



Ruapehu District Council

Agenda



Tuesday 11 November 2014
at 10.00am

Council Chamber, Huia Street, Taumarunui





RUAPEHU DISTRICT COUNCIL

NOTICE OF MEETING

A MEETING OF RUAPEHU DISTRICT COUNCIL WILL BE HELD IN THE
TAUMARUNUI ROOM (COUNCIL CHAMBER), HUIA STREET, TAUMARUNUI
ON TUESDAY 11 NOVEMBER 2014 AT 10.00AM

Members

Mayor:	Don Cameron	
Deputy Mayor:	Marion Gillard	Ohura Ward
Councillors:	Bruce Broderson	Taumarunui Ward
	Ron Cooke	Taumarunui Ward
	Graeme Cosford	Taumarunui Ward
	Cynthia Dowsett	Waimarino-Waiouru Ward
	Ben Goddard	Waimarino-Waiouru Ward
	Karen Ngatai	Taumarunui Ward
	Rabbit Nottage	Waimarino-Waiouru Ward
	Pita Pehi	Waimarino-Waiouru Ward
	Elaine Wheeler	National Park Ward
	Rhonda Wood	Taumarunui Ward

A handwritten signature in black ink, appearing to read 'Peter Till'.

Peter Till
CHIEF EXECUTIVE

RUAPEHU DISTRICT COUNCIL

ORDER PAPER

A MEETING OF RUAPEHU DISTRICT COUNCIL WILL BE HELD IN THE TAUMARUNUI ROOM (COUNCIL CHAMBER), HUIA STREET, TAUMARUNUI ON TUESDAY 11 NOVEMBER 2014 AT 10.00AM

PUBLIC BUSINESS

			<i>Page</i>
1	Apologies	<i>File A05-0014</i>	
2	Public Forum: Temporary Suspension and Reinstatement of Standing Orders	<i>File A05-0014 Doc 591630</i>	4
3	Confirmation of Minutes: 14 October 2014	<i>M80-0001</i>	5 - 10
4	Deputation: Graeme Deadman, Lines Company Petition	<i>File A05-0014 Doc 591693</i>	11

FINANCIAL MATTERS

5	Summary Financial Report for the Period Ended 30 September 2014	<i>File R40-0001 Doc 591791</i>	12 - 17
6	Proposed Capital Projects for 2014/15 including Carry Forward from Previous Years	<i>File R40-0001 Doc 591985</i>	18 - 37
7	Council Controlled Organisation – RDC Holdings Limited	<i>File L09-0004 Doc 591921</i>	38 - 39

POLICY MATTERS

8	Long Term Plan 2015-25 Consultation Issues	<i>File A05-0153 Doc 591093</i>	40 - 42
9	Māori Wards	<i>File G40-0013 Doc 590888</i>	43 - 50

PUBLIC EXCLUDED BUSINESS

10	Resolution to Exclude the Public for Consideration of Council Business	<i>File A05-0014 Doc 591937</i>	51
----	-------------------------------------------------------------------------------	-------------------------------------	----

Please note that the meeting will adjourn at 10.45am to enable Mayor and Councillors to attend the Armistice Day Service in Mansons Gardens.

Please Note: The Reports attached to this Order Paper set out suggested resolutions only. These suggested resolutions do not represent Council policy until such time as they might be adopted by Council resolution. This Order Paper may be subject to amendment either by addition or withdrawal of items contained therein.

Report to: Council

Meeting Date: 11 November 2014

Subject: **Public Forum: Temporary Suspension and Reinstatement of Standing Orders**

Document No: 591630

File: A05-0014



Purpose of Report

- 1.1 The purpose of this Report is to enable Council to temporarily suspend Standing Orders in their entirety to allow Members and the public to address Council.

Public Forum Guidelines

- 2.1 Council has adopted the following Public Forum Guidelines:
- (a) Five minutes speaking time will apply to each speaker or group.
 - (b) Members of the public wishing to speak must advise Council of the reasons and subject he/she wishes to address the Council a minimum of two clear working days prior to the meeting.
 - (c) The Mayor may refuse applications which are repetitious or offensive and may terminate a speaker in progress where the subject matter is disrespectful or offensive.
 - (d) There are not to be criticisms of individual Council members or individual staff members.
 - (e) The Public Forums are designed for people to speak about matters of interest to them to the Council. It is not intended that people should be questioning Council members on these occasions. However, Council members may ask questions of speakers to clarify their statements.

Suggested Resolutions

- 1 That the Report on Public Forum: Temporary Suspension and Reinstatement of Standing Orders be received.
- 2 That, pursuant to Section 27(4) Schedule 7 of the Local Government Act 2002, Council temporarily suspends Standing Orders in their entirety to allow Members and the public to address Council.

Council received addresses as follows:

...

RESOLVED

That, pursuant to Section 27(4) Schedule 7 of the Local Government Act 2002, Council reinstates Standing Orders in their entirety for consideration of the agenda.

Sarah Doyle
EXECUTIVE ASSISTANT

30 October 2014

RUAPEHU DISTRICT COUNCIL

MINUTES

MEETING HELD IN THE TAUMARUNUI ROOM (COUNCIL CHAMBER),
HUIA STREET, TAUMARUNUI ON TUESDAY 14 OCTOBER 2014 AT 10.05AM

PUBLIC BUSINESS

Present

Mayor:	Don Cameron	
Deputy Mayor:	Marion Gillard	Ohura Ward
Councillors:	Ron Cooke	Taumarunui Ward
	Graeme Cosford	Taumarunui Ward
	Cynthia Dowsett	Waimarino-Waiouru Ward
	Ben Goddard	Waimarino-Waiouru Ward
	Karen Ngatai	Taumarunui Ward
	Rabbit Nottage	Waimarino-Waiouru Ward
	Pita Pehi	Waimarino-Waiouru Ward
	Elaine Wheeler	National Park Ward
	Rhonda Wood	Taumarunui Ward
Staff:	Peter Till	Chief Executive
	Margaret Hawthorne	Group Manager Community Services
	Pauline Welch	Group Manager Customer Services
	Pam Bicknell	Group Manager Corporate Services
	Sarah Doyle	Executive Assistant
	Warren Furner	Land Transport & Economic Development Manager
	Katherine Ivory	Senior Policy Planner (Part)
	Paul Wheatcroft	Communications Manager (Part)

1	Apologies	<i>File A05-0014</i>
----------	------------------	----------------------

RESOLVED

That the apology from Councillor Broderson be accepted and Leave of Absence granted.

Late Agenda Item	<i>File A05-0014 Doc 590471</i>
-------------------------	-------------------------------------

Members considered a Report seeking a decision on whether to include a late Report, brought up in urgency, in the Public-Excluded Agenda of the meeting.

RESOLVED

- 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	<i>A decision is required for a community meeting on 15 October 2014.</i>

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)

2	Public Forum: Temporary Suspension and Reinstatement of Standing Orders	<i>File A05-0014 Doc 590126</i>
----------	--------------------------------------------------------------------------------	-------------------------------------

Council temporarily suspended Standing Orders in their entirety to allow Members and the public to address Council.

RESOLVED

- 1 That the Report on Public Forum: Temporary Suspension and Reinstatement of Standing Orders be received.
- 2 That, pursuant to Section 27(4) Schedule 7 of the Local Government Act 2002, Council temporarily suspends Standing Orders in their entirety to allow Members and the public to address Council.

Council received addresses as follows:

- Gavin Brown, Tom Mowat, Tom Donaldson and Ian McCoubrie, all members of 'Friends of Mangapurua', spoke in opposition of removing access to unformed legal roads. The group believe that access should be unimpeded for horses, bikes and quad bikes.
- Councillor Gillard sought clarification regarding the Zone Three meeting being hosted by Council on 6 and 7 November 2014 at the Grand Chateau. Councillors have been invited to attend day one of the meeting, including dinner that evening.
- Councillor Pehi has had queries from members of the public who would like to be involved in the Regional Growth Study. Mayor Cameron advised that Phase 1 is on an invitation only basis. Phase 2, which will start in March 2015, will be more open.
- Councillor Dowsett advised that health services in the south are a concern with a GP now available only two days per week. Fundraising is in progress for a replacement health shuttle.
- Councillor Wood
 - Advised that it was promising to see that Southern DHB is looking at putting more services out into the community.
 - Recently spent time in the South Island and commented on the huge development in tourism, particularly on the West Coast.
- Councillor Cosford
 - Gave an update on his Add Colour project.
 - Is attending a Destination Pureora meeting tomorrow.
 - Advised that the rhododendrons he donated have been planted and are flowering.
- Councillor Goddard advised that a good meeting had been held with the Whanganui DHB with a partnership developing. The health shuttle replacement is moving forward. Submission needs to be made to Horizons' 10 year plan to continue transport funding.
- Councillor Nottage

- Periodic Detention workers have cleared off the Ohakune stake park site.
- Tabled letters of support in regard to the gum trees in Shannon Street.
- Councillor Cooke
 - Advised that the mini-mysteries run in the NZ Herald have now finished.
 - Had spoken at the recent Catholic Womens' League AGM on the proposed Manuaute Street makeover.
- Councillor Ngatai advised that the Youth Council are running the Taumarunui Christmas Parade this year.
- Mayor Cameron and Council's Land Transport and Economic Development Manager met with DoC CNI Partnership Manager, David Spiers, in Hamilton yesterday to discuss the Piropiro Flats project. A workable plan is being developed. DoC also has plans for development around the mountain.
- Council's Land Transport and Economic Development Manager advised that he had received a report that the historic horse trough on Shorts Hill had been tampered with.

RESOLVED

That, pursuant to Section 27(4) Schedule 7 of the Local Government Act 2002, Council reinstates Standing Orders in their entirety for consideration of the agenda.

Note: The following item was taken after Item 6:

3	Confirmation of Minutes: 9 September 2014	<i>File M80-0001</i>
----------	--------------------------------------------------	----------------------

RESOLVED

That the Public-Business Minutes of the Council meetings held on 9 September 2014 be confirmed as a true and correct record.

4	Summary Financial Report for the Period Ended 31 August 2014	<i>File R40-0001 Doc 590360</i>
----------	---------------------------------------------------------------------	-------------------------------------

Members considered a Report providing the August 2014 Financial Statements. Council's Group Manager Corporate Services spoke to the Report and answered Members' questions.

