
MINUTES

**TUESDAY 2 MARCH 2010
(RECONVENED WEDNESDAY 3 MARCH 2010)**

9.16AM – 10.38AM

10.55AM – 1.00PM

1.28PM – 1.49PM

**Committee Room One
Ground Floor, Council Offices
101 Wakefield Street
Wellington**

PRESENT:

Councillor Ahipene-Mercer	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor Best	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor Cook	(9.17am-10.11am, 10.13am-10.38am, 10.56am-10.59am, 11.00am-1.00pm, 1.31pm-1.49pm)
Councillor Coughlan	(9.20am-10.38am, 10.59am-1.00pm, 1.28pm-1.29pm, 1.34pm-1.49pm)
Councillor Foster	(9.17am-10.38am, 12.58pm-1.00pm, 1.28pm-1.49pm)
Councillor Gill	(9.16am-9.41am, 9.46am-10.38am, 10.55am-12.57pm, 1.28pm-1.49pm)
Councillor Goulden	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor McKinnon (Deputy Chair)	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor Morrison	(9.16am-10.38am, 10.55am-12.35pm)
Councillor Pannett	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor Pepperell	(9.16am-10.38am, 10.55am-11.47am, 11.53am-12.03pm, 12.04pm-12.08pm, 12.09pm-12.35pm, 12.37pm-1.00pm, 1.31pm-1.33pm)
Councillor Ritchie	(9.19am-9.41am, 9.43am-10.38am, 11.01am-12.47pm, 12.50pm-1.00pm, 1.31pm-1.49pm)
Councillor Wade-Brown	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)
Councillor Wain	(9.16am-10.38am, 10.55am-1.00pm, 1.28pm-1.49pm)

APOLOGIES:

Mayor Prendergast

IN ATTENDANCE (DEMOCRATIC SERVICES):

Svea Cunliffe-Steel, City Secretary
Keegan Bartlett, Committee Advisor
Fiona Dunlop, Senior Committee Advisor
Hanna Stephen, Committee Advisor

025/10P **CHAIR OF THE MEETING**
(1215/52/IM)

NOTED:

In the absence of the Chair, Councillor McKinnon chaired the meeting as the Deputy Chair of the Committee under Standing Order 54.

(Councillors Cook and Foster joined the meeting at 9.17am.)

026/10P **APOLOGIES**
(1215/52/IM)

Moved by the Chair the motion that the apologies for absence from Mayor Prendergast be accepted.

The motion was put and declared CARRIED.

RESOLVED:

THAT the Strategy and Policy Committee:

1. *Accept apologies from Mayor Prendergast for absence.*

027/10P **CONFLICT OF INTEREST DECLARATIONS**
(1215/52/IM)

NOTED:

There were no conflict of interest declarations.

(Councillor Ritchie joined the meeting at 9.19am.)

028/10P **PUBLIC PARTICIPATION**
(1215/52/IM)

NOTED:

There was no public participation.

029/10P **DEPUTATIONS**
(1215/52/IM)

(Councillor Coughlan joined the meeting at 9.20am.)

NOTED:

1. Warwick Taylor and Jocelyn Brooks addressed the Committee in relation to report two – regarding the report of the Funding and Activity Review Working Party representing the Wellington Residents Strategy and Policy Committee – Meeting of Tuesday 2 March 2010
(Reconvened Wednesday 3 March 2010)

Coalition. Mr Taylor discussed the levels of service from Wellington City Council and the impact of fees and charges on residents. He noted that the residential sector was targeted unfairly by being expected to contribute disproportionately to the proposed increased in water charges.

TABLED, copy of notes; labelled 029/10PA.

2. Marilyn Moffatt and Geoff Hamilton addressed the Committee in relation to appendix Q of report three regarding a funding for the Lyall Bay Surf Life Saving Club. Ms Moffatt discussed the rescue services that Surf Life Saving New Zealand is involved in. Ms Moffatt responded to the suggestions of Lyall Bay Surf Life Saving Club merging with other clubs in Wellington and noted that she did not feel it was her club's role to take over the functions and services delivered by other clubs in the city. Ms Moffatt and Mr Hamilton explained that the principle function of surf life saving clubs is as a rescue organisation. Ms Moffatt discussed the advantages of the sporting functions of the club in terms of building the experience and maintaining the fitness of the club's lifeguards.

