



Auckland City

**MINUTES OF A MEETING OF THE
AUCKLAND CITY COUNCIL
HELD ON THURSDAY, 21 JUNE 2007 AT 6:00PM**

PRESENT: His Worship the Mayor, Dick Hubbard, ONZM, JP
Councillors: Neil Abel [until 3:33pm item C1]
Doug Armstrong, QSO
Leila Boyle
Dr. Cathy Casey
Christine Caughey
Bill Christian, JP [until 3:34pm item C1]
Glenda Fryer
Deputy Mayor Dr John Hinchcliff, CNZM
Dr Bruce Hucker, QSO
Toni Millar, JP
Scott Milne, JP
Graeme Mulholland, JP
Richard Northey, ONZM [until 3:33pm item C1]
Noelene Raffills
Penny Sefuiva
Faye Storer [until 3:34pm item C1]
Vern Walsh, JP

1. APOLOGIES

His Worship the Mayor moved:
Councillor Caughey seconded:

That the apologies from Councillors Leighton and Simpson be accepted.

CARRIED

2. COMBINED COMMITTEES REPORT NO. 03/2007

Councillor Walsh moved:
Councillor Caughey seconded:

That the recommendations contained in the report of the Combined Committees No. 03/2007 be received ie:

1. Update on Budgets for 2007/2008

- A. That the revenue changes as detailed in appendix A of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager dated 12 June 2007, be approved as follows:

| Revenue Changes | | | | |
|-----------------|-----------------------|---|------------------|-------------------------|
| Row | Revenue | Nature of revenue | Change to budget | Impact on general rates |
| 1. | Commercial properties | Net revenue for purchase of Trans Tasman/ Southern Spas property. | -1,070,134 | -1,070,134 |
| 2. | Commercial properties | Net revenues from Auckland Manukau Eastern Transport Initiative (AMETI) related acquisitions | -623,700 | -623,700 |
| 3. | Parking | Increased revenue from ticketing (\$1,300,000) offset by the cost of five parking officers and six infringement review advisors delivering and supporting the increased ticketing (\$700,000) | -600,000 | -600,000 |
| 4. | Parking | Increased pay and display revenue (\$1,300,000) offset by lost pay and display spaces through the central connector project (\$700,000) | -600,000 | -600,000 |
| 5. | Parking | Other revenue increases in relation to internal carpark usage (\$100,000); Matiatia casual parking (\$100,000) and downtown carpark tenancy \$200,000. | -400,000 | -400,000 |

| Revenue Changes | | | | |
|------------------------|---|--|-------------------------|--------------------------------|
| Row | Revenue | Nature of revenue | Change to budget | Impact on general rates |
| 6. | Auckland Zoo | Additional revenue from expected increase in zoo visitors | -326,094 | -326,094 |
| 7. | Land Transport New Zealand (LTNZ) subsidy | Additional annual revenue to be received from LTNZ in relation to the declared 10 year bus shelter maintenance programme | -268,000 | -268,000 |
| 8. | Commercial properties | Additional revenue from berth acquisitions at Orakei marina | -120,000 | -120,000 |
| 9. | Commercial properties | Additional Vodafone revenue | -50,000 | -50,000 |
| 10. | Sale recovery | ARC database sale recovery | -50,000 | -50,000 |
| | | Sub-total | -4,107,928 | -4,107,928 |

- B. That the savings detailed in appendix B of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager, dated 12 June 2007, be approved as follows:

| Savings | | | | |
|----------------|---|--|-------------------------|--------------------------------|
| Row | Saving | Nature of saving and explanation | Change to budget | Impact on general rates |
| 1. | Auckland Museum and MOTAT grants | Confirmed 2007/2008 grants for Auckland Museum (\$647,000 saving) and MOTAT (\$97 expense) | -550,000 | -550,000 |
| 2. | Capitalisation of operating expenditure | Capitalisation of staff working on Transport Infrastructure Development projects | -400,000 | -400,000 |

| Savings | | | | |
|----------------|---|--|-------------------------|--------------------------------|
| Row | Saving | Nature of saving and explanation | Change to budget | Impact on general rates |
| 3. | Capitalisation of operating expenditure | Reclassification of thermo-plastic road markings from opex to capex | -300,000 | -300,000 |
| 4. | Capitalisation of operating expenditure | Capitalisation of staff working on Transport Strategy projects | -300,000 | -300,000 |
| 5. | Auckland Festival Trust | Advance of 2007/2008 Auckland Festival Trust grant into 2006/2007 | -200,000 | -200,000 |
| 6. | Support costs | Reduction in the requests for information, support/advice has led to a saving within the Transport division | -200,000 | -200,000 |
| 7. | Delayed projects | Savings from projects on hold - ferry design work, rail precincts design work and only one project from funding strategy | -200,000 | -200,000 |
| 8. | Westhaven Marina maintenance | Cost savings from unscheduled and unplanned contractor costs to mitigate increased costs in Westhaven Marina maintenance | -90,000 | -90,000 |
| 9. | Auckland City events | Overall saving following establishment of Auckland City Events manager and reprioritisation of budgets. | -23,000 | -23,000 |
| | | Sub-total | -2,263,000 | -2,263,000 |

- C. That the expenditure changes denoted as unavoidable in appendix C of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager, dated 12 June 2007, be approved as follows:

| Unavoidable expenditure | | | | |
|--------------------------------|--|---|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 1. | Regulatory Review | Delay in the commencement of the review now means that planned 2006/2007 activities will take place in 2007/2008. There is no increase in overall costs over the two years. | 597,539 | 597,539 |
| 2. | SAP licencing costs | Additional SAP licencing requirements for the Regulatory Review and OSCAR projects | 306,000 | 306,000 |
| 3. | Electricity charges | Higher electricity expenses following review of property management costs. Auckland City Council is now in a seven-year contract with Vector | 290,325 | 290,325 |
| 4. | FileNet licencing costs | Additional FileNet licencing requirements for the Regulatory review | 150,000 | 150,000 |
| 5. | Continuation of opening of Art Gallery main gallery building | With a delay in the Art Gallery renovations, the Main Gallery building is to be open for three more months. This requires additional budget to fund salaries and wages for Gallery Guides and Security staff. | 147,267 | 147,267 |

| Unavoidable expenditure | | | | |
|--------------------------------|----------------------------|--|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 6. | Hearings Team | To fund increased activity within Hearings, including review of Hauraki Gulf Islands & Isthmus District Plan. Several costs are unrecoverable as Auckland City Council is the applicant | 145,000 | 145,000 |
| 7. | Abandoned vehicle contract | Revision of rates relating to contract | 100,000 | 100,000 |
| 8. | Holidays Act requirements | Increase in minimum annual leave to four weeks requires the libraries and Art Gallery to increase temporary staff budgets as positions must be back filled when permanent staff on extra week's leave. | 85,216 | 85,216 |
| 9. | Councillors salaries | The Remuneration Authority has set the remuneration increase for 2008 | 83,651 | 83,651 |
| 10. | Bank transaction charges | There are projected increases in bank transaction charges based on higher volumes. | 50,000 | 50,000 |
| 11. | Hearings Team | To fund an additional resource within Hearings Team based on higher number of hearings. | 45,000 | 45,000 |

| Unavoidable expenditure | | | | |
|--------------------------------|---|---|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 12. | New post codes requirements by NZ post | An additional resource is required to update postcodes in Auckland City's name and address database as required by NZ post. Implementation will avoid mail delays. | 36,000 | 36,000 |
| 13. | Increased audit fees | Additional amount based on quote from Audit NZ for interim audits, auditing annual reports and long-term plans | 15,000 | 15,000 |
| 14. | Local Government New Zealand (LGNZ) annual subscription | The LGNZ annual subscription has increased from \$83,000 to \$98,000 | 15,000 | 15,000 |
| 15. | Increased consent volumes | Project increase in consent and licensing revenues based on 2006/2007 volumes. However, this has been offset by the need to appoint four additional staff and building accreditation training budget. | 0 | 0 |
| 16. | Net interest adjustment | Increase in interest expense/reduction in interest income as a result of additional and timing of capital expenditure | 1,927,000 | 1,927,000 |

| Unavoidable expenditure | | | | |
|-------------------------|-------------|----------------------------------|------------------|-------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| | | Sub-total | 3,992,998 | 3,992,998 |

