



ATTACHMENTS MINUTES

City Delivery Committee meeting

Tuesday, 28 April 2026

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Financial Monitoring Third Quarter 2026

28 April 2026



Tauranga City

Drivers of Variance YTD

- **Timing of delivery** – slower capex drives lower interest expense
- **Market & economic conditions** – higher interest rates, fuel costs and material prices
- **Demand and activity levels** – slower economic conditions reducing demand, eg, building consents, airport and parking
- **One-off events** – January weather event & early vesting of Papamoa East Interchange (PEI) to NZTA
- **Accounting Standards and reporting differences** – Finance lease for 90 Devonport Road, capitalisation timing, depreciation



Favourable YTD results impacted by accounting treatments for year end

- Year-to-date results are favourable to Annual Plan (AP)
- The full year forecast of surplus is unfavourable due to accounting impacts that are not cash, and do not reflect service delivery
- Next year's Annual Plan has incorporated the favourable operational revenue and expenditure trends
- The preparation for year end including capitalisation/depreciation has continued to identify areas for improvement in our processes - the way we respond to information coming through asset management, revaluation of assets, and project planning which is reflected in depreciation. A review of these processes is proposed for the LTP.



9 Months (YTD) results

- Year-to-date results are favourable to Annual Plan (AP)
- Operating revenue \$25.6m above AP; operating expenditure \$16.6m below AP
- \$19.6m Tauriko West revenue received earlier in year than budgeted
- Rates and finance revenue \$5m above AP
- Lower operating costs of \$24m across stormwater, digital, planning and transport, and other areas offsetting weather event expenditure (\$2.3m)
- Offset by higher depreciation of \$6.6m (including accounting entry for finance lease)



Surplus and Deficit to Date and Full Year Outlook

Year to Date

- YTD **Surplus before gains and losses** of \$52m (\$25m favourable to AP). This surplus includes asset development revenue. The balanced budget prudence measure is 107% against 98.3% YTD AP.
- The **operating deficit**, which excludes asset revenues, is \$10.5m YTD, which is favourable to AP by \$42m.

Full Year Forecast

- Full-year **Surplus before gains and losses** is forecast to be \$41.5m, \$6.4m unfavourable to AP due to:
 - IAF revenue delay, (\$15m)
 - below AP user fee revenue (\$5.5m), and
 - activity forecasts of expenditure for last three months particularly in Transport. There is some risk this level of increased expenditure will not occur.
- Forecast **deficit before tax** of \$16.6m (\$62.8m unfavourable to AP)
 - Driven primarily by early vesting of Papamoa East Interchange valued at \$63m



Forecast Full year expenditure not affecting rates surplus

- Unbudgeted depreciation, weather events and accounting impacts add \$12.5m of costs reported, most of which is not rates funded:
 - risk reserve will fund \$4.4m expenditure on weather event response and recovery,
 - non-cash accounting entries \$3.1m recorded in depreciation and interest,
 - \$5m full year forecast of additional depreciation may or may not be funded (transport 51% unfunded due to NZTA contribution).
- Rates surplus of \$3.2m that has been committed to carry forward remains within forecast



Capital Expenditure

- \$281m of capital expenditure delivered to 31 March 2026
- Full-year forecast spend of \$405m against AP of \$502m and revised budget of \$453m
- Rephasing across programmes is to be confirmed through 2026/27 Annual Plan to be presented to Council in late May/early June.
- Civic Whare Exhibition and Museum (CWEM) project progressing ahead of AP with bring-forward approval under Chief Executive delegation, with other project adjustments offsetting the debt impact.
- Capitalisation of loan funded work in progress from previous years has identified project expenditure to be written back to operating costs (\$4.8m) mostly in transportation



Treasury and Debt

- Forecast net debt at 30 June 2026 of \$1.51b (\$140m below Annual Plan)
- Lower opening debt and slower capital delivery are key drivers of lower debt.
- At 31 March there is \$99.6m of off-balance-sheet funding of transport projects through IFF. Including this debt, total net debt is forecast to be \$1.61b at 30 June.
- 70% of balance sheet debt is fixed; average cost of borrowing is 3.96%
- Final borrowing in May and June will not materially impact full year interest costs, even if new borrowing rates increase.
- Treasury operations remain within policy.
- Annual credit review with S&P Global on 27 May



Next Steps

- Undertake a full review of depreciation processes prior to the Long-term Plan, including requirements of asset management, project budgeting and capitalisation to improve budgeting and ensure appropriate depreciation
- Continue close monitoring of operating and capital performance
- Confirm capital rephasing and carry forwards in Annual Plan
- Quarter 4 monitoring report to be presented after year end.





