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**AGENDA AND SUPPORTING PAPERS
FOR COUNCIL'S JUNE MEETINGS**

**TO BE HELD IN THE OFFICES OF THE WEST COAST REGIONAL COUNCIL
388 MAIN SOUTH ROAD, GREYMOUTH**

TUESDAY, 11 JUNE 2019

The programme for the day is:

10.30 a.m:

Resource Management Committee Meeting

On completion of RMC Meeting:

Council Meeting

RESOURCE MANAGEMENT COMMITTEE

THE WEST COAST REGIONAL COUNCIL

Notice is hereby given that a meeting of the **RESOURCE MANAGEMENT COMMITTEE** will be held in the Offices of the West Coast Regional Council, 388 Main South Road, Paroa, Greymouth on **Tuesday, 11 June 2019**

N. CLEMENTSON
CHAIRPERSON

M. MEEHAN
Chief Executive Officer

<u>AGENDA NUMBERS</u>	<u>PAGE NUMBERS</u>	<u>BUSINESS</u>
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3.		PRESENTATION
4.		CHAIRMAN’S REPORT
5.		REPORTS
		5.1 Planning and Operations Group
	4 – 5	5.1.1 Planning and Hydrology Report
	6	5.1.2 Reefton Air Quality Summary
		5.2 Consents and Compliance Group
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		6.0 GENERAL BUSINESS

THE WEST COAST REGIONAL COUNCIL**MINUTES OF THE MEETING OF THE RESOURCE MANAGEMENT COMMITTEE
HELD ON 14 MAY 2019, AT THE OFFICES OF THE WEST COAST REGIONAL COUNCIL,
388 MAIN SOUTH ROAD, GREYMOOUTH, COMMENCING AT 10.30 A.M.****PRESENT:**

N. Clementson (Chairman), A. Robb, T. Archer, P. Ewen, P. McDonnell, A. Birchfield, S. Challenger, J. Douglas, F. Tumahai

IN ATTENDANCE:

M. Meehan (Chief Executive Officer), R. Mallinson (Corporate Services Manager), H. McKay (Consents & Compliance Manager), H. Mills (Planning, Science & Innovation Manager), R. Beal (Operations Director), N. Costley (Strategy & Communications Manager), T. Jellyman (Minutes Clerk), The Media.

1. APOLOGIES

Moved (Archer / Birchfield) *That the apology from F. Tumahai be accepted.*

2. *Carried*

2. MINUTES

Moved (Birchfield / Challenger) *that the minutes of the previous Resource Management Committee meeting dated 9 April 2019, be confirmed as correct, with the minor amendment made as requested by Cr McDonnell.*

Carried

Cr McDonnell requested that the word "South" be removed from the third recommendation on page 2 of the minutes.

Matters Arising

There were no matters arising.

3. PRESENTATION

Mr Mark Davies from the Department of Conservation (DoC) addressed the meeting. M. Davies spoke to his presentation on the planned predator control programme for 2019 for the West Coast. M. Davies answered questions from Councillors. Cr Clementson thanked M. Davies for his presentation.

4. CHAIRMAN'S REPORT

Cr Clementson reported that he has attended two meetings recently for the Marrs Beach project. He and Cr Archer also attended the Westport 2100 meeting.

5. REPORTS**5.1 PLANNING AND OPERATIONS GROUP****5.1.1 PLANNING REPORT**

H. Mills spoke to his report and advised that the proposal to amalgamate the three Buller Freshwater Management Units (FMU) will save on resources and deliver a better service. He advised that iwi support the proposal, and the NPS allows for this type of flexibility.

H. Mills explained the implementation timeframes for the RPS and Regional Plans.

H. Mills reported that there was one flood event during the reporting period which was on the Hokitika River. He advised a further vandalism and theft occurred at the Orikaka River, with three theft and damage sites in the last six months with the most recent one costing Council \$11,000.

Cr McDonnell asked H. Mills if it is likely that the FMU's for Hokitika and South Westland would be combined in view of the proposed amalgamation of the Buller FMU's. H. Mills responded that because of the land area and the resource management issues it is probably not appropriate for South Westland. He stated that DoC land and travel time for FMU members was considered to be too far.

Cr Archer expressed concern with some the changes to the NPS for Freshwater Management Regional Implementation Strategy. H. Mills provided further clarification and agreed to make the minor corrections as suggested.

H. Mills advised that very good progress has been made by the Marrs Beach Working Group with recommendations expected to come to the July Council meeting.

Moved (Archer / Birchfield)

1. *That the report is received.*
2. *That the Resource Management Committee approve the amalgamation of the Buller, Inanaghua and Paparoa Freshwater Management Units (FMUs).*
3. *That the Resource Management Committee approve the updated West Coast Implementation Strategy for the National Policy Statement for Freshwater Management, subject to minor corrections.*
4. *That the Resource Management Committee confirm Councillor Clementson as the Regional Council's representative for the amalgamated Freshwater Management Unit.*

Carried

5.1.2 CONTACT RECREATION WATER QUALITY SAMPLING UPDATE

H. Mills spoke to this report and advised that sampling for this season is now complete. He confirmed that the sampling site for Hokitika Beach is in front of the Beachfront Hotel. H. Mills advised that there is no obvious source of contamination at this site but high rainfall events could be associated with the higher readings. H. Mills advised that monitoring at this site will continue next season and a careful eye will be kept on the results.

Moved (Birchfield / Challenger) *That the report is received.*

Carried

5.2.1 CONSENTS MONTHLY REPORT

H. McKay spoke to this report and advised that one site visit was carried out, six non-notified resources consents were granted, and two changes to consent conditions, and two limited notified consents were granted during the reporting period. Cr Archer requested that the words "where it may" are added to the purpose of consent to RC-2019-0015.

Moved (Archer / McDonnell) *That the May 2019 report of the Consents Group be received.*

Carried

5.2.2 COMPLIANCE & ENFORCEMENT MONTHLY REPORT

H. McKay spoke to this report and advised that 59 site visits were carried out during the reporting period. H. McKay reported that there were 20 complaints or incidents were received with 10 resulting in site visits. H. McKay reported that there were eight non-compliances during the reporting period. H. McKay reported that two abatement notices were issued during the reporting period, both relating to dairy effluent, and five infringement notices were issued.