- D. That the new requests for expenditure as detailed in appendix D of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager, dated 12 June 2007, be approved as follows:

| New requests for expenditure | | | | |
|------------------------------|--|---|------------------|-------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 1. | Auckland City Council's remuneration policy | Additional funding is required to increase staff that are being paid well below the median income for their industry. | 400,000 | 400,000 |
| 2. | Total of confidential items | Refer to confidential agenda | 236,000 | 236,000 |
| 3. | Transport strategy initiatives | Three studies in relation to neighbourhood access initiatives (\$300,000) proposed by LTNZ, business travel plans proposed by ARTA (\$300,000). These costs will be partly offset by expected subsidies (\$450,000) | 150,000 | 150,000 |
| 4. | The Edge® - Facilities Management System project | Additional staff and other expenses are required to implement the Facilities Management System project - see Appendix G | 118,000 | 118,000 |

| New requests for expenditure | | | | |
|-------------------------------------|--|--|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 5. | To manage the red light camera project | Management of the red light camera project is to be handed back from ARTA to Auckland City Council. This resource will be part funded by LTNZ through subsidy, with the net cost to Auckland City Council. | 64,000 | 64,000 |
| 6. | Vector Arena | To increase the amount for management and monitoring for the Arena | 60,000 | 60,000 |
| 7. | Matiatia terminal doors | Budgeted cost of \$100,000 to be fully funded from expected increase in revenue from Wharves fees. | 0 | 0 |
| | | Sub-total | 1,028,000 | 1,028,000 |

- E. That the expenditure requests that will result in future efficiency gains as detailed in appendix E of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager, dated 12 June 2007, be approved as follows:

| Expenditure requests that will result in future efficiency gains | | | | |
|---|---|---|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 1. | To fund temporary staffing through transition | Transition cost (2007/2008 impact only) to enable project manager and contract manager roles to migrate from consultants to in-house staff without affecting service delivery. Expected | 300,000 | 300,000 |

| Expenditure requests that will result in future efficiency gains | | | | |
|---|--|---|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| | | annual saving (-\$800,000) requested to be used to fund the next item | | |
| 2. | Asset management plans - condition surveys | Additional funding is required to complete condition surveys for all Auckland City Council's major buildings by December 2007. Measure and value condition surveys are a core requirement to achieving meaningful asset management plans. | 212,000 | 212,000 |
| 3. | Annual property inspections | Inspection every residential property at least once every six years will increase data accuracy reducing the number of valuation objections and therefore the cost of processing those objections (\$250,000 ongoing saving from 2008/2009) | 189,000 | 189,000 |
| 4. | Asset management | The role of Asset Analyst will undertake asset deterioration modelling to ensure the updated asset management plan considers the best approach to maintaining and renewing assets going forward | 100,000 | 100,000 |
| | | Sub-total | 801,000 | 801,000 |

- F. That the targeted rate expenditure changes as detailed in appendix F of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager, dated 12 June 2007, be approved as follows:

| Targeted rate expenditure changes | | | | |
|-----------------------------------|--|--|------------------|-------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 1. | Making communities more relevant - transfer of expenditure from capital to operating | Projects approved by the Community Development and Equity Committee in November 2006. | 849,000 | 0 |
| 2. | CBD branding initiative | To progress branding initiative in CBD as a partnership with Heart of the City (HOTC) and Tourism Auckland - destination marketing | 400,000 | 0 |
| 3. | Beach Road and Arena connections - transfer of expenditure from capital to operating | Funds concept and design work | 160,000 | 0 |
| 4. | Stage 4 of Lorne St upgrade (area in front of library) | To undertake concept and design work for project - capital works cannot proceed until design work completed | 100,000 | 0 |
| 5. | Transport designated fund | Deferral for AMETI related costs from the designated fund | 100,000 | 0 |
| 6. | St Patrick's square upgrade - transfer of expenditure from capital to operating | Funds concept and design work. | 80,000 | 0 |
| 7. | CBD Board initiative | To research and gain an understanding of what actions are required to consolidate and reinforce a core commercial area within the CBD. | 50,000 | 0 |

| Targeted rate expenditure changes | | | | |
|--|---|---|-------------------------|--------------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| 8. | Refuse collection - higher growth | Higher growth in the number of services increases collection and disposal expenses related to numbers of bins, inflation and tonnage (\$731,000) but is fully offset from higher targeted rate revenue and has no impact on the \$199 proposed charge. | 0 | 0 |
| 9. | Implementation of quarter plans (Aotea, Victoria, Learning) and development of additional quarter plan in 2009 | Saving - focusing in 2007/2008 on branding for Aotea quarter to support and align with CBD branding initiative. | -50,000 | |
| 10. | Deferral of projects into 2008/2009 relating to: - Vibrant local centre; - making community facilities more relevant; and - New centre and library for Otahuhu initiatives | Consequential operating expenses are also deferred into 2008/2009. | -935,000 | 0 |
| 11. | Net interest adjustment | Increase in interest expense/reduction in interest income as a result of changes in the timing of the expenditure and due to additional expenditure. For example, the likely purchase of land around Wynyard Point was originally planned to take place in 2014. The bringing forward of this | 14,132,766 | 0 |

| Targeted rate expenditure changes | | | | |
|-----------------------------------|--------------------------|--|-------------------|-------------------------|
| Row | Expenditure | Nature of saving and explanation | Change to budget | Impact on general rates |
| | | expenditure into 2008 requires the organisation to borrow more than what was reported in the draft annual plan. The reason this has no effect on the targeted rate revenue is that the revenue is set to fully fund all expenditure by 2036. | | |
| | Total opex change | Sub-total | 14,886,766 | 0 |

- G. That it be noted that approval of all changes in resolutions A to F and other expenditure changes of \$285,000 reduces the general rate revenue by \$263,000 and maintains an overall rate increase of 3.6%.
- H. That a capital expenditure programme of \$594 million for 2007/2008, an increase of \$58 million over the amount reported in the draft 2007/2008 Annual Plan (with major changes detailed in appendix G of the report entitled "Update on Budgets for 2007/2008" by the Corporate Planning Manager and Asset Planning Manager dated 12 June 2007), be approved.
- I. That it be noted that an additional \$263,000 of operational expenditure can be supported while maintaining an overall rate increase of 3.6%.
- J. That the following additional expenditure be provided for utilising the \$263,000 available while maintaining the overall rate increase of 3.6%:

| New requests for expenditure | | | |
|------------------------------|-------------------------------------|------------------|-------------------------|
| Row | Expenditure | Change to budget | Impact on general rates |
| 1. | Events/sponsorship budget | 20,000 | 20,000 |
| 2. | Project K start up | 80,000 | 80,000 |
| 3. | HIPPY programme | 50,000 | 50,000 |
| 4. | Community Group Assistance Fund | 75,000 | 75,000 |
| 5. | Encroachment Officer | 38,000 | 38,000 |
| | Total additional expenditure | 263,000 | 263,000 |

2. 2007 Development Contributions Policy: Submissions and Policy for Adoption
(Special Consultative Procedures)

- A. That it be noted that the judgement in the *Neil* decision reinforced the requirement that the cost allocation for each development contribution activity should be considered separately in light of several factors specified in the Local Government Act 2002.