 BayVenues

HALF YEAR REPORT

FY26 (1 July – 31 December 2025)

KEY PERFORMANCE TARGETS

H1 FY26

H1 FY26 YTD NET SURPLUS BEFORE TAX (UNFUNDED)

 **-\$32,784**

(\$33.8k or 51% ahead of budget)

H1 FY26 YTD TOTAL REVENUE

 **\$16.55m**

(\$1.05m or 7% ahead of budget)

H1 FY26 YTD TOTAL VISITS

 **1,149,510**

(9% ahead of target)

H1 FY26 YTD CUSTOMER SATISFACTION

 **84%**

(1% behind target)

FORECASTED FY26 RESULT

FY26 FORECASTED NET SURPLUS BEFORE TAX (UNFUNDED)

 **\$72,805***

(\$30.7k or 73% ahead of budget)

FY26 FORECASTED TOTAL REVENUE

 **\$31.48m***

(\$1.2m or 4% ahead of budget)

*Includes estimated Mount Hot Pools insurance proceeds

36 SIGNIFICANT EVENTS (500+ PEOPLE)



THE UNIVERSITY OF WAIKATO HAUMARU SPORT & RECREATION CENTRE



NEW DROWNING DETECTION SYSTEM



BAY CATERING WINS INDUSTRY SUPPLIER OF THE YEAR



LOOKING AHEAD

- Mauao/Mount Hot Pools recovery
- Financial challenges and outlook
- Baypark master plan (Tauranga Netball Centre relocation, Mercury Baypark Arena extension, Speedway)
- Memorial Park Aquatic Centre development



Rosemary Protheroe
Chair



Rachel Scott
Deput Chair



Wayne Werder
Trustee



Alan Withrington
Chair, Audit Finance & Risk



Alana Winiata-Kelly
Trustee



Hanna Scott
Chair, HR



Dave Guruge
Trustee



Tania Berryman
Associate Trustee



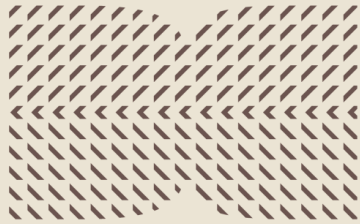
Grace Hakaria
Observer



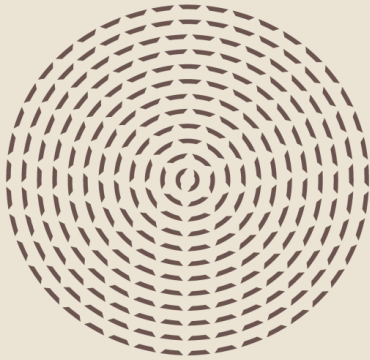
Financial Performance

Six months ended Dec 2025

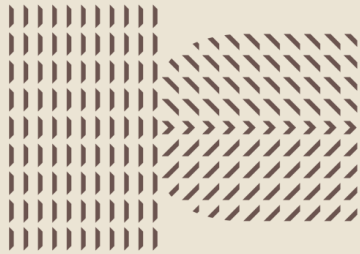
Account	Notes	Jul-Dec 2025 Actual \$	Jul-Dec 2025 Budget (unaudited) \$	Jul-Dec 2024 Actual \$
Revenue				
Funding from Local and Central Government		1,199,431	746,543	838,254
Non-government grants, sponsorship and donations		173,213	210,213	33,641
Interest, dividends and other investment revenue		39,304	22,000	47,818
Other revenue		160,190	11,000	12,038
Total Revenue		1,572,138	989,756	931,751
Expenses				
Employee remuneration and other related expenses		537,737	506,444	455,947
Other expenses related to service delivery		647,811	428,711	307,371
Total Expenses		1,185,548	935,155	763,318
Surplus/(Deficit) for the Year		386,590	54,601	168,433



Non-Financial Performance 2025–2026



3 completed
12 on track
1 to be achieved next financial year







A programme of reopening exhibitions and enhanced experiences delivered

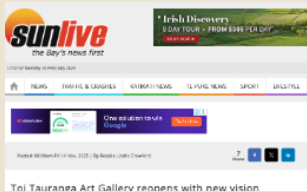
Māori advisory group
Te Kāhu ō Hinewa
deliver identified
outcomes





Overseas visitor
charges implemented

Work closely with Te Manawataki o Te Papa partners to grow the profile of the precinct and city