H. McKay reported that 17 work programmes were received with 16 of these approved, three bonds were received and five bonds recommended for release. H. McKay answered questions from Councillors. Cr Birchfield stated that OceanaGold has posted a bond for Blackwater, and this is good to see.

Moved (Archer / Birchfield)

1. *That the May 2019 report of the Compliance Group be received.*
2. *That the bonds for RC10061 Iron River Company Limited of \$6,000, RC09030 Crescent Creations Limited of \$30,000, RC98005 Titan Resources Limited of \$24,000, RC01287 GJ Cooper of \$10,000 and RC 12032 GJ Cooper of \$20,000 are released.*

Carried

GENERAL BUSINESS

There was no general business.

The meeting closed at 11.23 a.m.

.....
Chairman

.....
Date

THE WEST COAST REGIONAL COUNCIL

Prepared for: Resource Management Committee – 11 June 2019
 Prepared by: Lillie Sadler – Planning Team Leader and Stefan Beaumont - Hydrology Team Leader
 Date: 31 May 2019
Subject: Planning and Hydrology Report

Update on RPS Appeals Process

The second Environment Court mediation session to address appeals on the proposed Regional Policy Statement was held at Shantytown on 27-30 May. Discussions were held on a 'confidential and without prejudice' basis. A third session will be held the week of 29 July to cover off unresolved matters.

Update on Plan Change 1

Site visits between the DOC Ecologist and the Wetlands Assessor, Charlotte Phelps, have been completed and we are awaiting their report on those visits. It is noted that the two year extension for this review will expire on 16 August. If decisions are not going to be released within this time frame a request for a further extension will be brought to Council for approval at the July meeting.

Grey FMU

Meeting 8 for the Grey Freshwater Management Unit (FMU) was held on Tuesday 28th May. The National Environmental Standard for Plantation Forestry was discussed. Ken Ferguson, a generational farmer from the Grey Valley presented to the Group.

Kawatiri FMU (Amalgamated Buller, Inangahua and Paparoa FMUs)

Following on from the approval at the April Council meeting to amalgamate the Buller, Inangahua and Paparoa FMUs, work has been undertaken to update our website, and to organise community information sessions for the Inangahua (11 June) and Paparoa (13 June) areas. The application timeframe has been extended through to 21 June. Recommendations for group membership will be brought to the July Council meeting for approval.

Envirolink

A small advice grant was secured to scope on-farm initiatives aimed at reducing faecal contamination from Bradshaws Creek (near Cape Foulwind, Westport). This area has been the focus of a community-led project to reduce E.-coli levels at the popular Marrs-Shingle contact recreation sites. A total of \$45,000 in unallocated funding (funds unused by other regional councils) has been secured on top of our allocated funding this financial year. No further funding is available this financial year.

The next round of Envirolink funding becomes available in July 2019. Preliminary work is being undertaken to prepare grants and engage with providers to ensure that our allocated \$100,000 for the 2019/20 year is used efficiently, and to optimise any unallocated funding should that become available later in the financial year.

Submission on amending the Conservation Management Strategy

A brief submission was lodged supporting the proposed amendments to the Department of Conservation's Conservation Management Strategy (CMS) to provide for helicopter flights and other activities related to using the new Paparoa Great Walk. The changes will enable local people and communities to benefit from use of the new track and contribute to their social and economic wellbeing. The Department recently advised that the amendments process has now been halted as some concerns were raised about due process for making changes to the CMS.

HydrologyFlood Warning

A period of sustained rain from 29-31 May 2019 resulted in alarms throughout the region. The largest of these was the Buller River at Te Kuha where a mean annual flood occurred on 30/31 May.

Site	Time of peak	Peak level	Warning Issued	Alarm threshold
Mokihinui River at Welcome Bay	30/05/2019 14:35	4966mm	30/05/2019 09:00	4500mm
Buller River at Te Kuha	31/05/2019 01:00	9826mm	30/05/2019 12:15	7400mm
Grey River at Dobson	31/05/2019 04:10	3428mm	Not required	3400mm
Hokitika River at Gorge	30/05/2019 00:15	4239mm	29/05/2019 21:34	3750mm
Waiho River at SH6	12/05/2019 23:00	8027mm	12/05/2019 14:30	7750mm
Waiho River at SH6	14/05/2019 18:30	8037mm	14/05/2019 15:30	7750mm
Waiho River at SH6	27/05/2019 16:45	8100mm	27/05/2019 11:30	7750mm
Waiho River at SH6	29/05/2019 21:30	8132mm	29/05/2019 19:15	7750mm

RECOMMENDATION

That the report is received.

Hadley Mills
Planning, Science and Innovation Manager

THE WEST COAST REGIONAL COUNCIL

Prepared for: Resource Management Committee Meeting – 11 June 2019
 Prepared by: Emma Perrin-Smith, Senior Resource Science Technician
 Date: 29 May 2019
Subject: REEFTON AIR QUALITY SUMMARY

There have been no exceedances of the Resource Management (National Environmental Standards for Air Quality) Regulations 2004 for PM₁₀ in Reefton so far this year (Figure 1).

Council has purchased a new air quality machine, which will eventually replace the existing discontinued machine and will measure both PM₁₀ and PM_{2.5}. This new monitor will be installed at the current air quality site in the next couple of weeks.

