

## **MACKENZIE DISTRICT COUNCIL**

### **MINUTES OF AN EXTRAORDINARY MEETING OF THE MACKENZIE DISTRICT COUNCIL HELD AT THE THE COUNCIL CHAMBERS, FAIRLIE, ON FRIDAY OCTOBER 30, 2015, AT 9.37AM**

#### **PRESENT:**

Claire Barlow (Mayor)  
Cr Graham Smith  
Cr Murray Cox  
Cr Russell Armstrong  
Cr Noel Jackson  
Cr Evan Williams  
Cr James Leslie

#### **IN ATTENDANCE:**

Wayne Barnett, Chief Executive  
Paul Morris, Finance Manager  
Arlene Goss, Committee Secretary  
Haydee McCabe, Irricon Resource Solutions

#### **OPENING:**

The Mayor welcomed everyone to the meeting.

#### **APOLOGIES:**

There were no apologies.

#### **DECLARATIONS OF INTEREST:**

There were no declarations of interest.

#### **REPORTS:**

##### **BENDROSE STATION IRRIGATION PIPELINE:**

For Council to consider an application from Bendrose Farm 2014 Ltd to construct a 675mm irrigation pipeline across Pukaki Airport land to convey water to Bendrose Station. Haydee McCabe from Irricon Resource Solutions was at the meeting.

Cr Cox asked what effect this has on future planning at the airport and he cannot see any reason why this could not go across DOC land. The chief executive said because the reserve land is owned by the Crown and administered by the council it becomes an administrative nightmare to take it through there. Cr Williams said there was a similar issue to put in an intake for the Allandale water scheme, which would have taken two years for the same reason. Cr Smith said there has been some urgency to put this pipeline through. He thinks this is a win for the airport to get water and council would be entitled to compensation for the pipe. The airport board have signed it off, and as long as Council is compensated he doesn't see a problem. Cr Leslie said there are benefits to the airport and the airport board is supportive of the proposal. Cr Cox said the airport would need resource consent to use the water, so how likely is that. Haydee McCabe said Bendrose have a consent to take water from the canal. She explained that she was currently working on a consent to irrigate the airport and this process is underway, at a cost to Bendrose Station.

There is an easement required. Council is not guaranteed water, as it has to get past the consenting process. Would Council be asking for monetary compensation and would there need to be further negotiation on this? The chief executive said an easement has a value and this could be worked through. He asked if there is an instrument other than an easement that could be used, such as a lease? Haydee McCabe was not sure about this. Council agreed with the proposal subject to further negotiations.

Resolved:

1. That the report be received.

**Cr Smith/Cr Williams**

2. That Council agrees to Bendrose Farm 2014 Ltd constructing an underground irrigation pipeline across Pukaki Airport, subject to agreement of specific terms.

**Cr Smith/Mayor**

*Haydee McCabe left the meeting at 9.55am.*

**ANNUAL REPORT 30 JUNE 2015:**

This was for Council to approve and adopt the Annual Report 2015. The Annual Report summary was discussed first.

On page 7 of the agenda, the not achieved result for stormwater was explained. This was because the information was not collected by Whitestone, so could not be measured.

On page 18 of the agenda, "surplus from operations", this has been corrected.

On page 13 of the agenda, target says achieved when it is not achieved. This has been corrected.

On page 19 under roading expenses, the words "over both these activities" have been taken out.

On page 7, a grammatical correction under boil water notices.

On page 15, a percentage sign is missing under levels of service.

On page 16, under Mackenzie Forestry Board, the statement of intent has not been approved two years running. Finance manager Paul Morris explained the reasons for this. The forestry board have not prepared a statement of intent for approval. Cr Smith, the chair of the board, was unaware that one was required.

On page 18 under financial statement disclosures, the Mayor asked what biological assets were. This refers to forestry.

On page 20 under pie graphs. The Mayor asked regarding the comment on capital expenditure. Paul Morris clarified this.

Resolved:

1. That the Annual Report Summary for 30 June be approved.

**Cr Williams/Cr Smith**

2. That the Mayor and Chief Executive Officer be given approval to sign the letter of representation for the Annual Report Summary for the year ended 30 June, 2015.

**Cr Armstrong/Cr Williams**

Discussion then moved to the Annual Report itself. Finance manager Paul Morris went through a list of the corrections that have been made to the report since the version on the agenda was published. This included correcting typing errors and:

Changing the Cinta Survey 80% positive feedback measure to 'not achieved'.

On page 80, changing the word expenditure to expenses in several places.

On page 83, 'receipts from rates' has changed to 'receipts from rates revenue'.

On page 86, added forestry and adjustment to page numbers. Under Statement of compliance and preparation the word 'prospective' has been removed.

On page 89, under landfill fees, 'revenue from non exchanged transactions' is now 'revenue from exchanged transactions'.

On page 119, added note 17 intangible assets to the top of the table.

On page 130, under council remuneration, mileage reimbursements have been taken out of these figures.

On page 172 of the agenda, Cr Cox noted under Tekapo Community Board Stella Sweney is not included.

On page 42 of the agenda, Cr Jackson noted a number missing in the third paragraph and a letter 'c' before the dollar sign that should not be there.

Cr Smith asked regarding the graph on page 161 of the agenda. Paul Morris explained the background to the result. It was suggested to provide an explanation of this to the public.

Resolved:

1. That the report be received.

**Cr Cox/Cr Armstrong**

2. That the Annual Report 30 June 2015, be approved.

**Mayor/Cr Cox**

3. That the Mayor and Chief Executive Officer be given approval to sign the Letter of Representation for the Annual Report for the year ended 30 June 2015.

**Cr Smith/Cr Armstrong**

4. That the Annual Report for 30 June 2015 be adopted.

**Cr Armstrong/Cr Williams**

**PUBLIC EXCLUDED RESOLUTION:**

Resolved that the public be excluded from the following part of the proceedings of this meeting namely Alpine Energy Ltd Increase in Director’s Fees.

<b>General subject of each matter to be considered</b>	<b>Reason for passing this resolution in relation to each matter</b>	<b>Ground(s) under section 48(1) for the passing of this resolution</b>
Alpine Energy Ltd Increase in Director’s Fees	Protect privacy of persons	48(1)(a)(i)

This resolution is made in reliance on Section 48(1)(a)(i) 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, which would be prejudiced by the holding of the whole or the relevant part of the proceedings of the meeting in public are as follows: *Alpine Energy Ltd Increase in Director’s Fees under section 7(2)(a)*.

**Cr Smith/Cr Williams**

*The Council continued in open meeting.*

**PUBLIC EXCLUDED RESOLUTIONS ANNOUNCED IN OPEN MEETING:**

Council made the following resolutions in the public excluded part of the meeting and resolved to announce them in open meeting.

Resolved:

1. That the report be received.

**Cr Leslie/Cr Cox**

2. That Council approve the proposed increase in Directors Fees for Alpine Energy Ltd Directors.

**Cr Smith/Cr Leslie**

3. That Council resolve to approve the proposed increase in Directors Fees for Alpine Energy Ltd Directors in open meeting.

**Mayor/Cr Leslie**

**THE MAYOR DECLARED THE MEETING CLOSED AT 10.37am**

**MAYOR:** \_\_\_\_\_

**DATE:** \_\_\_\_\_