure	800,000			800,000
	P1.5 Various infrastructure impact assessments	760,000			760,000
	P1.6 Accelerated Condition assessments of stormwater infrastructure	430,000	(266,459)		163,541
	P1.7 Accelerated Condition assessment of lifelines and trunk infrastructure	720,000		1,800,000	2,520,000
	P1.8 lead and deliver accelerated and enhanced growth	1,300,000		-	1,300,000
	P1.9 City Growth Team	1,440,000	(465,426)		974,574
P1. Future Development & Planning Total		6,540,000	(803,814)	2,576,666	8,312,852
P2. Treaty Partnerships	P2.1 Strategic Treaty	810,000	(765,000)		45,000
	P2.2 Cultural Capability Advisors	690,000	(326,951)		363,049
	P2.3 Mana Whenua Engagement	270,000	(270,000)		-
	P2.4 Mataawaka Engagement	120,000	(120,000)		-
P2. Treaty Partnerships Total		1,890,000	(1,481,951)	-	408,049
P3. Climate Action	P3.1 Climate Action	1,660,000	(1,236,622)		423,378
	P3.2 South Dunedin Future	1,450,000			1,450,000
P3. Climate Action Total		3,110,000	(1,236,622)	-	1,873,378
P4. Local Water Done Well	P4.1 New Organisational Structures	-		250,000	250,000
	P4.2 Financial & Commercial Options	-		250,000	250,000
P4. Local Water Done Well Total		-	-	500,000	500,000
P5. Infrastructure	P5.1 Health & Safety and Wellbeing	-		50,000	50,000
	P5.2 System Improvements			100,000	100,000
	P5.3 Resilience			220,000	220,000
	P5.4 Growth			75,722	75,722
P5. Infrastructure Total		-	-	445,722	445,722
Grand Total		11,540,000	(3,522,388)	3,522,388	11,540,000