

File Ref: C135-A03

Ask for: Ms North

5 March 2009

Notice of Assets & Services Committee Meeting - Thursday 12 March 2009

A meeting of the Assets and Services Committee will be held in the Council Chambers, District Council Administration Building, Seymour Street, Blenheim on **Thursday 12 March 2009 commencing at 8.30 am.**

B U S I N E S S

As per Agenda attached.

**ANDREW BESLEY
CHIEF EXECUTIVE**

NOTE: The Chairman will arrange site visits following the meeting.

Marlborough District Council

**Meeting of the ASSETS AND SERVICES COMMITTEE
to be held in the Council Chambers, District Administration Building, Seymour Street,
on THURSDAY 12 MARCH 2009 commencing at 8.30 am.**

Committee	Clrs F D Maher (Chairman) N W Weetman W O Brice G A Hope P J O'Sullivan Mr R Hunter (iwi representative) Mayor A T Sowman (ex officio)
Departmental Head	Mr M S Wheeler, Manager – Assets and Services Department
Staff	Ms J R North (Committee Secretary)

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1. Financial Report for Period Ended 31 January 2009 (F045-07)

(Report prepared by D Craig)

1. Attached is a detailed financial report for the Assets and Services Department for the period ended 31 January 2009.

RECOMMENDED

That the report be received.

ASSETS AND SERVICES DEPARTMENT
Financial Report for the Period Ended 31 January 2009 (58% year)

		YTD actual	Annual budget	YTD % of annual budget	Comments
RESERVES AND AMENITIES					
Total Land Subdivision Revenue	Total Revenue and Rates	813,239	2,332,225	35%	Actual revenue comprises contributions from Blenheim \$509,167, Picton \$34,800, Renwick \$56,700, Awatere \$4,000, Wairau \$4,667 and Sounds \$203,906
	Operating expenditures	0	0		
	Net Surplus (Deficit)	813,239	2,332,225		
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Grants ex land subdivision reserve	Total Revenue and Rates	0	0		Budget provision for playground assistance grants
	Operating expenditures	0	8,000		
	Net Surplus (Deficit)	0	(8,000)		
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Total Halls	Total Revenue and Rates	99,371	156,347	64%	Favourable insurance claims \$5,556 and misc recoveries \$2,167 Favourable insurances \$12,265 and grants \$5,330; offset by unfavourable materials \$2,800, rates payable \$1,690, repairs & maintenance \$3,699 and depreciation \$5,037
	Operating expenditures	147,951	269,582	55%	
	Net Surplus (Deficit)	(48,580)	(113,235)		
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	Net asset additions/disposals	0	50,000		Provision for fire safety upgrades \$50,000
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Total Cemeteries	Total Revenue and Rates	283,340	459,339	62%	Favourable plot purchases \$7,443, maintenance reserve fund \$4,359 and rates & charges \$5,033; offset by unfavourable interment fees \$2,574 Favourable burial expenses \$3,132, contracts \$6,824, repairs & maintenance \$10,255, internal plant charges \$7,666 and interest payments \$9,394
	Operating expenditures	220,077	437,858	50%	
	Net Surplus (Deficit)	63,263	21,481		
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	Net asset additions/disposals	11,812	284,000	4%	Budgeted improvements at Awatere \$5,000 (actual \$3,970), Fairhall \$75,000 (\$7,480), Havelock \$10,000 (\$361), Omapa \$47,000, Picton \$95,000, Tuamarina \$22,000 and Other (Mahakipawa) \$30,000

Total Public Conveniences	Total Revenue and Rates	359,349	604,875	59%	Favourable rates & charges \$9,477
	Operating expenditures	289,592	564,724	51%	Favourable contracts (timing) \$32,092, repairs & maintenance \$8,756, depreciation \$3,354 and interest payments \$20,356; offset by unfavourable graffiti \$5,480 and vandalism \$11,910
	Net Surplus (Deficit)	69,757	40,151		
	Net asset additions/disposals	122,939	594,500	21%	Budgeted upgrades Awatere \$35,000, Blenheim \$100,000 (actual \$48,902), Picton \$280,000 (\$73,627), Renwick \$125,000, Sounds (Ohingaroa) \$35,000 and Rai Valley \$4,500 and Other \$15,000 (\$410)
Total Memorials	Total Revenue and Rates	45,558	77,348	59%	Favourable contracts \$3,167, insurance \$986 and repairs & maintenance \$2,031
	Operating expenditures	43,630	77,345	56%	
	Net Surplus (Deficit)	1,928	3		
	Net asset additions/disposals	0	19,500		Budgeted upgrades for Havelock \$3,500, Rai Valley \$10,000 and Seddon \$6,000
Total Swimming Pools	Total Revenue and Rates	316,872	534,017	59%	Favourable misc recoveries \$4,414 and rates & charges \$7,629
	Operating expenditures	371,977	547,600	68%	Favourable investigations \$28,399; offset by unfavourable grants (timing) \$15,085 and rates payable \$4,414
	Net Surplus (Deficit)	(55,105)	(13,583)		
	Net asset additions/disposals	318,410	4,125,500	8%	Budgeted upgrade of Marlborough aquatic centre \$4,120,000 (actual \$318,410) and Picton pool (pump renewal) \$5,500
Total Reserves	Total Revenue and Rates	1,781,687	2,899,202	61%	Favourable insurance refunds (Renwick Domain) \$28,556, misc revenue \$19,262, other refunds \$5,668 and rates & charges \$37,000
	Operating expenditures	1,966,075	3,292,643	60%	Favourable contracts (timing) \$94,021, grants \$5,211, repairs & maintenance \$74,859, projects \$24,330, internal plant recharges \$25,635 and interest payments \$52,500; offset by unfavourable personnel costs \$16,615, consultancy & professional fees \$13,081, flood damage (to be funded from reserves) \$202,303, materials \$9,527, rates payable \$23,671 and depreciation \$16,635
	Net Surplus (Deficit)	(184,388)	(393,441)		

Net asset additions/disposals		958,847	11,588,589	8%	Major budgeted works include Picton foreshore redevelopment \$6,168,000 (actual \$69,105) and playground upgrade \$266,332 (\$130,846), College Park hockey turf replacement \$806,000, Endeavour Heights stream reserve \$11,688 (\$11,797), Endeavour Park sports facilities \$255,000 (\$106,707), Esplanade reserves \$100,000, Havelock Domain \$56,000 (\$12,318), Pollard Park \$45,000 (\$11,597), Queen Charlotte lookout \$174,450 (\$19,638), Renwick Domain sports pavilion \$2,150,000 (\$102,749), Rewi Murray Polo ground \$27,966 (\$18,000), Riverside Park \$138,000 (\$13,316), Seddon Domain \$81,500 (\$77,843), Taylor River \$35,000 (\$36,871), Unspecified reserves \$342,735 (\$124,657), Waikawa foreshore \$85,782 (\$6,907), Whitehead Park \$11,500 (\$10,495) and Wither Hills carpark \$100,000 (\$109,855)
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Street trees, berms and plots	Total Revenue and Rates	226,336	384,186	59%	Favourable rates & charges \$2,210
	Operating expenditures	226,967	347,235	65%	Unfavourable contracts \$10,005, legal fees (review of contract document) \$5,929, materials (plants) \$3,344, power \$2,892 and repairs & maintenance \$2,933

Net Surplus (Deficit)	(631)	36,951		
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Net asset additions/disposals	18,473	38,000	49%	Budgeted street berms \$10,000, street plots \$15,000 (actual \$8,473) and street trees \$13,000 (\$10,000)
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Total Reserves & Amenities	Total Revenue and Rates	3,925,752	7,447,539	53%	
	Operating expenditures	3,266,269	5,544,987	59%	
	Net Surplus (Deficit)	659,483	1,902,552		
	Net asset additions/disposals	1,430,481	16,700,089	9%	

SEWER SCHEMES

Sewer: Blenheim	Total Revenue and Rates	3,203,684	5,696,830	56%	Favourable trade waste charges \$162,559 and rates & charges \$26,597; offset by unfavourable connection charges \$34,883 and network upgrade contributions \$21,536
	Operating expenditures	2,679,381	4,669,939	57%	Favourable infiltration (timing) \$152,602, mains maintenance \$16,757, treatment (power) \$111,019 and interest payments \$157,822; offset by unfavourable pump stations & telemetry \$75,422 and depreciation \$248,737
	Net Surplus (Deficit)	524,303	1,026,891		

	Net asset additions/disposals	1,441,545	15,203,125	9%	Budget for pipelines \$1,152,000 (actual \$34,171), pump stations \$1,235,500 (\$69,484), treatment plant \$12,340,000 (\$1,195,275), connections \$100,000 (\$55,773), telemetry \$5,750, engineering overheads \$148,875 (\$86,842) and vested assets \$221,000
Sewer: Picton	Total Revenue and Rates	717,244	1,303,626	55%	Favourable trade waste charges \$13,961 and rates & charges \$11,650; offset by unfavourable connection charges \$5,859 and network upgrade contributions \$56,898
	Operating expenditures	508,625	1,191,684	43%	Favourable infiltration (timing) \$98,382, mains maintenance \$37,967, manhole maintenance \$5,828, treatment \$22,774 and interest payments \$106,750; offset by unfavourable pump stations & telemetry \$3,316 and depreciation \$72,902
	Net Surplus (Deficit)	208,619	111,942		
	Net asset additions/disposals	289,291	4,808,319	6%	Budget for pipelines \$3,896,000 (actual \$162,541), pump stations \$74,000 (\$11,910), treatment plant \$700,000 (\$9,310), connections \$10,000 (\$32,562), telemetry \$3,234 and engineering overheads \$125,085 (\$72,968)
Sewer: Havelock	Total Revenue and Rates	84,662	135,983	62%	Favourable connection charges \$4,165 and rates & charges \$3,105
	Operating expenditures	86,525	129,489	67%	Favourable infiltration \$2,919 and interest payments \$4,816; offset by unfavourable pump stations & telemetry \$1,400, treatment (aeration) \$7,598 and depreciation \$9,352
	Net Surplus (Deficit)	(1,863)	6,494		
	Net asset additions/disposals	15,157	103,869	15%	Budget for oxidation ponds \$100,000 (actual \$9,150), connections \$2,000 (\$5,965), telemetry \$1,797 and engineering overheads \$72 (\$42)
Sewer: Renwick	Total Revenue and Rates	26,310	46,431	57%	
	Operating expenditures	16,183	27,450	59%	Budgeted interest payments
	Net Surplus (Deficit)	10,127	18,981		
	Net asset additions/disposals	0	0		
Sewer: Seddon	Total Revenue and Rates	44,673	72,962	61%	Favourable connection charges \$2,387 and rates & charges \$832
	Operating expenditures	47,266	61,476	77%	Favourable pump stations & telemetry \$1,466 and treatment \$479; offset by unfavourable mains maintenance \$591 and depreciation \$12,114