Transport

- B. That the council's intention, after consideration of section 101(3) of the Local Government Act 2002 (LGA), to ensure that the costs of growth for the transport activity are recovered primarily from the growth community be approved.
- C. That it be noted that calculation of the transport cost of growth excludes costs that are wholly concerned with service level increases and the provision of benefits to the existing community; and evenly splits remaining costs between the growth community and other users to take into account operational benefits arising from the provision of capacity for growth.
- D. That the allocation of \$205 million in growth costs to the growth community to be recovered through development contributions be approved, noting this represents 11.9 per cent of the gross capital spend on the transport activity over the next ten years (the rest of the funding coming from rates, subsidies and borrowing) which is appropriate after consideration of the factors in section 101(3)(a) of the Local Government Act 2002 (LGA) and the overall impact on community wellbeing under section 101(3)(b).

Public Space

- E. That it be noted that the Council's intention, after consideration of section 101(3) of the Local Government Act 2002 (LGA), is to ensure that the costs of growth for public space land acquisition and public space infrastructure are recovered from the growth community.
- F. That it be noted that the calculation of public space cost of growth eliminates any costs that are wholly concerned with the provision of benefits for the existing community. The remaining costs are for the provision of new public space capacity and, although existing residents will receive some benefit from being able to access new public spaces (including Wynyard Point), none of these capacity costs have been allocated to existing residents because they will, as a result of growth, actually receive a diminished provision of public space in relation to Council's target level of provision.
- G. That the allocation of \$208.3 million for public space infrastructure and \$191 million for public space land acquisition be approved, noting that it constitutes 78 per cent of the ten-year capital costs for this activity (the rest of the money coming from rates) which is appropriate after consideration of the factors in section 101(3)(a) of the Local Government Act 2002 (LGA) and the overall impact on community wellbeing under section 101(3)(b).

Stormwater

- H. That the Council's intention, after consideration of section 101(3) of the Local Government Act 2002, to ensure that the costs of growth for the stormwater activity are recovered primarily from the growth community be approved.
- I. That it be noted that the stormwater methodology allocates the cost of providing new stormwater capacity that benefits new and existing users by employing a "shared savings" approach and all costs which are not capacity related, such as renewals and capital works to improve stormwater quality (service level improvements) are excluded from the analysis and allocated to existing users.
- J. That the allocation of \$86 million to the growth community for recovery through development contributions be approved, noting this represents around 21.8 per cent of the council's \$395 million capital spend on the stormwater activity over the next ten years (the rest of it coming from rates and charitable receipts), which is appropriate after consideration of the factors in section 101(3)(a) of the Local Government Act 2002 (LGA) and the overall impact on community wellbeing under section 101(3)(b).

Community amenities

- K. That the Council's intention, after consideration of section 101(3) of the Local Government Act 2002 (LGA), to ensure that the costs of growth for the community amenities activity are recovered primarily from the growth community be approved.
- L. That it be noted that the calculation of the cost of growth for the community amenities activity is carried out on a project by project basis, and for each project costs related to service level improvements and shortfall (both of which mainly provide benefits for existing users) are excluded.
- M. That the allocation of \$26.7 million for community amenities be approved, noting this constitutes around 10 per cent of the ten-year capital costs for this activity (the rest of the money coming largely from rates), which is appropriate after consideration of the factors in section 101(3)(a) of the Local Government Act 2002 (LGA) and the overall impact on community wellbeing under section 101(3)(b).

Changes to the policy

- N. That it be noted that the final 2007 Development Contribution Policy has had the following significant updates since being presented to the 7 March 2007 Combined Committees meeting:
 - (i) Changes to ensure compliance with the Local Government Act 2002 (LGA) by explicitly noting that only consents that meet the thresholds in section 197 to 199 of the LGA, as identified in the *Neil* decision, are charged development contributions.
 - (ii) Changes to ensure that the policy more explicitly provides a comprehensive assessment of section 101(3) factors.

- (iii) An extension of the transition period for the introduction of the increased charges under the 2007 policy from six months to 12 months, in the central area only, which will lead to a further under recovery of public space charges of around \$4.7 million.
 - (iv) Various minor changes to clarify issues raised by submitters and in further legal advice.
- O. That the 2007 Development Contributions Policy as attached to the report entitled "2007 development contributions policy: submissions and policy for adoption" by H Bunn, Consultant, dated 12 June 2007, be adopted by Council to be effective from 1 July 2007 (subject to any amendments from the 21 June Combined Committees meeting).

Other issues

- P. That it be noted that officers will continue to investigate and monitor the possible effects of development contributions on development and will report to council as appropriate.
- Q. That it be noted that officers will work with interested submitters to consider the household unit calculation factors applied to the transport activity but any change will not occur until the 2008 policy.

3. Intergenerational Equity and the Sustainable Debt Policy

- A. That it be noted:
- (i) That the majority of submissions received on the proposed change to the debt policy via the Annual Plan process were supportive of the principle of spreading costs more fairly between generations. This support was often conditional upon borrowing being used in a prudent, conservative and sustainable manner to avoid excessive debt levels and/or upon borrowing being used only to fund major capital works projects with clearly demonstrable benefits for future generations.
 - (ii) That a significant minority of the submissions received were opposed to the proposed change to the debt policy. Officers have considered each submission and consider that no submission raised any significant concerns in relation to proposed change.
 - (iii) That while the submissions commented on both the pros and cons of the proposed, on balance, the overall weight of the public feedback was in support of the proposal.
- B. That the changes to the sustainable debt policy consulted on via the draft 2007/2008 Annual Plan and amendments to the Long-term council community plan be adopted as a final amendment to the Long-term council community plan.

4. Treasury Management Policy

That the Treasury Management Policy, incorporating the liability management policy and investment policy, be adopted as a final amendment to Auckland City Council's Long-term Plan 2006–2016, subject to any changes to the sustainable debt policy that may be agreed at this meeting.

5. Proposed Fee Increase – Auckland City Environments and City Planning

- A. That the proposed increases to fees as set out in appendix one to the report entitled “proposed fee increase – Auckland City Environments and City Planning” by the Group managers Auckland City Environments and City Planning, dated 6 June 2007, be approved as follows:

Schedule of fees and charges

(i) Building control

| Category | Fee type | Fees 1 July 2007 \$ |
|--|--|------------------------|
| Blasting | Blasting permit | 33 |
| Building code certificate | Liquor and brothel licence applications (fee in addition to the brothel licence application fee) | 280 |
| Building code certificate | Liquor and brothel licence applications – each additional inspection | 102 |
| Building consent processing – certifier consents | Certifier consents – no exclusions | 65 |
| Building consent processing – certifier consents | Certifier consents – with exclusions | 116 |
| Building inspections | Standard (up to 40 minutes) | 102 |
| Building inspections | Final or cladding inspection | 162 |
| Certificate of acceptance | | Deposit 949 |
| Certificate of compliance | Where application does not fit within standard fees | Deposit 293 |
| Certificate of public use | Rates are the same as for code compliance certificates | |
| Code compliance | Code compliance certificate – where final inspection completed more than four years | 404 |