Six-Month Report

July - Dec 2025

Tourism Bay of Plenty

Tāpoi Te Moananui ā Toi



Achieved	On track	Work in progress	At risk
<p>ECONOMIC WELLBEING </p> <p>Visitor Spend (Western Bay Combined)</p> <p>-4.5% -9.5% +17.9%</p> <p>Total Spend Domestic Spend International Spend</p>	<p>SOCIAL WELLBEING </p> <p>Percentage of residents who agree that tourism has a positive impact on the community</p> <p>+66%</p> <p>Target: 62%</p>		
<p>CULTURAL WELLBEING </p> <p>Supported a minimum of 3 Māori tourism operators to connect their experience offering to a digital platform.</p>	<p>ENVIRONMENTAL WELLBEING </p> <p>Key actions and programmes are in place which build on climate change mitigation and adaptation progress relating to tourism.</p>		
<p>TBOP WELLBEING </p> <p>Based on YE June 2025 employment engagement survey: (Next survey June 2026)</p> <p>94%</p> <p>Target: 80%</p>	<p>DESTINATION MARKETING </p> <p>6,500</p> <p>Updated copies of the Western Bay of Plenty and Tauranga cycle trails booklet were printed in November 2025, with distribution underway.</p>		
<p>DESTINATION MARKETING </p> <p>Elevate the region's food story.</p> <p>55+</p> <p>Events</p> <p>Flavours of Plenty Festival 16 April- 3 May 2026.</p>	<p>DESTINATION MANAGEMENT </p> <p>Operators supported to engage in capability building programmes, with a minimum of five additional operators being endorsed with <u>Qualmark</u> certification.</p>		
<p>DESTINATION MARKETING </p> <p>Promote destination to target markets. Deliver an updated domestic marketing campaign which incorporates the destination's DNA elements and is focused on the target markets.</p>	<p>DESTINATION MANAGEMENT </p> <p>Business Events.</p> <p>12 Conference bids submitted. Yearly target is 30.</p> <p>9 Confirmed conferences. Yearly target is 10.</p>		



Visitor Spend



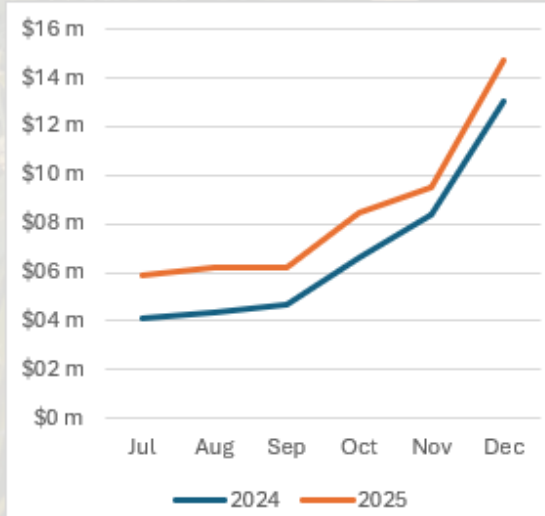
TAURANGA DOMESTIC VISITOR SPEND

Down 9.7% compared to July-Dec 2024



TAURANGA INTERNATIONAL VISITOR SPEND

Up 23.7% compared to July-Dec 2024



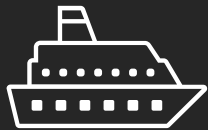
Cruise Sector



Value of Cruise Tourism to BOP 2024/25*			
	23/24	24/25	% Diff.
Direct Output (\$M)	\$51.7	\$47.0	-9.1%
Indirect & Induced (\$M)	\$60.0	\$54.6	-9.1%
Total Output (\$M)	\$111.8	\$101.6	-9.1%
Employment	784	669	-14.7%

*NZCA & CLIA Economic Impact Assessment of Cruise Tourism in New Zealand 2024-25.

Oct-Dec 2025



25

Total Ships



24

Ship Days



47,247

Passengers



20,624

Crew







Business Events



Other Programme Activity

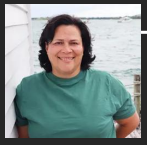


- **Visitor Services** - *iSITE Operations (Inner City, Mount & Port)*
- **Destination Guides** - *Visitor Guide Map & Cycleways*
- **Destination Story-Telling** - *Online Platforms, APPS & Kiosks*
- **International Marketing** - *TNZ & ECNI International Marketing*
- **Domestic Marketing** - *Digital, Social & Influencer Campaigns*
- **Major Events** - *PR, Marketing & Media Hosting*
- **Sustainability** - *Green Room & Akiaki*
- **Research** - *Online dashboard & sentiment tracking*
- **Place Brand Project** - *Steward Oversight role*





Russ Browne (Chair)



Michelle Redwood



Meghan Fleming



Brian Staunton



Andrea Webster



Peter Blakeway



Janine Tulloch (DC)

Board Trustee (Tenures)

- (C) Russ B. tenure to 30 Jun, 2027
- (DC) Janine T. tenure to 30 Jun, 2029
- (TW) Andrea W. to 30 Jun, 2026*
- Peter B. tenure to 30 Apr, 2026**
- Meghan F. & Brian S. to 30 Jun, 2028
- *Michelle R. tenure to 4 Dec, 2026^*



Financial Position



Summary

- Jul-Dec 25' net position favourable to budget by \$92K.
- Jun 26' circa \$268K revised deficit to be covered by reserves.