	Net Surplus (Deficit)	(2,593)	11,486		
	Net asset additions/disposals	6,438	12,595	51%	Budget for connections \$2,000, treatment plant \$10,000 (actual \$2,021), connections \$0 (\$4,277), telemetry \$359 and engineering overheads \$236 (\$140)
Sewer: Spring Creek	Total Revenue and Rates	95,936	164,359	58%	Favourable rates & charges \$1,331
	Operating expenditures	40,677	132,542	31%	Favourable pump stations & telemetry \$3,904, mains maintenance \$1,750, depreciation \$1,763 and interest payments \$28,854
	Net Surplus (Deficit)	55,259	31,817		
	Net asset additions/disposals	30,467	1,868,690	2%	Budget for pipelines \$1,576,000, oxidation ponds \$290,000 (actual \$30,110), connections \$1,000, telemetry \$1,078 and engineering overheads \$612 (\$357)
Sewer: Grovetown	Total Revenue and Rates	79,616	126,328	63%	Favourable capital contributions \$20,000; offset by unfavourable rates & charges \$14,173
	Operating expenditures	0	88,555		Favourable depreciation \$10,836 and interest payments \$40,817
	Net Surplus (Deficit)	79,616	37,773		
	Net asset additions/disposals	319,482	3,622,411	9%	Budget for sewer scheme \$3,530,000 (actual \$265,575) and engineering overheads \$92,411 (\$53,907)
Sewer: Other	Total Revenue and Rates	0	0		
	Operating expenditures	0	1,544		Depreciation provision
	Net Surplus (Deficit)	0	(1,544)		
	Net asset additions/disposals	5,684	44,738	13%	Budget for St Andrews sewer design \$35,000 and engineering overheads \$9,738 (actual \$5,684)
Total Sewer Schemes	Total Revenue and Rates	4,262,018	7,551,088	56%	
	Operating expenditures	3,387,853	6,307,247	54%	
	Net Surplus (Deficit)	874,165	1,243,841		
	Net Capital expenditure	2,108,064	25,663,747	8%	

STORMWATER SYSTEMS

Stormwater - Blenheim	Total Revenue and Rates	486,120	1,163,735	42%	Unfavourable connection charges \$15,116; offset by favourable rates & charges \$4,628
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	Operating expenditures	655,460	828,969	79%	Favourable monitoring \$2,919, manhole maintenance \$2,574 and interest payments \$21,875; offset by unfavourable contributions \$2,492, mains maintenance (cleaning) \$7,577 and depreciation \$188,229
	Net Surplus (Deficit)	(169,340)	334,766		
	Net asset additions/disposals	25,176	880,000	3%	Budgeted pipelines \$550,000 (actual -\$7,461), connections \$70,000 (\$32,637) and vested assets \$260,000
Stormwater - Havelock	Total Revenue and Rates	9,621	15,751	61%	Favourable connection charges \$361
	Operating expenditures	5,600	21,147	26%	Favourable open drains maintenance \$8,654; offset by unfavourable depreciation \$1,851
	Net Surplus (Deficit)	4,021	(5,396)		
	Net asset additions/disposals	393	21,000	2%	Budgeted pipelines \$20,000 and connections \$1,000 (actual \$393)
Stormwater - Picton	Total Revenue and Rates	178,184	317,991	56%	Favourable rates & charges \$1,919; offset by unfavourable connection charges \$2,270
	Operating expenditures	203,953	267,620	76%	Favourable monitoring expenses \$2,919 and manhole maintenance \$2,880; offset by unfavourable mains maintenance \$2,257 and depreciation \$51,264
	Net Surplus (Deficit)	(25,769)	50,371		
	Net asset additions/disposals	21,050	105,000	20%	Budgeted pipelines \$100,000 (actual \$20,341) and connections \$5,000 (\$709)
Stormwater - Renwick	Total Revenue and Rates	63,882	100,753	63%	Favourable connection charges \$1,631 and network upgrade contributions \$4,492
	Operating expenditures	44,117	76,626	58%	Favourable mains maintenance \$1,750 and interest payments \$7,000; offset by unfavourable investigations \$5,085 and depreciation \$2,795
	Net Surplus (Deficit)	19,765	24,127		
	Net asset additions/disposals	6,934	189,778	4%	Budgeted pipelines \$187,778 and connections \$2,000 (actual \$6,934)
Stormwater - Okiwi Bay	Total Revenue and Rates	0	0		
	Operating expenditures	0	469		Depreciation provision
	Net Surplus (Deficit)	0	(469)		
	Net asset additions/disposals	0	0		

Stormwater - Rai Valley	Total Revenue and Rates	204	347	59%	Rates payable provision
	Operating expenditures	0	347		
	Net Surplus (Deficit)	204	0		
Stormwater - Spring Creek	Total Revenue and Rates	13,075	24,201	54%	Unfavourable connection charges \$1,169 Favourable mains maintenance \$1,169; offset by unfavourable depreciation \$4,637
	Operating expenditures	16,646	22,201	75%	
	Net Surplus (Deficit)	(3,571)	2,000		
	Net asset additions/disposals	0	2,000		Budgeted connections \$2,000
Stormwater - Other	Total Revenue and Rates	49,057	47,596	103%	Favourable misc revenue (contribution towards floodwall) \$21,030 Favourable mains maintenance \$2,657 and open drains maintenance \$10,915; offset by unfavourable depreciation \$10,257
	Operating expenditures	25,719	47,596	54%	
	Net Surplus (Deficit)	23,338	0		
	Net asset additions/disposals	0	0		
Total Stormwater Systems	Total Revenue and Rates	800,143	1,670,374	48%	
	Operating expenditures	951,495	1,264,975	75%	
	Net Surplus (Deficit)	(151,352)	405,399		
	Net asset additions/disposals	53,553	1,197,778	4%	

WATER SYSTEMS

Water - Blenheim	Total Revenue and Rates	2,020,751	3,887,567	52%	Favourable connection charges \$24,307, misc revenue \$8,029, metered water sales \$7,496 and rates & charges \$23,921; offset by unfavourable network upgrade contributions \$104,193 Favourable insurance \$2,830, meter maintenance & reading \$6,231, pump stations & telemetry \$25,861, mains maintenance \$15,360, treatment \$61,848 and interest payments \$253,757; offset by unfavourable grants for remission \$3,697, toby & valve maintenance \$30,706 and depreciation \$198,339
	Operating expenditures	1,584,183	2,908,280	54%	
	Net Surplus (Deficit)	436,568	979,287		

	Net asset additions/disposals	2,554,932	15,942,640	16%	Budget for pipelines \$3,071,500 (\$109,247), pump stations \$2,687,500 (\$4,508), connections \$50,000 (\$54,852), lateral renewals \$120,000 (\$11,307), reservoirs \$6,837,500 (\$254,314), treatment \$2,795,000 (\$2,012,120), vested assets \$195,000 and engineering overheads \$186,140 (\$108,584)
Water - Havelock	Total Revenue and Rates	132,609	222,423	60%	Favourable metered water sales \$7,471 and rates & charges \$2,371
	Operating expenditures	108,366	180,728	60%	Favourable interest payments \$20,300; offset by unfavourable pump stations & telemetry \$7,088, connections maintenance \$4,706, toby maintenance \$3,818 and depreciation \$9,424
	Net Surplus (Deficit)	24,243	41,695		
	Net asset additions/disposals	285,623	649,033	44%	Budget for pipelines \$365,000 (actual \$262,173), pump stations \$60,700 (\$17,814), connections \$2,000 (\$1,779), reservoirs \$214,000, telemetry equipment \$719 and engineering overheads \$6,614 (\$3,857)
Water - Picton	Total Revenue and Rates	788,774	1,500,088	53%	Favourable metered water sales \$3,818 and rates & charges \$10,125; offset by unfavourable connection charges \$3,239 and network upgrade contributions \$56,955
	Operating expenditures	694,121	1,170,684	59%	Favourable general expenses \$2,919, insurance \$3,927, connections maintenance \$13,874, treatment \$22,505 and interest payments \$80,738; offset by unfavourable pump stations & telemetry \$27,134, mains maintenance \$10,340, toby maintenance \$5,240 and depreciation \$86,700
	Net Surplus (Deficit)	94,653	329,404		
	Net asset additions/disposals	296,242	4,505,568	7%	Budget for pipelines \$1,082,000 (actual \$106,210), pump stations \$25,200 (\$385), treatment plant \$200,000 (\$35,742), connections \$12,000, laterals renewals \$26,000 (\$7,135), reservoirs \$3,000,000 (\$53,222) and engineering overheads \$160,368 (\$93,548)
Water - Renwick	Total Revenue and Rates	185,979	395,253	47%	Favourable connection charges \$5,425 and rates & charges \$8,888; offset by unfavourable network upgrade contributions \$50,981
	Operating expenditures	164,638	221,502	74%	Favourable pump stations & telemetry \$8,041 and treatment \$3,998; offset by unfavourable toby maintenance \$4,425 and depreciation \$39,519
	Net Surplus (Deficit)	21,341	173,751		