TABLED, photographs; labelled 029/10PB.

(Councillors Gill and Ritchie left the meeting at 9.41am.)

030/10P	ORAL SUBMISSION ON RESIDENT AND COUPON PARKING FEES (1215/52/IM)	(9.43am-9.52am) (REPORT 1)
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(Councillor Ritchie returned to the meeting that 9.43am.)

(Councillor Gill returned to the meeting at 9.46am.)

NOTED:

1. David McArthur addressed the Committee in relation to resident and coupon parking. Mr McArthur supported increasing the costs of resident and coupon parking as it discourages heavy vehicles using suburban streets to park. Mr McArthur noted the economic and environmental inefficiencies associated with public parking provisions along suburban streets and provided less expensive options to recent land works occurring in his area.

TABLED, copy of notes; labelled 030/10PA.

TABLED, photographs; labelled 030/10PB.

031/10P **PRESENTATIONS FROM OFFICERS** (9.55am-1.49pm)
(1215/52/IM)

TABLED, 'Draft Annual Plan 2010/11 Deliberations: Delivering on year two of the long-term plan', presentation from officers; labelled 031/10PA.

NOTED:

1. Garry Poole, Chief Executive Office, presented an overview of the local government operating environment heading into the Strategy and Policy Committee's Draft Annual Plan deliberations.

(Councillor Cook left the meeting at 10.11am.)

(Councillor Cook returned to the meeting at 10.13am.)

2. Peter Garty, Interim Chief Financial Officer, provided a presentation on the financial position of Wellington City Council and noted the fiscal impacts of the current budget on overall ratings and services.

(The meeting adjourned for morning tea at 10.38am.)

(The meeting reconvened at 10.55am.)

(Councillors Ahipene-Mercer, Best, Gill, Goulden, McKinnon, Morrison, Pannett, Pepperell, Wade-Brown and Wain were present when the meeting reconvened.)

(Councillor Cook returned to the meeting at 10.56am.)

(Councillor Coughlan returned to the meeting at 10.59am.)

(Councillor Cook left the meeting at 10.59am.)

(Councillor Cook returned to the meeting at 11.00am.)

(Councillor Ritchie returned to the meeting at 11.01am.)

3. Martin Read, Manager, Financial Planning, provided a presentation on the recommendations arising from the considerations of the Funding and Activity Review Working Party.

4. Derek Fry, Director – Rugby World Cup, provided supplementary information regarding Report Three, Appendix C – Rugby World Cup Sculpture.

TABLED, 'Rugby World Cup Sculpture', revised advice from officers to replace Appendix C of Report Three in the original report, labelled 031/10PB.

5. Wendy Walker, Director – Citizen Engagement, provided supplementary information regarding Report Three, Appendix O – Johnsonville Community Hub.

6. Jamie Delich, Manager – Sports and Recreation Facility Development, provided supplementary information regarding Report Three, Appendix P – Community Facilities (Aquatics).

(Councillor Pepperell left the meeting at 11.47am.)
(Councillor Pepperell returned to the meeting at 11.53am.)
(Councillor Pepperell left the meeting at 12.03pm.)
(Councillor Pepperell returned to the meeting at 12.04pm.)
(Councillor Pepperell left the meeting at 12.08pm.)
(Councillor Pepperell returned to the meeting at 12.09pm.)

7. Derek Fry, Director – Rugby World Cup, provided supplementary information regarding Report Three, Appendix R – Indoor Community Sports Centre.

(Councillors Morrison and Pepperell left the meeting at 12.35pm.)
(Councillor Pepperell returned to the meeting at 12.37pm.)
(Councillor Ritchie left the meeting at 12.47pm.)

8. Teena Pennington, Director – Strategy, Planning and Urban Design, provided supplementary information regarding Report Three, Appendix A – Adelaide Road.

(Councillor Ritchie returned to the meeting at 12.50pm.)
(Councillor Gill left the meeting at 12.57pm.)
(Councillor Foster returned to the meeting at 12.58pm.)

