
ORDINARY MEETING
OF
PŪRORO TAHUA - FINANCE AND PERFORMANCE
COMMITTEE
MINUTES

Time: 9:30am
Date: Thursday, 21 October 2021
Venue: Ngake (16.09)
Level 16, Tahiwī
113 The Terrace
Wellington

PRESENT

Mayor Foster
Deputy Mayor Free
Councillor Calvert (Chair)
Councillor Condie
Councillor Day
Councillor Fitzsimons
Councillor Foon (Deputy Chair)
Liz Kelly
Councillor Matthews
Councillor O'Neill
Councillor Pannett
Councillor Paul
Councillor Rush
Councillor Woolf
Councillor Young

TABLE OF CONTENTS
21 OCTOBER 2021

Business	Page No.
1. Meeting Conduct	5
1.1 Karakia	5
1.2 Apologies	5
1.3 Conflict of Interest Declarations	5
1.4 Confirmation of Minutes	5
1.5 Items not on the Agenda	5
1.6 Public Participation	5
2. General Business	14
2.1 Briefing from Wellington International Airport Limited	12
2.2 Development contributions policy review	14
2.3 Actions Tracking	14
2.4 Forward Programme	14
3. Committee Reports	13
3.1 Report of the Kāwai Māhirahira Audit and Risk Subcommittee Meeting of 12 October 2021	13
4. Public Excluded	7
4.1 Balance Sheet Review - Investments	7

1. Meeting Conduct

1.1 Karakia

The Chairperson declared the meeting open at 9:30am and invited members to stand and read the following karakia to open the meeting.

Whakataka te hau ki te uru,	Cease oh winds of the west
Whakataka te hau ki te tonga.	and of the south
Kia mākinakina ki uta,	Let the bracing breezes flow,
Kia mātaratara ki tai.	over the land and the sea.
E hī ake ana te atākura.	Let the red-tipped dawn come
He tio, he huka, he hauhū.	with a sharpened edge, a touch of frost,
Tihei Mauri Ora!	a promise of a glorious day

1.2 Apologies

Moved Councillor Calvert, seconded Councillor Foon, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee:

1. Accept the apologies received from Mayor Foster for lateness.

Carried

1.3 Conflict of Interest Declarations

No conflicts of interest were declared.

1.4 Confirmation of Minutes

Moved Councillor Calvert, seconded Councillor Fitzsimons, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee:

1. Approve the minutes of the Pūroro Tahua | Finance and Performance Committee Meeting held on 16 September 2021, having been circulated, that they be taken as read and confirmed as an accurate record of that meeting.

Carried

1.5 Items not on the Agenda

There were no items not on the agenda.

1.6 Public Participation

There were no requests for public participation.

In accordance with standing order 19.1, the chairperson accorded precedence to some items of business, so that the agenda was considered in the following order:

- Item 4.1 Balance Sheet Review - Investments
- Item 2.1 Briefing from Wellington International Airport
- Item 3.1 Report of the Kāwai Māhirahira | Audit and Risk Subcommittee meeting of 12 October 2021
- Item 2.2 Development contributions policy review
- Item 2.3 Action Tracking
- Item 2.4 Forward Programme

The meeting adjourned at 10:40am and reconvened at 10:55am with all members present.

2. Public Excluded

Moved Councillor Calvert, seconded Deputy Mayor Free, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee Pūroro Tahua | Finance and Performance Committee:

1. Pursuant to the provisions of the Local Government Official Information and Meetings Act 1987, exclude the public from the following part of the proceedings of this meeting namely:

General subject of the matter to be considered	Reasons for passing this resolution in relation to each matter	Ground(s) under section 48(1) for the passing of this resolution
2.1 Briefing from Wellington International Airport Limited - Public Excluded	7(2)(b)(ii) The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.	s48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.
Attachments to 3.1 Report of the Kāwai Māhirahira Audit and Risk Subcommittee meeting of 12 October 2021:	Section s48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.	Section 7(2)(b)(ii) The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.
Attachment 1 Draft Annual Report Volume 1		
Attachment 2 Draft Annual Report Volume 2		
Attachment 3 Draft Audit Opinion		Section 7(2)(g)
Attachment 4 Draft Representation Letter		The withholding of the information is necessary to maintain legal professional privilege. Section 7(2)(j) The withholding of the information

is necessary to prevent the disclosure or use of official information for improper gain or improper advantage.