	Net asset additions/disposals	104,762	325,189	32%	Budget for pipelines \$18,000, pump stations \$265,000 (actual \$70,124), treatment \$35,000 (\$10,874), connections \$4,000 (\$21,902) and engineering overheads \$3,189 (\$1,862)
Water - Awatere	Total Revenue and Rates	286,939	505,897	57%	Favourable connection charges \$4,835, network upgrade contributions \$47,180, development impact levies \$7,181, misc revenue \$2,904 and metered water sales \$16,148 Favourable meter maintenance & reading \$17,331, pump stations & telemetry \$6,764, connections maintenance \$11,189, mains maintenance \$29,678, hydrant maintenance \$7,751 and interest payments \$9,296; offset by unfavourable grants for remission \$17,126 and depreciation \$136,533
	Operating expenditures	352,235	480,650	73%	
	Net Surplus (Deficit)	(65,296)	25,247		
	Net asset additions/disposals	164,178	821,525	20%	Budget for pipelines \$386,225 (actual \$35,340), pump stations \$26,400, reservoirs \$41,400 (\$28,637), treatment plant \$208,973, connections \$10,000 (\$13,562) and engineering overheads \$148,527 (\$86,639)
Water - Riverlands	Total Revenue and Rates	75,025	868,642	9%	Unfavourable irrigation sales \$8,529 and metered water sales \$42,068 Favourable insurance meter maintenance & reading \$1,874, pump stations & telemetry \$29,381, mains maintenance \$1,973 and treatment \$9,075
	Operating expenditures	141,291	307,608	46%	
	Net Surplus (Deficit)	(66,266)	561,034		
	Net asset additions/disposals	15,997	613,494	3%	Budget for pipelines (irrigation scheme) \$496,000, pump stations \$36,000 (actual \$14), reservoirs \$35,000 (\$7,296), treatment \$35,000 and engineering overheads \$11,494 (\$6,706). Actual also includes unbudgeted connection costs of \$1,981
Water - Wairau Valley	Total Revenue and Rates	5,917	26,929	22%	Unfavourable metered water sales \$8,525 Favourable treatment costs \$2,932; offset by unfavourable depreciation \$5,455
	Operating expenditures	17,492	26,221	67%	
	Net Surplus (Deficit)	(11,575)	708		
	Net asset additions/disposals	133	12,229	1%	Budget for treatment \$12,000 and engineering overheads \$229 (actual \$133)
Water - Southern Valleys	Total Revenue and Rates	824,506	1,836,166	45%	Unfavourable metered water sales \$49,340 Favourable general expenses \$4,375, pump stations (power) & telemetry \$61,191 and mains maintenance \$12,501; offset by unfavourable connection maintenance \$1,879 and depreciation \$35,851
	Operating expenditures	849,447	1,497,609	57%	

	Net Surplus (Deficit)	(24,941)	338,557		
	Net asset additions/disposals	6,149	12,229	50%	Budget for pump stations \$12,000 (actual \$6,016) and engineering overheads \$229 (\$133)
Total Water Systems	Total Revenue and Rates	4,320,500	9,242,965	47%	
	Operating expenditures	3,911,773	6,793,281	58%	
	Net Surplus (Deficit)	408,727	2,449,684		
	Net asset additions/disposals	3,428,016	22,881,907	15%	

WASTE MANAGEMENT

Refuse Collection	Total Revenue and Rates	587,004	1,009,615	58%	Favourable rates & charges \$12,057; offset by unfavourable refuse bag sales \$13,998 Favourable refuse bag purchases (timing) \$51,159; offset by unfavourable fees & charges \$9,565
	Operating expenditures	490,283	1,009,615	49%	
	Net Surplus (Deficit)	96,721	0		
	Net asset additions/disposals	0	0		
Total Transfer Stations	Total Revenue and Rates	281,212	456,231	62%	Favourable dump fees (greenwaste) \$16,492 and rates & charges \$5,067 Favourable contracts \$35,553 and general expenses \$5,250; offset by unfavourable consultancy \$4,607, fees & charges \$11,779 and repairs & maintenance \$3,607
	Operating expenditures	225,024	423,753	53%	
	Net Surplus (Deficit)	56,188	32,478		
	Net asset additions/disposals	0	0		
Total Landfills	Total Revenue and Rates	1,009,463	1,898,750	53%	Unfavourable dump fees \$45,098 Favourable general expenses \$12,984, materials \$29,169, repairs & maintenance \$2,990 and interest payments \$49,588; offset by unfavourable consultancy (contract management) \$11,397, contracts (cost fluctuations) \$89,591, insurance \$3,680 and monitoring \$5,581
	Operating expenditures	835,901	1,987,899	42%	
	Net Surplus (Deficit)	173,562	(89,149)		
	Net asset additions/disposals	460,473	2,237,036	21%	
					Budget for Regional Landfill \$2,006,448 (actual gas management \$64,817 & stage 6 construction \$294,958),

closed landfills \$201,595 (\$83,786) and engineering overheads \$28,993 (\$16,912)

Total Waste Projects	Total Revenue and Rates	676,620	965,696	70%	Favourable grants (Enviroschools programme) \$2,350, skip fees \$2,876, sales (recyclables) \$92,427 and rates & charges \$14,405 Favourable education activities \$4,678, general operations \$12,633, illegal dumping \$4,054, rubbish removal \$573 and waste audit \$7,294; offset by unfavourable hazardous waste \$29,903 and recycling \$11,777
	Operating expenditures	518,086	931,884	56%	
	Net Surplus (Deficit)	158,534	33,812		
	Net asset additions/disposals	1,297,330	1,200,158	108%	Budget for construction of new Resource Recovery Centre (actual \$1,297,333 includes building \$837,684, roading upgrade \$190,929 and sorting conveyor \$268,720)

Total Waste Management	Total Revenue and Rates	2,554,299	4,330,292	59%	
	Operating expenditures	2,069,294	4,353,151	48%	
	Net Surplus (Deficit)	485,005	(22,859)		
	Net asset additions/disposals	1,757,803	3,437,194	51%	

ROADING, PARKING, CBD, WHARVES

Blenheim Parking	Total Revenue and Rates	1,010,897	1,517,823	67%	Favourable collections \$3,832, infringements \$84,267, leases \$19,502, legal fees recovered \$34,467 and misc revenue \$4,112 Favourable doubtful debt provision \$9,716, depreciation \$12,035 and interest payments \$194,691; offset by unfavourable consumables \$7,045, contracts \$34,257, legal fees \$40,987, rates payable \$44,163 and repairs & maintenance \$33,787
	Operating expenditures	659,476	1,183,050	56%	
	Net Surplus (Deficit)	351,421	334,773		
	Net asset additions/disposals	747,739	6,526,000	11%	Budget for parking buildings \$6,500,000 (actual \$649,376), pay & display meters \$16,000, kerbside meters \$5,000 and parking handheld \$5,000 (\$5,363). Actual also includes deposit for Kinross St property purchase \$93,000

Picton Parking	Total Revenue and Rates	57,633	93,756	61%	Favourable infringements \$2,286 and leases \$5,360; offset by unfavourable collections \$3,626 Unfavourable contracts \$4,429, rates payable \$1,543 and depreciation \$1,922; offset by favourable consumables \$1,169 and repairs & maintenance \$3,500
	Operating expenditures	48,170	67,131	72%	

		Net Surplus (Deficit)	9,463	26,625		
	Net asset additions/disposals		0	8,000	Budget for pay & display meters	
Total General Roding	Total Revenue and Rates		8,140,376	12,008,956	68%	Favourable roading infrastructure contributions \$18,311, sales (stopped road) \$26,328, subsidy revenue (flood damage) \$1,614,100 and rates & charges \$33,861
	Operating expenditures		10,169,727	10,517,359	97%	Favourable minor safety projects \$101,035, RLT planning \$31,500, sea freight operations (barging) \$51,331, sealed pavement maintenance \$56,732 and structure maintenance \$12,512; offset by unfavourable emergency reinstatement \$3,086,131, level crossing warning devices \$26,264, network & asset management \$47,248, TA admin support \$58,311, traffic services maintenance \$156,235, unsealed pavement maintenance \$170,370 and depreciation \$766,898
		Net Surplus (Deficit)	(2,029,351)	1,491,597		
	Net asset additions/disposals		2,396,237	6,187,700	39%	Budget for sealed road surfacing \$1,528,000 (actual \$1,028,615), pavement rehabilitation \$805,600 (\$457,362), seal widening \$624,000 (\$131,529), drainage renewals \$170,600 (\$80,936), major rehabilitation \$300,000 (\$46,933), bridge renewals \$743,000 (\$20,715), structures component replacement \$148,700 (\$109,530), traffic services renewals \$380,000 (\$194,783), unsealed road metalling \$422,000 (\$249,256), cycle facilities \$167,800 (\$10,205), environment renewals (lighting) \$34,000, French Pass Rd seal extension \$120,000, Kenepuru Rd seal extension \$120,000 (\$66,373) and vested assets \$624,000
Total Roding Related Works	Total Revenue and Rates		1,049,993	1,803,427	58%	Favourable misc revenue \$3,020 and rates & charges \$10,923; offset by unfavourable misc contributions \$4,444 and road legalisation fees \$1,691
	Operating expenditures		467,026	1,127,566	41%	Favourable carriageway lighting \$60,000, footpath maintenance \$41,763, kerb & channel maintenance \$6,983, cycle path maintenance \$30,179, special projects maintenance \$11,484, street cleaning \$25,545, vehicle crossing maintenance \$11,409 and depreciation \$12,691; offset by unfavourable road legalisation expenses \$10,817
		Net Surplus (Deficit)	582,967	675,861		