RESOLVED

- 1 *That the Report on Financial Report for the Period Ended 31 August 2014 be received.*
- 2 *That the September 2014 Cash Flow Statement be received.*

5	Draft Significance and Engagement Policy	<i>File P50-0033 Doc 589919</i>
----------	-------------------------------------------------	-------------------------------------

Members considered a Report providing the draft Significance and Engagement Policy for adoption or public consultation. Council's Senior Policy Planner spoke to the Report and answered Members' questions.

RESOLVED

- 1 *That the Report on Draft Significance and Engagement Policy be received.*
- 2 That Council adopts the Significance and Engagement Policy.

Note: The following item was taken after Item 2:

6	Access to Public Roads Outside the Maintained Network	<i>File R75-0412 Doc 589306</i>
----------	--------------------------------------------------------------	-------------------------------------

Members considered a Report seeking a resolution regarding the matter of public access to unformed roads used primarily for access to remote private property and for recreation. Council's Land Transport and Economic Development Manager spoke to the Report and answered Members' questions.

RESOLVED

- 1 *That the Report on Access to Public Roads Outside the Maintained Network be received.*
- 2 *That the Land Transport Policy 2006 not be amended.*

7	Resolution to Exclude the Public for Consideration of Council Business	<i>File A05-0014 Doc 590124</i>
----------	-------------------------------------------------------------------------------	-------------------------------------

Section 48 of the Local Government Official Information and Meetings Act 1987 gives Council the right by resolution to exclude the public from the whole or any part of the proceedings of any meeting only on one or more of the grounds contained within that Section.

RESOLVED

- 1 *That the report on Resolution to Exclude the Public for Consideration of Council Business is received.*
- 2 *That the public is excluded from the following part of the proceedings of the meeting.*
- 3 *That the general subject of each matter to be discussed while the public is excluded, the reason for passing the 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 are as follows:*

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S48(1) for passing this resolution
C1: Confirmation of Public Excluded Business Minutes: 9 September 2014	The reason(s) for excluding the public is/are recorded in the Public Business Minutes of the meeting.	48(1)(a)
C2: 589491 Assignment of Ground Lease	To enable the local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).	

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S48(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)	

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 or Section 6 or Section 7 or Section 9 of the Official Information Act 1982 as the case may require are listed above.

RESOLUTIONS BROUGHT OUT INTO PUBLIC BUSINESS

The following resolutions were brought out into Public Business:

C2	Assignment of Ground Lease, Ruatiti Domain – From Miller Family Trust to Carina McNie and Dale Haitana	<i>File L20-0026 Doc 589491</i>
-----------	---------------------------------------------------------------------------------------------------------------	-------------------------------------

RESOLVED

- 1 *That the Report on the Assignment of Ground Lease, Ruatiti Domain – From Miller Family Trust to Carina McNie and Dale Haitana be received.*
- 2 *That Council approves the assignment of the ground lease of Part of the Ruatiti Domain (Local Purpose Reserve) comprising 2.0234 hectares to Carina McNie and Dale Haitana.*
- 3 *That this resolution is recorded in the Public Business Minutes of this meeting.*
- 4 *That this Report is not released as publicly available information.*

Ohura Water Supply – Water Tanks	<i>File W30-0007 Doc 590468</i>
-----------------------------------------	-------------------------------------

Members considered a late Report seeking approval to fund the cost of the proposed water tanks for properties connected to the Ohura Water Scheme. Council's Chief Executive and Group Manager Customer Services spoke to the Report and answered Members' questions.

RESOLVED

- 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 (one water tank per occupied dwelling).*
- 3 *That this resolution is recorded in the Public Business Minutes of this meeting.*
- 4 *That this Report is released as publicly available information.*

There being no further business, the meeting concluded at 12.25pm.

Unconfirmed

10

Unconfirmed

Dated at Taumarunui this 11th day of November 2014

Don Cameron JP
MAYOR

Report to: Council

Meeting Date: 11 November 2014

Subject: Deputation: Graeme Deadman, Lines Company
Petition

Document No: 591693

File: A05-0014

**Purpose of Report**

- 1.1 The purpose of this Report is to advise that Graeme Deadman will be in attendance to present and speak to a Lines Company petition.

Suggested Resolution

That the Report on Deputation: Graeme Deadman, Lines Company Petition be received.

A handwritten signature in black ink, appearing to read "Sarah Doyle".

Sarah Doyle
EXECUTIVE ASSISTANT

31 October 2014

Report to: Council

Meeting Date: 11 November 2014

Subject: Summary Financial Report for the Period Ended 30 September 2014

Document No: 591764

File: R40-0001



Purpose of Report

- 1.1 The purpose of this Report is to present to Council the Summary Financial Statements for the period ended 30 September 2014 and the October 2014 Cash Flow Statement.

Discussion

2.1 SEPTEMBER FINANCIAL RESULT - OVERVIEW

- 2.1.1 September Total Comprehensive Income to date result is a loss of \$207,000 compared to a budgeted profit of \$350,000.

2.2 MAIN POINTS OF INTEREST

- 2.2.1 Each area has results year to date better than budget.
- 2.2.2 Total borrowings are \$28,000,000 at the end of September 2014, compared to \$30,000,000 as at the end of September 2013.

2.3 TIMING DIFFERENCES

- 2.3.1 Explained timing differences are those that Council expects to correct themselves through the remainder of the year, and are made up of the following:

	Actual YTD \$000	Budget YTD \$000	Variances \$000
Timing Difference (Revenue)			
Health Licences	\$60	\$6	\$54
Dog Registrations	\$143	\$15	\$128
Grants Issued (Swimming Pool)	\$25	\$4	\$21
Total Revenue Timing Differences	\$228	\$25	\$203

- 2.3.2 These revenue timing differences will come in line with their budgets as the financial year progresses.
- 2.3.3 Health licences and Dog registrations are issued at the beginning of the year for the coming financial year.

2.3.4 The Swimming Pool Grant for the year has been issued.

	Actual YTD \$000	Budget YTD \$000	Variances \$000
Timing Difference (Expenditure)			
Insurance	\$220	\$43	\$177
Rates Paid	\$273	\$71	\$202
Total Revenue Timing Differences	\$493	\$114	\$379

2.3.5 The insurance premiums have been paid in advance, as have the rates on our own properties. These variances will also become less as we progress through the financial year.

2.4 STATEMENT OF CASHFLOWS

2.4.1 The October 2014 Cash Flow Statement is attached

Suggested Resolutions

- 1 That the Summary Financial Report for the Period Ended 30 September 2014 be received.
- 2 That the October 2014 Cash Flow Statement be received.



Annette Froggatt
MANAGEMENT ACCOUNTANT

3 November 2014

Attachment: Financial Accounts for the month ended 30 September 2014.



RUAPEHU DISTRICT COUNCIL FINANCIAL STATEMENTS

FOR THE MONTH ENDED 30 SEPTEMBER 2014

Contents

Statement of Comprehensive Income	4
Statement of Financial Position	5
Cashflow Statement	6

Ruapehu District Council

Statement of Comprehensive Income for Period 30 September 2014

	CHANGE	BUDGET	VARIANCE	% OF	FULL	BUDGET
	YTD	YTD	YTD	BUDGET	YEAR	REMAINING
	\$000'S	\$0	\$000S	MET	\$000'S	\$0
Revenue						
General Rates & UAGC	(1,938)	(3,053)	(1,115)	16%	(12,213)	10,274
Targeted Rates	(3,132)	(1,889)	1,244	41%	(7,554)	4,422
User Fees & Charges	(951)	(734)	218	32%	(2,935)	1,984
Subsidies	(28)	(12)	16	59%	(47)	19
NZTA Subsidies	(790)	(1,274)	(484)	15%	(5,096)	4,306
Petrol tax	(20)	(49)	(29)	10%	(195)	175
Infringements	(21)	(7)	14	78%	(27)	6
Interest Received	(21)	0	21	0%	0	(21)
Total Operating Revenue	(6,902)	(7,017)	(115)	25%	(28,067)	21,165
Expenditure						
Personnel Costs	1,198	1,238	40	24%	4,953	(3,755)
Depreciation	2,280	2,026	(254)	28%	8,104	(5,824)
Finance Costs	386	426	40	23%	1,703	(1,317)
Sub Total	3,864	3,690	(174)	26%	14,760	(10,896)
Other Expenses						
Indirect Personnel	106	74	(32)	36%	294	(188)
Roading Maintenance	636	1,398	762	11%	5,592	(4,956)
Infrastructure Maintenance	992	1,119	127	22%	4,475	(3,483)
Contracts	122	99	(23)	31%	396	(274)
Consultants and Legal Fees	397	347	(50)	29%	1,388	(991)
Purchases	5	101	95	1%	403	(398)
Other Operating Expenses	1,372	919	(453)	37%	3,675	(2,304)
Occupancy Costs	157	83	(75)	48%	330	(173)
Vehicle Costs	52	62	10	21%	246	(194)
Bad Debts	0	40	40	0%	161	(161)
Internal Costs	0	(170)	(170)	0%	(680)	680
Other Expenses	3,839	4,070	231	24%	16,280	(12,441)
Total Operating Expenditure	7,703	7,760	57	25%	31,040	(23,337)
Net Operating Surplus / (Deficit)	801	743	(58)	27%	2,973	(2,172)
Comprehensive Income						
Development Contributions- Rev	(3)	(55)	(53)	1%	(221)	219
Subsidies for Capital Purposes	(591)	(1,038)	(447)	14%	(4,152)	3,561
Total Other Revenue	(594)	(1,093)	(499)	14%	(4,373)	3,779
Total Comprehensive Income	207	(350)	(557)	-15%	(1,400)	1,607

