

## Report to: Council

**Meeting Date:** 14 October 2014

**Subject:** Late Agenda Item

**Document No:** 590471

**File:** A05-0014



### Purpose of Report

- 1.1 The purpose of this Report is to enable Council to decide whether the late Report, brought up in urgency, be discussed at the meeting.

### Background

- 2.1 The item listed in Suggested Resolution below was received outside the statutory two day deadline for inclusion on the Agenda and is considered urgent. The meeting must now decide whether it will discuss and make a decision on this Report.
- 2.2 The reason for considering the Report under urgency is listed in the Suggestion Resolution.

### Suggested Resolution(s)

- 1 That the Report on Late Agenda Items be received.
- 2 That the following Report is included in the Public-Excluded Agenda for this meeting and a decision made.

Report No and Title	Reason for Urgency
590468 – Ohura Water Supply – Water Tanks	A decision is required for a community meeting on 15 October 2014.

- 3 *That the following be added to the Resolution to Exclude the Public at the appropriate time.*

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S 48(1) for passing this resolution
590468 – Ohura Water Supply – Water Tanks	To enable the Council to carry on without prejudice or disadvantage negotiations (including commercial and industrial negotiations)	48(1)(a)

A handwritten signature in black ink, appearing to read "Pauline Welch".

Pauline Welch  
**GROUP MANAGER CUSTOMER SERVICES**

09 October 2014

**Report to: Council**

**Meeting Date:** 14 October 2014

**Subject:** Ohura Water Supply - Water Tanks

**Document No:** 590468

**File:** W30-0007



- 1.1 The purpose of this Report is to seek Council approval to fund the cost of the proposed Water Tanks for Ohura.

**Background**

- 2.1 The referendum on the closure of the Ohura Water Treatment Plant will take place between 5 and 27 November 2014.
- 2.2 Councillors and staff have spent considerable resources in time at community meetings and in producing information to present the pros and cons of the issues to the community.
- 2.3 Currently there are strong indications that the community is split 50/50 on the closure.

**Discussion**

- 3.1 The community has raised the possibility of Council funding the cost of the purchase of the proposed water tanks, with staff and the Mayor.
- 3.2 The future costs to upgrade the current scheme will be between \$500,000 and \$1,000,000, depending on what Council would decide to do, but the bare minimum is that the town reticulation pipes need replacing. As the number of properties/ratepayers decrease and the cost of water increases, Council can expect to have more abandoned properties and increasing rate debt, especially if it stops part funding the scheme as it has done previously. This is a given reality based on the current paradigm.
- 3.3 As has been discussed previously, the Ohura community is decreasing. The average age is older than the general population (more retired people on fixed incomes). The community is in the lowest echelon of economic wellbeing, with little ability to fund and cope with a change such as closure of the current water scheme.
- 3.4 If the Ohura Water Treatment Plant does not close, the necessary renewals will cost Council and the general ratepayers more than funding the proposed water tanks over the next ten years. This is a long term decision that will benefit both the Ohura community and the general ratepayers.
- 3.5 The cost of installation of water tanks is about half the estimated total cost of installing water tanks for the average home (see Attachment 2, an example of the cost associated with the installation).
- 3.6 Bulk buying will significantly lower costs. The retail cost for a 25,000 litre tank is just over \$3000, and closer to \$3,700 for a 30,000 litre tank. Bulk buying will lower these costs (see Attachment 1) for a 30,000 litre tanks to \$2,546 plus GST.

- 3.7 The proposal is to help fund only those homes privately occupied full time.
- 3.8 While there are 95 properties attached (with buildings) to the water scheme, it seems that there are, at the most, only 65 occupied homes and it is unclear at this stage if these are all full time residents.
- 3.9 Attached is an example (based on 35,000 litre tanks)
- 3.10 The Group Manager – Customer Services will speak to this Report.

**Suggested Resolution(s)**


- 1 That the Report on Ohura Water Supply - Water Tanks be received.
- 2 That Council funds the cost of the purchase of Water Tanks for currently occupied homes connected to the Ohura Water Scheme if the current Ohura Water Scheme is closed.
- 3 That this resolution is/is not recorded in the Public Business Minutes of this meeting.
- 4 That this report is/is not released as publicly available information.



Pauline Welch  
**GROUP MANAGER CUSTOMER SERVICES**

09 October 2014

## Attachment 1 – Example of Costs of Bulk Buying Water Tanks



**DEVAN**  
Devan Plastics Ltd  
GST NUMBER: 58-903-205

## QUOTATION

DATE: 09/10/2014  
QUOTE NUMBER: 4645  
YOUR REF:  
A/C NUMBER: C24554

INVOICE TO: **Ruapehu Distric Council**  
Private Bag 1001  
  
TAUMARANUI 3946

Contact: Pauline Welch

DELIVER TO: **Ruapehu Distric Council**  
59-63 Huia Street  
  
TAUMARANUI 3920

PAGE: 1

ITEM No.	DESCRIPTION	QUANTITY	PRICE	TOTAL (Excl GST)
D6MIS-NI	30,000 Ltr Mist Water Tank NI	65	2,546.00	165,490.00

PAYMENT TERMS: Cash Basis  
VALID UNTIL: 09/11/2014  
PAYMENT DETAILS: Account No. 06-0501-0963278-00  
Account Name: Devan Plastics Ltd

SUBTOTAL (Excl GST): 165,490.00  
GST: 24,823.50  
**TOTAL (NZD): 190,313.50**


---

Devan Plastics Ltd  
P O Box 2602  
Seventh Avenue  
TAURANGA 3140

Phone: +64 7 578 8726  
Fax: +64 7 577 0437  
Email: sales@devan.co.nz

## Attachment 2 – Example of Costs Associated with Installation

<b>BASE COST</b> (Constants for every home)		\$
TANK: 25,000ltr landed in Ohura		3,500.00
PUMP: "Hyflow" brand hydrostatic 20 yr guarantee		700.00
PLACE TANK: (level site) Scrape site, place tank, spread soil		400.00
CONNECT TO HOUSE: (pump under house)		
Plumber: Materials & Labour		350.00
Electrician: Materials & Labour		500.00
SUPPLY & FIT UNDER-BENCH FILTER:		350.00
CONNECT DPs TO TANK: (from house)		
Allow 3 DPs @ 3.5m @ \$27/m		300.00
Under house to tank - allow 30m @ \$47/m		<u>1,410.00</u>
	SUB	
TOTAL		<b>7,510.00</b>

### VARIABLE ADD-ONS

1. <input type="checkbox"/> SLOPING SITE (Bench site)		
2. <input type="checkbox"/> OVERFLOW REQUIREMENTS (\$47/m)		1,000.00
3. <input type="checkbox"/> RE-ROOF (\$70/m <sup>2</sup> )		
4. <input type="checkbox"/> RE-SPOUT (\$27/m <sup>2</sup> - DPs \$100 ea)		
5. <input type="checkbox"/> PAINT ROOF (Average \$2,600)		
6. <input type="checkbox"/> CLEAN ROOF (Average \$600)		
7. <input type="checkbox"/> MISC TRENCHING (\$100/30m)		100.00
8. <input type="checkbox"/> PUMP HOUSE (Average \$150)		
9. <input type="checkbox"/> FLOOD TIE DOWN		
10. <input type="checkbox"/> SOAK HOLE		
11. <input type="checkbox"/> CONTINGENCY		<u>1,500.00</u>
		10,110.00
	GST	<u>1,516.50</u>
	<b>TOTAL</b>	<b><u>11,626.50</u></b>