	Net asset additions/disposals	225,707	809,200	28%	Budget for footpaths [new] \$82,000 (actual \$51,865) & [renewals] \$240,000 (\$11,736), kerb and channel [new] \$85,000 (\$24,520) & [renewals] \$75,000, street furniture \$30,000, vehicle crossings [new] \$10,000 & [renewals] \$25,000 (\$11,926), signs \$70,000 (\$687), street lighting \$37,200 and misc seal extensions \$155,000. Actual also includes \$2,286 for Blenheim northwest upgrades and road land purchase costs of \$122,687
Total Other Transport Services	Total Revenue and Rates	161,643	302,160	53%	Favourable bus fares \$6,399 and subsidy revenue \$13,462
	Operating expenditures	167,240	252,411	66%	Favourable bus service expenses \$1,130; offset by unfavourable total mobility costs \$6,132 and unbudgeted grant (wheelchair hoist) \$15,000
	Net Surplus (Deficit)	(5,597)	49,749		
Total Wharves	Total Revenue and Rates	67,271	117,007	57%	Favourable repairs & maintenance \$1,709, depreciation \$1,762 and interest payments \$10,199; offset by unfavourable contracts \$1,250, fees & charges \$2,980, investigations (jetty strategy) \$10,489 and professional fees \$4,131
	Operating expenditures	46,463	65,806	71%	
	Net Surplus (Deficit)	20,808	51,201		
	Net asset additions/disposals	208,053	168,169	124%	Budget for jetty renewals Waitaria \$60,877 (actual \$33,289), Onahau \$47,292 (\$983) and French Pass \$60,000 (\$173,780)
Subdivisional Works	Total Revenue and Rates	150,560	187,002	81%	Favourable subdivisional works contributions \$40,701
	Operating expenditures	21,553	63,407	34%	
	Net Surplus (Deficit)	129,007	123,595		
	Net asset additions/disposals	143,300	150,000	96%	Seal widening, footpaths and kerb & channel additions associated with subdivisions in Renwick \$113,880 and Seddon \$29,420
Total CBD Works	Total Revenue and Rates	262,081	559,778	47%	Favourable materials (banners & festive lighting) \$6,648
	Operating expenditures	189,863	336,875	56%	
	Net Surplus (Deficit)	72,218	222,903		
	Net asset additions/disposals	0	0		

Total Roothing, Parking, CBD, Wharves					
	Total Revenue and Rates	10,900,454	16,619,909	66%	
	Operating expenditures	11,769,518	13,643,605	86%	
	Net Surplus (Deficit)	(869,064)	2,976,304		
	Net asset additions/disposals	3,768,049	13,899,069	27%	

RIVERS and DRAINAGE

Total rivers in Wairau Valley floodplain	Total Revenue and Rates	1,608,031	2,877,960	56%	Unfavourable gravel extraction/sales \$89,337; offset by favourable rates & charges \$18,153 Favourable contracts \$62,471 and gravel stockpiling \$35,000; offset by unfavourable personnel costs \$6,934, chemicals \$9,724, flood damage (to be funded from reserves) \$809,213, materials \$4,056, plants & shrubs \$4,753, professional fees \$3,811 and internal metal charges \$18,835
	Operating expenditures	2,173,513	2,689,696	81%	
	Net Surplus/Deficit	(565,482)	188,264		
	Net asset additions/disposals	280,140	1,367,000	20%	Budgeted expenditure by river section for Lower Wairau (sedimentation control works) \$817,000 (actual \$25,601), Wairau Diversion \$100,000, Wairau [Tuamarina to Waihopai] \$100,000 (\$122,334), Lower Opawa \$20,000 (\$21,312), Riverlands & Wither Hills streams \$30,000 (\$21,112), Taylor Dam \$100,000, Taylor River \$20,000 (\$55,808), Wairau gravel extraction \$80,000 (\$5,806) and river land purchases \$100,000 (\$3,918). Actual also includes upper Opawa tree removal \$24,249
Total Wairau rivers outside floodplain	Total Revenue and Rates	121,968	179,940	68%	Favourable misc contributions \$16,392 Favourable contracts \$26,103
	Operating expenditures	78,876	179,940	44%	
	Net Surplus/Deficit	43,092	0		
	Net asset additions/disposals	0	0		
Total other Marlborough rivers	Total Revenue and Rates	89,116	169,308	53%	Unfavourable gravel extraction/sales \$10,513 Favourable contracts \$1,726; offset by unfavourable repairs & maintenance \$9,604
	Operating expenditures	96,802	149,597	65%	
	Net Surplus/Deficit	(7,686)	19,711		

	Net asset additions/disposals	22,981	480,000	5%	Budget for Waitohi culvert \$400,000, Waikawa Stream channel improvements \$40,000 (actual for land purchases \$22,981) and Picton/Waikawa minor streams \$40,000
Total Drainage in WV	Total Revenue and Rates	449,698	760,688	59%	Favourable rates & charges \$5,960
	Operating expenditures	402,314	663,111	61%	Favourable contracts \$16,439; offset by unfavourable cleaning \$4,841, power \$14,058, professional fees \$2,828, repairs & maintenance \$5,239 and depreciation \$9,079
	Net Surplus/Deficit	47,384	97,577		
	Net asset additions/disposals	77,984	474,000	16%	Budget for Blenheim pumping stations \$194,000, rural pumping stations \$30,000 (actual \$26,902), Blenheim minor rivers \$110,000 and drainage channels \$140,000 (\$51,082)
Total Quarries	Total Revenue and Rates	142,214	402,824	35%	Unfavourable external rock sales \$92,922
	Operating expenditures	118,692	383,824	31%	Favourable contracts \$105,887
	Internal Recharges	(109,374)	(181,000)	60%	Favourable internal recoveries \$3,793
	Net Operating Expenditures	9,318	202,824		
	Net Surplus/Deficit	132,896	200,000		
Total Nurseries	Total Revenue and Rates	0	0		
	Operating expenditures	14,944	20,050	75%	Willow harvesting costs to be recovered from river sites
	Internal Recharges	0	(20,000)		Budgeted internal recovery
	Net Operating Expenditures	14,944	50		
	Net Surplus/Deficit	(14,944)	(50)		
Total Rivers Misc Priv Works	Total Revenue and Rates	0	0		
	Operating expenditures	18,582	0		Gravel sales awaiting invoice
	Net Surplus/Deficit	(18,582)	0		

Total Rivers & Drainage	Total Revenue and Rates	3,996,084	6,755,866	59%	
	Operating expenditures	2,927,816	4,066,364	72%	
	Net Surplus/Deficit	1,068,268	2,689,502		
	Net asset additions/disposals	381,105	2,321,000	16%	

EMERGENCY MANAGEMENT

Civil Defence	Total Revenue and Rates	84,300	143,524	59%	Favourable grants (Lifeline funding) \$4,444 and rates & charges \$1,498 Favourable personnel costs \$1,750 and other operating costs \$12,961
	Operating expenditures	75,250	193,797	39%	
	Net Surplus/Deficit	9,050	(50,273)		
	Net asset additions/disposals	0	15,200		Budgeted computers \$4,400, office equipment \$3,000, radio telephones \$7,000 and sundry plant \$1,000; less sundry disposals \$200
Total Fire Protection	Total Revenue and Rates	183,667	346,134	53%	Unfavourable refunds (fire suppression recoveries) \$17,500 and subsidies revenue (timing) \$2,331 Favourable advertising \$2,922, contracts \$8,105, general expenses (fire suppression) \$25,031, insurance \$4,864, protective clothing \$3,500 and depreciation \$3,365; offset by unfavourable equipment \$9,255, sign expenses \$2,204 and internal plant recharges \$1,251
	Operating expenditures	135,323	281,036	48%	
	Net Surplus/Deficit	48,344	65,098		
	Net asset additions/disposals	0	48,000		Budget for communications equipment \$12,000 and infrared camera \$36,000
Emergency Management: General Ops	Total Revenue and Rates	128,568	216,207	59%	Favourable rates & charges \$2,414 Favourable personnel costs \$4,223 and other operating costs \$3,774
	Operating expenditures	123,007	216,209	57%	
	Net Surplus/Deficit	5,561	(2)		
	Net asset additions/disposals	0	0		
Total Emergency Management	Total Revenue and Rates	396,535	705,865	56%	
	Operating expenditures	333,580	691,042	48%	
	Net Surplus/Deficit	62,955	14,823		
	Net asset additions/disposals	0	63,200		

OTHER SERVICES

Assets & Services Management	Total Revenue and Rates	66,727	94,575	71%	Favourable misc contributions (depot lease) \$10,346
	Operating costs	3,405,167	6,265,708	54%	Favourable personnel costs \$3,082, fuel & oil \$7,020, general expenses \$14,581, vehicle lease costs \$9,012 and internal costs & transfers \$35,082; offset by unfavourable consultancy & professional fees \$58,130, legal fees \$9,256, rent \$9,944, road user charges \$7,881 and travel & accommodation \$7,588
	Management recovery	(3,439,415)	(5,896,133)	58%	Budgeted management recoveries
	Net Operating expenditures	(34,248)	369,575		
	Net Surplus/Deficit	100,975	(275,000)		
	Net asset additions/disposals	1,244	0		Actual for mobile telephones
Development Impact Levy	Total Revenue and Rates	529,422	160,000	331%	Levies for commercial and subdivisional development. Actual includes \$286,433 for Blenheim northwest development zone
Total Plant Operations	Total Revenue and Rates	1,162	0		Misc revenue (radio telephone hire) \$1,162
	Operating costs	110,687	310,904	36%	Favourable general expenses \$4,669, repairs & maintenance \$20,794 and tyres \$3,320; offset by unfavourable consultancy \$2,424, licences \$4,137, maintenance vehicles \$19,838, materials \$2,421, radio telephone costs \$3,000, road user charges \$3,724 and internal telemetry recoveries \$17,602
	Internal Recharges	(96,695)	(454,412)	21%	Unfavourable internal plant hire recoveries \$66,399
	Net Operating expenditures	13,992	(143,508)		
	Net Surplus/Deficit	(12,830)	143,508		
	Net asset additions/disposals	87,939	355,687	25%	Budget for plant replacement programme \$278,187 (actual \$89,550 including tractor \$55,200 and mower \$19,500 for Lansdowne Park); less budgeted disposals \$11,500 (\$1,611)

2. Policy for Waiver of Transport Act 1962 Offences (T135-01)

(Clr O’Sullivan) (Report prepared by K Turner, Marlborough Roads)

Purpose

1. To review Council’s policy for the waiver of stationary infringement offences issued under Schedule 2A of the Transport Act 1962.