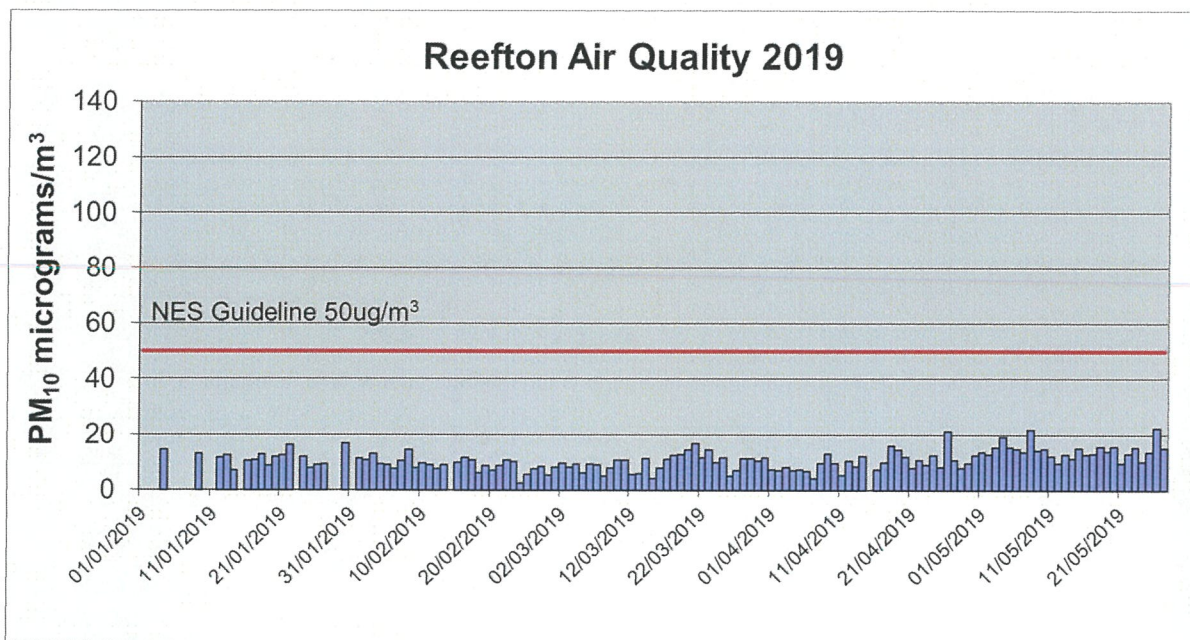


Figure 1. Reefton daily PM₁₀ for 2019.

RECOMMENDATION

That the report is received.

Hadley Mills
Planning, Science and Innovation Manager

THE WEST COAST REGIONAL COUNCIL

Prepared for: Resource Management Committee – 11 June 2019
 Prepared by: Jorja Hunt – Consents and Compliance Support Officer
 Date: 30 May 2019
Subject: CONSENTS MONTHLY REPORT

Two Consents Sites Visit were undertaken 1 May to 30 May 2019

10/05/2019	RC-2019-0036 proposed gold mining Tuckers, Elect Mining.	Site visit to see the application area.
27/05/2019	PA-2019-9018 site visit for permitted septic tank discharge to land, Lake Brunner Road, Grant and Fran Marshall.	Site visit to see the application area.

Four Non-Notified Resource Consent Files were Granted 1 May to 30 May 2019

CONSENT NO. & HOLDER	PURPOSE OF CONSENT
RC-2019-0032 DJ Lynch Haydens Road, Rutherglen	To discharge sewage wastewater to land from a residential dwelling at Haydens Road, Rutherglen.
RC-2019-0034 GC Smith Contracting Limited Crooked River	To disturb the dry bed of the Crooked River for the purpose of removing gravel.
RC-2019-0039 Department of Conservation Ngakawau River	To take and use surface water from the Ngakawau River for the purpose of stabilising a cliff face, Hector.
RC-2019-0022 Buller District Council Inangahua River	To disturb the bed of the Inangahua River to undertake protection works (rock protection and stream training). To disturb the bed of the Inangahua River to undertake protection works (rock protection and stream training). To disturb the bed of the Inangahua River to undertake protection works (rock protection and stream training).

Three Changes to and Reviews of Consent Conditions were Granted 1 May to 30 May 2019

CONSENT NO. & HOLDER	PURPOSE OF CHANGE/REVIEW
RC10214-V1 CMR Mining Limited Gows Creek/Nelson Creek	To increase the disturbed gold mining area and bond, Gows Creek/Nelson Creek.
RC00123-V1 JPV Kersten Callaghans Creek, Matai	To change timing related to gravel extraction, Callaghans Creek, Matai.
RC12164-V2 Madden Mining Limited Chesterfield	To increase unrehabilitated disturbed land and bond amount.

Public Enquiries

56 written public enquiries were responded to during the reporting period. 55 (99%) were answered on the same day, and the remaining 1 (1%) within the next ten days.

RECOMMENDATION

That the June 2019 report of the Consents Group be received.

Heather McKay

Consents & Compliance Manager

Prepared for: Resource Management Committee – 11 June 2019
 Prepared by: Heather McKay – Consents & Compliance Manager
 Date: 31 May 2019
 Subject: **COMPLIANCE & ENFORCEMENT MONTHLY REPORT**

Site Visits

A total of 98 site visits were undertaken during the reporting period, which consisted of:

Activity	Number of Visits
Resource consent monitoring	10
Mining compliance & bond release	29
Complaint/Incident related	9
Dairy farm	50

- A total of 19 complaints/incidents were received, with 13 resulting in site visits.

Non-Compliances

Note: These are the activities that have been assessed as non-compliant during the reporting period.

A total of 10 non-compliances occurred during the reporting period.

Activity	Description	Location	Action/Outcome	INC/Comp
Gold mining	A complaint was received that a gold mining operation is discharging sediment and discolouring a creek.	Kaniere	The site was investigated and established that sediment laden water in the mining pit was escaping and discharging into a historic water race which entered the creek. The operator has been required to cease the discharge. Enquiries are ongoing.	Complaint
Gold mining	A compliance officer saw that a creek was discoloured with sediment and carried out an inspection of a gold mining operation.	Notown	It was observed on site that the discharge from the operations settling pond system had significantly discoloured the creek. Samples have been obtained and enforcement action is pending.	Incident
Dairy farming	A compliance inspection was undertaken at a dairy farm. On site it was established that the farms effluent pond required maintenance.	Hari Hari	A minor non-compliance as there was no discharge from the pond. A letter of direction has been issued to undertake the maintenance over the winter season.	Incident
Gold mining	A compliance inspection was undertaken at a gold mining operation and established that the miner was outside of their consented area.	Larrys Creek	The miner was just starting to set up their operation and was required to stop working in that particular area until they have obtained a consent variation.	Incident