Ruapehu District Council

Statement of Financial Position as at 30 September 2014

	ACTUAL YTD \$0	OPENING BALANCE \$0	CHANGE YTD \$000'S
<u>Current Assets</u>			
Cash & Cash Equivalents	4,092	806	3,286
Trade & Other Receivables	(1,119)	3,622	(4,740)
Inventories	101	101	0
Current Assets	3,074	4,528	(1,454)
<u>Non-Current Assets</u>			
Property Plant & Equipment	27,830	27,792	39
Infrastructural Fixed Assets	349,320	349,320	0
Capital Work in Progress	2,653	1,351	1,302
Total Property, Plant & Equipment	379,804	378,462	1,341
Term Investments	526	526	0
Intangible Assets	486	486	0
Investment Property	3,017	3,017	0
Total Other Non-Current Assets	4,029	4,029	0
Non Current Assets	383,832	382,491	1,341
<u>Total Assets</u>			
Assets	386,906	387,019	(113)
<u>Current Liabilities</u>			
Trade & Other Payables	(4,498)	(3,816)	(682)
Income in Advance	0	(662)	662
Bond & Deposits	(200)	(188)	(13)
Employee Benefits	(206)	(145)	(61)
Short Term Borrowings	(6,000)	(6,000)	0
Current Liabilities	(10,905)	(10,811)	(94)
<u>Non-Current Liabilities</u>			
Landfill Aftercare Provision	(445)	(445)	0
Term Borrowings	(22,300)	(22,300)	0
Non Current Liabilities	(22,745)	(22,745)	0
<u>Total Liabilities</u>			
Liabilities	(33,650)	(33,556)	(94)
<u>Net Assets</u>			
Net Assets	353,256	353,463	(207)
<u>Equity</u>			
Ratepayers Equity	(258,705)	(258,705)	0
Special Funds	(419)	(419)	0
Other Reserves	(93,855)	(93,855)	0
Other Funding	(484)	(484)	0
Profit & Loss	207	0	207
Total Equity	(353,256)	(353,463)	207

			Cash flow Statement for Year to June 2015				
			2014 Full Year	Jul-14	Aug-14	Sep-14	Oct-14
Cash Flows from Operating Activities	Incoming	Receipts from Rates Revenue (GST Inclusive)	\$ 22,345,035	\$ 946,189	\$ 7,707,745	\$ 623,970	\$ 735,117
		Misc receipts from Sundry Debtors	\$ 31,299	\$ 33,307	-\$ 10,179	-\$ 1,570	\$ 1,401
		Receipts from Water Billing Customers (GST Inclusive)	\$ 344,471	\$ 74,796	\$ 13,382	-\$ 402	\$ 34,545
		Receipts from other Revenue	\$ 3,305,584	\$ 296,233	\$ 284,431	\$ 348,098	\$ 215,080
		Receipts from NZTA - Capital	\$ 629,591	\$ -	\$ -	\$ -	\$ -
		Receipts from NZTA - Operational	\$ 9,834,112	\$ 1,189,078	\$ 3,099	\$ 1,195,584	\$ 397,465
		Interest Received	\$ 29,148	\$ -	\$ -	\$ -	\$ -
		Dividends Received	\$ 10,515	\$ -	\$ -	\$ -	\$ -
	Outgoing	Payments to Suppliers	-\$ 15,921,360	-\$ 1,668,402	-\$ 1,732,719	-\$ 1,110,718	-\$ 1,012,406
		Payments to Employees and Elected Members (includes all related costs)	-\$ 8,335,517	-\$ 771,999	-\$ 668,346	-\$ 784,817	-\$ 596,040
		GST (net)	-\$ 647,876	\$ 520,799	-\$ 565,818	-\$ 231,411	-\$ 17,316
		Interest Paid	-\$ 1,734,385	-\$ 109,296	-\$ 224,246	-\$ 122,434	-\$ 119,707
		Bank Charges	-\$ 28,659	-\$ 829	-\$ 2,228	-\$ 4,704	-\$ 1,421
		Visit Ruapehu Contract	-\$ 173,868	-\$ 90,000	\$ 30,526	\$ -	\$ -
Cash Flows from Operating Activities		\$ 9,720,619	\$ 444,007	\$ 4,843,046	-\$ 83,708	-\$ 344,829	
Cash flows from Investing Activities	Outgoing	Capital Spend - Recreation and Library	-\$ 144,672	\$ -	\$ -	\$ 109,581	\$ -
		Capital spend - Community Property	-\$ 69,640	-\$ 31,569	-\$ 31,601	-\$ 18,826	-\$ 40,114
		Capital spend - Corp Services	-\$ 352,970	-\$ 55,418	-\$ 9,389	-\$ 22,849	-\$ 43,502
		Capital spend - Land Transport Subsidised	-\$ 6,520,250	-\$ 582,591	-\$ 324,606	-\$ 357,676	-\$ 193,919
		Capital spend - Land Transport Non Subsidised	-\$ 129,163	-\$ 53,848	-\$ 324	-\$ 755	-\$ 2,123
		Capital spend - Recreation	-\$ 245,705	-\$ 42,120	-\$ 30,359	-\$ 38,231	-\$ 46,543
		Capital spend - Regulation	\$ -	\$ -	\$ -	\$ -	\$ -
		Capital spend - Sewerage	-\$ 436,309	-\$ 40,377	-\$ 25,823	-\$ 65,806	-\$ 14,914
		Capital spend - Solid Waste	-\$ 9,823	-\$ 555	\$ -	-\$ 2,483	-\$ 2,009
		Capital spend - Stormwater	-\$ 16,666	-\$ 3,622	-\$ 5,000	\$ -	-\$ 3,760
		Capital spend - Water	-\$ 200,126	-\$ 137,426	-\$ 8,875	-\$ 48,576	-\$ 27,864
		Civic Assurance	\$ -	\$ -	\$ -	\$ -	\$ -
		Sale of Assets	-\$ 1,750	\$ -	\$ -	\$ -	\$ -
		Cash flows from Investing Activities		-\$ 8,103,800	-\$ 947,526	-\$ 435,977	-\$ 445,621
Cash Flows From Financing Activities	Proceeds from Borrowings	-\$ 2,005,581	\$ -	\$ -	\$ -	\$ -	
	Settlement of Liabilities	-\$ 42,587	\$ -	\$ -	\$ -	\$ -	
Cash Flows From Financing Activities		-\$ 2,048,168	\$ -	\$ -	\$ -	\$ -	
Total Cash flows for the month		-\$ 431,349	-\$ 503,519	\$ 4,407,068	-\$ 529,329	-\$ 719,578	

Report to: Council

Meeting Date: 11 November 2014

Subject: Proposed Capital Projects for 2014/15 including Carry Forward from Previous Years

Document No: 591985

File: R40-0001



Purpose of Report

- 1.1 The purpose of this Report is to review this year's Capital Projects, including budget that is expected to be carried over to the 2014/15 Capital Budget.

Background

- 2.1 All of the listed Capital works have been approved as Budget Line items. They are desirable and have been prioritised in at least one of the myriad of processes of Local Government.
- 2.2 It is however fair to say that priorities must be reappraised although this should not be done lightly.
- 2.3 Last year Capital works budgets were underspent by approximately \$2,000,000. This was principally because of the Raetihi water contamination incident. However there were a number of other reasons for delays, including consenting issues, lack of resources, precursor projects etc. These are explained in each area discussed.
- 2.4 In recent years Council has typically completed about \$10 million of Capital works. These works have mainly been replacement (renewal) of existing Infrastructure to replace items whose useful life had been reached.

Discussion

- 3.1 This is a list of all of the projects to be completed in 2014/15:

	Carry Over 2012/13	Carry Over 2013/14	Budgeted Spend 2014/15	Total Spend
Community Facilities and Support	-	372,723	488,440	861,163
Regulation	-	-	16,000	16,000
Land Transport		750,479	6,556,469	7,306,948
Stormwater		301,258	297,722	598,980
IT		171,604	240,000	411,604
Overhead Renewals			78,040	78,040

Solid Waste		128,162	122,067	353,229
Wastewater	377,012	634,333	909,682	1,921,027
Water		928,392	949,726	1,878,118
Total	377,012	3,286,951	9,759,809	13,425,109

- 3.1.1 These projects will receive critical appraisal on a case by case basis before proceeding.
- 3.1.2 Many are politically sensitive and will be presented to Community Boards before detailed planning is completed.
- 3.1.3 Total projected spend is \$13,425,109 of which we expect to get NZTA subsidies of \$4,638,901.
- 3.1.4 Detailed lists on an activity by activity basis are attached to and form part of this Report.
- 3.1.5 Capital works can be viewed as the main driver of debt levels. In recent years the CEO has managed the list and ensured that total debt level is in line with that dictated by Council. A resolution along those lines is recommended at the end of the Report.

3.2 Community Facilities

- 3.2.1 Community Facilities carry forward budgets of \$372,723 and approved Exception Annual Plan budgets \$488,440.
- 3.2.2 The large carry forward budget to a large number of small items, many of which are dependent on community support and cooperation. These are the sorts of items that the Community Boards and the Ward Committee becomes involved with and are perceived to be the “valuable contribution” that Council makes to communities.
- 3.2.3 It is unlikely that all will be completed this financial year, but it is difficult to know which (if any) items should be specifically removed.

3.3 Land Transport

- 3.3.1 Land Transport carry forward budgets total \$750,479, \$487,084 of which will be covered in subsidies if they go ahead. The carry forward budget is to be added to the 2014/15 budget of \$6,556,469 of which we expect to receive NZTA subsidies of \$4,151,817 if the projects go ahead.
- 3.3.2 The largest item carried forward is the pavement renewal on the Ohakune Mountain Road. This is a 1.3km pavement rehabilitation project which required consultation with various groups including iwi. Their approval was difficult to obtain. Approval has now been received. The works are currently 100% subsidised under the special purpose roads regime and are now urgent because this regime is likely to change in the next three years.

The OMR capacity improvement budget and carry forward request is a provisional sum. This budget has been carried forward for this project but will not be used if it is not required.

- 3.3.3 The District Signage budget is needed for signage promoting the District.

- 3.3.4 The commemoration events for World War I are due to begin in the coming year. Waiouru will be a focus due to its Army heritage. The National Army Museum is renewing their main entranceway and Council is renewing the public toilet block. To complement the work and advance the Waiouru Community Plan, Land Transport plans to carry out footpath, kerb and channel renewal work and landscaping. The carry forward budgets for pedestrian safety developments and kerb and channel renewal have been requested to enable this work to happen.
- 3.3.5 Land Transport plans to provide ANZAC street light flags for each township in the District to display during the four year commemorations. Flags were purchased for Taumarunui, Raetihi and Ohakune in 2013/14. Waiouru and National Park do not have existing arms to hold flags. The carry forward request for Flags is for the purchase of flags and arms for these two towns.
- 3.3.6 Facility Road renewal budget carry forward has been requested to help address the backlog of work required. The annual budget for 2014/15 has been reduced. Facility roads are those roads that lead to Council facilities, such as the Owhango Domain, but are not on road reserve. A lack of renewal work will see conditions deteriorate further over the year.