2. Agree that Steve Sanderson (Chief Executive Officer), Chris Vidal (Sustainability Manager), Martin Harrington (Chief Financial Officer) and Jenna Raeburn (General Manager Corporate Affairs) of Wellington International Airport, be permitted to remain at this meeting, after the public have been excluded, because of their knowledge of Wellington International Airport Limited operations. This knowledge, which will be of assistance during item 2.1 Briefing from Wellington International Airport Limited, is relevant to the matter because Jenna will be presenting the briefing.
3. Agree that Karen Young (Director) Audit New Zealand, be permitted to remain at this meeting, after the public have been excluded, because of her knowledge of item 3.1 Report of the Kāwai Māhirahira | Audit and Risk Subcommittee meeting of 12 October 2021, which will assist the Pūroro Tahua | Finance and Performance Committee in its decision making.

Carried

The meeting went into public-excluded session at 11:01am.

The meeting returned from public-excluded session at 12:30pm with all members present.

Public Excluded

Moved Councillor Calvert, seconded Councillor Young, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee Pūroro Tahua | Finance and Performance Committee:

1. Pursuant to the provisions of the Local Government Official Information and Meetings Act 1987, exclude the public from the following part of the proceedings of this meeting namely:

General subject of the matter to be considered	Reasons for passing this resolution in relation to each matter	Ground(s) under section 48(1) for the passing of this resolution
2.1 Balance Sheet Review - Investments	7(2)(b)(ii) The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.	s48(1)(a) That the public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.

Lost

A division was called for, voting on which was as follows:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Rush, Councillor Woolf

Against:

Councillor Condie, Councillor Day, Councillor Fitzsimons, Councillor Matthews, Councillor O'Neill, Councillor Pannett, Councillor Paul, Councillor Young

Majority Vote: 7:8

Lost

The meeting adjourned at 12:44 and reconvened at 1:32pm with all members present.

The meeting adjourned at 1:34pm and reconvened at 1:40pm with all members present.

4.1 Balance Sheet Review - Investments

Moved Councillor Calvert, seconded Councillor Condie, the following motion

Resolved

That Pūroro Tahua - Finance and Performance Committee:

- 1) Receive the information.
- 2) Note that, in accordance with the Finance and Infrastructure Strategy agreed through the LTP, officers have reviewed the Council's portfolio of assets to determine whether they remain fit-for-purpose in light of the Council's strategic priorities and financial objectives.
- 3) Note the review has identified the following risks associated with the Council's current portfolio of non-service income generating assets, including:
 - a. The lack of diversification;
 - b. Geographic concentration;
 - c. Exposure to climate change and natural hazards;
 - d. Relatively illiquid nature; and
 - e. Poor alignment in some cases with the Council's strategic objectives.
- 4) Note that the Council holds headroom of \$272m on the balance sheet to cover uninsured risks and the need for this headroom could be reduced or eliminated through suitably diversified and liquid investments, freeing up funding for other Council priorities.
- ~~8) Agree to consult with the public on the sale of Council's 34% holding in Wellington International Airport Limited through an LTP amendment progressed alongside the 2022/23 Annual Plan.~~
- 10) Note the ground lease portfolio provides a source of long-term, secure, and relatively predictable income and opportunities to influence city-shaping outcomes so is not recommended for divestment at a portfolio level.
- 11) Agree to update the approach to ground lease sales to provide greater clarity on the circumstances in which any changes to the ground lease portfolio would be made, in accordance with paragraph 87.

Carried

Secretarial note: With the leave of the meeting, clauses 5, 6, 7 and 9 were withdrawn.

A division was called for, voting on which was as follows:

Clauses 1 and 2:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Condie, Councillor Day, Councillor Fitzsimons, Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Matthews, Councillor O'Neill, Councillor Paul, Councillor Rush, Councillor Woolf, Councillor Young

Against:

Councillor Pannett

Majority Vote: 14:1

Carried

Clause 3:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Condie, Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Paul, Councillor Rush, Councillor Woolf, Councillor Young

Against:

Councillor Day, Councillor Fitzsimons, Councillor Matthews, Councillor O'Neill, Councillor Pannett

Majority Vote: 10:5

Carried

Clause 4:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Condie, Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Rush, Councillor Woolf, Councillor Young

Against:

Councillor Day, Councillor Fitzsimons, Councillor Matthews, Councillor O'Neill, Councillor Pannett, Councillor Paul

Majority Vote: 9:6

Carried

Clause 8:

For:

Mayor Foster, Councillor Condie, Liz Kelly, Councillor Rush

Against:

Councillor Calvert (Chair), Councillor Day, Councillor Fitzsimons, Councillor Foon (Deputy Chair), Deputy Mayor Free, Councillor Matthews, Councillor O'Neill, Councillor Pannett, Councillor Paul, Councillor Woolf, Councillor Young

Majority Vote: 4:11

Lost

Clause 10:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Condie, Councillor Day, Councillor Fitzsimons, Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Matthews, Councillor O'Neill, Councillor Paul, Councillor Rush, Councillor Woolf, Councillor Young

Against:

Councillor Pannett

Majority Vote: 14:1

Carried

Clause 11:

For:

Mayor Foster, Councillor Calvert (Chair), Councillor Condie, Councillor Day, Councillor Fitzsimons, Councillor Foon (Deputy Chair), Deputy Mayor Free, Liz Kelly, Councillor Matthews, Councillor O'Neill, Councillor Paul, Councillor Rush, Councillor Woolf
Councillor Young

Against:

Councillor Pannett

Majority Vote: 14:1

Carried

Meeting duration

Moved Councillor Calvert, seconded Deputy Mayor Free, the following motion

Resolved

That Pūroro Tahua - Finance and Performance Committee:

1. Continue the meeting beyond the six hours limit as per standing order 11.7.

Carried

The meeting adjourned at 3:12pm and reconvened at 3:25pm with the following members present.

2.1 Briefing from Wellington International Airport Limited

Moved Councillor Calvert, seconded Councillor O'Neill, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee:

1. Receive the public briefing from WIAL on:
 - a. An update on current airport expansion plans
 - b. Information regarding transport links
 - c. Seawall renewals
 - d. Sustainability activities and opportunities
2. Receive the public excluded briefing on WIAL's financial performance over the past year.

Carried

3. Committee Reports

3.1 **Report of the Kāwai Māhirahira | Audit and Risk Subcommittee Meeting** of 12 October 2021

Moved Councillor Condie, seconded Councillor Rush, the following motion

Resolved

That Pūroro Tahua | Finance and Performance Committee:

1. Recommend that the Council confirm the Accounting Policies contained in the draft financial statements (Attachment 2, Public Excluded) for adoption for the financial statements for the year ended 30 June 2021.
2. Recommend that the Council adopt the draft Financial Statements and Statements of Service Provision for Wellington City Council and Group within the draft Annual Report for the year ended 30 June 2021, subject to the resolution of any matters identified during the meeting and receiving final audit clearance from Audit New Zealand.
3. Recommend that the Council adopt the Annual Report for Wellington City Council and Group for the year ended 30 June 2021 (Attachment 1 and 2, Public Excluded).

Carried

4. General Business

2.2 Development contributions policy review

Moved Councillor Calvert, seconded Councillor Foon, the following motion

Resolved

That Pūroro Tahua - Finance and Performance Committee:

- 1) Receive the information
- 2) Agree to public consultation on the proposed amended Development Contributions Policy using the attached:
 - a. Statement of Proposal (Attachment 1),
 - b. draft proposed amended Development Contributions Policy (Attachment 2), and
 - c. policy maps (Attachments 3 and 4)
- 3) Note that the policy review is required under the Local Government Act 2002 [section 106(3) refers] and must use consultation processes in the Local Government Act 2002 section 82.
- 4) Agree to delegate to the Chair of the Committee and the Chief Executive to sign off on any amendments discussed and agreed at Committee and identified in further editorial and quality review before documents are published for consultation.

Carried

2.3 Actions Tracking

Moved Councillor Calvert, seconded Councillor Day, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee:

1. Receive the information.

Carried

2.4 Forward Programme

Moved Councillor Calvert, seconded Councillor Foon, the following motion

Resolved

That the Pūroro Tahua | Finance and Performance Committee:

1. Receive the information.

Carried unanimously

The meeting concluded at 3:57pm with the reading of the following karakia:

Unuhia, unuhia, unuhia ki te uru tapu nui	Draw on, draw on
Kia wātea, kia māmā, te ngākau, te tinana, te wairua	Draw on the supreme sacredness To clear, to free the heart, the body and the spirit of mankind
I te ara takatū	
Koia rā e Rongo, whakairia ake ki runga	Oh Rongo, above (symbol of peace)
Kia wātea, kia wātea	Let this all be done in unity
Āe rā, kua wātea!	

Authenticated: _____
Chair