(The meeting adjourned for lunch at 1.00pm.)
(The meeting reconvened at 1.28pm.)
(Councillors Ahipene-Mercer, Best, Coughlan, Foster, Gill, Goulden, McKinnon, Pannett, Wade-Brown and Wain were present when the meeting reconvened.)

(Councillor Coughlan left the meeting at 1.29pm.)
(Councillors Cook, Pepperell and Ritchie returned to the meeting at 1.31pm.)
(Councillor Pepperell left the meeting at 1.33pm.)
(Councillor Coughlan returned to the meeting at 1.34pm.)

9. Teena Pennington, Director – Strategy, Planning and Urban Design, provided supplementary information regarding Reports Four and Five.

(The meeting adjourned for the day at 1.49pm.)

(The meeting reconvened at 9.17am on Wednesday, 3 March 2010.)

(Mayor Prendergast and Councillors Ahipene-Mercer, Best, Gill, Goulden, McKinnon, Morrison, Pannett, Pepperell, Wade-Brown and Wain were present when the meeting reconvened.)

9.17AM – 9.18AM

9.24AM – 10.30AM

10.51AM – 12.37PM

1.12PM – 2.51PM

PRESENT:

Mayor Prendergast (Chair)	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Ahipene-Mercer	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Best	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Cook	(9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Coughlan	(9.24am-10.30am, 10.51am-12.37pm, 1.12pm-2.51pm)
Councillor Foster	(9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.49pm, 2.50pm-2.51pm)
Councillor Gill	(9.17am-9.18am, 9.24am-9.34am, 9.35am-10.30am, 10.50am-11.56am, 12.00pm-12.03pm, 12.09pm-12.37pm, 1.12pm-2.51pm)
Councillor Goulden	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.13pm-2.12pm, 2.13pm-2.51pm)
Councillor McKinnon (Deputy Chair)	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Morrison	(9.17am-9.18am, 9.24am-10.30am, 10.51am-12.37pm, 1.12pm-2.51pm)
Councillor Pannett	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)
Councillor Pepperell	(9.17am-9.18am, 9.24am-9.34am, 9.35am-10.30am, 10.50am-12.37pm, 1.13pm-2.51pm)
Councillor Ritchie	(9.45am-10.30am, 10.50am-12.37pm)
Councillor Wade-Brown	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.15pm-2.51pm)
Councillor Wain	(9.17am-9.18am, 9.24am-10.30am, 10.50am-12.37pm, 1.12pm-2.51pm)

APOLOGIES:

Councillor Ritchie

IN ATTENDANCE (DEMOCRATIC SERVICES):

Svea Cunliffe-Steel, City Secretary
Keegan Bartlett, Committee Advisor
Hanna Stephen, Committee Advisor

032/10P **ORDER OF BUSINESS**
(1215/52/IM)

Moved by Mayor Prendergast, seconded Councillor Goulden, the motion to adjourn the Strategy and Policy Committee until the conclusion of the Extraordinary Council Meeting.

The motion was put and declared CARRIED.

RESOLVED:

THAT the Strategy and Policy Committee:

1. *Adjourns until the conclusion of the Extraordinary Council Meeting.*

(The meeting adjourned at 9.18am.)

(The meeting reconvened at 9.24am.)

(Mayor Prendergast and Councillors Ahipene-Mercer, Best, Cook, Coughlan, Foster, Gill, Goulden, McKinnon, Morrison, Pannett, Pepperell, Wade-Brown and Wain were present when the meeting reconvened.)

033/10P **APOLOGIES**
(1215/52/IM)

Moved by the Chair the motion that the apologies for absence from Councillor Ritchie for part of the meeting be accepted.

The motion was put and declared CARRIED.

RESOLVED:

THAT the Strategy and Policy Committee:

1. *Accept apologies from Councillor Ritchie for absence for part of the meeting.*

034/10P **CONFLICT OF INTEREST DECLARATIONS**
(1215/52/IM)

NOTED:

There were no conflict of interest declarations.

035/10P **2010/11 DRAFT ANNUAL PLAN: REPORT OF (9.27am-9.48am)**
THE FUNDING AND ACTIVITY REVIEW WORKING PARTY
 Report of Martin Read – Manager, Financial Planning.
 (1215/52/IM) (REPORT 2)

Moved Councillor Foster, seconded Councillor Pannett, the substantive motion.