Activity	Description	Location	Action/Outcome	INC/Comp
Dairy farming	A compliance inspection was undertaken at a dairy farm within the Lake Brunner Catchment. On site it was observed that the farmer was still using a stock crossing.	Te Kinga	The stock crossing is over an ephemeral water body which will require a bridge or culvert. Enquiries are ongoing.	Incident
Gold mining	A compliance inspection was undertaken at a gold mining operation and established that they were operating without a current work programme.	Blue Spur	The miner was reminded of their obligation and has since submitted a work programme that has now been approved.	Incident
Gold mining	A compliance officer located a new gold mining operation and established that although they had a resource consent they were operating without a current work programme or a bond.	Blue Spur	The miner has now submitted a work programme and bond. The work programme has now been approved.	Incident
Gold mining	An inspection was undertaken at a non-operational mine site and established that there is rehabilitation work required to be undertaken by the miner to comply with their consent conditions.	Greenstone	The miner is currently non-compliant with their consent conditions as the site has not been operational for more than 6 months. Enquiries are ongoing to see whether the miner intends to continue mining or complete the rehabilitation of the area.	Incident
Gold mining	A compliance inspection was undertaken at a gold mining operation and established that the miner was outside of their consented area.	Atarau	The miner was working within their mining permit area and was unaware they had progressed outside of their consented area. They have been required to submit a variation to their consent.	Incident
Forestry	A compliance officer saw that a creek was discoloured with sediment which was caused by a forestry operation harvesting a pine plantation.	Marsden	There were no sediment traps in place, slash had been deposited into a drain and truck movements were causing the discharge of sediment to a creek. The above is a breach of the National Standards for Plantation Forestry. Enquiries are ongoing.	Incident

Other Complaints/Incidents

Note: These are the other complaints/incidents assessed during the reporting period whereby the activity was not found to be non-compliant or compliance is not yet established at the time of reporting.

Activity	Description	Location	Action/Outcome	INC/Comp
Gold mining	A previously reported slip at a gold mining operation was complained about again after the slip was further eroded in wet weather.	Lawsons Flat	The site was investigated and found that the miner had done remedial work by sowing grass and there was nothing further that could be achieved. The miner had already been infringed for the discharge from the slip.	Complaint
Dumping	A complaint was received that a contractor was dumping vegetation on a river bed.	Kakapotahi	The manager was contacted and advised of the complaint who was going to follow it up and remove the vegetation if required. Enquiries are still ongoing.	Complaint
Gold mining	A complaint was received that the discharge of sediment from a gold mining operation was causing discolouration of a river and affecting the Westport drinking water supply.	Westport	The site was investigated and established that the cause of the discolouration was a slip in a steep gully outside of the mining operation. As the miner had a clean water cut off drain discharging to the same gully they were requested to divert the drain away from the area to try and assist with alleviating the discharge from the slip. The miner had not breached their resource consent.	Complaint
Gold mining	A complaint was received that a gold miners settling ponds were causing erosion of a river bank.	Kaniere	The caller was advised that the ponds that they were referring to have been in place for many years and the erosion is upstream of the ponds. The erosion is likely due to the March floods.	Complaint
Landfill	A complaint was received that over the last few months the complainant can smell a putrid odour coming from the McLeans Pit landfill when they travel from Greymouth out to Runanga.	Coal Creek	The complainant was advised that the Council has not received any other odour complaints from motorists or from people living near the landfill. They were also advised to call at the time they smelled the odour so that it could be investigated.	Complaint

Activity	Description	Location	Action/Outcome	INC/Comp
Discharge to air	A complaint was received that the rubbish scattered along the Fox River from the eroded Fox Glacier landfill was going to be set on fire as a method of removing the rubbish from the riverbed. This would have included plastics tangled in drift wood.	Fox Glacier	Enquiries were made and established that this was no longer an option that was under consideration.	Complaint
Earthworks	A complaint was received that earthworks being undertaken may be unconsented and cause erosion.	Dunollie	The site was investigated and established that the person was covered by permitted activity rules and the work was minor in nature.	Complaint
Gold Mining	A complaint was received that a gold miner was working outside of their consented hours.	Awatuna	Enquiries established that the mining operation is on a working dairy farm. The mine was not operational, however the farmer was doing agricultural work using machinery.	Complaint
Discharge to water	A complaint received regarding the discharge of waste water from a septic tank.	Dunollie	Enquiries are ongoing.	Complaint

Update on Previously Reported Ongoing Complaints/Incidents

Note: This section provides an update on complaints and incidents from previous reporting periods where enquiries were not yet complete.

Activity	Description	Location	Action/Outcome	INC/Comp
Dairy Farming	Complaint received regarding the location of a standoff pad being close to a water body	Ikamatua	The site has now been investigated and established that a large number of cull dairy cows were being held on the property until such times that the meat works can process the animals. A standoff pad was located adjacent to Mossy Creek in breach of the Regional Rules. The operator removed the cows from the standoff and carried out mitigation work to prevent effluent runoff from entering the creek. Two infringement notices were issued, one notice for breach of land use and a second notice for discharge of dairy animal effluent.	Complaint

Earthworks	A complaint was received that someone has cleared the riparian margin of a creek while undertaking earth works.	Westport	The site was investigated and established a breach of the Regional Rules. An abatement notice has now been issued to undertake remedial work consisting of planting and fencing to prevent soil erosion and sediment discharges from the cleared areas. A formal warning was also issued.	Complaint
Flood protection work	Complaint received that a person has carried out significant work in the bed of the Crooked River.	Rotomanu	The site was investigated and established that the work undertaken did not comply with the person's resource consent. An abatement notice has now been issued for the person to submit a remedial action plan from a suitably qualified person then to undertake the work outlined in the remedial plan.	Complaint
Discharge to water	Westland Milk Products report that a 1,000 litre pod containing Canola oil was damaged, which discharged onto the factory floor. The oil then flowed out of the factory into a storm water drain inlet located within their yard.	Hokitika	WMP carried out mitigation work to prevent as much of the discharge from entering the Hokitika River as possible, by placing spill booms in the open drain. An Infringement Notice has now been issued.	Incident

Formal Enforcement Action

Abatement Notices: There were two abatement notices issued during the reporting period.

Activity	Location
Earthworks: Abatement notice issued to undertake remedial work by fencing and planting a riparian margin.	Westport
Flood protection: Abatement notice to undertake remedial work in the river bed and riparian margins of the Crooked River.	Rotomanu

Formal Warning: There was one formal warning issued during the reporting period.