| Category | Fee type | Fees 1 July 2007 \$ |
|---|--|------------------------------------|
| certificate | ago | |
| Code compliance certificate | Code compliance certificate – work < \$2,000 | 63 |
| Code compliance certificate | Code compliance certificate – work \$2,001–\$20,000 | 165 |
| Code compliance certificate | Code compliance certificate – work \$20,001–\$250,000 | 219 |
| Code compliance certificate | Code compliance certificate – work \$250,001–\$500,000 | 523 |
| Code compliance certificate | Code compliance certificate – work > \$500,000 | At cost |
| Compliance schedules | Compliance schedule – administration fee | 158 |
| Compliance schedules | Compliance schedule – per feature | 57 |
| Department of Building and Housing accreditation levy | | 20 cents per \$1,000 worth of work |
| Disconnection of fire alarm | Disconnection fee | 242 |
| Exempt building work | | 144 |
| Extension of building consent | Application to extend the time a building consent is valid | 124 |
| Hoarding | Per square metre | 97 |
| Hoisting | Hoisting over footpath or public place (mobile crane or other hoisting device) – full day | 129 |
| Hoisting | Hoisting over footpath or public place (mobile crane or other hoisting device) – half day | 65 |
| Hoisting | Hoisting over footpath or public place (mobile crane or other hoisting device) – per month | 425 |
| Hoisting | Hoisting over footpath or public place (mobile crane or other hoisting device) – per week | 212 |
| Independently qualified person – application for | Base fee (also renewal fee) | 67 |

| Category | Fee type | Fees 1 July 2007 \$ |
|---|---|--------------------------------|
| acceptance as (three-year period) | | |
| Independently qualified person – application for acceptance as (three-year period) | Charge per system or feature for which acceptance is sought | 80 |
| Independently qualified person register | Independently qualified person register – charge per copy | 24 |
| Lapsing a building consent | One hour processing time and half an hour administration at current hourly rates | 161 |
| Liquor licence fees | Liquor building certificate (building code certificate) | 73 |
| Notice to fix | Associated with a live building consent – from 1 July 2007 the fee will include two hours’ processing time, half an hour to serve notice, and two hours to follow up and close up | 162 |
| Notice to fix | Not associated with a live building consent (includes evacuation of dangerous buildings) – from 1 July 2007 the fee will include two hours’ processing time, half an hour to serve notice, two hours to follow up and close up, plus two final inspections and the cost of further follow- up inspections | 162 |
| Plumbing consents | Pre-paid plumbing consents (Enerco hot water cylinder installation) – book of 10 | 792 |
| Producer statements | Work over the value \$1 million | 283 |
| Producer statements | Work up to the value \$1 million | 176 |
| Project information memorandum | Without a building consent application | 241 |
| Project information memorandum | With a building consent application | 93 |
| Project information memorandum | Illegal building work – two hours at current hourly rates | 248 |
| Project information memorandum – | | 93 |

| Category | Fee type | Fees 1 July 2007 \$ |
|--|---|--------------------------------|
| solid fuel heaters | | |
| Scaffolds | Scaffold permit per 20m of street frontage for each month | 145 |
| Section 72 | | 151 |
| Special inspection reports | Safe and sanitary | 241 |
| Special inspection reports | Other | At cost |
| Swimming pools inspection – existing pools | Swimming pool exemptions | 733 |
| Swimming pools inspection – existing pools | Swimming pool inspections (and re-inspections) – existing pools (from the third inspection) | 190 |
| Swimming pools inspection – new pools | Standard fees for building consents apply | |
| Temporary building work | Exempt work | 144 |
| Temporary building work | Non-exempt work | 144 |
| Tie backs | Temporary tie backs per metre of frontage | 84 |
| Use of street | Use of street for building operations, annual fee per square metre of street air space, plus 50 per cent of base fee per additional occupied level – central area | 97 |
| Use of street | Use of street for building operations, annual fee per square metre of street air space, plus 50 per cent of base fee per additional occupied level – other areas | 33 |
| Vehicle crossing permit | Vehicle crossing permit | 220 |
| Waivers | Application for waivers (deposit) | 475 |
| Warrant of fitness | Receipt, processing and issue of building warrant of fitness | 105 |

| Building consent categories O, P, Q, R, S | Fees 1 July 2007 \$ | |
|---|-------------------------|----------------------------|
| Estimated value of building work \$ | With producer statement | Without producer statement |
| 500,001 – 1,000,000 | 597 | 1,129 |
| Additional for every 500,000 increment over 1,000,000 | 33 | 290 |

(ii) Building consent processing

The fee for a building consent is calculated by adding together the components of the application. All fees are in dollars.

| Project category (see below) | To lodge | Admin | Planing check | Building processing | Records | B R A NZ | DBH levy | Drainage design | Building over public drain | Assess drainage video 1 | Flood report | Pump station | Structural engineering | Geotechnical engineering | Fire engineering | |
|------------------------------|----------|-------|---------------|---------------------|---------|-----------------------------|----------|-----------------|----------------------------|-------------------------|--------------|--------------|------------------------|--------------------------|------------------|--|
| A | 82 | | | | | | | | | | | | | | | |
| B | 82 | | 42 | 62 | 35 | | | 76 | 151 | 151 | 113 | 366 | 76 | 76 | 76 | |
| C | 82 | 82 | 140 | 124 | 53 | | | 151 | 151 | 151 | 113 | 366 | 76 | 76 | 76 | |
| D | 82 | 82 | 140 | 248 | 53 | | | 151 | 151 | 151 | 113 | 366 | 76 | 76 | 76 | |
| E | 82 | 82 | 140 | 62 | 53 | | | 151 | 151 | 151 | 113 | 366 | 151 | 302 | 76 | |
| F | 82 | 82 | 140 | 248 | 53 | | | 151 | 151 | 151 | 113 | 366 | 302 | 302 | 302 | |
| G | 82 | 82 | 140 | 248 | 53 | Levy applies above \$20,000 | | 151 | 151 | 151 | 113 | 366 | 302 | 302 | 151 | |
| H | 82 | 82 | 140 | 371 | 73 | | | 151 | 151 | 151 | 302 | 366 | 604 | 302 | 302 | |
| I | 82 | 82 | 140 | 371 | 90 | | | 227 | 151 | 151 | 302 | 366 | 604 | 302 | 151 | |
| J | 124 | 82 | 140 | 495 | 90 | | | 227 | 151 | 151 | 302 | 366 | 755 | 302 | 302 | |
| K | 124 | 82 | 280 | 495 | 73 | | | 227 | 151 | 151 | 302 | 366 | 453 | 302 | 151 | |
| L | 124 | 82 | 280 | 619 | 73 | | | 227 | 151 | 151 | 302 | 366 | 604 | 302 | 151 | |

| Project category (see below) | To lodge | Admin | Planning check | Building processing | Records | BRANZ | DBH levy | Drainage design | Building over public drain | Assess drainage video 1 | Flood report | Pump station | Structural engineering | Geotechnical engineering | Fire engineering |
|------------------------------|----------|-------|----------------|---------------------|---------|-------|----------|-----------------|----------------------------|-------------------------|--------------|--------------|------------------------|--------------------------|------------------|
| M | 82 | 82 | 280 | 371 | 90 | | | 302 | 151 | 151 | 302 | 366 | 604 | 302 | 151 |
| N | 124 | 82 | 280 | 743 | 109 | | | 378 | 151 | 151 | 378 | 366 | 755 | 302 | 453 |
| T | 82 | | 42 | 38 | | | | | | | | | | | |
| U | 82 | | | 116 | 73 | | | | 151 | 142 | | | | | |
| V | | | | 116 | | | | | | | | | | | |

a Notes to table above

b All fees are in dollars, include GST and are effective from 1 July 2007.

c Categories O, P, Q, R and S are excluded from standard fees and will be subject to an estimate or deposit plus invoice.

¹ The assess drainage video fee is for one line. The fee for each subsequent line is \$73.