(Councillors Gill and Pepperell left the meeting at 9.34am.)

(Councillors Gill and Pepperell returned to the meeting at 9.35am.)

(Councillor Ritchie joined the meeting at 9.45am.)

The substantive motion recommendation six was put and declared CARRIED.

NOTED:

Councillors Cook, Gill, Pepperell and Ritchie requested that their dissenting votes for recommendation six be recorded.

The substantive motion recommendations one through five and seven was put and declared CARRIED.

RESOLVED AND RECOMMENDED TO COUNCIL:

THAT the Strategy and Policy Committee:

1. *Receive the information.*
2. *Agree to consult on changes to fees and charges as detailed in Appendix 1 of this report.*
3. *Note that parking fee changes (Residents permits and coupons) have already been through a special consultative process and approved by Strategy and Police Committee on 3 December 2009.*
4. *Note a variance to the Revenue and Financing Policy is recommended for the following activity components. The funding targets for the activities listed below are intended to be included when the Revenue and Financing Policy is next reviewed as part of the 2012/22 LTCCP.*
 - (a) *for the 7.2.5 cycle network activity a variance to the rates funding target of 85%, to 90% rates funded to reflect an increase in depreciation from capital expenditure in the activity with a cap on New Zealand Transport Agency (NZTA) funding.*
 - (b) *for the 2.2.1 Roads and open spaces activity a variance to the rates income target of 90%, to 95% rate funding of operating expenditure, due to the cap on revenue from NZTA.*

- (c) *for 2.5.2 Recycling, Waste minimisation and disposal activity a variance to policy to separate the activity into two. This split will be in variance to the Revenue and Financing policy until it is formalised in the next LTCCP.*
 - i. *One '2.5.3 Closed landfill aftercare' - the introduction of a new activity with a rates funding target of 100% of operating expenditure*
 - ii. *'2.5.2 Recycling, Waste minimisation and disposal' – the activity funding to will operate in variance to the user-charges target, to recover 100% of operating expenditure through user charges.*
 - (d) *for the 6.2.1 Building Control & Facilitation activity a variance to the rates funding target of 35%, to 40% of operating expenditure.*
5. *Note that temporary non-compliance with Revenue and Financing Policy activity funding targets is anticipated for the following:*
- (a) *for the Passenger Transport network activity (7.2.3), reflecting that the sole source of external income for the activity is NZTA funding which is variable and project specific.*
 - (b) *for the Cycle Network activity (7.2.5), reflecting that the sole source of external income for the activity is NZTA funding which is variable and project specific.*
 - (c) *for the Sewage collection and disposal network (2.4.2), due to a current(possibly temporary) loss of revenue whilst the status of closed landfill discharge is tested to ascertain it's trade waste status.*
 - (d) *for sewage treatment (2.4.3), due to (possibly temporary) increase in costs of sludge disposal into the landfill.*
 - (e) *for promoting and hosting cultural festivals (4.3.1), as a review of the structure of funding this activity will occur in 2010.*
 - (f) *for the Recreation Centres activity (5.3.4) due to the incurring of costs related to the Indoor Community Sports Centre prior to revenue streams being generated pending opening of the facility.*
 - (g) *for development control and facilitation activity (6.3.1) due to cost increases including changes legislative compliance, until the market recovery impacts revenue which is expected in 2010/11.*

6. *Note that the Revenue and Financing Policy outlines a shift in the commercial to residential general rate differential from 3.45 in 2009/10 to 3.1:1 in 2010/11.*
7. *Note that the working party agreed the recommendations in appendix 2 and also requested That officers seek a letter off support from Porirua City Council for the application to the contestable waste minimisation fund and that due diligence is performed on any potential partner where a commitment is sought from Wellington City Council.*

036/10P **2010/11 DRAFT ANNUAL PLAN: PROPOSED VARIANCES FOR YEAR TWO OF THE 2009-19 LONG-TERM PLAN** (9.48am-2.46pm)
Report of Baz Kaufman – Senior Corporate Planner.
(1215/52/IM) (REPORT 3)

Moved Mayor Prendergast, seconded Councillor McKinnon, the substantive motion recommendation one.

The substantive motion recommendation one was put and declared CARRIED.