3.4 Stormwater

- 3.4.1 Stormwater carry forward budgets total \$301,258 to be added to the 2014/15 budgeted spend of \$297,722.
- 3.4.2 This is the Cinderella activity of Council and some works are becoming urgent to prevent flooding in the low lying areas of our towns. Having said that, these works tend to become politically sensitive and a good deal of administrative spade work will be necessary before works commence. It is unlikely that all of this will be spent.

3.5 Information Technology

- 3.5.1 Information Technology carry forward budgets total \$171,604 to be added to the 2014/15 budgeted spend of \$240,000
- 3.5.2 One of the issues with the previous contractor was a lack of resources. For example our Electronic Document Management or records system (EDMS) requires upgrading to enable us to find items and more efficiently. This work, and similar other works, were deferred due to a lack of precursor work that enabled a “stable platform” for our system.

3.6 Waste Management

- 3.6.1 Waste Management carry forward budget totals \$128,162.
- 3.6.2 The principal driver behind these delays is due to external parties. Council’s contractor is unable to undertake work on the Waimarino Site Development due to having other set priorities. The National Park Site Development, Water and Wastewater, Computers and Software are delayed while awaiting approval from KiwiRail to bring the Water and Electricity across the railway line to the site.
- 3.6.3 Budget of \$103,000 from the 2015/16 and 2016/17 financial years has been brought forward, due to stage 1 of the Landfill Closure being brought forward, with the proposal to have shaped and capped 1/3 of the Taumarunui District Landfill, following Horizons Regional Council requirements.

3.7 Wastewater Collection and Treatment

- 3.7.1 Wastewater Collection and Treatment carry forward budgets amount to \$1,011,345 to be added to the 2014/15 budgeted spend of \$909,682
- 3.7.2 The high value of works not previously undertaken is due to a number of factors, predominantly the Raetihi Water Contamination Event and the Ohakune Flood, which meant that human resources were allocated to dealing with these, rather than budgeted projects for the 2013/14 year.
- 3.7.3 There is a considerable “unknown” element in this budget relating to Resource Consents. Exactly what studies will be needed and what consultation will turn out to be advisable is a little unknown. The exact design of plant upgrades and hence their cost will depend on the results of the consultations. Staff are working diligently to contain these costs.

3.8 Water and Treatment

- 3.8.1 Water carry forward budget total \$928,392, to be added to the budgeted 2014/15 spend of \$949,726.
- 3.8.2 The high value of works not previously undertaken is due to a number of factors, predominantly the Raetihi Water Contamination Event and the Ohakune Flood which meant that human resources were allocated to dealing with these, rather than budgeted projects for the 2013/14 year.
- 3.8.3 The uncertainty in this activity also relates to water treatment and changes to the treatment plants that will be required over the next few years.
- 3.8.4 The Capital Assistance Programme (CAP) funding, ie the Central Government subsidy scheme for water plant upgrades, applies to several schemes in the attached list. This scheme will expire this year and it is important to complete these works.

Overview

- 4.1 For the last ten years Council has spent about \$9 million per annum on infrastructure renewal. Our assets are now in marginally better state than they were ten years ago.
- 4.2 The overall Council debt can be viewed as driven by this expenditure which normally constitutes about a third of the cash that comes into the organisation. This is a typical ratio for a small NZ local body.
- 4.3 In recent years Management has contained debt levels to be constant in real terms, ie not increase or decrease by more than current CPI inflation. This is consistent with the notion that we should be providing infrastructure for future generations, but that they should contribute to its payment by way of debt repayments.
- 4.4 Last year our debt level reduced by about \$2 million and Capital Expenditure was kept to \$8 million. It is recommended that we spend more this year to bring the programme back in line with recent years. A total local contribution of \$8.5 million should bring debt levels back to levels similar to those in 2012.

Suggested Resolutions

- 1 That the Report on Proposed Capital Projects for 2014/15 including Carry Forward from Previous Years be received.
- 2 That a cap of \$8.5 million be placed on the local share of these capital works.



Peter Till
CHIEF EXECUTIVE

6 November 2014

Attachments

RECREATION & COMMUNITY FACILITIES			
2013/ 2014 Carry Forward		Amount	Total
RECCOM*042	Park Avenue Wetland Development	20,000	
RECCOM*043	Rochfort/Jubilee park development	10,000	
RECCOM*034	National Park Reserve land Purchase (carried from 2013)	75,000	
RECCOM*027	Security CCTV CBD	5,000	
RECCOM*049	Ohakune _250m walkway per annum	20,000	
RECCOM*051	Taumarunui Domain Facilities Upgrade	5,000	
RECCOM*050	Taumarunui -250m Walkway per annum	20,000	
RECCOM*044	Waiouru toilet Refurbishment	21,663	
RECCOM*052	District Swimming Pool Switchboards	3,895	
RECCOM*053	Fencing Problem Reserves North (Barriers)	5,116	
RECCOM*054	Fencing Problem Reserves south	8,517	
CPHOU*010	Ohakune Flats-Renew porches	20,000	
RECCOM*045	Raetihi Pool Ablutions & Solar heating	5,242	
RECCOM*046	Taumarunui Memorial Hall	10,000	
CPHOU*012	Islington St Garage Roof Renewal	15,000	
RECCOM*048	Ohura Hall rewiring & Switchboard	11,863	
RECCOM*033	Raetihi Queen Street Hall Exterior Upgrade	10,000	
RECCOM*035	Taumarunui Northern Entrance Upgrade	30,000	
RECCOM*040	Ohakune Amenity Street Lighting	9,146	
RECCOM*041	Raetihi Amenity Street Lighting	5,000	
CWIP*027	Ohakune Admin Building	41,634	
RECCOM*028	Fencing Problem Reserves TMN	5,961	
RECCOM*029	Accessible Walkways Tmn	4,959	
RECCOM*031	Accessible Walkways WAI	9,728	
	Total Carry Over		372,723
2014/ 2015 Budgeted Spend		Amount	Total
CWIP Rec & Com Facilities			
RECCOM*059	Rochfort/Jubilee Park Development	10,290	
RECCOM*060	Taumarunui Domain Facilites Upgrade	5,145	
RECCOM*061	Waiouru Toilet Refurbishment	257,250	
RECCOM*062	District Swimming Pool Switchboards	10,290	
RECCOM*063	Fencing Problems Reserves North	10,290	
RECCOM*064	Fencing Problems Reserves South	10,290	
RECCOM*065	Manunui River Reserve Toilet Sewage System Upgrade	15,000	
RECCOM*066	Taumarunui New Cemetery Retaining Wall (Internal Road)	9,000	
RECCOM*067	Taumarunui New Cemetery Retaining wall (Behind RSA Block)	10,000	
RECCOM*068	Ohura Hall Re-Roof	20,000	
	Total Rec & Com Facilities		357,555
CWIP Libraries			

LIB*007	Books - Taumarunui	30,000	
LIB*008	Books - Ohakune	14,000	
LIB*009	Books - Raetihi	10,000	
LIB*011	E-Books all Libraries	5,000	
	Total Libraries		59,000
CWIP Comm Property- Housing			
-	-		
CPHOU*015	Social Housing Security Doors	5,000	
CPHOU*016	Insulation (Ceiling & Underfloor) Rochfort Flats (Taumarunui St)	15,000	
CPHOU*017	Renew Roofs Ohakune Flats	31,450	
CPHOU*018	Cherry Grove Court Vinyl Replacements Flat 5 & 6	5,000	
CPHOU*019	Social Housing Minor Works	15,435	
	Total Community Property - Housing		71,885
	Total 14/15 Budgeted Spend (ex carry over)		488,440
	Total Combined Spend		861,163

REGULATION			
2014/ 2015 Budgeted Spend		Amount	Total
<u>Liquor</u>			
REG*015	Liquor Ban Signs	2,000	
<u>Rural Fire</u>			
REG*013	Rural Fire Pumps	5,500	
REG*014	NZFS Radio Telephones	3,000	
<u>Noise Control</u>			
REG*016	Noise Software	5,500	
	Total 14/15 Budgeted Spend (ex carry over)		16,000

LAND TRANSPORT			
2013/ 2014 Carry Forward		Amount	Total
NLTkc 004	Kerb and Channel	38,240	
SLTCON 025	Minor Improvements SPR	157,290	
NLTMIS 018	Motorists service signage	39,433	
SLTCON 026	OMR Capacity Improvement	100,000	
NLTP 021	Pedestrian safety improvements	25,025	
SLTSPR 019	Associated improvements SPR	181,259	
SLTSPR 016	Drainage Renewals SPR	31,231	
NLTMIS 020	facility road car parks	21,592	
NLTMIS 019	flags	8,341	
NLTP 020	Footpath renewals	12,561	
SLTSPR 017	Sealed Surface rehabilitation SPR	90,000	
SLTSTR 030	Structures Components replacement	45,507	
	Total Carry Forward		750,479
2014/ 2015 Budgeted Spend			
		Amount	Total
CWIP Sub LT- Construction			
SLTCON 025	Minor Improvements (LR)	755,900	
SLTCON 025	Minor Improvements (SPR)	84,604	
SLTCON 026	OMR Capacity Improvement	103,100	
	Budgeted SUB LT - Construction		943,604
CWIP Sub LT Renewals			
SLTSTR 026	Unsealed Road Metalling (LR)	923,776	
SLTSTR 027	Sealed Road Surfacing (LR)	923,776	
SLTSTR 028	Drainage Renewals (LR)	424,772	
SLTSTR 029	Sealed Pavement Rehabilitation (LR)	1,686,974	
SLTSTR 030	Structures Components Replace (LR)	530,965	
SLTSTR 031	Traffic Services Renewals (LR)	309,300	
SLTSTR 032	Associated Improvements (LR)	101,038	
	Budgeted Sub LT - Renewals		4,900,601
CWIP Sub LT SPR			
SLTSPR 015	Sealed Road Surfacing (SPR)	127,844	
SLTSPR 016	Drainage Renewals (SPR)	23,713	
SLTSPR 017	Sealed Pavement Rehabilitation (SPR)	297,701	
SLTSPR 018	Traffic Services Renewals (SPR)	20,620	
SLTSPR 019	Associated Improvements (SPR)	127,844	
	Budgeted Sub LT - SPR		597,722
CWIP Non-Sub It Kerb & Channel			