Activity	Location
Earthworks: Notice issued for the clearance of riparian margin	Westport

Infringement Notices: There were three infringement notices issued during the reporting period.

Activity	Location
Farming: Two infringements issued to the same operator for an unauthorised standoff pad. One notice issued for breach of land use and the second notice issued for discharge of dairy animal effluent.	Ikamatua
Dairy Factory: Infringement notice issued for the discharge of canola oil into a storm water drain.	Hokitika

Mining Work Programmes and Bonds

The Council received the following 9 work programmes during the reporting period. All of the work programmes have been approved.

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Date	Mining Authorisation	Holder	Location	Approved
02/05/19	RC13009	Pac Rim Mining Limited	Larry Creek	Yes
06/05/19	RC10137	Boatman's Coal Limited	Boatman's	Yes
07/05/19	RC-2016-0015	Ross Beach Mining Limited	Goldsborough	Yes
08/05/19	RC-2017-0085	Dead Horse Mining Limited	Nelson Creek	Yes
10/05/19	RC-2018-0049	Aureon Limited	Waimea	Yes
17/05/19	RC-2016-0116	Silco Farms (Rotokohu) Limited	Rotokohu	Yes
24/05/19	RC-2017-0114	Paramount Mining Limited	Rimu	Yes
27/05/19	RC2018-0107	Robert Graham	Blue Spur	Yes
28/05/19	RC06163	Steve Grant Excavating Limited	Blue Spur	Yes

Four bonds were received during the reporting period

Mining Authorisation	Holder	Location	Amount
RC13009	Pac Rim Mining Limited	Larrys Creek	\$6,000
RC-2017-0085	Dead Horse Mining Limited	Nelson Creek	\$6,000
RC12186	Richard Fatafehi	Marsden	\$6,000
RC-2018-0107	Robert Graham	Blue Spur	\$10,000

One bond is recommended for release

Mining Authorisation	Holder	Location	Amount	Reason For Release
RC-2015-0026	Eldon Holdings Ltd	Maori Gully	\$20,000	Mining has concluded and the area has been rehabilitated.

RECOMMENDATIONS

- 1. That the June 2019 report of the Compliance Group be received.*
- 2. That the bond for RC-2015-0026 Eldon Holdings Limited of \$20,000 is released.*

Heather McKay
Consents and Compliance Manager

COUNCIL MEETING

THE WEST COAST REGIONAL COUNCIL

Notice is hereby given that an **ORDINARY MEETING** of the West Coast Regional Council will be held in the Offices of the West Coast Regional Council, 388 Main South Road, Greymouth on **Tuesday, 11 June 2019** commencing on completion of the Resource Management Committee Meeting

A.J. ROBB
CHAIRPERSON

M. MEEHAN
CHIEF EXECUTIVE OFFICER

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5.	18	CHAIRMAN'S REPORT
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THE WEST COAST REGIONAL COUNCIL**MINUTES OF THE MEETING OF THE COUNCIL HELD ON 14 MAY 2019,
AT THE OFFICES OF THE WEST COAST REGIONAL COUNCIL, 388 MAIN SOUTH ROAD, GREYMOUTH,
COMMENCING AT 11.23 A.M.****PRESENT:**

A. Robb (Chairman), T. Archer, N. Clementson, P. Ewen, P. McDonnell, A. Birchfield, S. Challenger

IN ATTENDANCE:

M. Meehan (Chief Executive Officer), R. Mallinson (Corporate Services Manager), H. McKay (Consents & Compliance Manager), H. Mills (Planning, Science & Innovation Manager), R. Beal (Operations Director), N. Costley (Strategy & Communications Manager), T. Jellyman (Minutes Clerk).

1. APOLOGY:

There were no apologies.

2. PUBLIC FORUM

Logan Skinner and Grant Gibb from Franz Josef attended this section of the meeting. The Chairman stated that under Standing Orders, there has not been a specific request for a presentation, and the time allowed is three minutes per person. He therefore put it to Councillors if they were prepared to allow time for issues to be aired.

Moved (Archer / Birchfield) *that Logan Skinner and Grant Gibb be granted 10 minutes to address Council.*

Carried

The Chairman clarified that a presentation can be made, Councillors can ask questions but there is to be no debate and decisions will be made by the full Council.

L. Skinner addressed the meeting. He stated that he feels there has been no real progress on the ground with long term plans for the Waiho River. He expressed concerns about economic development for Franz Josef and stated that Franz Josef is key to the tourism sector for the West Coast. L. Skinner stated that there is still no glacier access at Franz Josef or Fox. He is concerned that Franz Josef will become a dead town and people will not invest in Franz Josef until issues with the Waiho River are sorted out. L. Skinner stated he wants to have open dialogue and two way communications from Council. L. Skinner spoke of issues around rock, including recovery of rock from the river, having a rate card, cartage of rock, the tender process and the use of rock from the Waiho Loop glacial moraine.

G. Gibb addressed the meeting and advised that he represents the Franz Josef township and rating district. He stated that the rating district is very aware of the issues with the river and that solving these is a major problem. G. Gibb acknowledge the Tonkin & Taylor report which advised that doing nothing was not an option. G. Gibb gave a history of flood events over the past few years and stated that the recent river training has helped and without it the road at Canavans Knob could have been lost during the March flood. G. Gibb spoke of the amount of rock that has been washed down the river and where it is now sitting. G. Gibb stated that he is hoping that rock pricing will be to hand shortly so that this can be tendered for as the banks need to be beefed up as soon as possible. G. Gibb stated that the rating district is keen to get the 2015 stopbank alignment project back on the table again. He explained how this project could work. G. Gibb stated that once the stopbank from the church to the 55km corner is completed then there would be surety back in the town and the town is then protected. Cr McDonnell asked G. Gibb questions about what work has been done in the river over recent times, including recent work done by NZTA, and the river training work as well as questions about various work that has been proposed over the years. G. Gibb stated that planning needs to be in place by the August or September annual meeting. He stated that he is hoping for help from central government.