Moved Mayor Prendergast, seconded Councillor Ahipene-Mercer, the substantive motion recommendation two, appendices E, F, H, I, J, K, L, N, T, U, V, X and Y.

The substantive motion recommendation two, appendices E, F, H, I, J, K, L, N, T, U, V, X and Y were put and declared CARRIED.

Moved Councillor Wade-Brown, seconded Councillor Pannett, the substantive motion recommendation two, appendix A.

The substantive motion recommendation two, appendix A was put and declared CARRIED.

Moved Councillor Ahipene-Mercer, seconded Mayor Prendergast, the substantive motion recommendation two, appendix B, options 5.1 through 5.5.

The substantive motion recommendation two, appendix B, option 5.5 – the Home Energy Saver Programme, was put and declared CARRIED.

The substantive motion recommendation two, appendix B, options 5.1 through 5.4 were put and declared CARRIED.

Moved Councillor Morrison, seconded Councillor Goulden, the substantive motion recommendation two, appendix C, amended as follows:

Agree the variances to the 2009-19 LTCCP (as detailed in appendices a) to z) and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.

#	Variance	Funding impact for 2010/11 in \$000	
		Opex	Capex
a)	Rugby World Cup 2011 sculpture	8	250
		11	350

The amended substantive motion recommendation two, appendix C was put and declared CARRIED.

NOTED:

Councillors Pannett and Pepperell requested that their dissenting votes for recommendation two, appendix C be recorded.

Moved Councillor Morrison, seconded Mayor Prendergast, the substantive motion recommendation two, appendix D.

The substantive motion recommendation two, appendix D was put and declared CARRIED.

Moved Mayor Prendergast, seconded Councillor Foster, the substantive motion recommendation two, appendix G.

The substantive motion recommendation two, appendix G was put and declared CARRIED.

Moved Councillor Best, seconded Councillor Cook, the substantive motion recommendation two, appendix M.

The substantive motion recommendation two, appendix M was put and declared CARRIED.

(The meeting adjourned for morning tea at 10.30am.)

(The meeting reconvened at 10.50am.)

(Mayor Prendergast and Councillors Ahipene-Mercer, Best, Cook, Foster, Gill, Goulden, McKinnon, Pannett, Pepperell, Ritchie, Wade-Brown and Wain were present when the meeting reconvened.)

(Councillors Coughlan and Morrison returned to the meeting at 10.51am.)

Moved Mayor Prendergast, seconded Councillor Ahipene-Mercer, the substantive motion recommendation two, appendix O, with the following amendment:

New recommendation 3:

‘Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010:

- (a) Agree that the feasibility work on the Johnsonville Community Hub be aligned with the capital programme in 2014/15.

The amended substantive motion recommendation two, appendix O was put and declared LOST.

Moved Councillor Ritchie, seconded Councillor Best, the substantive motion recommendation two, appendix O.

The substantive motion recommendation two, appendix O was put and declared CARRIED.

NOTED:

Mayor Prendergast requested that her dissenting vote for recommendation two, appendix O be recorded.

Moved Councillor Morrison, seconded Councillor Best, the substantive motion recommendation two, appendix P.

Moved Councillor Coughlan, seconded Councillor Wain, the following amendment:

New recommendation 3:

Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010:

- (a) That the aquatics upgrade programme for 2010/11 – 2018/19 include the construction of a new \$10.5 million 10 lane 25 metre pool at the Wellington Regional Aquatic Centre by 2012/13 (as outlined in the tables below); and,

- i. That this be funded through:
 - the budget currently earmarked for school partnerships (\$2.065 million opex)
 - the deferral of the Thorndon pool roof (\$1.3 million capex)
 - any savings drawn from constructing the hydrotherapy pool concurrently with this new pool (current hydrotherapy pool cost \$2.1 million; savings estimated to be \$500k)
 - contributions from external sources.
- ii. Note the associated opex costs for depreciation, interest and the running of this pool will be partially offset by income drawn from users broadly in line with the Revenue and Financing Policy target (as outlined in the table below).