NLT KC 004	K & C Development - District Wide		41,240
<u>CWIP Non-Sub Miscellaneous</u>			
NLTMIS 015	Bus Shelter Renewal	10,310	
NLTMIS 016	Street Lighting Renewal	2,062	
NLTMIS 017	Under Verandah Lighting Renewal	4,124	
	Budgeted Non-Sub Miscellaneous		16,496
<u>CWIP Non-Sub Pedestrian</u>			
NLTP 020	Footpath Renewal - District Wide	30,000	
NLTP 021	Pedestrian Safety Improvements - District Wide	26,806	
	Budgeted Non-Sub Pedestrian		56,806
	Total 14/15 Budgeted Spend (ex carry over)		6,556,469
	Total Combined Spend		7,306,948

STORMWATER			
2013/ 2014 Carry Forward		Amount	Total
	Rochfort Park Stormwater Drain	70,000	
STNP 010	CCTV Stormwater Condition	1,720	
STOH 016	Channel B Vegetation Clearance	9,000	
STOH 018	Miro Street Drain Flood Control	38,313	
STT 025	Turaki Street & Maata Street Flood Control	106,604	
STT 026	Asset Information survey Networks	5,408	
STT 027	Survey Networks - CCTV	7,838	
STNP 011	Stormwater Main Replacement	5,000	
STNP 012	Open Channel Drain Reformation	3,919	
STOH 019	Open Channel Drain Reformation	7,838	
STOH 020	Stormwater Main Replacement	2,610	
STOR 005	Open Channel Drain Reformation	3,915	
STOW 002	Open Channel Drain Reformation	2,348	
STRAE 009	Open Channel Drain Reformation	5,482	
STRAN 010	Open Channel Drain Reformation	2,347	
STRAU 003	Open Channel Drain Reformation	2,347	
STT 028	Stormwater Main Replacement	25,000	
STDIST 001	Projects	1,569	
	Total Carry Forward		301,258
2014/ 2015 Budgeted Spend		Amount	Total
<u>CWIP Stormwater Ohura</u>			
STOR 006	Stormwater Main Replacement	6,602	
STOR 005	Open Channel Drain Reformation	5,370	
<u>CWIP Stormwater Taumarunui</u>			
STT 028	Stormwater Main Replacement	44,700	
STT 027	Stormwater Condition	7,410	
STT 015	Open Drain Reformation	10,740	
STT 021	Municipal Reserve and Saleyards Flood Control	55,600	
STT 025	Turaki Street & Maata Street Flood Control	18,500	
<u>CWIP Stormwater Waiouru</u>			
STW 003	Stormwater Main Replacement	14,688	
<u>CWIP Stormwater District</u>			
STW 003	Stormwater Main Replacement	42,970	
<u>CWIP Stormwater National Park</u>			
STNP 011	Stormwater Main Replacement	3,833	
STNP 012	Open Channel Drain Reformation	4,300	
<u>CWIP Stormwater Raetihi</u>			

STRAE 010	Planning	16,100	
STRAE 009	Open Channel Drain Reformation	7,520	
<u>CWIP Stormwater Ohakune</u>			
STOH 019	Open Channel Drain Reformation	10,740	
STOH 016	Channel B Vegetation Clearance	9,300	
STOH 018	Miro Street Flood Control	3,700	
STOH 017	Growth Extension	19,590	
<u>CWIP Stormwater Owhango</u>			
STOW 03	Stormwater Main Replacement	5,859	
STOW 02	Open Channel Drain Reformation	3,220	
<u>CWIP Stormwater Rangataua</u>			
STRAN 010	Open Channel Drain Reformation	3,220	
<u>CWIP Stormwater Raurimu</u>			
STRAU 002	Obtain Stormwater Asset Data	540	
STRAU 003	Open Channel Drain Reformation	3,220	
	Total 14/15 Budgeted Spend (ex carry over)		297,722
	Total Combined Spend		598,980

INFORMATION TECHNOLOGY		
2013/ 2014 Carry Forward	Amount	Total
IT Strategy	20,000	
DR Plan, Infrastructure and Off-Site Replication	35,000	
Replace EDMS	116,604	
Total Carry Forward		171,604
2014/ 2015 Budgeted Spend	Amount	Total
IT Renewal	120,000	
IT LoS	70,000	
IT Growth	50,000	
Total 14/15 Budgeted Spend (ex carry over)		240,000
Total Combined Spend		411,604
Other Overheads		
2014/ 2015 Budgeted Spend	Amount	Total
Motor Vehicles	58,000	
Furniture & Fittings	20,040	
Total 14/15 Budgeted Spend (ex carry over)		78,040

SOLID WASTE			
2013/ 2014 Carry Forward		Amount	Total
SW 048	computer/software weighbridge/phone -NP	20,000	
SW 050	water/wastewater etc. -NP	30,000	
SW 051	National Park Development	8,932	
SW 054	Develop site -WW	40,000	
SW 054	Waimarino Site Development	29,230	
	Total Carry Forward		128,162
2014/ 2015 Budgeted Spend		Amount	Total
	Site enhancement -Ohura	2,000	
	Office/shop/recycling -Tau	12,000	
	Upgrading roads in Taumarunui Landfill	20,000	
	Power -NP	25,000	
	water/wastewater etc -NP	31,170	
	signs -Dist	3,117	
	repaint various shipping containers -Dist	8,000	
	new waste stream removal -Dist	20,780	
	Total 14/15 Budgeted Spend (ex carry over)		122,067
Capping Landfill		Amount	Total
	Current work capping landfill		103,000
	Total Combined Spend		353,229

SEWERAGE			
2012/ 2013 Carry Forward		Amount	Total
	Ohakune replace inlet screens	170,000	
	National Park WWTP: Upgrade Preliminary Works	50,000	
	Ohakune WWTP: Upgrade	50,000	
	Rangataua WWTP: Modification Investigation	64,000	
	Pipiriki: Discharge Field	43,012	
	Total Carry Forward 12/13		377,012
2013/ 2014 Carry Forward		Amount	Total
SEWNP 014	National Park WWTP: Upgrade	32,127	
SEWRAN 017	Rangataua: CCTV lines	15,000	
SEWRAE 018	Raetihi: Seddon Street WWTP SCADA installation	13,600	
SEWT 029	Taumarunui: Bullian Ave WWPS SCADA Install	13,600	
SEWT 030	Taumarunui: Camp Ground WWPS Smoke Testing	12,525	
SEWT 031	Taumarunui: CCTV lines	9,900	
SEWOH 019	Ohakune Plant Improvements	26,518	
SEWOH 028	Ohakune Pipeline Asset Renewal	11,000	
SEWOH 023	Ohakune Resource Consent Renewal	2,347	
SEWOH 029	Ohakune I & I reduction	35,250	
SEWNP 015	National Park I & I Reduction	10,000	
SEWP 008	Pipiriki WWTP: Replace Switchboard	23,512	
SEWRAN 015	Rangataua WWTP: Asset Renewal	3,525	
SEWRAN 018	Rangataua : Wetland & Fencing Etc.	10,000	
SEWRAE 019	Raetihi: Wastewater relining - Stage 2	128,040	
SEWRAE 020	Raetihi Highway WWTP: Replace guide rails	3,000	
SEWRAE 021	Raetihi: Asset Renewal	3,000	
SEWT 015	Taumarunui: Wastewater main refurbishment	188,062	
SEWT 032	Taumarunui: Bullians Ave WWPS switchboard replacement	38,600	
SEWT 033	Taumarunui: Huia St: Guide rail replacement	3,150	
SEWT 034	Taumarunui: Matai No 1 WWPS: Asset renewal	1,950	
SEWT 035	Taumarunui: Matai No 2 WWPS: Guide rail replacement	4,725	
SEWT 036	Taumarunui: Tubby Woods WWPS: Guide rail replacement	3,150	
SEWT 037	Taumarunui: Tuku St WWPS: Asset renewal	10,000	
SEWT 026	Taumarunui: Hikumutu WWTP: Asset renewal	11,752	

SEWW 008	Waiouru: Wastewater Main refurbishment	20,000	
	Total Carry Forward 13/14	-	634,333
2014/ 2015 Budgeted Spend		Amount	Total
<u>CWIP Sewerage Taumarunui</u>			
SEWT 018	Network - Wastewater Main Refurbishment	375,937	
SEWT 039	Network - Golf Rd Pump Station - Asset Renewal	2,400	
SEWT 040	Network - Tubby Woods Pump Station - Install SCADA	14,000	
SEWT 036	Network - Tubby Woods Pump Station - Replace Guide Rails	4,300	
SEWT 037	Network - Tuku St Pump Station - Asset Renewal	2,150	
SEWT 041	Networks - Victory Bridge Pump Station - Access to Bottom Chamber	10,000	
SEWT 025	Networks - Victory Bridge Pump Station - Asset Renewal	19,340	
<u>CWIP Sewerage National Park</u>			
SEWNP 013	WWTP - Upgrade Concept Proposal Preliminary Works	67,150	
SEWNP 016	Network - Wastewater Main Refurbishment	22,300	
SEWNP 017	WWTP - Renewals	1,526	
SEWNP 018	Network - Growth Extension	10,000	
SEWNP 004	Headworks & Treatment - Resource Consents	50,000	
<u>CWIP Sewerage Raetihi</u>			
SEWRAE 019	Wastewater Main Relining	82,161	
SEWRAE 022	WWTP - Renewals	2,425	
SEWRAE 023	Seddon St Pump Station - Asset Renewal	4,050	
SEWRAE 024	Headworks & Treatment - Resource Consent	25,400	
SEWRAE 017	WWTP - Upgrade	38,090	
<u>CWIP Sewerage Ohakune</u>			
SEWOH 030	WWTP - Renewals	3,232	
SEWOH 023	Headworks & Treatment - Resource Consents	12,880	
SEWOH 022	WWTP - Inlet Screens	53,700	
SEWOH 025	WWTP - Upgrade	75,190	
<u>CWIP Sewerage Rangataua</u>			
SEWRAN 016	WWTP - Modification Investigation	16,100	
SEWRAN 001	Headworks & Treatment - Resource Consent	10,200	
<u>CWIP Sewerage Waiouru</u>			

SEWW 010	Network - Pump Station - Asset Renewals	1,501	
SEWW 011	Network - Andrews Dr Pump Station - Replace Guide Rails	4,300	
SEWW 012	Network - Ruanui ST Pump Station - Asset Renewal	1,350	
	Total 14/15 Budgeted Spend (ex carry over)		909,682
	Total Combined Spend		1,011,345