(iii) Building consent categories

- a. minor consent
- b. building work up to the value of \$2,000
- c. kit-set carports and garages
- d. residential swimming pool and fencing
- e. all other building work valued \$2,001 to \$5,000
- f. all other building work valued \$5,001 to \$19,999
- g. residential alterations and additions valued \$20,000 to \$99,000
- h. commercial building work valued \$20,000 to \$99,000 (BRANZ and BIA levy starts in this category)
- i. residential alterations and additions valued \$100,000 to \$250,000
- j. commercial building work valued \$100,000 to \$250,000
- k. new dwelling (standard)
- l. new dwelling (executive)
- m. attached dwellings
- n. commercial buildings and residential alterations valued \$250,001 to \$499,999
- o. commercial buildings and residential alterations valued \$500,000 to \$1,000,000

- p. buildings valued over \$1,000,000
- q. change of use and earthquake-prone buildings
- r. amendments to current consents
- s. staged consents
- t. house removals
- u. certifiers – no exclusions
- v. certifiers – with exclusions.

(iv) Building consent deposits Hauraki Gulf islands

| Value of work | Deposit at 1 July 2007 \$ |
|-----------------------|---------------------------|
| Up to \$5,000 | 201 |
| \$5,001 – \$25,000 | 339 |
| \$25,001 – \$50,000 | 411 |
| \$50,001 – \$100,000 | 533 |
| \$100,001 – \$150,000 | 581 |
| \$150,001 – \$250,000 | 742 |
| \$250,001 – \$500,000 | 790 |

- d Notes to table above
- e The total cost of the consent will be calculated on a time and cost basis using the approved hourly rates.
- f Plan checks will be charged at the rate charged for consents in the Auckland isthmus.

(v) Environmental health

| Category | Subcategory | Fees 1 July 2007 \$ |
|--------------------------------|-------------------------|---------------------------|
| All licences | New premise application | 124 |
| Brothel licence | Annual fee | 566 |
| Building consent checks | | Charged at hourly rates |
| Camping grounds | Application | 346 |
| Camping grounds | Renewal | 315 |
| Camping grounds | Transfer | 63 |
| Display of goods outside shops | Permit | 61 |
| Fee for re-inspection – health | Charged at hourly rates | |
| Food premise licence | Re-grading | 50 per cent of annual fee |

| Category | Subcategory | Fees 1 July 2007 \$ |
|---------------------------------|---------------------------|----------------------------|
| Food premise licence annual fee | Small low risk A grade | 231 |
| Food premise licence annual fee | Small low risk B grade | 300 |
| Food premise licence annual fee | Small low risk D grade | 369 |
| Food premise licence annual fee | Small low risk E grade | 462 |
| Food premise licence annual fee | Large low risk A grade | 346 |
| Food premise licence annual fee | Large low risk B grade | 451 |
| Food premise licence annual fee | Large low risk D grade | 554 |
| Food premise licence annual fee | Large low risk E grade | 692 |
| Food premise licence annual fee | Small medium risk A grade | 462 |
| Food premise licence annual fee | Small medium risk B grade | 600 |
| Food premise licence annual fee | Small medium risk D grade | 739 |
| Food premise licence annual fee | Small medium risk E grade | 923 |
| Food premise licence annual fee | Large medium risk A grade | 692 |
| Food premise licence annual fee | Large medium risk B grade | 900 |
| Food premise licence annual fee | Large medium risk D grade | 1,108 |
| Food premise licence annual fee | Large medium risk E grade | 1,385 |
| Food premise licence annual fee | Small high risk A grade | 692 |
| Food premise licence annual fee | Small high risk B grade | 900 |
| Food premise licence annual fee | Small high risk D grade | 1,108 |
| Food premise licence annual fee | Small high risk E grade | 1,385 |

| Category | Subcategory | Fees 1 July 2007 \$ |
|--------------------------------------|--|----------------------------|
| Food premise licence annual fee | Large high risk A grade | 1,039 |
| Food premise licence annual fee | Large high risk B grade | 1,350 |
| Food premise licence annual fee | Large high risk D grade | 1,662 |
| Food premise licence annual fee | Large high risk E grade | 2,077 |
| Food stalls | Food stalls – one month | 124 |
| Food stalls | Food stalls – six months | 173 |
| Food stalls | Food stalls – annual | 288 |
| Food stalls | Food stalls – day | 25 |
| Funeral directors – mortuary licence | Annual fee | 346 |
| Hairdressers | Hairdressers – transfer fee | 63 |
| Hairdressers | Hairdressers all premises per annum | 160 |
| Hazardous substances – inspections | Bulk tank demolished | 122 |
| Hazardous substances – inspections | Bulk tank for repair and maintenance | 122 |
| Hazardous substances – inspections | Bulk tank installed | 143 |
| Hazardous substances – inspections | Class 2 gas installation (other) | 91 |
| Hazardous substances – inspections | CNG storage cylinders installed | 122 |
| Hazardous substances – inspections | Inspection of any dangerous goods area | 91 |
| Hazardous substances – inspections | LPG storage tank installed | 122 |
| Hazardous substances – inspections | LPG/CNG equipment installed | 60 |
| Hazardous substances – inspections | Maintenance of pipe work | 60 |
| Hazardous substances – inspections | Oil burning equipment – installation | 79 |
| Hazardous substances – inspections | Oil burning equipment – maintenance | 60 |
| | | |

| Category | Subcategory | Fees 1 July 2007 \$ |
|------------------------------------|---|----------------------------|
| Hazardous substances – inspections | Pump installed and re-located | 60 |
| Hazardous substances – inspections | Pump removal | 40 |
| Hazardous substances – inspections | Pump replaced or fixed | 60 |
| Hazardous substances – inspections | Storage tank installed | 123 |
| Hazardous substances – inspections | Storage tank replaced | 143 |
| Hazardous substances – inspections | Tank removal | 79 |
| Hazardous substances – inspections | Test pipelines to bulk installations | 91 |
| Hazardous substances – inspections | Transfer or copy of any licence | 44 |
| Health and bathhouse | | 231 |
| Health protection licence | Basic (single process) | 162 |
| Health protection licence | Multi basic (multiple processes) | 231 |
| Health protection licence | High risk (involving skin penetration) | 231 |
| Hourly rate for festival events | | 124 |
| Inspection fee | | 124 |
| Mobile food vendor fee | | 25 |
| Mobile food – bun runner | | 25 |
| Offensive trades | Application – annual | 288 |
| Offensive trades | Renewal | 288 |
| Street trading | Cafe seating on pavement – fee per chair | 5 |
| Street trading | Charity or fundraising stalls | no charge |
| Street trading | Long-term trading in a public place (over 12 months) – permit and monthly fee set within criteria | 157 |
| Street trading | Short-term trading in a public place (up to 12 months) – permit and monthly fee set within criteria | 105 |
| Street trading | Hawkers | 28 |
| Street trading | Mobile shops | 136 |

| Category | Subcategory | Fees 1 July 2007 \$ |
|-----------------------------|-------------|---------------------|
| Transfer fee – all licences | | 69 |

(vi) Property information

| Category | Fee Type | Fees 1 July 2007 \$ |
|-------------------------|--|-----------------------|
| Aerials | GIS plots – colour aerials – 1997 | 30 |
| Faxes | Faxes to Great Barrier Island – one to five pages (per page) | 0.60 |
| Faxes | Faxes to Great Barrier Island – six to 10 pages (per page) | 0.40 |
| Faxes | Receiving faxes from Great Barrier Island (per page) | 0.40 |
| LIMS | Standard LIM (five days) | 232 |
| LIMS | Urgent LIM (four hours) | 298 |
| Print and copy | A3 EDMS or microfilm | 4 |
| Print and copy | Coin operated photocopier A3 | 0.50 |
| Print and copy | Coin operated photocopier A4 | 0.30 |
| Print and copy | Email of site file (one item) | Applicable copy price |
| GIS maps | Public drainage, water services and contours on one map | 40 |
| GIS maps | A contours map, public drainage map and special features map on the same map for the same property | 49 |
| Site information charge | Site information charge – for each site researched (assisted by staff for up to 15 minutes). Thereafter charged on a time and cost basis | 25 |
| Site information charge | Site information charge – for each site researched (self service) | 12.50 |