Background

2. Parking wardens are authorised under Section 68BA Transport Act 1962 to enforce the provisions specified and referred in Schedule 2A.
3. Offences under Schedule 2A of the Transport Act 1962 (Schedule 2A) relate to registration (licence label), evidence of vehicle inspection, (WoF), certificate of fitness (CoF) and registration plate offences. These are enforced by Marlborough Roads on behalf of Marlborough District Council through the parking enforcement contract.
4. In 2001 the NZ Police issued to their staff a change to their Vehicle Compliance Policy relating to the issue of traffic infringement notices and subsequent action under Schedule 2A.
5. The Council’s current practice is at variance with the police compliance directive.

Current Council Policy

6. In November 1993 Council agreed to a six month trial period where parking wardens enforced stationary vehicle offences within Schedule 2A of the Transport Act 1962.
7. After consultation with the Police, Council adopted an earlier police recommendation whereupon production of proof by the offender that the defect for which an infringement notice was issued was rectified within ten days of receipt of the infringement notice, the offence would be waived.
8. The purpose of the policy was to encourage compliance and to remind owners of the need to operate legal and safe vehicles.
9. This policy was subsequently confirmed by Council in June 1994 and has remained in place since that time.
10. In essence, there was no test as to the length of time a vehicle may have been operating without a current WoF, CoF or licence label.
11. Therefore Marlborough Roads currently waive an infringement notice when the owner of a vehicle provides evidence of issue of a new licence label or warrant of fitness prior to routine lodgement of the offence at the Court.
12. This effectively allows 58 days for the defect to be remedied without payment of the fine.

Police Practices

13. The Police will not issue a Schedule 2A vehicle offence notice for failure to display a current WoF or CoF label until the commencement of the month following the date of expiry on the label.
14. A fourteen (14) day grace period is offered by police before an infringement notice is issued for failing to display a current licence label.
15. The New Zealand Parking Association recommends councils enforce Schedule 2A Stationary Vehicle Offences as promoted by the changed police policy.

Proposed Council Practice

16. A stationary vehicle offence infringement notice shall not be issued by a warden for failing to display a current WoF or CoF label until after the month displayed on the label.
17. A stationary vehicle offence infringement notice shall not be issued by a warden for failing to display a current licence label until after fourteen (14) days from the date displayed on the licence label.
18. In the case where an infringement notice is issued, if no more than one month has expired from the date of the expiry of a WoF, CoF or licence label, the vehicle owner shall be allowed 14 days to provide evidence that the vehicle has been issued a current WoF, CoF, or licence label to enable consideration for the waiver of the notice.
19. Where the date of expiry of the above labels exceeds one month or more, from the date of the issue of the stationary vehicle offence infringement notice, no waiver shall be given.
20. Further, when an infringement notice is issued for any registration plate offence, where evidence is provided that the defect has been rectified within 14 days from the date of the offence, the infringement notice may be waived.

Ramification

21. The amount of the fine associated with these Schedule 2A offences is set by regulation and is currently \$200, or in the case of CoF offences, \$600. It is the owner's responsibility to ensure that a vehicle is not operated without the appropriate licences. The proposed policy establishes reasonable fixed limits and will establish uniformity in dealing with such offences.
22. Many owners will potentially be quite unhappy with the proposed changes.

RECOMMENDED

- 1. That a stationary vehicle offence infringement notice shall not be issued by a warden for failure to display a current WoF or CoF label until the commencement of the month following the date of expiry on the label**
- 2. That a stationary vehicle offence notice shall not be issued by a warden for failure to display a current licence label until fourteen (14) days have expired from the date displayed on the licence label.**
- 3 That the waiver of Stationary Vehicle Offence Infringement Notices issued under Schedule 2A of the Transport Act 1962 may only be waived where the date of the expiry of a registration label, evidence of a vehicle inspection label or certificate of loading label does not exceed one month from the date of the issue of the stationary vehicle offence infringement notice and that a written request for waiver supported by documentary proof of the rectification of the non-conformance is lodged within fourteen calendar days from the issue of the notice.**
- 4. That the waiver of Stationary Vehicle Offence Infringement Notices issued under Schedule 2A of the Transport Act 1962 for offences committed under the Transport (Vehicle and Driver Registration and Licensing) Act 1986 relating to registration plate offences may only be waived where a written request for waiver supported by documentary proof of the rectification of the non conformance is lodged within fourteen calendar days from the issue of the notice.**

3. Unsealed Pavement Trials (R945-01)

(Clr O’Sullivan) (Report prepared by D Miller, Marlborough Roads)

1. The Australian Road Research Bureau (ARRB) in conjunction with the School of Engineering, Auckland University are proposing to undertake trials of various surfacing materials for unsealed roads.
2. David Miller assisted these two agencies last year in preparing the New Zealand section of a revised “Unsealed Roads Manual”. Council will receive a complimentary copy of the publication.
3. A request has been made of Council to participate in the trials and assist with the project.
4. The contribution would consist of:
 - (a) Trialling various types of running course materials on unsealed roads.
 - (b) Measuring and recording the results of those trials.
 - (c) Assisting in the completion of the research document.
5. Various other Territorial Local Authorities with extensive gravel road networks will contribute.
6. The bulk of the works will be funded from our existing budgets, however the reporting/measuring/production of the research analysis are not.
7. ARRB/Auckland University has asked if Council would be prepared to contribute to that cost.

RECOMMENDED

That Council consider a contribution of \$15,000 to the research. The work will be subsidised and could be accommodated within Council’s current Unsealed Roads budget.

4. Road Stopping proposal - Wanda Bay, Kenepuru Sound (R810-S30)

(Clr Maher) (Report prepared by T Quirk)

1. Attached is the item that went to the Asset & Services Committee meeting on the 9 February 2009.
2. The view expressed by the committee, during the debate on the valuation figure, was that the Hardy & Lyall evaluation of \$320,000 was appropriate.
3. The matter was further debated at the Council meeting on the 19 February 2009.
4. The issue centred on any offset for the land to be transferred by the Sommerville-Smith Trust back to Council to be used in part for a spoil site and a small portion for road.
5. The Trust has since sought to expand the area they would like Council to sell. **Attached** is a plan which shows an expansion of the original area. It fills in the gap between the land area originally proposed and the foreshore strip. .
6. It is considered Council should deal with the application as originally submitted.
7. To achieve a value for the parcel proposed for transfer back to Council comment was received from the same valuers Council agreed to use namely Hadley & Lyall.
8. Hadley has indicated that any offset in value for the 1130m² area proposed for transfer back to Council should be very low since it comprises a steep gully and is unsuitable as a building site.
9. Any recommendations really depend on the decision Council makes in terms of any offset in value. The standard recommendations associated with the road stopping process would also need to be applied.
10. There would be an additional recommendation to provide agreement for Council acquiring an area of 1130m² as identified for use as a spoil site, with an additional area proposed for vesting as legal road with an offset payment if agreed.
11. A condition of any acquisition by Council should be that if the road stopping proceeds and a separate title issued a reverse sensitivity covenant be registered against that title to record that Council has acquired the adjoining land by agreement from the landowner for the purposes of a spoil site and that any person acquiring the adjacent land is aware of the use and the agreement reached and there could be no objection to such ongoing use of the land as a spoil site.

RECOMMENDED

No recommendation pending discussion by the Committee.

COPY

1. Road Stopping Proposal – Wanda Bay, Kenepuru Sound (R810-S30)

(Clr Maher) (Report prepared by J North)

Introduction

1. Mr Leigh Somerville-Smith's family trust (Blue Lady Trust), in recent times, purchased property at Kenepuru Sound.
2. The property is made up of two portions of land, one large (Lot 1) and one small (Lot 2). They are divided by the formed Kenepuru Road.
3. Kenepuru Road is very misshapen, particularly in that area.
4. Mr Somerville-Smith has approached Council about acquiring a portion (approx 2400 square metres) of the unformed part of Kenepuru Road which adjoins Lot 2. (See map attached).

Reason for Stopping Road

5. The unformed road is flatter; therefore the area proposed to be stopped would enable them to create a house site.

Marlborough Roads – Spoil Site

6. In this area Council has existing resource consent for a spoil site on legal road adjoining the Trust's neighbour's property.
7. The intention is to expand spoil sites in the future, and the paper road adjoining the Trust's property had been looked at for that purpose.
8. Marlborough Roads intend to use the area to dispose of spoil from slips encroaching onto Kenepuru Road at various sites.
9. The spoil disposal and engineered fill will allow council to effect improvements to alignment and width of the road after consolidation of the 'filled' area.
10. If the road was to be closed, it is proposed that a portion of Lot 2 be vested as road for a spoil site. (see map attached).

Valuation

11. Mr Somerville-Smith was alerted to the fact that the value of the unformed road could be quite substantial as to all intents and purposes the Trust would be purchasing a building site.
12. Therefore he was given the option of a valuation being done at the Trust's expense, prior to the application being placed before Council.
13. Hadley and Lyall Ltd, Registered Valuers, assessed the value of the road reserve land as added value to the adjoining property at \$320,000 (GST incl). They commented that it provided a private site with a wide water view close to an attractive beach which added value to that property; and it had been valued as such. (Valuation attached).

14. Mr Somerville-Smith then sought another valuation. He engaged Alexander Hayward Ltd and they valued the road reserve land as added value to the Trust's property at \$171,000 (GST incl). (Valuation attached).
15. Their assessment was on a 'before' and 'after' approach in relation to the Trust's freehold property; and in their assessment for Lot 2 they had made allowance for resource consent requirements in respect of confirming building site and discretionary use as a separate title.
16. Hugh Curry of Hadley & Lyall was asked if they would like to comment on Alex Hayward's valuation. Mr Curry's comments are attached.
17. If the Committee supports the road stopping, then consideration needs to be given to the two valuations presented.
18. The Chairman has considered the material and considers a compromise could be the difference between the two valuations. This would then provide for a sale figure of \$245,500 (GST incl).