Income

- \$1,485K vs. budget of \$1,433K.

Expenses

- \$1,393K v. budget \$1,458K, reflects \$65K reduction.

Balance Sheet

- Equity (by YE) decrease with the forecasted deficit.
- Equity ratio at 31 Dec 2025 0.51 within SOI range of 0.5 - 1.0.





KIA ORA





TE MANAWATAKI O TE PAPA LIMITED - 1 JULY TO 31 DEC 2025



HIGHLIGHTS AND ACHIEVEMENTS

- Project Delivery and Compliance
- Health and Safety Systems
- Stakeholder Relationships and Recognition
- Organisational Restructuring



TMOTP – HIGHLIGHTS AND ACHIEVEMENTS

Tauranga City Council

PERFORMANCE TARGETS AND FINANCIAL POSITION

- Performance Targets on track.
- On budget.



Financial Statements For The 6 Months Ended 31 December 2025 Statement of Financial Performance "How was it funded?" and "What did it cost?"

	Note.	Actual. 6 Months Ended 31 December 2025. \$	Budget. 6 Months Ended 31 December 2025. \$	Actual. 6 Months Ended 31 December 2024. \$
Revenue				
Grant revenue	1	175,376	177,750	368,504
Interest, dividends and other investment revenue	1	133	-	78
Total Revenue		175,509	177,750	368,582
Expenses				
Costs related to providing goods or services	2	175,509	177,750	368,582
Total Expenses		175,509	177,750	368,582
Surplus/(Deficit) for the Year		-	-	-





FUTURE FOCUS 2026 AND BEYOND

Strategic Oversight and Risk Management

- Prioritised Risk Management, Health, Safety & Wellness, and Value-For-Money through robust procurement and proactive project controls.

Collaboration and Engagement

- Strengthened ties with key stakeholders—including contractors, Council teams, the Otamataha Trust, CCO's.

Project Focus 2026

- Practical Completion of COMHUB in June 2026. Opening October 2026.
- Progress CWEM building.
- Commence precinct landscaping and street works.
- Commencement of Strand Wharewaka.
- Memorial Park Aquatic Centre.

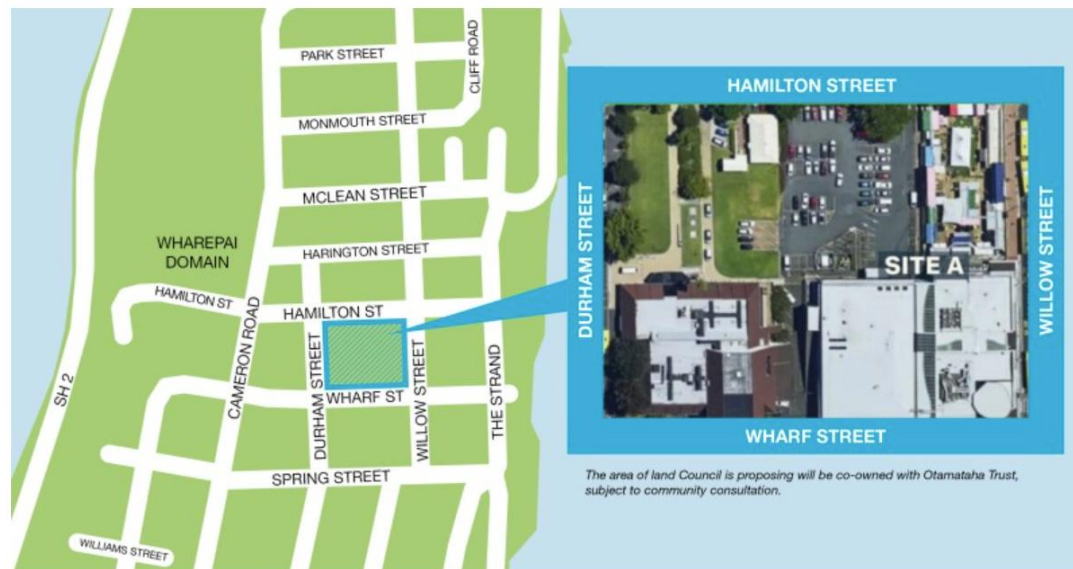


TMOTP - FUTURE FOCUS

Tauranga City Council

Te **Manawataki** o Te Papa Charitable Trust

- *A council-controlled organisation established in October 2022 in partnership with Otamataha Trust to help reconcile past events and restore mana to hapū and iwi and provide certainty for the future development and use of the land referred to as ‘Site A’ of the Civic Precinct for the community.*



OTAMATAHA
TRUST

Nature and Scope from Statement of Intent

- *To support and encourage the development of a vibrant civic precinct;*
- *To ensure that the project respects and reflects **the significant history and importance of the area to mana whenua, and***
- *To foster stakeholder relationships*