(vii) Bonds

| Bonds | Fees 1 July 2007 \$ |
|--|---------------------|
| Processing bond applications relating to subdivision consent, including return of money on satisfactory completion of work | Deposit 799 |
| Application fee for bond relating to a land use consent (this is the base fee, the actual charge may be greater depending on legal inputs) | 621 |

| Bonds | Fees 1 July 2007 \$ |
|---|---------------------------------------|
| Administration of a bond relating to a land-use consent, including release of the bond | 597 |
| Additional costs from reporting to the appropriate council committee about bonds for works of over \$50,000 | Actual time at staff charge-out rates |
| Processing an application to extend the time limit on an existing bond | 107 |
| Processing an application for the partial release of a bond | 332 |
| Additional costs relating to a bond that is defaulted on | Actual time at staff charge-out rates |

(viii) City planning – land use CBD

| | Fees from 1 July 2007 \$ |
|--|-----------------------------|
| Resource consent and private plan change applications | |
| Planning staff, except assistant planners | 140/hour |
| Assistant planners | 99/hour |
| Secretarial, administration and support staff | 81/hour |
| | |
| Deposits for resource consent applications | |
| Level one application fee (simple, certificate of compliance, trees) | 920 |
| Level two deposit (standard but more complex) | 3,139 |
| Level three deposit (notified – up to five residential units) | 6,000 |
| Level four deposit (notified – >5 and <15 residential units) | 12,000 |
| Level five deposit (notified – >15 residential units) | 18,000 |
| | |
| Deposits for plan change applications | |
| On lodgement | 5,023 |
| Plus, if council agrees to process (minor) | 1,412 |
| Plus, if council agrees to process (major) | 12,557 |

(ix) Engineering

| Category | Fee type | Fees 1 July 2007 \$000 |
|-----------------------|---|---------------------------|
| Drainage | Drainage | Deposit 1,451 |
| Engineering approvals | Up to two lots | Deposit 580 |
| Engineering approvals | Three to five lots | Deposit 1,160 |
| Engineering approvals | 6 to 10 lots | Deposit 3,625 |
| Engineering approvals | 11 to 20 lots | Deposit 5,076 |
| Engineering approvals | 21 to 50 lots | Deposit 10,152 |
| Engineering approvals | 51 lots or over | Deposit 14,534 |
| Producer statements | Engineering related – per producer statement | 50 |
| Right of way | Engineering design right of way or jointly owned driveway | Deposit 400 |
| Section 36 | Section 36 fee | 82 |

(x) Hourly rates – Auckland City Environments staff

| | Rates 1 July 2007 \$ |
|--|-------------------------|
| Planners, subdivision staff, licensing staff | 140 |
| Engineering staff | 155 |
| Building officers, building inspectors, incident investigators, resource consent monitoring staff, environmental health officers | 124 |
| Secretarial and administrative staff | 74 |

(xi) Land use Hauraki Gulf islands (HGI)

| Fee type | Fees 1 July 2007 \$ |
|--|------------------------|
| Section 127 Resource Management Act 1991 variation or cancellation | 1,000 |
| Section 125 Resource Management Act 1991 – to extend the period a consent is valid | 1,000 |
| Non-notified land use consent (controlled activities) | Deposit |

| | |
|---|------------------------------------|
| Fee type | Fees 1 July 2007 \$ |
| | 600 |
| Non-notified land use consent (discretionary and non-complying activities) | Deposit 1,000 |
| Notified applications | Deposit 6,000 |
| Confirmation of compliance certificate (Resource Management Act 1991) | Deposit 500 |

(xii) Land use Auckland isthmus

| Category | Fee type | Fees 1 July 2007 \$ |
|-------------------------|--|--|
| Land use isthmus | Non-notified developments up to five units (excluding on the Hauraki Gulf islands) – the total cost charged on a time cost basis using hourly rates | Deposit 1,600 |
| Land use isthmus | Deposit for non-notified consent for developments of more than five units, and up to and including 15 units (excluding on the Hauraki Gulf islands) – the total cost is charged on a time-cost basis using hourly rates | Deposit 2,000 |
| Land use isthmus | Deposit for non-notified consent for developments of more than 15 units (excluding on the Hauraki Gulf islands) – the total cost is charged on a time-cost basis using the hourly rates | Deposit 3,000 |
| Land use isthmus | Notified – developments up to five units | Deposit 6,000 |
| Land use isthmus | Deposit for notified consents – developments of more than five units, and up to and including 15 units | Deposit 12,000 |
| Land use isthmus | Deposit for notified consents – developments of more than 15 units | Deposit 18,000 |
| Land use isthmus | Outline plans or drawings lodged for consideration – total cost charged on a time cost basis using approved hourly rates | Deposit 1,000 |
| Land use isthmus | Monitoring fee | Charged at hourly rates |
| Land use isthmus | Existing use rights assessment – central area | 1,036 |

| Category | Fee type | Fees 1 July 2007 \$ |
|---------------------------------|---|---------------------|
| Land use isthmus | Existing use rights assessment – other areas | Deposit 500 |
| Land use isthmus | Confirmation of compliance certificate (Resource Management Act 1991) | Deposit 500 |
| Land use isthmus | Consent to dispensation or exemption or non-compliance with Auckland City Council's consolidated bylaw 1991 | Deposit 1,000 |
| Land use isthmus | Section 127 Resource Management Act 1991 variation or cancellation | 1,000 |
| Land use isthmus | Section 125 Resource Management Act 1991 – to extend the period a consent is valid | 1,000 |
| Land use isthmus | Lodging an objection under section 357 of the Resource Management Act 1991 | No charge |
| Overseas investment certificate | Required by overseas investors to confirm the property meets the council's requirements | 290 |
| Special inspections reports | Planning and building | At cost |
| Liquor licence fees | Liquor planning certificate | 146 |

(xiii) Animal control

| Fee type | Fees 1 July 2007 \$ |
|---|---|
| Application after 31 July 2007 | Plus 50 per cent |
| National dog database levy – fee per registration | 2 |
| Class A – neutered dog with dog owner licence | 60 (although if the renewal is paid before 31 July 2007, the fee is 40) |
| Class B – neutered dog | 98 (although if the renewal is paid before 31 July 2007, the fee is 65) |
| Class C – un-neutered dog with dog owner licence | 127 (although if the renewal is paid before 31 July 2007, the fee is 85) |
| Class D – un-neutered dog without dog owner licence | 167 (although if the renewal is paid before 31 July 2007, the fee is 111) |
| Class E – special purpose dog | No fee |

| Fee type | Fees 1 July 2007 \$ |
|--|---|
| Class F – working dog | 60 (although if the renewal is paid before 31 July 2007, the fee is 40) |
| Dangerous dogs | Fee plus 150 per cent of fee |
| Permit to keep more than one dog | 47 |
| Probationary owners | As in classes A to F |
| Replacement disc | 7 |
| Small animal impounding (rabbits, ferrets, fowl) | 26 |
| Impounding – sustenance fee (small animal) per day | 7 |
| Impounding – sustenance fee per day (stock) | 20 |
| Driving or leading fee | 40 |
| Stock impounding fee | 40 |
| First impounding – registered dog | 33 |
| First impounding – unregistered dog | 59 |
| Second impounding – registered dog | 59 |
| Second impounding – unregistered dog | 111 |
| Third impounding – registered dog | 111 |
| Third impounding – unregistered dog | 189 |
| Sustenance for each day or part day of dog impoundment | 18 |
| Additional fees for after hours-impoundment – registered dog | 20 |
| Additional fees for after hours-impoundment – unregistered dog | 33 |
| Impounding – surrender fee | 26 |
| Impounding – return to owner fee (transport) | 14 |