RECOMMENDED

1. **That pursuant to Section 342 of the Local Government Act 1974 and subject to the prior consent of the Minister of Lands, Council authorise the procedures associated with the stopping of the road shown on the plan presented.**
2. **That such approval be on the basis that the applicant be responsible for all survey, legal, administrative and other costs even if the road stopping does not proceed by reason of objection.**
3. **That when the road has been stopped Council shall sell the land to the applicant for \$xxx,xxx (GST incl) and that this figure be set for a period of not more than 12 months allowing for completion of process and settlement otherwise the sale price will be reassessed if the settlement is deferred beyond the 12 month period.**
4. **That the applicant provide for a portion of Lot 2 being vested as road in Council for a spoil site.**
5. **That it be acknowledged at this stage Council can give no commitment that the road stopping will be completed given the objection rights available under the said Section 342.**
6. **That a condition of the approval be that a 20 metre (minimum) strip of land separate the lot boundary and the mean high water mark.**
7. **That a condition of the approval be that the land once stopped be amalgamated with the adjoining property so that both titles are held within the one title, this being in terms of Section 342 of the Local Government Act 1974.**

COPY

Property owned by Blue Lady Trust

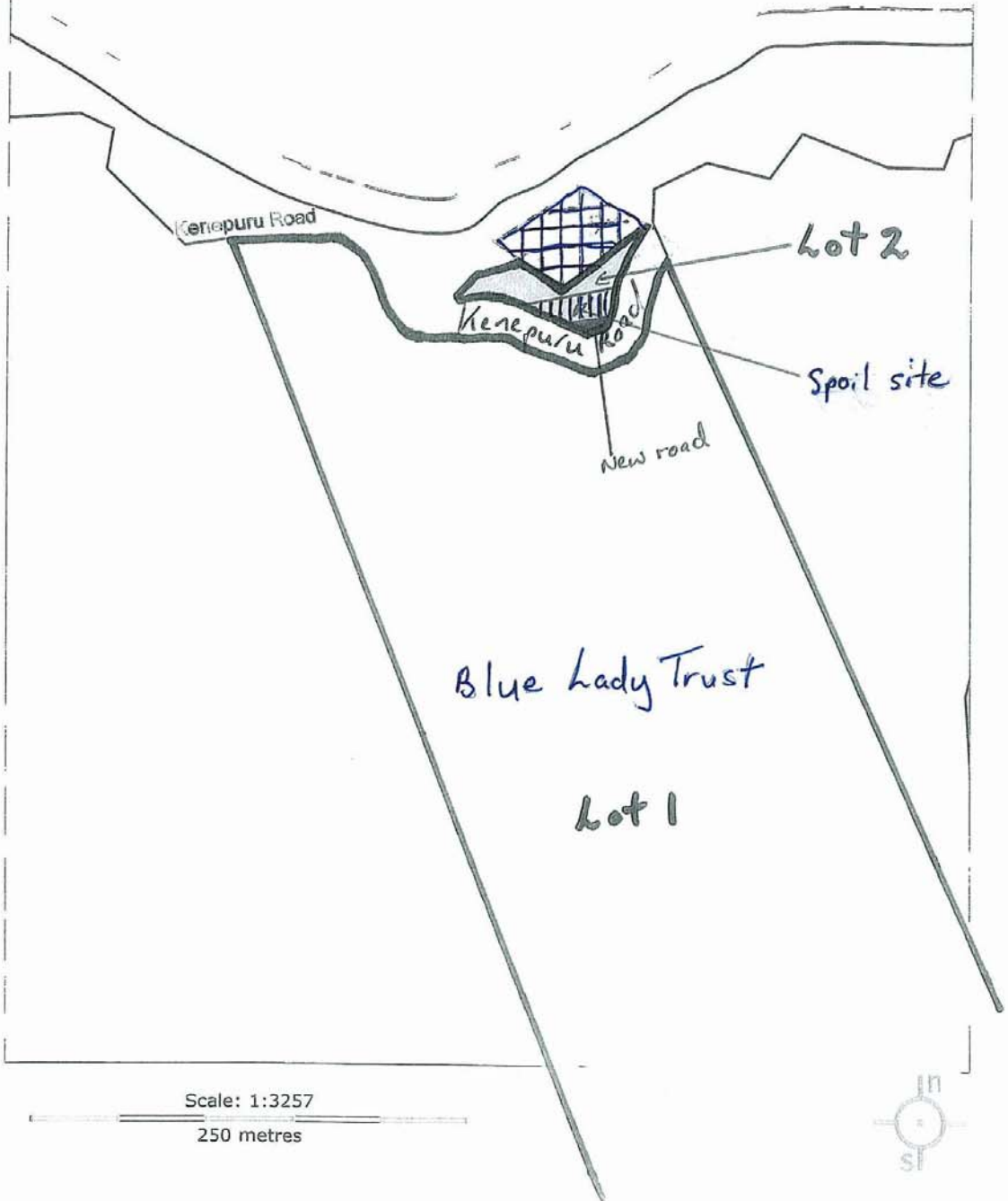


Road to be stopped

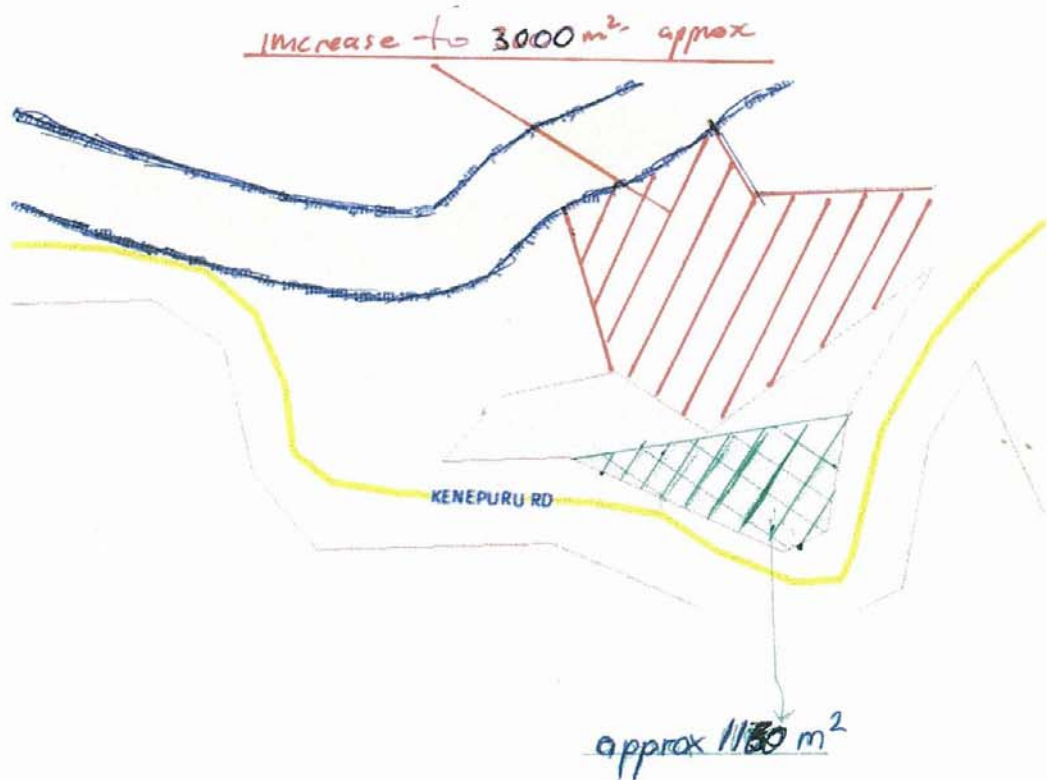


Spoil site

'ORIGINAL Proposal - submitter



Amended Proposal - Submitter **COPY**



Wanda Bay DP. 335163 Lot 2.

5. Leasing Floodway Land for Ground Durable Eucalyptus Trials (R540-01)

(Clr O'Sullivan) (Report prepared by S Bezar)

Purpose of Report

1. To seek councillors' approval of the New Zealand Drylands Forests' request to lease Wairau floodway land for trial planting of eucalyptus trees.

Background

2. Council has been approached in the past to support the trial planting and growing of ground durable eucalyptus as an alternative to the treated pine posts used almost exclusively in the viticultural industry in Marlborough.
3. A decision was made in June 2008 by the Community and Financial Planning Committee to advance \$10,000 for the 2008/09 financial year for this initiative and following a successful review further funding for the 2009/10 year and 2010/11 year. The funding has not been drawn on due in part to a lack of suitable land being identified.
4. Rivers Section of Council has recently been approached regarding making floodway river reserve land available for trial planting.

Discussion

5. Council owns a large estate of floodway land that it manages with a variety of tools to maintain the integrity of the floodway and its flood carrying capacity.
6. The planting of vegetation is one of the tools used, to protect stopbanks and provide secondary benefits, such as aesthetic, commercial and environmental.
7. NZ Drylands Forests Initiative, in conjunction with the Marlborough Research Centre, New Zealand Farm Forestry Association Agmardt, Proseed, Marlborough Lines, University of Canterbury, and Vineyard Timbers wish to progress their trial to the next level where they grow a smaller selection of eucalyptus varieties but a greater number of them. This will provide more information as to the progeny exhibiting the more desirable traits that are required. They may also be able to provide seed from this trial, if the trees exhibit the desirable attributes.
8. To move to the next stage of the trial, this group, led by the Marlborough Research Centre, wishes to lease 3 ha of Wairau floodway land from Council between Craven's Creek and Bowns Creek outlets to the river.
9. At this site near Cravens Road it is acceptable for this current grass area to be planted up with trees. Substantial gravel extraction in the area over recent years has increased the waterway capacity of the floodway, and a slight reduction in waterway capacity by tree planting is acceptable.
10. Discussions have been held with Paul Millen, the Project Manager for NZDFI. The proposed lease conditions will need to be different from normal commercial leases on private land. There has to be constraints on the manner in which the lessee can use the land, and also that the risks of using the land lie entirely with the lessees.
11. Conditions that Council will require to be imposed are:
 - a) No earthworks or banking can be built without specific Council provision.
 - b) Any thinning or pruning of the trees will require removal of cut material so to allow the free flow of water.