OTAMATAHA
TRUST

Statement of Intent

- **Key Deliverables**

- Annual review of Statement of Intent (Currently 2025-2028)
- Annual Review and Audit
- Review Redevelopment Projects
- Ensure that the history of Te Papa is captured and protected for future generations by establishing an archive of stories and knowledge



OTAMATAHA
TRUST

Te **Manawataki** o Te Papa Charitable Trust

- *Key Milestone – Completion of Waharoa as entrance to TMoTP*
- *Relationship has been working well with Otamataha Trust and TCC to achieve the goal of respecting and reflecting the significant history and importance of the area to mana whenua*

New waharoa marks Te Manawataki milestone



The new waharoa at Masonic Park in Tauranga was unveiled today. Photo / Rosalie Liddle Crawford



OTAMATAHA
TRUST

Statement of Intent

- **New Deliverable**

- Ensure History is captured and protected for future generations
- Intention to create an archive in the Library to record the stories behind the designs and artworks within TMoTP
- Note: No Financial deliverables

Te Manawataki o Te Papa | Episode 1 | Origins



Te Manawataki o Te Papa | Episode 2 | Conflict



Te Manawataki o Te Papa | Episode 3 | Reconciliation



<https://www.tauranga.govt.nz/culture-and-community/its-on-in-our-city-centre/civic-precinct-the-heartbeat-of-te-papa/the-journey-of-te-manawataki-o-te-papa>



OTAMATAHA
TRUST

Conclusion

- Excellent working relationship with TCC and Otamataha Trust
- TMoTP Charitable Trust provides a specific voice and entity to this relationship



OTAMATAHA
TRUST

Bay of Plenty Local Authority Shared Services Stephen Boyle, Chief Executive

Tauranga City Council

Tauranga City Council Half-year Update

28 April 2026



LGFA OVERVIEW

SHAREHOLDERS

- NZ Government largest shareholder at 20%
- 30 councils hold 80% shareholding
- Can only sell shares to NZ Government or councils

GOVERNANCE

- Board comprising 6 Independent and 1 Non-Independent Directors
- NZD Bonds listed on NZX
- Independent Trustee for NZD Bonds
- Issue of securities under the Financial Markets Conduct Act 2013
- Audited by Audit NZ

LIQUIDITY

- Up to NZ\$3.0 billion liquidity facility from NZ Government¹
- NZ\$4.5 billion liquid assets portfolio²
- NZ\$1.02 billion of Treasury Stock currently available for repo

GUARANTORS

- 74 guarantors of LGFA
- Guarantors comprise:
 - All shareholders except the NZ Government
 - Any non-shareholder who may borrow more than NZ\$20 million
 - Any council shareholder of a council-controlled organisation (CCO) that is approved for borrowing by LGFA
- Security granted by each of the guarantors is over their rates revenue
- Guarantee contains provisions apportioning share to each council based upon their relative share of total rates revenue of all guarantors.
- Current rates revenue of \$10.2 billion across the 74 guarantors based upon June 2025 annual reports
- Guarantors cannot exit guarantee until
 - Repaid all their, and any of its CCO's, borrowings and
 - After the longest outstanding LGFA bond to mature (currently 2037)



BORROWERS

- 77 member councils
- 10 CCOs
- Approximately 80% market share
- Councils' borrowing secured against rates revenue
- Must meet LGFA financial covenants
 - Net Debt / Total Revenue
 - Net Interest / Total Revenue
 - Net Interest / Rates

CAPITAL STRUCTURE

- NZ\$25 million paid in capital
- NZ\$20 million uncalled capital
- NZ\$106 million retained earnings
- NZ\$770 million Borrower Notes that can be converted to equity
- Current capital ratio of 2.98% with policy of 2% minimum.

As at 10 April 2026

Source: LGFA

38

¹ Maximum amount under the facility available for liquidity purposes. The actual amount available will be the amount of commitment set by LGFA up to NZ\$1.5 billion.