Revised programme

Project Component - CX055 Aquatic upgrades	Capital expenses \$000									
	10/11	11/12	12/13	13/14	14/15	15/16	16/17	17/18	18/19	Total
*Keith Spry Pool	180	3,000	1,700							4,880
Karori Pool	50	535								585
**Tawa Roof – CX056		1,600								1,600
New 25m 10 lane pool at WRAC and hydrotherapy pool	800	6,500	3,200							10,500
Revised total	1,030	11,635	4,900							17565

*Note that \$70k of funding from CX055 for preliminary design of Keith Spry Pool upgrade has been transferred to the Johnsonville Community Hub proposal

** During financial year 11/12 Tawa pool is set for a 5 year maintenance closure and funds originally budgeted in CX055 upgrades for a new roof at Tawa pool are seen as more appropriately budgeted in CX056 renewals.

Revised Operating costs

Project Component C034 Swimming Pools	Operating expenses \$000									
	10/11	11/12	12/13	13/14	14/15	15/16	16/17	17/18	18/19	19/20
Revenue			(55)	(613)	(613)	(613)	(613)	(613)	(613)	(613)
Operating Expenses			18	864	864	864	864	864	864	864
Depreciation		26	330	285	150	146	141	138	138	138
Interest	33	445	765	531	350	338	328	324	324	324
Total	33	471	1,057	1,068	751	735	720	713	713	713
Revised Total With \$5m External Funding	33	363	787	743	426	410	395	388	388	388

Note the revenue projections are based on an assessment of Karori Pool volumes and assume 88% of its capacity is achieved.

Note the revenue numbers expected from the extended session at the Thorndon pool have been deleted due to the proposed deferral of the roof construction.

Note these are initial estimates and are subject to further review by officers.

(Councillor Gill left the meeting at 11.56am.)

(Councillor Gill returned to the meeting at 12.00pm.)

(Councillor Gill left the meeting at 12.03pm.)
(Councillor Gill returned to the meeting at 12.09pm.)

The motion was put and a DIVISION called.

Voting For: Councillors Best, Coughlan, Gill, Goulden,
McKinnon, Morrison and Wain.

Voting Against: Mayor Prendergast, Councillors Ahipene-Mercer,
Cook, Foster, Pannett, Pepperell, Ritchie and Wade-
Brown.

Majority Vote: 7:8

The motion was declared LOST.

(The meeting adjourned for lunch at 12.37pm.)
(The meeting reconvened at 1.12pm.)
(Mayor Prendergast and Councillors Ahipene-Mercer, Best, Cook,
Coughlan, Foster, Gill, McKinnon, Morrison, Pannett and Wain were
present when the meeting reconvened.)

(Councillors Goulden and Pepperell returned to the meeting at 1.13pm.)

Moved Councillor Foster, seconded Councillor Pannett, the following amendment:

New recommendation 3:

Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.

- (a) Agree to bring forward the delivery of the Karori Pool and Wellington Regional Aquatic Centre upgrades to begin construction in 2010/11.

(Councillor Wade-Brown returned to the meeting at 1.15pm.)

The motion was put and declared CARRIED.

The substantive motion recommendation two, appendix P, as amended, was put and declared CARRIED.

(Councillor Coughlan advised he had a conflict and withdrew from voting.)

Moved Councillor Morrison, seconded Councillor Foster, the substantive motion recommendation two, appendix Q.

Moved Councillor Cook, seconded Councillor Gill, the following amendment:

New recommendation 3(b):

3. Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.
 - (b) Agree to contribute funding of \$175,000 in the 2011/12 and 2012/13 financial years towards the rescue components of the proposed new Lyall Bay Surf Club building.

The amendment by Councillor Cook, seconded Councillor Gill, was withdrawn by leave of the meeting.

Moved Councillor Wain, seconded Councillor McKinnon, the procedural motion for the substantive recommendation two, appendix Q, to be left to lie on the table to allow for further consideration and to return to Council on 17 March 2010.

The procedural motion was put and declared CARRIED.

RESOLVED:

THAT the Strategy and Policy Committee:

1. *Agree to leave substantive recommendation two, appendix Q, under Report 3, to lie on the table to allow further consideration.*
2. *Agree for substantive recommendation two, appendix Q, under Report 3, to return to Council on 17 March 2010.*

Moved Councillor Morrison, seconded Mayor Prendergast, the substantive motion recommendation two, appendix R.