- c) Final harvesting of trees will require their prompt removal from the floodway.
 - d) Public foot access will be allowed, but light fencing to keep out vehicle access is acceptable.
 - e) No buildings allowed.
 - f) The risks of flood, erosion, fire, vandalism, weeds, animal pests, stock damage are entirely to be borne by the lessee.
 - g) A 10 year term is appropriate without right of renewal.
 - h) Any profit from the activity will accrue to the lessee.
 - i) Access on existing tracks to the land will be provided by Council.
12. The land is not currently leased, though it was leased some years ago for commercial grazing when an adjacent landowner was running stock, but is now a viticulturist.
13. A nearby haymaking lease of Council floodway land is set at \$337 per hectare/year. Thus a rental of approximately \$1,000 per year could be an appropriate rental, if Council wished to charge it.

RECOMMENDED

- 1. That Council lease at a peppercorn rental to NZ Drylands Forests Initiative an area of approximately 3 ha of floodway land subject to conditions as outlined in paragraph 10.**
- 2. That this concession be valued at \$10,000.**

6. Grovetown/Spring Creek Sewerage Scheme – Property Purchases (S180-G01, S135-S01, PN252762, PN250604)

(Clrs Maher/Weetman) (Report prepared by J Hubley)

Purpose

1. To authorise purchase by Council of two pieces of land needed for Grovetown/Spring Creek to Blenheim sewer pipeline.

Discussion

2. Two pieces of private land – one beside the Spring Creek treatment pond, the other adjacent to the Opawa River – are required for pipeline and electrical supply.
3. The two property owners have agreed to sell the land at valuation totalling \$24,000 (GST excl). A land area of approximately 2250 m² is involved.
4. The property must be acquired under the provisions of the Public Works Act 1981.
5. Budget exists.

RECOMMENDED

1. **That Council purchase the two pieces of land for the purposes of the sewage scheme.**
2. **That the Manager Assets and Services be authorised to finalise the detailed terms of the purchase.**





**Lot 1 DP 6986
Marlborough District Council**

2 metre Offset from Boundary


9 - 4 metre Offset from Boundary

- Land for**
- Sewer
 - Electric Cable
 - Control Communications/Cable

Lot 3 DP 10272

I:\A&p\Drawings\Springcreek_Sewer\Sprl_sew Pipe Route Land Purchase.dwg
18/02/2009

**Proposed Land Purchase
for Lot 3 DP 10272**

- Key**
- - - - - Boundary Lines
 -  Proposed Land Purchase approx 1448m2

7. Proposed Extension to Blenheim Sewerage in Battys Road, David Street, Severne Street (S180-B01-02)

(Clrs Maher/Weetman) (Report prepared by S Donaldson)

Purpose

1. To amend a previous Council decision by approving a grinder pump system rather than conventional gravity sewerage.

Background

2. The proposal to extend Blenheim sewerage in the Battys Road, David Street, Severne Street area was previously considered at the Assets and Services Committee meeting held on 19 July 2007. There is funding in this year's budget of \$410,000.
3. Opus has completed a review of options for the sewer extension. The review shows similar results to that done for Grovetown. While conventional gravity sewerage is lower cost when the area is fully developed, conventional sewerage is higher cost initially when compared to each property having a grinder pump installed. More importantly, the grinder pump system is pressurised and not subject to significant infiltration of groundwater which is an issue in an area like this with high groundwater.
4. Grinder pumps have other additional benefits:
 - Pipes only need to be buried to a shallow depth and can in the main be laid above groundwater level.
 - Only a few householders want to connect at this time. A grinder pump network can be laid at modest cost and home owners join when they want to by installing a pump and pipeline to the main in the road.
 - A larger area can be serviced because there is negligible storm inflow and infiltration of groundwater.
 - Properties with houses set back from the road can join.
 - Most of Severne Street could not be serviced by conventional sewers until another pump station is constructed. With grinder pump system all properties in Severne Street can connect from the outset.

Grovetown is to be sewered using grinder pumps.

Discussion

5. Landowners have been advised that a capital contribution of \$10,800 (GST incl) is required.
6. In addition to the capital contribution landowners were advised that they would have to pay the direct cost of the sewer connection from the septic tank to the road boundary. With a grinder pump system Council would pay for work on the landowner's property.
7. It would therefore be reasonable to increase the capital contribution from \$10,800 to \$12,800 (GST incl).
8. A few properties adjacent to the main sewage pump station in Battys Road will be connected by gravity sewers. These sewers will be relatively shallow and will be at or above the groundwater level.

9. In line with Grovetown it is proposed that those properties joining the scheme will pay the Blenheim sewer rate, based on land value and the Blenheim sewer charge.
10. The Blenheim sewer rate will be levied on a reduced land value for very large lots.
11. The Blenheim sewer charge for operating costs will cover the maintenance of the grinder pump but not the cost of energy to run the pump.
12. There will be other changes to the rating in relation to the Blenheim vicinity rate for some properties.
13. Some landowners want to join the sewer as a matter of urgency because their existing on-site system is failing.
14. Landowners wishing to join at a later date will be required to pay a higher capital contribution more in line with the full cost.

RECOMMENDED

- 1. That provided more than six properties wish to join Blenheim Sewerage that the extension go ahead based upon a grinder pump system.**
- 2. That the capital contribution be set at \$12,800 per property.**

8. Request for Extraordinary Water Connection – Aerodrome Road, Blenheim (W270-01, U081163)

(Clrs Maher/Hope) (Report prepared by S Rooney)

Purpose Report

1. To consider a request by Smart Alliances on behalf of their client for a water connection to a proposed car museum in Aerodrome Road adjacent to the Aviation Heritage Centre.

Background

2. Smart Alliances have lodged a subdivision proposal for clients adjacent to Aerodrome Road (see plan attached).
3. Lot 1 of this subdivision is proposed for development as a car museum. Lot 2 is to provide additional car parking for the Aviation Heritage Centre while Lot 3 will continue to be used for pastoral purposes by the existing owners.
4. The parent property has an existing extraordinary water connection in the northwest corner for domestic and stock water purposes. It will continue to be the water supply for Lot 3.
5. Lot 1 is the only lot within this subdivision which requires a new water connection.
6. Smart Alliances estimate water use by the car museum will be 1.29 m³/day. This will be made up of 900 litres/day for up to 60 visitors and 385 litres/day used to irrigate the landscaped area on the site via a dripper irrigation system. This compares to the average peak day domestic consumption within Blenheim of 3 to 4 m³/day.
7. Recent watermain upgrades in Waters Avenue and Battys Road as well as in Aerodrome Road has provided sufficient capacity to meet the demand of this additional connection.
8. The watermain within the right of way leading to the Aviation Heritage Centre is covered by an easement in gross. However this easement is only 2 metres in width. It does not extend to the northern boundary of the right of way. As such a new easement will be necessary to cover a connection from the main to the proposed lot.
9. It will be a requirement that the applicant seek agreements and create this easement or at least have agreement to create the easement from the Aviation Heritage Trust prior to installation of the connection.

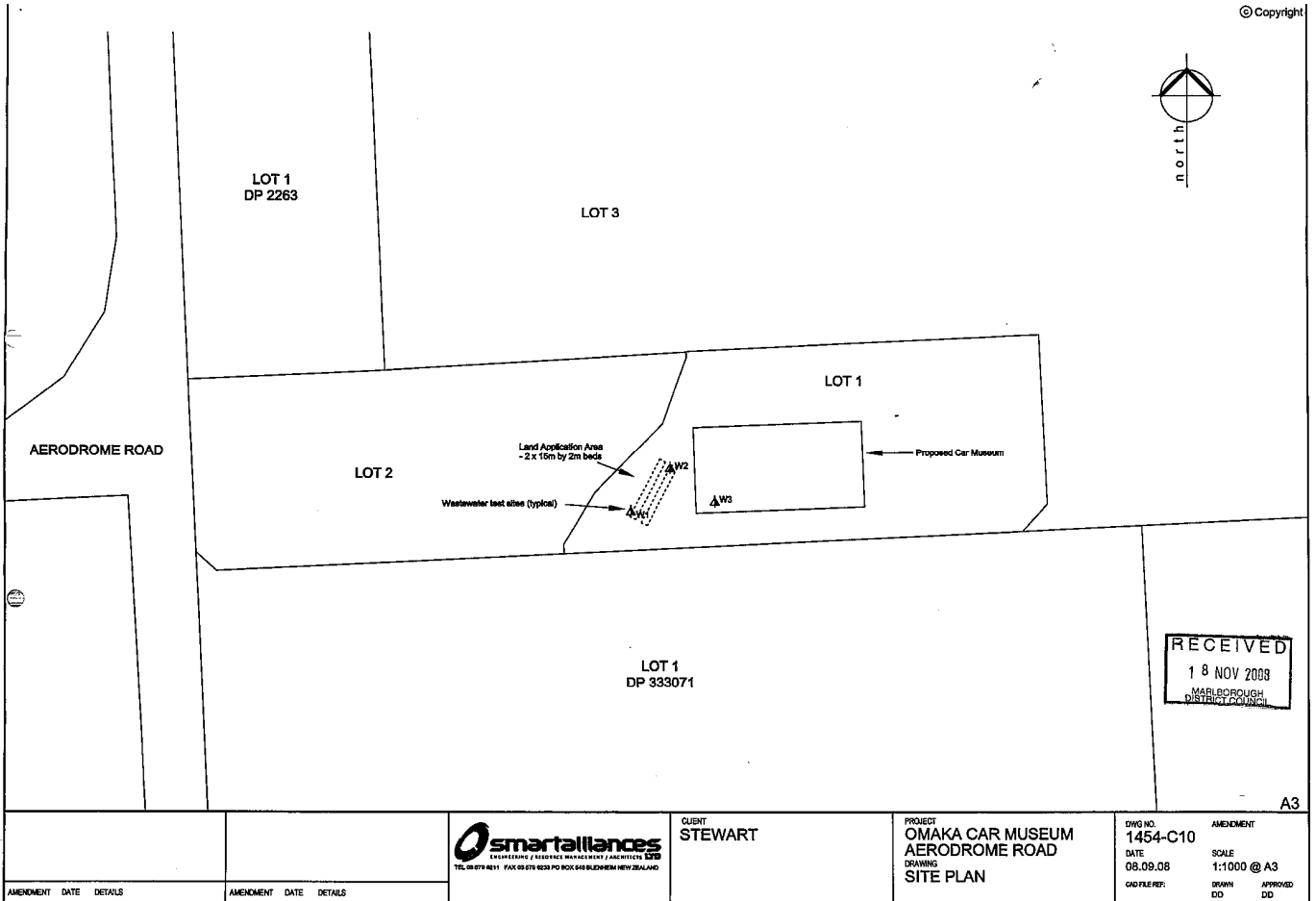
RECOMMENDED

1. **That the extraordinary water connection be granted to the proposed Lot 1.**
2. **That the applicant has an agreement for the creation of an easement to convey water over the location for the water connection.**
3. **That development levies of \$5,417 (GST excl) (CCI June 2007) be paid for water supply. (The amount paid will be recalculated to the current CCI figure at time of payment.)**

NB: This is the value of the proposed Blenheim water levy as calculated for 2008 as part of the subdivision levy review.