WATER			
2013/ 2014 Carry Forward		Amount	Total
WSNP 006	National Park: Meter Installation	45,000	
WSNP 022	National Park: Upgrade UV & Backwash Cap Funding	135,000	
WSNP 022	National Park: Upgrade UV & Backwash - RDC portion	23,824	
WSOH 030	Ohakune WTP: Polymer Dosing	20,900	
WSOH 031	Ohakune WTP: Install emergency shower	2,100	
WSOH 032	Ohakune WTP: Backwash Processing	97,900	
WSOH 033	Ohakune WTP: Backflow Prevention	12,500	
WSOH 029	Ohakune: Meter Installation	31,342	
WSOW 025	Owhango: Critical Spares	2,325	
WSOW 029	Owhango: Upgrade for Fire Supply	11,005	
WSRAE 025	Raetihi: Water Supply Continuation Study	7,800	
WSRAE 026	Raetihi: Backflow Prevention	7,050	
WSRAE 027	Raetihi: Meter Installation	70,515	
WST 045	Taumarunui: Health & Safety	33,675	
WST 046	Taumarunui: Backflow Prevention	11,775	
WST 047	Taumarunui: PHR&P Cap Funding	15,000	
WST 047	Taumarunui: PHR&P RDC Portion	3,750	
WSDIST 001	District Wide: Metering Accuracy Review	30,000	
WSNP 016	National Park Inlet Chamber cover replacement	2,500	
WSNP 019	National Park Hatch Cover replacement	5,000	
WSNP 017	National Park: Valve and Hydrant Replacement	1,253	
WSOH 034	Ohakune WTP: Asset Renewal	12,000	
WSOH 035	Ohakune WTP Raw water pump manifold replacement	20,000	
WSOH 028	Ohakune: Valve and Hydrant Replacement	5,220	
WSOR 012	Ohura: Valve & Hydrant Replacement	780	
WSOR 013	Ohura: Mater Main Replacement	11,125	
WSOW 030	Owhango WTP Reservoir: Asset Renewal	2,820	
WSRAE 028	Raetihi intake: Asset Renewal	15,000	
WSRAE 021	Raetihi Intake: Resource Consent	12,000	
WSRAE 029	Raetihi WTP & Reservoir: Asset renewal	3,150	
WSRAE 023	Raetihi: Valve & Hydrant Replacement	3,525	
WSRAE 030	Raetihi: Water Storage	82,725	

WST 048	Taumarunui: Matapuna Intake: Asset Renewal	8,625	
WST 049	Taumarunui: Rangaroa Reservoir: Asset Renewal	2,000	
WST 050	Taumarunui: Sunshine Rd Lower Reservoir: Asset Renewal	4,000	
WST 051	Taumarunui: Sunshine Rd, Reservoirs 1 & 2: Asset Renewal	4,000	
WST 052	Taumarunui: Te Peka Reservoir: Asset Renewal	4,000	
WST 053	Taumarunui: Sunshine Road: Booster WPS: Pump replacement	3,150	
WST 043	Taumarunui: Replace valves & Hydrants	7,838	
WST 044	Taumarunui: Water Main Replacement	136,000	
WST 054	Taumarunui: Power Savings Project	12,525	
WSW 005	Waiouru: Water Main Replacement	3,750	
WSDIST 002	District Wide: Critical Spares	3,945	
	Total Carry Forward		928,392
2014/ 2015 Budgeted Spend		Amount	Total
<u>CWIP Water Ohura</u>			
WSOR 012	Network - Valve & Hydrant Replacement	1,070	
WSOR 013	Network - Water Main Replacement	20,361	
WSOR 014	WTP - Asset Renewal	8,669	
<u>CWIP Water Taumarunui</u>			
WST 045	Matapuna WTP - Health & Safety	20,000	
WST 053	Network - Sunshine Rd Booster Pump Station - Replace Pump	4,300	
WST 056	Network - Sunshine Rd Booster Pump Station - Install Standby Pump	7,500	
WST 057	Network - Sunshine Rd Booster Pump Station - Asset Renewal	5,400	
WST 043	Network - Valve & Hydrant Replacement	10,740	
WST 048	Matapuna WTP - Asset Renewals	125,011	
WST 058	Matapuna WTP - Upgrade	122,455	
WST 059	Matapuna WTP - SCADA base Stations migration to Windows 7	3,800	
<u>CWIP Water Owhango</u>			
WSOW 027	Network - Valve & Hydrant Replacement	3,870	
WSOW 031	Network - Backflow Prevention	8,600	
WSOW 030	WTP - Asset Renewal	4,509	
<u>CWIP Water National Park</u>			
WSNP 017	Network - Valve & Hydrant Replacement	1,720	
WSNP 023	WTP - Asset Renewals	3,947	

WSNP 006	Meter Installation	12,890	
WSNP 024	WTP - PHRMP	96,000	
<u>CWIP Water Raetihi</u>			
WSRAE 021	Intake: Resource Consent	14,000	
WSRAE 023	Network - Valve & Hydrant Replacement	4,830	
WSRAE 031	Network - Water Main Replacement	68,136	
WSRAE 029	WTP - Asset Renewal	44,091	
WSRAE 032	Network - Renewal Raw Water Main	160,000	
<u>CWIP Water Ohakune</u>			
WSOH 037	Waimarino Water Supply Options	30,000	
WSOH 038	WTP - Filtration	38,700	
WSOH 032	WTP - Backwash Processing	35,000	
WSOH 033	Network - Backflow Prevention	20,400	
WSOH 028	Network - Valve & Hydrant Replacement	5,370	
WSOH 036	Network - Water Main Replacement	4,211	
WSOH 034	WTP - Asset Renewals	21,160	
WSOH 029	Meter Installation	17,186	
WSOH 059	WTP - SCADA base Stations migration to Windows 7	3,800	
<u>CWIP Water Waiouru</u>			
WSW 006	Network - Upgrade Main St (inc Toilet Block)	22,000	
	Total 14/15 Budgeted Spend (ex carry over)		949,726
	Total Combined Spend		1,878,118

Report to: Council

Meeting Date: 11 November 2014

Subject: Council Controlled Organisation - RDC Holdings Limited

Document No: 591921

File: L09-0004



Purpose of Report

- 1.1 The purpose of this Report is to provide Council with information required to consider whether or not RDC Holdings Ltd should be exempted from classification as a Council Controlled Organisation (CCO) under the Local Government Act 2002 (LGA).

Background

- 2.1 Section 7(5) of the LGA enables Council to grant an exemption (by resolution) following the consideration of the following matters:
- The nature and scope of the activities provided by the organisation.
 - The costs and benefits if an exemption is granted to the local authority, the CCO and the community.
- 2.2 In addition, Section 7(6) of the LGA also requires Council to review the exemption granted within three years after it has been granted and, after the first review, at intervals of not less than three years. It is noted that exemption was last granted on 14 October 2008 and should have been renewed in 2011.

Discussion

- 3.1 The following matters must be considered by Council when considering the case for exempting RDC Holdings Ltd.
- a) Nature and Scope of the Activities provided by RDC Holdings Ltd.
 - b) RDC Holdings was incorporated in May 1996 to act as a holding company for the commercial interests of the Ruapehu District Council. RDC Holdings ceased trading during the 1998 financial year. The company did not get wound up at the time it ceased trading because the company still had un-utilised tax losses (that are able to be carried forward).
 - c) Costs and Benefits of granting an exemption for RDC Holdings Ltd.
 - d) The costs and benefits if an exemption is granted to Council, RDC Holdings and the community would be the removal of the requirement to meet onerous reporting requirements (as set out in the LGA for CCOs) for this non-trading entity. There are no real benefits to Council, RDC Holdings Ltd or the community to report on this entity while it remains inactive.
- 3.2 The lack of exemption has required additional reporting in the 2013/14 Annual Report.
- 3.3 There are minimal costs of compliance in keeping this non-trading company in existence

Suggested Resolutions

- 1 That the Report on Council Controlled Organisation – RDC Holdings Limited be received.
- 2 That Council grants an exemption from classification as a Council Controlled Organisation for RDC Holdings Limited under Section 7 of the Local Government Act 2002.
- 3 That RDC Holdings Limited continue to be held as a non-trading company.



Pam Bicknell
GROUP MANAGER CORPORATE SERVICES

5 November 2014

Report to: Council

Meeting Date: 11 November 2014

Subject: Long Term Plan 2015-25 Consultation Issues

Document No: 591093

File: A05-0153



Purpose of Report

- 1.1 The purpose of this Report is to canvas the issues that Elected Members believe need to be in the Consultation Document for the Long Term Plan 2015-25 (LTP).

Background

- 2.1 The changes to the Local Government Act 2002 (LGA) in August 2014 included changing the way Councils consult on LTPs.
- 2.2 Councils now must issue a concise and focused consultation document for LTPs, instead of issuing detailed draft plans containing a lot of technical material.
- 2.3 The consultation document must concentrate on important matters and explain what these mean, including how rates, debt and service levels might be affected by proposals.
- 2.4 What needs to be included in the Consultation Document is set out in Section 86C of the LGA. It includes:
- (a) A description of each issue.
 - (b) The options for addressing these issues, Council's proposal and the implications of the proposal on rates, debt and levels of service.
 - (c) A summary of the Financial Strategy and Infrastructure Strategy.
 - (d) Any significant changes in the way operating and capital expenditure is funded, including changes to the rating system.
 - (e) Using graphs or charts, the direction and scale of changes to rates and debt levels that will result from the proposed content of the LTPs.
 - (f) The impact of proposals on the rates assessed on different categories of rateable land, using a range of examples.
- 2.5 The consultation document must not contain or have attached to it the 'LTP', although it must be 'available' for anyone who wants to look at it. Nor can it have any full draft of any policies, strategies or any detailed financial information.
- 2.6 The document, and the information and assumptions on which it is based, must be audited before it is released.