The substantive motion recommendation two, appendix R was put and declared CARRIED.

NOTED:

Councillors Pannett and Pepperell requested that their dissenting votes for recommendation two, appendix R be recorded.

(Councillor Coughlan returned to the table.)

Moved Mayor Prendergast, seconded Councillor Foster, the substantive motion recommendation two, appendix S.

Moved Councillor Pannett, seconded Councillor Pepperell, the following amendment:

New recommendation 3(b):

3. Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.
 - (b) Agree to fund 20 bus shelters a year for eight years at a total of \$200,000 per annum from 2013.

The motion was put and declared LOST.

The substantive motion recommendation two, appendix S was put and declared CARRIED.

Moved Mayor Prendergast, seconded Councillor Ahipene-Mercer, the substantive motion recommendation two, appendix W.

The substantive motion recommendation two, appendix W was put and declared CARRIED.

Moved Councillor Foster, seconded Councillor Ahipene-Mercer, the substantive motion recommendation two, appendix Z, option 3.

(Councillor Goulden left the meeting at 2.12pm.)

(Councillor Goulden returned to the meeting at 2.13pm.)

The substantive motion recommendation two, appendix Z, option 3 was put and declared CARRIED.

NOTED:

Councillors Coughlan, Gill, Goulden, Morrison, Pepperell and Wain requested that their dissenting votes be recorded.

Moved Councillor Foster, seconded Councillor Best, the motion to insert a new recommendation 3(b):

3. Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.
 - (b) Agree that \$50,000 for the planning and consent processes from each artificial turf be brought forward to the previous year to allow construction to occur in the year currently scheduled; for example, the turf currently programmed for 2012/13 has \$50,000 included in 2011/12 and \$50,000 less in 2012/13.

The motion to insert a new recommendation 3(b) was ACCEPTED by leave of the meeting.

RESOLVED AND RECOMMENDED TO COUNCIL:

THAT the Strategy and Policy Committee:

1. *Receive the information.*
2. *Agree the variances to the 2009-19 LTCCP (as detailed in appendices a) to z) and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.*

#	Variance	Funding impact for 2010/11 in \$000	
		Opex	Capex
a)	Enviroschools	10	-
b)	Climate Change Action Plan	130	100
c)	Rugby World Cup 2011 sculpture	8	250
		11	350
d)	Rugby World Cup 2011 village	100	-
e)	Newtown Park sportsfield upgrade*	-	-
f)	Waterloo roading improvements – rephasing of existing programme	149	4,580
g)	Driver advisory signs	33	300
h)	CBD street cleaning – higher level of service	225	-
i)	Courtenay Place public convenience upgrade	21	500
j)	Wellington 2040 – Central City Framework	55	-
k)	Movement Infrastructure Analysis	180	-
l)	Heritage trail signage installation	1	37
m)	Community centres funding review	203	-
n)	Community facilities: Community facilities partnerships	55	-
o)	Community facilities: Johnsonville community hub	50	330
p)	Community facilities: aquatics	14	430
	• Supplementary paper		
q)	Lyall Bay Surf Life Saving Club	10	300
r)	Indoor Community Sports Centre	49	1,500

s)	Additional inbound bus shelters	-	258
t)	Fences and guardrails maintenance	115	-
u)	Strengthening the City to Sea bridge	8	250
v)	Repiling and strengthening of Aro valley Community Centre	3	100
w)	New Signage for dog areas	1	40
x)	Basin Reserve Trust Asset Management Plan funding	4	112
y)	St James Theatre Trust Asset Management Plan funding	217	-
z)	Adelaide Road	-	1,550

* Funding of \$37k for 2011/12

3. Agree the variances to the 2009-19 LTCCP and note that they will be included in the 2010/11 Draft Annual Plan statement of proposal to be presented to Council on 17 March 2010.

- (a) **Agree to bring forward the delivery of the Karori Pool and Wellington Regional Aquatic Centre upgrades to begin construction in 2010/11.**
- (b) **Agree that \$50,000 for the planning and consent processes from each artificial turf be brought forward to the previous year to allow construction to occur in the year currently scheduled; for example, the turf currently programmed for 2012/13 has \$50,000 included in 2011/12 and \$50,000 less in 2012/13.**

NOTED:

The resolution differs from the recommendations in the officer's report as follows:

The Committee added the text in **bold** and left the text in ~~strike through~~ to lie on the table.