Cr Archer asked G. Gibb and L. Skinner who he was representing. G. Gibb stated that he is representing the Franz Josef rating district which is the township of Franz Josef. L. Skinner stated that he is representing the same group. Cr Archer asked both if they have a mandate to come to council to express their concerns or their personal concerns. G. Gibb stated that they are both representing the Franz Josef rating district and they are proposing that no major works will be signed off until it goes back to the whole of the Franz Josef rating district. L. Skinner stated that he is joint spokesperson, along with Ian Hartshorne, G. Gibb is on the rating district committee and they both have mandate from this group. L. Skinner stated that there are various groups in Franz Josef but they all link in together and often attend each other's meetings. Cr Archer advised that if work is required to be done by Council then it will go through a tender process as there is no other way of doing this and if it is too slow then it is what it is. Cr Challenger asked if the 2015 alignment was the one that goes straight off the heliport stopbank. G. Gibb stated that it veered towards the Scenic Hotel. Cr Challenger spoke of the proposal that was put to the rating district for a stopbank to be built in this area prior to the Scenic Hotel being washed away. Cr Challenger stated that the problem with this stopbank was that people did not want to pay for it. G. Gibb stated that this was deemed to be overpriced. Cr Challenger spoke of the link from the Heliport to the NZTA stopbank. G. Gibb stated that there is concern that if the flood breaks over the top then there is nowhere for it to get back out again. G. Gibb stated that they are now hoping for a compromise in this area. Cr Challenger stated that there is now the upgraded NZTA stopbank, the Havill wall and all of this side is now protected. He stated that there is going to be an upgrade from the church down to the heliport stopbank but this is a private stopbank. Cr Challenger expanded on these works. The Chairman stated that this discussion is more suited to the rating district. The Chairman asked for further questions. The Chairman asked L. Skinner if he has got specific issues to ensure that he goes through the manager and to ensure that proper procedures are followed so that Council can deliver the service required. G. Gibb stated he is keen to put a line in the sand and to make progress. The Chairman advised that Council employs the Chief Executive, who employs the staff and managers. L. Skinner stated that this is not personal about staff and as they were here at previous meetings they would like a long term plan now. Cr Birchfield stated that this is the fourth time groups from Franz Josef have spoken to Council and there is a failure somewhere with communications and this needs to be addressed. Cr Archer stated this is not the Council's opinion. Cr Ewen stated that he supports Cr Birchfield. The Chairman thanked L. Skinner and G. Gibb and advised that Council would respond in due course.

3.1 CONFIRMATION OF MINUTES

The Chairman asked the meeting if there were any changes to the minutes of the previous meeting. There were no changes requested.

Moved (Challenger / Archer) that *the minutes of the Council meeting dated 9 April 2019, be confirmed as correct.*

Carried

Matters arising

There were no matters arising.

3.1.2 CONFIRMATION OF MINUTES OF SPECIAL COUNCIL MEETING 24 APRIL 2019

The Chairman asked the meeting if there were any changes to the minutes of the previous meeting. There were no changes requested.

Moved (Archer / Birchfield) that *the minutes of the Special Council meeting dated 24 April 2019, be confirmed as correct.*

Carried

Matters arising

Cr Ewen asked if there has been any progress with insurance. M. Meehan stated that a meeting was held yesterday with the Ministry of Civil Defence staff who provided further feedback and they are keen to visit the site in three weeks' time. M. Meehan advised staff now have more clarity on what might be covered, interim claims can now be placed. He stated that 40% cover is being sought from Aon,

Council's insurer, and 60% from the ministry, with \$250,000 being approved from the Catastrophe Fund to fund the insurance excess. M. Meehan stated that like for like is the main area where certainty is being sought. Cr Ewen asked if this is being communicated to the Lower Waiho rating district. M. Meehan confirmed that R. Beal is having weekly meetings with the rating district and keeping them up to date with the insurance claim.

REPORTS:

4.1 OPERATIONS REPORT

R. Beal spoke to his report and advised the LiDAR results are due this week and it is expected the results will reveal that the river has aggraded significantly at the eastern end around the bridge and township. He stated that it is expected that there will be a requirement to raise the sides of the stopbanks in this area.

R. Beal advised it was agreed at a meeting on 25 March that a new design and alignment from the Heliport wall through to the 55 km corner. This was the day before the flood event therefore this work has not yet been progressed. R. Beal advised that following the weather event, visiting engineers suggested that a 3 / 1 batter on the town side by the Heliport wall might be a better investment rather than immediately raising the walls. R. Beal advised there are three pieces of work to be presented to the Franz Josef rating district which are; raising the walls, the 3 / 1 batter and the new design and alignment for the stopbank from the heliport to the 55 km corner. R. Beal has advised the rating district that an external consultant will be brought in to progress this work as Council does not have the staff resources for this work.

R. Beal reported that work is evolving in the Lower Waiho rating district with the biggest issue being rock supply. He stated that the rating district wanted a bigger floodwall but there are prohibiting factors with insurance as they will only replace like for like and not betterment. Shortfalls of costs from insurance claims will need to be covered by the rating district. R. Beal explained what work is to be progressed and spoke of the difficulties being encountered with rock recovery for both rating district. M. Meehan advised that the priority is to place rock on the Milton & Others stopbank and not to stockpile it, he stated that a tender was put out for rock recovery work for this area and to try to speed this process up. R. Beal and M. Meehan answered questions from councillors regarding rock recovery, rock sources and the types of machinery being used. R. Beal advised that around 7,000 tonne of rock has been recovered with some of this being used for groynes. He stated there is an error in his report, it is the true right, not left, that they are trying to keep the river on. R. Beal explained progress to date with work for the Lower Waiho rating district and advised that staff have been holding weekly meetings with the rating district. He advised that a written agreement from Franz Dairies Ltd is being arranged for floodwalls on their property.

R. Beal advised that approximately 160,000 tonne of rock is required between all agencies for work required. He stated that quarries are likely to produce around 10,000 tonne of rock for the month. R. Beal advised that he will be bringing a new business model for quarries to the next Council meeting. R. Beal answered questions from Councillors. Cr McDonnell advised that he spoke with Peter Dennehy last night and he confirmed that he is reasonably happy with work to date. Cr McDonnell requested that the words "Southside Rating District" be replaced with "Lower Waiho Rating District". This was agreed to. Cr Birchfield stated that it is a good move to use recovered rock from the river as cartage costs from Whataroa are expensive.