(xiv) Miscellaneous

| Category | Fee type | Fees 1 July 2007 \$ |
|----------------|-----------------|---------------------|
| Street banners | Application fee | 133 |

(xv) Subdivision

| Consent type | Fees 1 July 2007 \$ |
|---------------------|---------------------|
| Boundary adjustment | Deposit 636 |

| Consent type | Fees 1 July 2007 \$ |
|--|------------------------|
| Completion certificate (section 224C of the Resource Management Act 1991) simple (no engineering input required) | 167 |
| Completion certificate (section 224C of the Resource Management Act 1991) complex (engineering input required) | Deposit 479 |
| Freehold subdivision of existing or approved complying development | Deposit 950 |
| Freehold subdivision of new vacant lots | Deposit 1,500 |
| Freehold subdivision of existing or approved development with development control modifications, eg height in relation to boundary, coverage etc | Deposit 1,500 |
| Right of way | 391 |
| Survey plan | 263 |
| Unit title | Deposit 972 |
| Variations and amendments | Deposit 1,500 |
| Cross-lease – first stage | Deposit 1,500 |
| Cross-lease – any subsequent stage | Deposit 674 |
| Deposit for combined application for land use consent and subdivision consent | Deposit 2,000 |
| Removing building line restrictions, creating easement certificate, cancelling easements, amalgamating certificates of title, creating unit title certificate (section 5(1)(g) the Resource Management Act 1991) | 350 |

- B. That it be noted that the Auckland City Environments and City Planning fee increases raise compliance costs for citizens and every endeavour must be made to minimise these costs within an acceptable risk framework.

6. Establishment of a Joint Venture with Britomart Group

- A. That Auckland City Council enter a 50:50 joint venture with Britomart Group to own and operate the Britomart carpark as proposed in the Statement of Proposal included in the Auckland City Council draft Annual Plan 2007/2008 and attached in appendix one of the report entitled "Establishment of a joint venture with Britomart Group" by the Development Analyst dated 15 June 2007.
- B. That the Mayor, Deputy Mayor and Chairperson of the Finance and Corporate Business Committee review and approve the final terms of the variation to the Development Deed, joint venture documentation and other necessary legal documentation to complete the transaction.

7. Consultation and Hearings Process for the 2007/2008 Draft Annual Plan

That following consideration of both written and oral submissions on the draft 2007/2008 Annual Plan, Council believes due consideration has been given to the various requests over the deliberation period, and accordingly resolves:

- A. That the schedule of reports requested for committees contained within Appendix B of the report from the Democracy Advisor, dated 12 June 2007, be confirmed.
- B. That the schedule of individual submitter responses to the draft annual plan be adopted, noting that the schedule will be updated to reflect any decisions emanating from the 21 June 2007 Combined Committees meeting.
- C. That the report on Metrowater that has already been requested to go to the Annual Plan Direction Setting meeting in November 2007 include consideration of:
 - (i) The possibility of implementing progressive pricing with a lower level of pricing for an appropriate amount of water use and a higher price per unit of water above that level.
 - (ii) The possibility of Metrowater having responsibility for stormwater assets and maintenance with an appropriate level of bulk funding from Council for this purpose.
 - (iii) Metrowater's policy and City Council involvement in decisions to restrict, and remove restrictions on water supply.
 - (iv) The possibility of Metrowater's wastewater charges being bulk funded by Council.
 - (v) Whether proposed charitable payments should be reduced or eliminated in future years.
 - (vi) The implications for Council's overall revenue and budget of any changes in Council income from Metrowater.
 - (vii) The other issues listed in resolution of the Finance and Corporate Business Committee on 23 May 2007 being:
- E. That a specific report on Metrowater Statement of Intent be prepared for the Annual Plan Direction Setting meeting in November to include:
 - (a) Return on public investment via a charitable payment mechanism from the 2008/2009 year onwards
 - (b) Taxation issues
 - (c) The synergy (present and future) between stormwater expenditure and Metrowater's (present and future) especially the case for Metrowater assuming more responsibility for stormwater
 - (d) The effect of conservation (lower per capita consumption) on water prices
 - (e) Metrowater's customer pricing model

(f) Any other issues including legislative implications.

8. Rates Policy for 2007/2008

- A. That the overall citywide rate increase be 3.6% (5.4% for residential properties) to fund the budget for 2007/2008 recommended as outlined in the separate report in this agenda entitled "*Update on budgets for 2007/2008*", consulted on in the draft 2007/2008 annual plan.
- B. That the \$95 uniform annual general charge (UAGC) for 2007/2008 be retained; as consulted on in the draft 2007/2008 annual plan.
- C. That the next step of the general rate differential strategy be applied in 2007/2008, as consulted on in the draft 2007/2008 annual plan.
- D. That the central business district (CBD) targeted rate for the CBD non-residential group be increased to match the group's reduction in the general rate, which results from implementing the next step in the long-term differential strategy for the general rate, consulted on in the draft 2007/2008 annual plan. The targeted rate will be assessed on annual value and will generate revenue of \$8.3 million (GST exclusive) for 2007/2008.
- E. That the central business district (CBD) targeted rate to apply to CBD residential ratepayers continue to be applied as a fixed charge of \$52 (including GST) per residential unit for 2007/2008, as consulted on in the draft 2007/2008 annual plan.
- F. That the citywide targeted rate for refuse collection be increased to \$199 per service for 2007/2008 to cover the increases in the existing refuse services and fund the waste minimisation initiatives adopted to speed up achieving the vision.
- G. That a new remission policy be introduced from 2007/2008 to apply in two parts:
 - (i) That \$152 for the cost of the rubbish service component and the biennial inorganic collection be remitted from the refuse collection targeted rate for large residential blocks that have an approved alternative rubbish collection service.
 - (ii) That an additional \$27 for the cost of the recycling service be remitted for large residential blocks that have an approved recycling service.
- H. That the discount rate for early payment of rates for 2007/2008 be set at 2.83%; this will be applied to 2007/2008 rates paid in full by the first rate instalment date [a discount rate of 2.83% is equivalent to an 11.19% return to the ratepayers (before tax)], as consulted on in the draft 2007/2008 annual plan.

- I. That the five targeted rates for city development, transport, open spaces and volcanic cones; community development and housing; and heritage and urban design, be changed to generate the following revenues in 2007/2008:
- (i) City development from \$3.5 million to \$2.4 million (-30.8% decrease, as the strategic asset fund will fund some of these projects in 2007/2008).
 - (ii) Transport from \$15.7 million to \$21.5 million (36.6% increase).
 - (iii) Open spaces and volcanic cones from \$3.0 million to \$3.5 million (16.6% increase).
 - (iv) Heritage and urban design from \$1.5 million to \$1.6 million (9.6% increase).
 - (v) Community development and housing from \$2.4 million to \$4.3 million (77.3% increase).
- J. That the Mainstreet budgets for 2007/2008 be noted as approved under item 16 of the 21 June 2007 Combined Committees minutes.
- K. That the text for the rating policy statements (provided separately in the 21 June 2007 Combined Committees agenda under item 17.2) be included in the funding impact statement for the final 2007/2008 annual plan.
- L. That the four rates instalment dates for the 2007/2008 financial year be confirmed as:
- (i) 20 August 2007
 - (ii) 20 November 2007
 - (iii) 20 February 2008
 - (iv) 20 May 2008
- The instalment dates are included in section K of the rates resolution in Appendix 1 of the addendum report entitled '*Rates Policy for 2007/2008 – Rates Resolution*' by the Financial and revenue strategy manager, dated 18 June 2007.
- M. That a 10 per cent penalty for late rates payments for the 2007/2008 financial year be approved. The rates penalty regime for the 2007/2008 financial year is included in section L of the rates resolution in Appendix 1 of the addendum report entitled '*Rates Policy for 2007/2008 – Rates Resolution*' by the Financial and revenue strategy manager, dated 18 June 2007.
- N. That the rates resolution for the 2007/2008 financial year be adopted, which is attached as Appendix 1 to the addendum report entitled '*Rates Policy for 2007/2008 – Rates Resolution*' by the Finance and revenue strategy manager dated, 18 June 2007.