4. **That a 20 mm diameter water connection will be installed by Council from the watermain in the right of way access to the Aviation Heritage Centre at cost. A quote will be provided to the applicant for payment prior to works commencing.**
5. **That the connection will be metered.**

6. That the water supply will be for domestic purposes and light irrigation only, water demand is not to exceed 3 m³/day.
7. That water rates will be charged to meet Council's extraordinary water rating policy.
8. That granting of this extraordinary connection does not apply subdivisional consent will be granted for U081163 or for any future subdivision of this land.



AMENDMENT DATE DETAILS		AMENDMENT DATE DETAILS		 <small>ENGINEERING & SURVEYING SERVICES</small>		CLIENT STEWART		PROJECT OMAKA CAR MUSEUM AERODROME ROAD DRAWING SITE PLAN		DWG NO. 1454-C10 DATE 08.09.08 CAD FILE REF.		AMENDMENT SCALE 1:1000 @ A3 DRAWN DD APPROVED DD	
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9. Twidles Island – Esplanade Acquisition (R495-02)

(Chairman) (Report prepared by R Bartlett)

Purpose

1. The purpose of this report is to explain the opportunity to acquire an esplanade reserve on the Pelorus River as part of the subdivision process on Twidles Island, Havelock.

Background

2. A resource consent for the subdivision of Twidles Island in Havelock is currently being processed by Council.
3. This process has brought the opportunity to acquire an esplanade reserve along the Pelorus River.
4. The EPoli Section has identified high values in the area and are seeking esplanade reserve in the area. They state that the Pelorus River estuary system is the second largest wetland in the Marlborough District and is the largest of its kind. The margins of the river along the reach in question form part of the interface between the freshwater and marine habitats. The river at this point is still tidal and therefore subject to varied water levels. The vegetation on the stream banks provides habitat for the spawning of some native fish species. The riparian vegetation along the riverbank is a continuation of the mosaic of estuary vegetation and provides a habitat linkage for rare wetland birds such as the banded rail, which is known to live in the wetland, to the upper river. Recreationally the area is also known as a trout and flounder fishery and is utilised by kayakers. The natural character and amenity values also need to be retained to ensure users are experiencing a wilderness experience. They believe that a full esplanade reserve with full public access should be obtained for the entire length of the property where it adjoins the Pelorus River. This equates to a 20 metre reserve running the length of the property (see attached map). They have also requested a 6 metre esplanade strip on both sides of a small tributary water way.
5. DoC have not made comment on acquiring Esplanade land. The subdivision process is primarily due to the developer vesting areas of estuary land in DoC ownership.
6. Fish and Game has requested an esplanade reserve with full public access.

Discussion

7. The Reserves Section does not see significant merit in acquiring an esplanade reserve for the purpose of public access as public access is available for on the other side of the Pelorus River through the Kaiuma Bay Road.
8. In accordance with the Resource Management Act esplanade land on lots over 4 hectares needs to be purchased. Esplanade reserve status provides the greatest amount of security for protection but does require full land value payment. The requested esplanade strip would equate to one-sixth of the land value.
9. Alexander Hayward Ltd has given an estimated value of the land for the esplanade acquisition at \$121,600. See map for requested esplanade acquisition and value.
10. Purchases of esplanade reserves for public access and environmental protection is funded from the Land Subdivision Account. There is \$50 000 budgeted annually in the Land Sub account. This year's allocation has been reduced to \$20 000 due to the current economic conditions and downturn in revenue forecast.

11. Future subdivision of Twidles Island will provide further acquisition opportunities.

Summary

12. The decision to acquire esplanade reserve along the Pelorus River for the purposes of ecological protection needs to be assessed against the current budget limitations.

RECOMMENDED:

That there is no esplanade acquisition at this point of the Twidles Island development due to current budget limitations.

U080362

Amalgamation Condition:

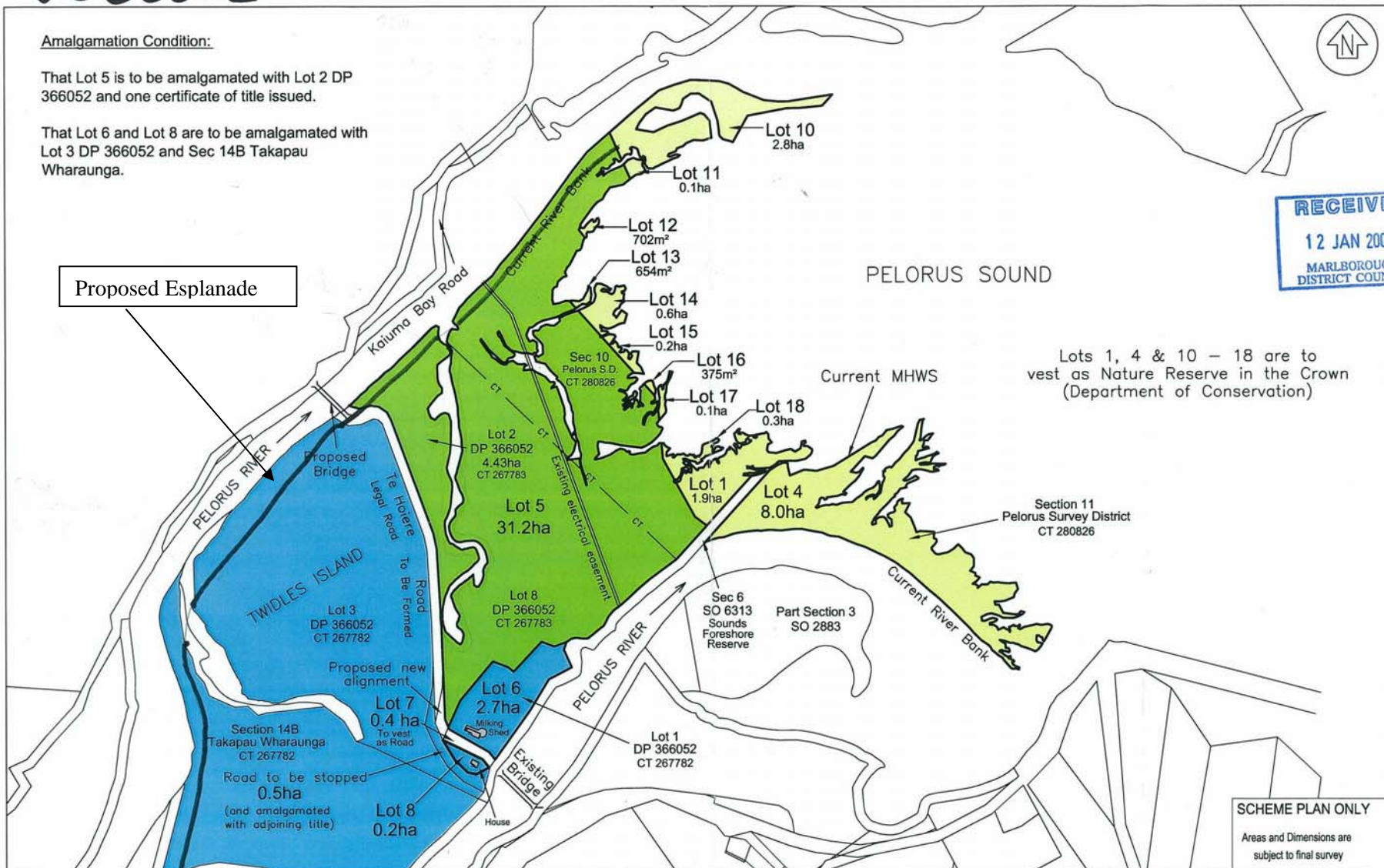
That Lot 5 is to be amalgamated with Lot 2 DP 366052 and one certificate of title issued.

That Lot 6 and Lot 8 are to be amalgamated with Lot 3 DP 366052 and Sec 14B Takapau Wharaunga.



RECEIVED
12 JAN 2009
MARLBOROUGH DISTRICT COUNCIL

Proposed Esplanade



Lots 1, 4 & 10 – 18 are to vest as Nature Reserve in the Crown (Department of Conservation)

SCHEME PLAN ONLY

Areas and Dimensions are subject to final survey

Davidson Ayson House
4 Nelson Street, P.O. Box 256
Blenheim, New Zealand
Ph 03 579 2099, Fax 03 578 7028
Email: office@aysonandpartners.co.nz
www.aysonandpartners.co.nz

Ayson and Partners Ltd
REGISTERED PROFESSIONAL SURVEYORS
Consultants in Surveying, Resource Management, Subdivision and Land Development

PROPOSED SUBDIVISION OF SEC 10 & 11 PELORUS SURVEY DISTRICT AND LOTS 1 & 8 DP 366052 - TWIDLES ISLAND, HAVELOCK

COMPRISED IN : LCT 280826, CT 267782 & CT 267783
APPLICANTS : TWIDLES ISLAND FARM LIMITED

SCALES	JOB NUMBER	
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DATE	SHEET	ISSUE
25.11.2008	7	G
LB	CHECK	
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