Moved (Ewen / Birchfield) *That the report is received.*

Carried

4.2 BUILDING ACT FUNCTIONS IN RELATION TO DAMS

H. McKay spoke to this report and advised that this Council has previously transferred this function to Otago Regional Council. She advised that there are three regional authorities with Building Act accreditation, unitary authorities also have this function. H. McKay advised that it is currently uncertain whether or not Otago Regional Council intends to retain its accreditation on an ongoing basis to this Council and Environment Southland. She stated that Environment Canterbury is also accredited and they may be willing to pick up this service. H. McKay advised that for WCRC to become accredited it would cost upwards of \$50,000 in the first year and then tens of thousands for subsequent years to retain accreditation. It was noted that WCRC has only had one application in under the delegation to Otago

Regional Council. H. McKay explained the way forward and advised that the best option for Council is to negotiate with Environment Canterbury and to also prepare and undertake the special consultative procedures required to do this. H. McKay advised that she is currently seeking a short extension as 30 June is the expiry date of the current agreement.

Cr Ewen suggested that a back stop option could be considered with Tasman District Council in view of the Waimea Dam project.

Moved

(Archer / Challenger)

1. *That Council receives this report; and*
2. *That Council directs staff to enter into negotiations with Environment Canterbury for the transfer of the West Coast Regional Council's Building Act Functions to Environment Canterbury;*
3. *That Council directs staff to prepare documentation for, and undertake, the special consultative procedure under Section 83 of the Local Government Act 2002.*

Carried

4.3 CORPORATE SERVICES MANAGER'S MONTHLY REPORT

R. Mallinson spoke to his report and advised that this is for the nine months to the end of March. He reported that the investment portfolio continued its recovery during March and total gains during January, February and March have almost offset the December quarter reversals. He advised that the portfolio also increased a further \$250,000 during April. R. Mallinson advised that the deficit is \$610,000 but he is hopeful this will be wound back by the portfolio continuing its strong recovery. R. Mallinson advised that the purpose of amending the Council Investment Policy is to secure the best possible interest rates. R. Mallinson answered questions from Councillors relating to economic development and VCS's financial return.

Moved (Ewen / Archer)

1. *That the report is received.*
2. *That the Council combined Treasury Policy (containing Investment and Borrowing Policies) be amended to provide that the provision in 4.3 relating to Council debt and refinancing risk be amended to include the words "where practicable" and the % be amended from 40% to 60%.*

Carried

4.4 ANNUAL PLAN CONSULTATION DOCUMENT

R. Mallinson spoke to this report and advised that the report summarises the legal requirements. He advised that the work "audited" needs to be removed from the first recommendation as this is an error. Cr Ewen would like to see the words "Tai Poutini" under the West Coast Regional Council's name. Cr Ewen said he would like this underneath Council's name. M. Meehan stated that he has sought advice on this, he asked Councillors if they would like to go through a process to do this. The Chairman suggested that iwi is consulted to ensure that they are in agreement. The Chairman stated that Council would need to adopt this and it would need to be formalised. M. Meehan stated that H. Mills has been working with Makaawhio, Ngati Waewae and Ngai Tahu around the RMA and how the Mana Whakahono ā Rohe agreements have been worked through and this might be the best place to put this through. M. Meehan advised that it was felt that staff did not have permission from Council to put Tai Poutini in the document. Cr McDonnell noted that Cr Ewen has brought this up on numerous occasions, he suggested that Cr Ewen puts a paper up to Council so it can actually be voted on and a decision can then be made. M. Meehan suggested that this matter is dealt with via the Mana Whakahono ā Rohe collaboration with local Iwi.

Moved (Birchfield / Clementson)

1. *That Council formally adopt the Consultation Document for the 2019/20 Annual Plan.*

- 2. *That the Consultation Document be formally notified on Friday 17 May 2019.*
- 3. *That the consultation process run from the notification date of 17 May 2019 until 17 June 2019.*
- 4. *That Council hold Public Hearings on the submissions received in response to the Consultative Document at a Special Meeting on 21 Friday June 2019.*
- 5. *That Council hold a Special meeting following the Public Hearings on 28 June 2019 to confirm the 2019/20 Annual Plan after having considered the matters raised in the public submissions.*

Carried

5.0 CHAIRMANS REPORT

The Chairman spoke to his report and stated that he will be attending another meeting in Wellington tomorrow with the Freshwater Advisory Group. He advised that implications for this region are more related to timing issues for FMU's rather than water quality itself. The Chairman advised that the Regional Sector Advisory Group are working hard to ensure that the Minister receives the best possible advice on this matter.

Moved (Robb / Archer) *that this report is received.*

Carried

6.0 CHIEF EXECUTIVE'S REPORT

M. Meehan spoke to his report and agreed with the Chairman regarding the Freshwater Advisory Group. M. Meehan advised that the Minister is very determined to make progress on the Freshwater NPS. M. Meehan advised that the recent meeting of the Joint Committee for Civil Defence Emergency Management went well and was followed up with a meeting with DIA and MBIE which he and S. Bastion, Chief Executive of Westland District Council, attended. M. Meehan advised that he and S. Bastion are asking the government to accelerate matters relating to Franz Josef as government support is required with regard to a master plan for Franz Josef. M. Meehan reported that Council's submission on Grey District Council's Annual Plan is focused around their ongoing commitment supporting One District Plan and Civil Defence. He stated that submissions have also been made on Buller District Council and Westland District Council's annual plans.

Moved (Archer / Challenger)

- 1. *That this report is received.*
- 2. *That Council approves the attached submission to the Grey District Council 2019 / 20 Annual Plan.*
- 3. *That Council approves the submissions to Westland and Buller District Council's 2019 / 20 Annual Plans.*

Carried

GENERAL BUSINESS

There was no general business.

The meeting closed at 12.38 p.m.