9. Rates Postponement and Rebates Schemes for 2007/2008

- A. That the budget for the extended rates rebate scheme (ERRS) be reduced from \$850,000 to \$350,000 (as reflected in the draft 2007/2008 Annual Plan), while retaining the existing ERRS criteria.**
- B. That the modified rates postponement policy be adopted, noting the policy is based solely on the ratepayer's equity in the property which would allow most ratepayers who own their own home to have access to the scheme.**

10. Rural and Hauraki Gulf Rating Issues

That the following policies that were consulted on in the draft 2007/2008 Annual Plan be adopted as follows:

- (i) A remission policy for private land voluntarily covenanted under the QEII National Trust Act (a 100% remission for the covenanted portion of land).**
- (ii) A postponement policy for commercial farmland (a postponement of 25% of the rates for farms over 12 hectares that are GST registered – written off after five years if the property use remains the same).**
- (iii) A postponement policy for Great Barrier Island commercial properties (on the difference between the rates based on rateable value and the rates based on 80% of annual rental – written off after five years if property use remains the same).**

11. Remission of Rates on Maori Freehold Land

That the Maori freehold land rates remission policy be adopted as follows:

- (i) A full remission of rates be provided on land that is undeveloped.**
- (ii) A remission of rates on land that is developed and used by iwi members for non-commercial purposes (such as papakainga housing, community facilities, marae and associated infrastructure), which would 'cap' the rates using a low percentile of property values in the city.**

12. Mainstreet Rates 2007/2008

- A. That the following Mainstreet budgets for the 2007/2008 year be approved and included in the Long-term council community plan for 2006-2016:**

| Mainstreet Programme | 2007/08 Budgets (excl GST) |
|-----------------------------|-----------------------------------|
| Avondale | \$96,000 |
| Blockhouse Bay | \$36,603 |
| Eden Valley | \$77,500 |
| Ellerslie | \$74,580 |
| Glen Innes | \$135,280 |
| Heart of the City | \$2,852,840 |
| Karangahape Road | \$225,500 |
| Mt Eden | \$66,701 |
| Newmarket | \$860,000 |
| Onehunga | \$349,920 |
| Otahuhu | \$330,000 |
| Panmure | \$302,500 |
| Parnell | \$268,015 |
| Ponsonby | \$200,000 |
| Remuera | \$194,700 |
| Rosebank | \$165,000 |
| St Heliers | \$109,000 |
| Total | \$6,344,139 |

- B. That the boundaries of all Mainstreet programmes remain the same as those for the 2006/2007 financial year (Refer to Appendix 1 of the report to Combined Committees entitled “Mainstreet rates 2007/2008” by the Mainstreet advisor, dated 24 May 2007).

ANNUAL PLAN DOCUMENT

13. 2007/2008 Annual Plan and Amendments to Our Long-Term Plan 2006-2016

- A. That the Auckland City Council’s Annual Plan 2007/2008 be adopted with the following statements added:
- (i) That the council will take every opportunity to advocate for the underground rail link from Britomart to Mt Eden.
 - (ii) That Auckland City Council is a good employer.
- B. That the Amendments to Auckland City Council’s Long-term Plan 2006-2016 document be adopted.

- C. That it be noted that all submissions raised regarding the content of the annual plan will be considered by officers when preparing the 2008/2009 annual plan template.
- D. That the Chairman of the Finance and Corporate Business Committee and the General Manager Finance be delegated authority to make changes to both the 2007/2008 Annual Plan and the Amendments to Auckland City council's Long-term plan 2006-2016 documents, that reflect the decisions made at the 21 June Combined Committees meeting and other minor editorial changes.

13.1 2007/2008 Annual Plan

That the 2007/2008 Annual Plan document be received subject to amendments made by Combined Committees at its 21 June 2007 Combined Committees meeting.

13.2 Amendments to Our Long-Term Plan 2006-2016

That the "amendments to the Auckland City Council's Long-term plan 2006-2016" document be received subject to the amendments made by the Combined Committees at its 21 June 2007 Combined Committees meeting.

CARRIED

3. EXCLUSION OF THE PUBLIC : LOCAL GOVERNMENT
OFFICIAL INFORMATION AND MEETINGS ACT 1987

His Worship the Mayor moved:
Councillor Walsh seconded:

That the public be excluded from the following part(s) of the proceedings of this meeting.

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under Section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution are as follows:

| Item no. | General subject of each matter to be considered | Reason for passing this resolution in relation to each matter | Particular interest(s) protected (where applicable) | Ground(s) under section 48(1) for the passing of this resolution |
|----------|---|---|---|---|
| C1 | Combined Committees Report No. C2/2007 | Public conduct of matter would be likely to result in disclosure of information for which good reason to withhold exists under section 7. | <p>S7(2)(b)(ii)</p> <p>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.</p> <p>In particular, the report contains acquisitions and operating information regarding the Britomart Group which if released to the public would prejudice the joint ventures' ability to operate commercially.</p> <p>Furthermore, in particular the figures stated in the appendix, if released to the public, would compromise the commercial activities of the Edge and Auckland Netball that could affect funding negotiations with other parties.</p> <p>Section 7(2)(c)(i)</p> <p>To protect information which is subject to an obligation of confidence or which any person has been or could be compelled to provide under the authority of any enactment, where the making available of the information would be likely to prejudice the supply of similar</p> | <p>S48(1)(a)</p> <p>The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.</p> |

| Item no. | General subject of each matter to be considered | Reason for passing this resolution in relation to each matter | Particular interest(s) protected (where applicable) | Ground(s) under section 48(1) for the passing of this resolution |
|-----------------|--|--|--|---|
| | | | <p>information, or information from the same source, and it is in the public interest that such information should continue to be supplied.</p> <p>In particular, there is detailed financial information from the Auckland Netball Association.</p> <p>S7(2)(h)</p> <p>The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.</p> <p>In particular, the report contains detailed commercial information relating to a third party, the Britomart Group which if released to the public would disadvantage their commercial position.</p> <p>Furthermore, in particular, the report contains ticket pricing, staff and ITC budget information from the Edge® and other third parties, which if released to the public, would disadvantage Auckland City Council, the Edge® and other third parties. This information is subject to potential ongoing negotiations.</p> | |

| Item no. | General subject of each matter to be considered | Reason for passing this resolution in relation to each matter | Particular interest(s) protected (where applicable) | Ground(s) under section 48(1) for the passing of this resolution |
|----------|---|---|--|--|
| | | | S7(2)(i) The withholding of the information is necessary to enable the local authority to carry on, without prejudice or disadvantage, negotiations (including commercial and industrial negotiations). In particular, the report contains detailed commercial information, which if released to the public, would compromise ongoing negotiations. | |

CARRIED

There being no further business His Worship the Mayor declared the meeting closed at 3:35pm.

“In accordance with Clause 2.12.2 of Standing Orders we hereby confirm the correctness of the Minutes of the last meeting of the extraordinary Council meeting held after Combined Committees on Thursday, 21 June 2007 prior to the next election of members.

CHIEF EXECUTIVE

MAYOR OF AUCKLAND CITY