² Excludes liquid assets held to support 50% council standby facilities

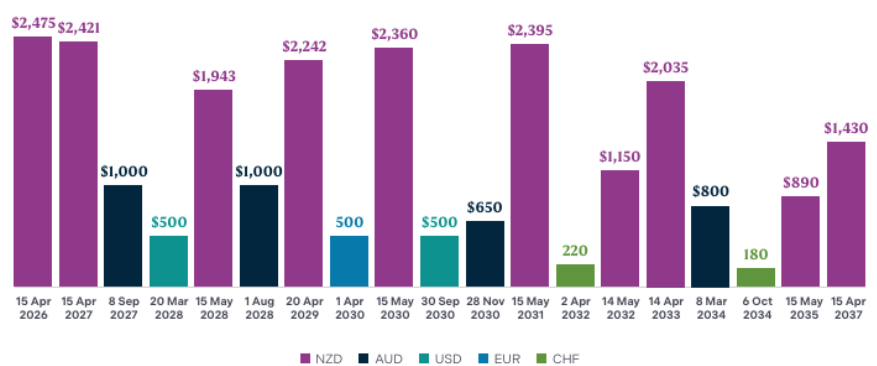
HALF YEAR UPDATE – 31 December 2025



- ❑ Financial Performance
 - ❑ Net operating profit of \$16.3m
 - ❑ Net profit 90% greater than forecast
 - ❑ Favourable offshore borrowing conditions
 - ❑ Interest expense and interest revenue both below forecasts levels
- ❑ Continual diversification of funding
 - ❑ Successful US and European funding lines established
- ❑ Establishment of the repo programme
 - ❑ Mitigate refinancing risk of outstanding LGFA bonds when they fall due
- ❑ Increased and extended Crown Liquidity Facility
 - ❑ Increase from \$1.5b to \$3.0b
 - ❑ Extended from October 2031 to June 2037
- ❑ Continual uptake of CAL and GS products
 - ❑ \$600m GS loans
 - ❑ \$437m CAL loans

LGFA bonds on issue (As at 31 December 2025)

NZ\$19,341 million and A\$3,450 million and USD1 billion and EUR500 million and CHF400 million. Includes NZ\$1,400 million treasury stock.



LGFA CAPITAL



- ❑ As at 31 December 2025 LGFA had the following capital:
 - Equity \$138.1 million
 - Uncalled capital \$20.0 million
 - Borrower Notes \$739.3 million
 - Total Equity (if borrower notes were converted) \$897.4 million

- ❑ If this equity was insufficient, or LGFA was at risk of defaulting, the Trustee could call on the guarantee.
 - Each council's share of the guarantee is based on their rates income as a percentage of the rates income of all the guaranteeing councils.
 - As at 30 June 2025, Tauranga City Council's share of the guarantee would have been 3.27%.
 - That means for every \$100 million called under the guarantee Tauranga City Council would have been asked to contribute \$3,270,000.
 - The guarantee is joint and several. That means if any council fails to pay some or all of its call under the guarantee, then any shortfall would need to be paid by all the other councils.

- ❑ In addition LGFA has strong liquidity with which it could manage a council default.
 - A liquid assets portfolio of \$4.2 billion (31 December 2025).
 - A liquidity facility with the Crown of \$3 billion.

- ❑ When LGFA lends to a council, LGFA has security over rates.
 - Section 115(2) of the LGA, states that a receiver can assess and collect in each financial year a rate to recover sufficient funds to meet the local authority's commitments in respect of their loans.

Tauranga City Council Half-year Update

28 April 2026



Tauranga City Council SOI Update

28 April 2026



LGFA CREDIT RATINGS



❑ S&P Global Ratings – March 2026

Local Currency AAA / Stable / A-1+ Foreign Currency AA+ / Stable / A-1+

Strengths:

- dominant market position as source of financing for New Zealand local government;
- Improving capital adequacy;
- diversified investor base and broadening access to markets;
- extremely high likelihood of extraordinary support from the New Zealand Government in a stress scenario; and
- robust management and governance among LGFA’s key strengths.

Weaknesses:

- highly concentrated lending portfolio; and
- rapidly rising local government sector debt profile.

Rating Agency	Domestic Currency	Foreign Currency	Date of Report
	AAA	AA+	13 March 2026
	AA+	AA+	29 September 2025