037/10P **2010/11 DRAFT ANNUAL PLAN FOR RECOMMENDATION TO COUNCIL** (2.46pm-2.47pm)
 Report of Baz Kaufman – Senior Corporate Planner.
 (1215/52/IM) (REPORT 4)

Moved Mayor Prendergast, seconded Councillor Wain, the substantive motion.

The substantive motion was put and declared CARRIED.

RESOLVED AND RECOMMENDED TO COUNCIL:

THAT the Strategy and Policy Committee:

1. *Receive the information.*
2. *Note:*
 - (a) *The tables in this report are preliminary and subject to the resolutions agreed by the Strategy and Policy Committee on other reports on this agenda.*
 - (b) *The inflation adjusted business-as-usual OPEX and CAPEX projects and programmes for 2010/11 as detailed in appendix two.*
 - (c) *That the funding effects of the inflation adjusted OPEX and CAPEX projects and programmes are reflected in the Funding and Borrowing Statements in appendix three.*
3. *Agree that the inflation adjusted Funding and Borrowing Statements and Financial Statements as detailed in appendices three and four be included in the 2010/11 Draft Annual Plan (noting that any changes arising as part of these deliberations will be incorporated into the final statements presented to Council).*
4. *Agree that having due regard to the requirements of section 100 of the Local Government Act 2002, the Council's forecasting assumptions and the Revenue and Financing Policy it is financially prudent not to set a level of operating revenue that meets the projected operating expenses of Council.*
5. *Agree that for 2010/11 it is financially prudent to forecast a surplus of \$51.912m, comprising:*
 - *Unfunded depreciation on the following assets:*
 - (a) *Clearwater Sewerage Treatment plant (\$2.768m)*
 - (b) *Living Earth Joint Venture Plant (\$0.187m)*
 - (c) *Transport Assets (\$7.773m)*
 - *Revenue received for capital purposes:*
 - (a) *LTNZ capital subsidies (\$15.791m)*
 - (b) *housing capital grant and ring-fenced surplus (\$37.038m)*
 - (c) *development contributions (\$7.065m)*
 - (d) *bequests, trust and other external funding (\$0.49m)*
 - *Self Insurance Reserve (\$0.500m)*
6. *Note that none of the proposed variances for the 2010/11 Draft Annual Plan require a formal amendment the 2009-19 LTCCP.*

7. *Recommend that officers prepare the Draft Annual Plan 2010/11 statement of proposal based on the deliberations and recommendations of this Strategy and Policy Committee meeting (of 2 March 2010) and present this to the Council for adoption.*
8. *Note that the statement of proposal and summary will form the basis of the special consultative procedure on the 2010/11 Draft Annual Plan and that consultation will run from 9 April to 10 May 2010.*

038/10P **CONSULTATION AND COMMUNICATION** **(2.47pm-2.51pm)**
PLAN: 2010/11 DRAFT ANNUAL PLAN
Report of Josie Askin – Senior Adviser, Performance Improvement and Research.
(1215/52/IM) (REPORT 5)

Moved Councillor Ahipene-Mercer, seconded Councillor Pannett, the substantive motion.

(Councillor Foster left the meeting at 2.49pm.)
(Councillor Foster returned to the meeting at 2.50pm.)

The substantive motion was put and declared CARRIED.

RESOLVED AND RECOMMENDED TO COUNCIL:

THAT the Strategy and Policy Committee:

1. *Receive the information.*
2. *Note the communication and engagement tools that will be used to support the consultation on the 2010/11 Draft Annual Plan.*
3. (a) *Agree to delegate the hearing of oral submissions on the 2010/11 Draft Annual Plan to a subcommittee.*

(b) *Recommend to Council that it agree to establish the Draft Annual Plan Hearings Subcommittee with the terms of reference attached in appendix one and that it elect a chairperson for the subcommittee.*
4. *Agree that the formal consultation period start Friday 9 April 2010 and closes on Monday 10 May 2010 with hearings scheduled in mid May 2010.*

The meeting concluded at 2.51pm.

Confirmed: _____
Chair
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