Discussion

- 3.1 The Consultation Document must be presented 'in as concise and simple manner as is consistent' with the purpose of the consultation document in the LGA Section 93B as follows:

Section 93B Purpose of consultation document for Long Term Plan

The purpose of the consultation document is to provide an effective basis for public participation in local authority decision-making processes relating to the content of a long-term plan by—

- (a) providing a fair representation of the matters that are proposed for inclusion in the long-term plan, and presenting these in a way that—*
 - (i) explains the overall objectives of the proposals, and how rates, debt, and levels of service might be affected; and*
 - (ii) can be readily understood by interested or affected people; and*
- (b) identifying and explaining to the people of the district or region, significant and other important issues and choices facing the local authority and district or region, and the consequences of those choices; and*
- (c) informing discussions between the local authority and its communities about the matters in paragraphs (a) and (b).*

3.2 In short, this means that the consultation document needs to be in plain English, cover all the necessary issues and be easy to read and understand.

3.3 As part of the development of the consultation document, staff are looking for confirmation of the main issues identified to date that need to be canvassed in the document.

3.4 The following are the issues identified by staff for consultation and feedback:

3.4.1 Financial

- (a) Capped Budgets (explain the 'gap' between depreciation and expenditure)
- (b) Debt levels
- (c) Rates levels

3.4.2 Governance

- (a) Representation Review – Maori Wards
- (b) Future roles, delegations and financing of community boards
- (c) Economic Development - future funding and direction
- (d) Youth – future funding, direction and Council involvement
- (e) Social Housing – future involvement
- (f) Town Plans - should Council develop specific

3.4.3 Property

- (a) Taumarunui Memorial Hall – its future of the in light of its earthquake rating and the cost of upgrades
- (b) Taumarunui i-SITE – should it be moved?
- (c) Taumarunui Old Library – future use of site
- (d) Owango toilets - should Council develop, and if so, where?

3.4.4 Roading

- (a) Bridge renewals – how to fund, timeline and other issues associated with this
- (b) New seals - urban periphery seals - does Council fund these?
- (c) FAR - impact of changes in financial assistance rates on the roading budget

3.4.5 Rubbish

- (a) Ongarue, Owango transfer stations – economics and uses
- (b) Recycling – changes and Increases

3.4.6 Waters

- (a) Waimarino water supply
- (b) Cost of meeting national drinking water standards
- (c) Ohura water supply (which will be dependent on the referendum outcome)
- (d) District Wide rating
- (e) Water Metering
- (f) Stormwater - level of investment

3.5 Comments and other suggestions are being sought from elected members on other issues.

3.6 Other issues may arise between now and the end of January.

3.7 The overall financial picture that will result from the proposals and programme of works in the LTP will be discussed at the workshop on 18 November 2014.

Suggested Resolutions

- 1 That the Report on Long Term Plan 2015-25 Consultation Issues be received.
- 2 The following issues be added to the list for consultation during the Long Term Plan 2015-25 process:
 - (a) ...
 - (b) ...
 - (c) ...



Pauline Welch

GROUP MANAGER CUSTOMER SERVICES

22 October 2014

Report to: Council

Meeting Date: 11 November 2014

Subject: Māori Wards

Document No: 590888

File: G40-0013



Purpose of Report

- 1.1 The purpose of this Report is to allow Council to consider the process for establishing Māori Wards in the Ruapehu District for the 2016 triennial election in accordance with the Local Electoral Act 2001 (LEA).

Background

- 2.1 A Report on Māori Wards and the upcoming Representation Review was presented to Council on 12 August 2014. An example of a reconfigured boundary map and various examples and scenarios of Ward structures were also presented in a PowerPoint.
- 2.2 The PowerPoint presentation provided an overview of the proposed draft examples and scenarios of fair representation for the District electors, if Māori Wards were to be established.
- 2.3 Council acknowledged that Māori Wards would impact on Māori communities of interest and therefore, agreed that it should defer its decision making until further discussion had been undertaken with Te Kaunihera Māori a Rohe o Ruapehu (Te Kaunihera Māori).
- 2.4 Te Kaunihera Māori discussed the options for Māori Wards at length at its meeting on 4 July 2014 and Members resolved that Te Kaunihera Māori a Rohe o Ruapehu structure remain as status quo.
- 2.5 The Council Report (12 August 2014) on Māori Wards was presented to Te Kaunihera Māori for discussion at their meeting on 12 September 2014. Based on the information presented in the Council Report, Members resolved to recommend that Council establish Māori Wards in the Ruapehu District for the 2016 triennial election in accordance with the Local Electoral Act 2001 (LEA).
- 2.6 At its meeting on 24 October 2014, Te Kaunihera Māori further discussed the establishment of Māori Wards and, as a result, Members rescinded the September resolution. For further details on this discussion see 3.6.5 below.

2.7 Legal Obligations

- 2.7.1 The statutory requirements for establishing Māori Wards under the LEA are set out in Sections 19Z to 19ZH.
- 2.7.2 Schedule 1A of the LEA set out the rules and formula for calculating the number of Members to be elected to Māori Wards as follows:

$$nmm = \frac{mepd}{mepd + gepd} \times nm$$

where—

- nmm is the number of Māori ward members.
- mepd is the Māori electoral population of the district.
- gepd is the general electoral population of the district.
- nm is the proposed number of members of the territorial authority (other than the mayor).

2.7.3 The actual Māori Electoral Population (MEP) and the General Electoral Population (GEP) figures that determine the number of Ward Members to be elected in each District are provided by the Government Statistician.

2.7.4 The Local Government Commission (LGC) has recently released the resident population estimates for the MEP and the GEP based on the 2013 Census, as provided by Statistics New Zealand as at 30 June 2013. The figures for Ruapehu District (based on the assumption that the current number of Members of Council will remain the same) are identified in the table below:

	MEP	GEP	Total Population	Total Members	Māori Ward Members	MWM Rounded	General Members
Ruapehu	3760	8680	12,440	11	3.32	3	8

2.7.5 The resident population estimates as at 30 June 2014 are scheduled to be released by Statistics New Zealand in January 2015.

2.8 Māori Wards and Representation

2.8.1 Māori Wards provide opportunities for Māori to contribute to the decision-making processes in a legal capacity. Opportunities for Māori to contribute to the decision-making processes within the local government environment are a legal requirement under the Local Government Act 2002 (LGA).

2.8.2 Environment Bay of Plenty and Waikato Regional Council have established Māori Wards. Environment Bay of Plenty Regional Council established the Ward system under the Bay of Plenty Regional Council (Māori Constituency Empowering) Act 2001. This was before the LEA was enacted. Environment Waikato Regional Council took more than a decade to establish the Ward system. Each Regional Council has the following number of Members:

- Bay of Plenty (3 Members)
- Waikato (2 Members)

2.8.3 No other local authorities have established Māori Wards, although Auckland Council has established an Independent Māori Statutory Board.

2.8.5 New Plymouth District Council has recently resolved to establish Māori Wards and the outcome of this decision is now open for public debate among its District Electors.

2.8.6 Recent feedback from the media announced that Rotorua District Council and Dunedin City Council will not be following New Plymouth District Council's lead to establish Māori Wards at this stage.

2.8.4 Other models that have been used and/or are still being used by local authorities as preferred methods of engagement with Māori include:

- Māori Advisory Board.
- Māori Liaison Committee.
- Māori Standing Committee of Council.

- Māori Wards.

2.9 Human Rights Commission Report (2010)

2.9.1 The Human Rights Commission completed a report entitled *Māori Representation in Local Government: The Continuing Challenge*, in 2010. The report included the results of a survey of local authorities on Māori Wards. Some of the issues raised were:

- The effectiveness of enhancing Māori representation through a binding poll of electors.
- The traditional voting behaviour of Māori.
- Whether the number(s) based on the proportion of population is appropriate for a local authority to determine Māori wards.
- The effectiveness of maintaining indigenous rights for both tangata whenua (Māori directly affiliated to land within the District) and taura here (Māori residing in the District without an affiliation to the land).
- Whether there is a need to establish both legal and non-legal methods.
- Whether the percentage of the Māori population can be fairly represented in proportion to the allocation of Ward(s) Members.

(*Human Rights Commission Report 2010* http://www.hrc.co.nz/hrc_new/hrc/cms/files/documents/08-Nov-2010_16-07-00_MāoriRepresentation_web.pdf).

2.10 Population and District Elector Statistics

2.10.1 The 2013 Census data show that 4,791 people or 40% of the population in the Ruapehu District identified themselves as being of Māori descent.

(<http://www.stats.govt.nz/Census/2013-census/profile-and-summary-reports/quickstats-about-māori-english.aspx#>)

2.10.2 In the Ruapehu District there are currently 1,648 District electors enrolled on the Māori Roll compared with 5,855 electors on the General Roll.

2.11 Te Kaunihera Māori a Rohe o Ruapehu (Ruapehu District Māori Council)

2.11.1 Te Kaunihera Māori a Rohe o Ruapehu (Te Kaunihera Māori) was formed as the preferred method of engagement with Māori following consultation with local iwi in 2008 and 2009. It was not formed as part of the Representation Review for the 2010 local election.

2.11.2 The mandated Members of Te Kaunihera Māori receive a meeting fee of \$150 per meeting attended and mileage is paid at \$0.77 per kilometre.

2.11.3 Neither Council nor Te Kaunihera Māori has undertaken a review of the current method of engagement since the group was officially endorsed on 28 April 2009. However, Te Kaunihera Māori Members have discussed the Māori Ward structure at length at its meetings on 4 July 2014, 12 September 2014 and 24 October 2014.

2.12 Other Views on Māori Representation

2.12.1 There were no unanimous views on the establishment of Te Kaunihera Māori. Council received a variety of responses on the methods of Māori representation from Ngāti Rangi Trust, Ngāti Hari Hapu and Nga Hapu o Uenuku in 2008 and 2009.

- (a) Ngāti Rangi Trust supported an Iwi Advisory Board that could lead to investigating the options of an Iwi Standing Committee of Council and Māori Wards. The Trust also stated that Māori representation in terms of participating in the decision making processes of Council, needed to establish long term relationships and quality

representation. Its preference supported tangata whenua seats. Ngāti Rangi declined a seat at the table of Te Kaunihera Māori and consults with Council outside of this structure.

- (b) Ngāti Hari Hapu supported an Iwi Standing Committee of Council and has a mandated representative on Te Kaunihera Māori.
- (c) Nga Hapu o Uenuku supported a forum for tangata whenua only and questioned the method of decision-making of Te Kaunihera Māori, ie, veto decisions or veto recommendations.
- (d) Other iwi interest groups highlighted the need to look at an overarching comprehensive strategy to sustain future relationships between Council and Iwi and had a preference for developing and endorsing these strategies first.