❑ Fitch Ratings - September 2025

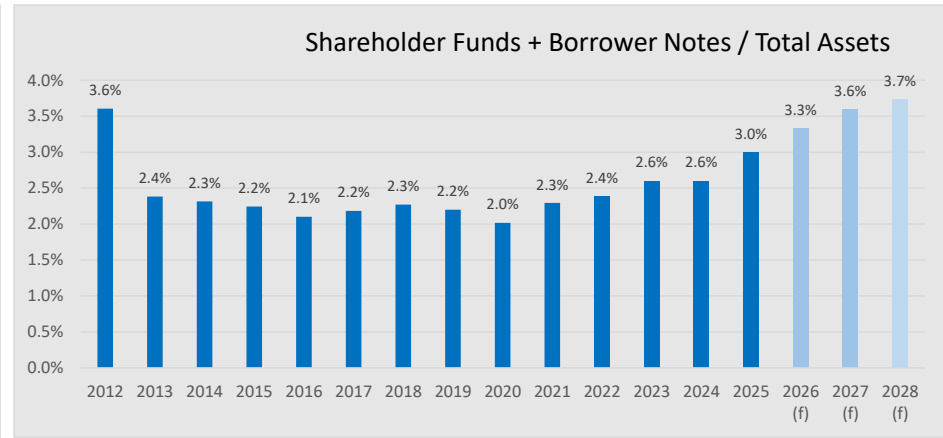
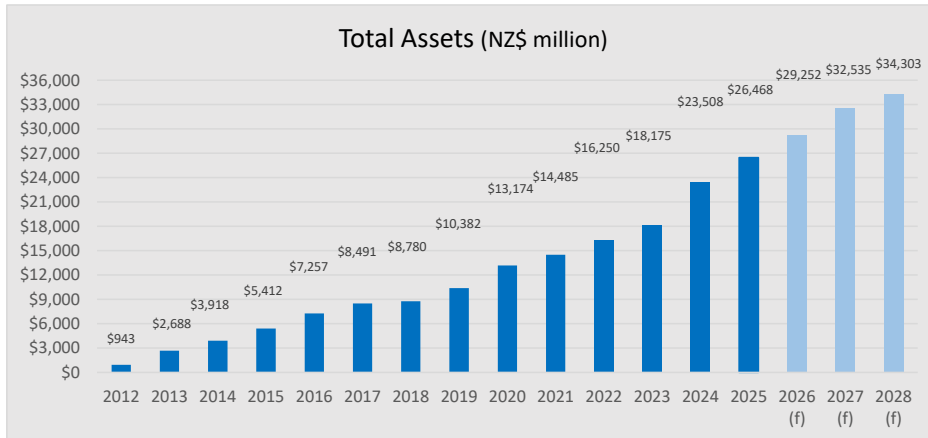
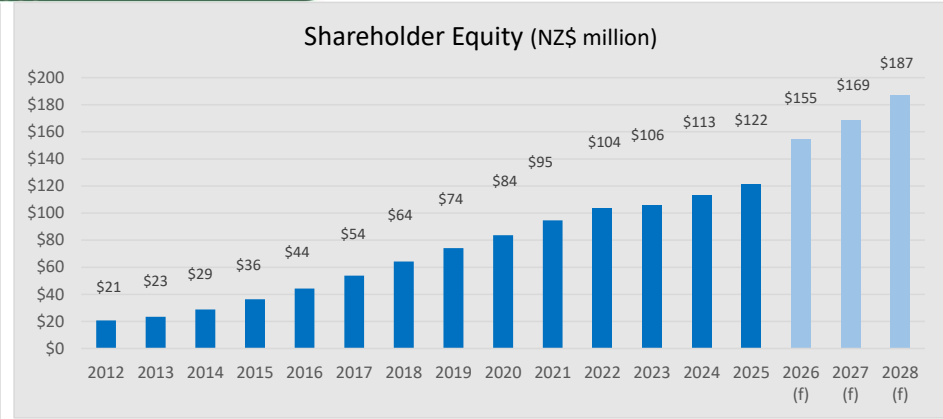
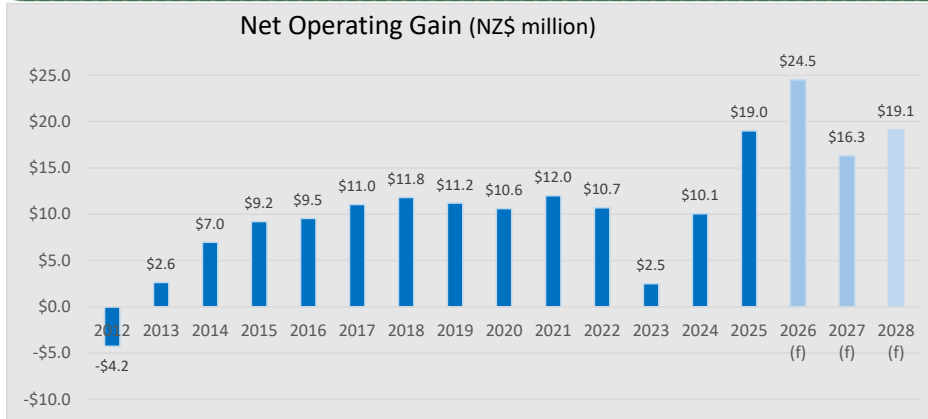
Local Currency AA+ / Stable/ F1+ Foreign Currency rating AA+ / Stable / F1+

Fitch Ratings notes:

- strong links to the sovereign – extraordinary support from the New Zealand Government to LGFA would be ‘Virtually Certain’ if needed;
- strong risk management;
- adequate capitalisation and sound liquidity.

Source: S&P Global Ratings, Fitch Ratings, LGFA

LGFA HISTORIC AND FORECAST FINANCIALS



Note: Based upon nominal values

Forecast performance based upon assumptions outlined in LGFA SOI 2025-28 available at www.lgfa.co.nz/investors/annual-reports-and-statement-intent

Source: LGFA Annual Reports and SOI

LGFA DRAFT STATEMENT OF INTENT - RELEASED 27 FEBRUARY 2026



- Annual Statement of Intent (SOI)
 - Requirement under Local Government Act 2002
 - Draft by 28 February each year and finalised by 30 June each year
- Strategic priorities
 - Governance, capability and business practice
 - Optimising financing services for local government
 - Environmental and social responsibility
 - Effective management of loans
 - Industry leadership and engagement
- Objectives and performance targets align to strategic priorities.
- Financial forecasts incorporate lending and bond issuance assumptions

Assumptions (NZ\$ billions)		
	Gross Bond Issuance	Gross Council and CCO Lending
FY 2027	\$4.66	\$5.16
FY 2028	\$5.02	\$5.73
FY 2029	\$5.01	\$5.84

- The figures on this slide assume the Local Water Done Well Reform programme will proceed and LGFA will be lending to some of the proposed Water CCOs. There have been no final decisions regarding the transfer mechanism for assets, liabilities and revenue and the forecasts are a base case that will be updated as decisions are made.

Source: LGFA

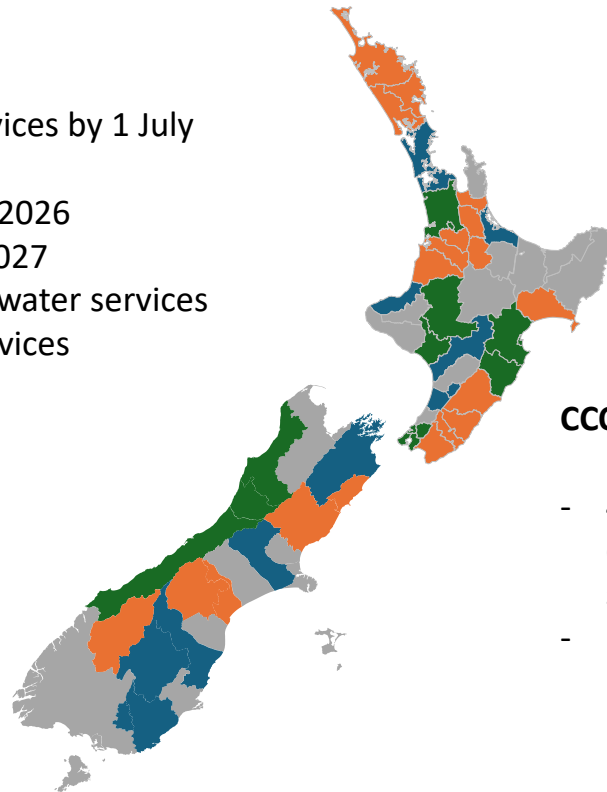
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LOCAL WATER DONE WELL UPDATE



Overview

- 18 New CCO's to deliver water services by 1 July 2027
- Five CCO's to begin by or on 1 July 2026
- 13 CCO's to begin by or on 1 July 2027
- 6 CCO's providing water and wastewater services
- 12 CCO's providing three water services



CCO vs in-house delivery

- 48 district and city councils and 1 regional council will delivery some or all water services through a CCO
- 20 councils are retaining water services in house

Source: LGFA Analysis

LGFA PROGRESS ON WATER TRANSITION



Update

- LGFA updates sent out in January and February
 - A joint and several guarantee required by shareholder councils for their water CCO
 - The council guarantee is a guarantee of LGFA's lending to the water CCO
 - Debt Transfer Options
 - Establishment Financing
 - Requirement for LGFA Board approval (each water CCO need to apply to join)

Legal Process

- LGFA are expecting five water CCOs to begin operating in July 2026 (based on the WSDPs)
- Two water CCOs are now members of LGFA
- There are a number of legal documents required for the accession (like council borrowing terms from LGFA, these will be standardised)

Security

- Financial covenants (bespoke covenants for Waikato Water for the first five financial years)
- If there is a breach, there is a process for negotiations (all senior lenders would participate in this)
- Council guarantee
- Security over water charges

TAURANGA CITY COUNCIL BESPOKE COVENANT



- Bespoke Net Debt to Revenue Covenant Approved in February 2025
 - Net Debt to Revenue Ratio of 350%
 - Maturity date of 30 June 2034
 - Available for high growth councils
 - Limit for other councils is 280% (for councils that have an external credit rating)
- LGFA granted the bespoke covenant subject to the following conditions:
 - Monthly financial reporting
 - Maintain a forecast net debt to revenue outcome of less than 330% (keep 20% headroom)
 - Maintain a balanced budget outcome of at least 100%
 - Inform LGFA of any non-subsidised roading projects
 - The financial covenant will be reviewed if Council water debt transfers to a CCO

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Source: LGFA

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