2.12.2 Other than the consultation with iwi in 2008/09, there has been no further formal engagement or discussion with iwi and hapu outside Te Kaunihera Māori on the (current or any other) methods of Māori representation or wards to date. Also, no formal engagement or discussion has been undertaken with the wider community, including Community Boards.

2.12.3 As the establishment of Māori Wards is an election process and the District electors will be directly affected, Council may want to consider consultation with the wider group of iwi and hapu and the community as a whole.

2.12.4 At this stage, it has not been anticipated that the process to establish Māori Wards would affect Council's current relationship with Te Kaunihera Māori or any other iwi group(s) that it liaises with.

Discussion

3.1 The Process for Establishing Māori Wards

3.1.1 In accordance with the LEA, Māori Wards can be established by:

- (a) Council resolving to establish Māori Wards.
- (b) Council resolving to hold a poll on whether or not Māori Wards should be established.
- (c) The Public demanding a poll on whether or not Māori Wards should be established.

3.1.2 A valid demand for a poll requires support from 5% of the District electors and the outcome from the poll is binding for the next two triennial elections.

3.1.3 For Council to meet the statutory obligations for the establishment of Māori Wards in the 2016 local body election, the following two options are applicable:

- (a) Resolve to establish Māori Wards by 23 November 2014.
- (b) Resolve to hold a poll of electors by 28 February 2015.

3.1.4 In the case where Council resolves to establish Māori Wards by 23 November 2014, a public notice of this resolution, including a statement that a poll is required to countermand this resolution is required by 30 November 2014.

3.1.5 If Council does not resolve to establish Māori Wards by 23 November 2014, Council is still able to resolve to establish Māori Wards any time after this date. However, a resolution after this date would not apply to the 2016 election.

3.1.6 A Council resolution is not required if the public demand a poll for Māori Wards to be established for the 2016 local body election. But for this demand to be valid, it needs to be supported by 5% of the District electors and be received by 28 February 2015. The

electoral officer is then notified of the valid demand and the poll must be held within 82 days after the notification or, no later than the 21 May 2015.

- 3.1.7 If a valid demand for a poll from the public is received after 28 February 2015, the poll must be held after 21 May 2015 and the outcome of the poll would be binding for the 2019 and 2022 elections.

3.2 Representation Arrangements

- 3.2.1 Should Council resolve to have Māori Wards and this resolution is not countermanded by the public poll process, the representation arrangements and electoral details (Ward boundaries, number of members) would then be worked through and form part of the Representation Review in 2015.

- 3.2.2 Council needs to undertake a Representation Review next year. But it is unable to resolve its initial representation review proposal until after the date, for the lodging of demands for a poll on Māori Wards has expired (28 February 2015).

- 3.2.3 No further proposed examples and scenarios of representation arrangements have been considered to those presented in the PowerPoint at the Council meeting of 12 August 2014, but it is important to note that the provisions and possible implications of establishing Māori Wards will need to be considered in the Representation Review process.

- 3.2.4 In making a decision on whether or not to establish Māori Wards, Council might like to consider the following:

- The effectiveness of current arrangements.
- How setting up Māori Wards would affect the current structure of Te Kaunihera Māori.
- How well a Ward based approach would suit tangata whenua (Māori affiliated by land) and taura here (Māori residing with no land affiliation).
- The costs of a poll (although this may not be necessary).
- The timeframe set by legislation for establishing Māori Wards.

- 3.2.5 In accordance with the LEA, the Representation Review may also need to consider to the following:

- Preliminary consultation.
- Identify communities of interest.
- Determine effective representation for identified communities of interest.
- Fairness of representation.
- Communities and community boards.

- 3.2.6 The number of Māori Ward members could change if a decision was made during the Representation Review to change the total membership of Council.

3.3 District Electors

- 3.3.1 Under the current Ward system there is no distinction between the District electors on the General or Māori rolls. However, if Māori Wards are established the following will apply:
- (a) Māori Roll – only District electors registered to vote on the Māori Roll will be eligible to vote for Māori Ward Members.
 - (b) General Roll – only District electors registered to vote on the General Roll will be eligible to vote for General Ward Members.

3.4 Iwi / Hapu Consultation

- 3.4.1 To meet the representation arrangements as required under Schedule 1A of the LEA, local authorities must give consideration to fair representation in regards to the Māori electoral population, as well as consider whether this representation reflects the Māori communities of interest and its tribal affiliations.
- 3.4.2 Accordingly, the Local Government Commission guidelines state that local authorities should consider consultation at an early stage with iwi and hapu. While Te Kaunihera Māori Members have had an opportunity to discuss Māori Wards, no formal feedback has been received from the Members indicating the views of their respective iwi, hapu or marae.
- 3.4.3 While, Te Kaunihera Māori endorsed Māori Wards at the meeting on 12 September 2014, there are mixed views. One member of the Te Kaunihera Māori was absent that day and has since stated that their respective hapu do not support this decision. This member also opposed the establishment of Māori Wards at its meeting on 4 July 2014.
- 3.4.4 Other Members, while still indicative of supporting Māori Wards, have since questioned whether the 2016 triennial election is the right timeframe to establish Wards and are of the opinion that further investigation on Wards is needed at this stage. Some members have not had enough time to talk to their respective iwi/hapu/marae representatives to get a consensus.
- 3.4.5 Also, in the next three years there will be more direction coming out of the Treaty of Waitangi Settlement Claims (the Claims) and the timeframe will allow Members and their respective iwi/hapu/marae to be better prepared for the outcomes following the Claims.
- 3.4.6 No formal consultation on Māori Wards has been undertaken with iwi and hapu outside Te Kaunihera Māori. This also includes the wider community and Community Boards. As this is a significant decision and will be of interest to the community as a whole, community consultation District-wide may be necessary before a decision on whether or not to establish Māori Wards can be made.
- 3.4.7 Therefore, it may be an opportune time to begin consultation about Māori Wards with the community at large during the Long Term Plan 2015-25 processes.

3.5 Costs

- 3.5.1 The net costs for the 2013 local body elections after charging the two District Health Boards and Horizons Regional Council was approximately \$37,000 (net). The cost for a poll is estimated to be about \$20,000 to \$25,000.

- 3.5.2 To save costs, Council may want to consider holding a public poll with the 2016 local election. While this will not allow for the Māori Wards to be implemented in the 2016 election year, the outcome of the poll would be binding for the 2019 and 2022 local elections. This will also allow an opportunity for the community as a whole to participate in process of establishing Māori Wards, eg, both Māori and General District electors.
- 3.5.3 The LEA allows for a public poll to be undertaken with other consultative and electoral procedures for the purpose of saving costs.

3.6 Key Dates and Options to Consider

- 3.6.1 The following dates apply if Māori Wards are to be established for the 2016 local election:

23 November 2014	Deadline to resolve to establish Māori Wards
28 February 2015	Deadline for Council to resolve to hold a public poll
28 February 2015	Deadline for District electors to demand a public poll
21 May 2015	Deadline for public poll to be completed

- 3.6.2 In summary, Council might like to consider the following options:
- Resolve to establish Māori Wards by 23 November 2014.
 - Resolve not to establish Māori Wards by 23 November 2014.
 - Resolve to hold a poll on whether or not to establish Māori Wards for the 2016 elections by 28 February 2015. Poll needs to be completed by 21 May 2015.
 - Resolve to hold a poll on whether or not to establish Māori Wards for 2019 elections and hold the public poll with the 2016 elections to save costs.
 - Resolve to conduct a full review of Māori Wards and Representation under the guidance of Te Kaunihera Māori. Following the review process, the options of Māori Wards and Representation can be reconsidered for the 2019 triennial election.
- 3.6.3 To meet the representation arrangements as required under Schedule 1A of the LEA, local authorities must give consideration to fair representation in regards to the Māori electoral population, as well as consider whether this representation reflects the Māori communities of interest and its tribal affiliations.
- 3.6.4 The outcome of the public poll will be binding for the next two triennial elections and a further Representation Review will be required in three years (2018), despite one being held next year.
- 3.6.5 After the lengthy discussions by Te Kaunihera Māori over the past few months the general agreement of members was to do more research to gain a better understanding of the dynamics involved with Māori Wards. Further discussions on Māori Wards will also be undertaken with their respective iwi/hapu/marae.
- 3.6.6 It is anticipated that consultation on Māori Wards and/or the most effective form of engagement with iwi and hapu will need to be identified following the outcomes of the Treaty settlement claims. Therefore, it is recommended that option (e) in 3.6.2 above would be the most inclusive and appropriate way of enhancing the capacity of consultation with iwi and hapu going forward.

Suggested Resolution(s)

- 1 That the Report on Māori Wards be received.
- 2 That a full review of Māori Wards and Representation under the guidance of Te Kaunihera Māori be undertaken. Following the review process, the options of Māori Wards and Representation be reconsidered for the 2019 triennial election.



Jo Tocker
POLICY PLANNER

5 November 2014

Report to: Council

Meeting Date: 11 November 2014

Subject: Resolution to Exclude the Public for Consideration of Council Business

Document No: 591937

File: A05-0014



Purpose of Report

- 1.1 Section 48 of the Local Government Official Information and Meetings Act 1987 gives Council the right by resolution to exclude the public from the whole or any part of the proceedings of any meeting only on one or more of the grounds contained within that Section.

Suggested Resolutions

- 1 That the Report on Resolution to Exclude the Public for Consideration of Council Business be received.
- 2 That the public is excluded from the following part of the proceedings of the meeting.
- 3 That the general subject of each matter to be discussed while the public is excluded, the reason for passing the 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 are as follows:

General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under S48(1) for passing this resolution
C1: Confirmation of Public Excluded Business Minutes: 14 October 2014	The reason(s) for excluding the public is/are recorded in the Public Business Minutes of the meeting.	48(1)(a)
C2: 591627 Chief Executive's Final Performance Review 2013/14	To protect the privacy of a natural person.	
C3: 591698 Annual Human Resources Report 2013/14		
C4: 591653 Possible Purchase of Ohakune Bowling Club	To enable the local authority holding the information to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations).	
C5: 591654 Request For Lease of Council Owned Huia Street Yard (Part)		

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 or Section 6 or Section 7 or Section 9 of the Official Information Act 1982 as the case may require are listed above.

Sarah Doyle
EXECUTIVE ASSISTANT

5 November 2014