.....
Chairman

.....
Date

THE WEST COAST REGIONAL COUNCIL

Prepared for: Council Meeting – 11 June 2019
Prepared by: Paulette Birchfield – Engineer, Brendon Russ - Engineer
Date: 31 May 2019
Subject: **ENGINEERING OPERATIONS REPORT**

Punakaiki Rating District

Approximately 1500 tonnes of rock was placed on the Punakaiki Rating District seawall by MBD Contracting Ltd. The rock was unsuitable for use on the newly constructed NZTA seawall so, at no cost to the Rating District, the rock was uplifted, carted and placed on the Punakaiki Rating District seawall where required. The smaller sized rubble was used to riprap the lee-side of the seawall at the south end.

As an additional benefit, the rock was used to repair a scour recently formed on the wall opposite the DOC house. Without the timely NZTA rock relocation works the emergency work to repair the scour is likely to have cost the Rating District in the region of \$30,000-\$40,000.



Looking north from the boundary of the seawalls.



Rubble riprap placed on the lee-side of the wall.

Franz Josef Rating District

A committee meeting is scheduled for 4 June to discuss the design and estimate of costs for the stopbank strengthening project and the proposed new wall and alignment project. The Rating District committee have suggested some amendments to the design of the wall strengthening project, where possible and practical these will be incorporated into the design before tendering the strengthening project.

The wall strengthening project is estimated to cost \$74,750 exc GST as currently designed. Staff recommend that the wall strengthening project proceed as soon as practicable.

The new wall and alignment project is estimated to cost \$2,800,000 (excluding GST) as currently designed. This project would require a significant volume of rock and be a significant change to the level of service provided to the Franz Josef Rating District. Consultation with the community would be required along with the need to fit with current priorities and the practicalities of winning rock for this work, given the demand and priority repair work underway to existing infrastructure.

Staff recommend that raising the level of protection received from the existing walls is prioritized alongside implementing works that are identified as being required from the recently completed LiDar survey.

175m of new the stopbank has been completed to full height with rock placed to half height.



Completed section of new Stopbank – with rock placed to half height

The following plant is currently being utilised onsite:

Arnold Contracting Team

- 1 x 20T Excavator
- 2 x 30T Excavators
- 1 x 50T Excavator
- 1 x 26T Dump Truck
- 1 x 40T Dump Truck
- 1 x 12T Construction Roller
- 1 X D375 Bulldozer

Blakely Construction

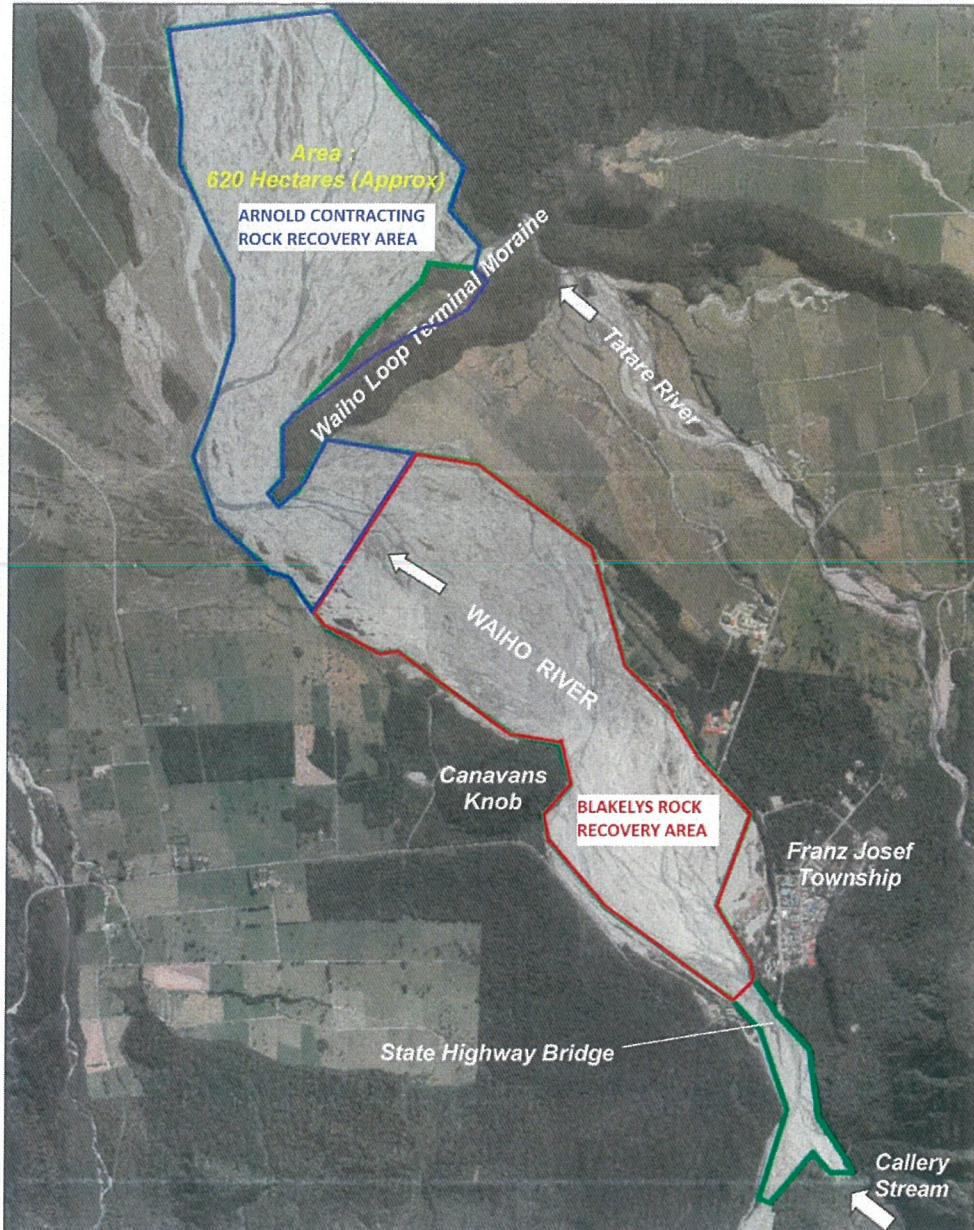
- 1 X 50T Excavator
- 1 x 40T Dump Truck
- 1 x D11 Dozer

At the end of May 2019 approximately 10,000T of rock has been recovered and placed into the new wall or stockpiled.

As of 24 May 2019 \$513,000+GST has been spent on this project.

Rock Supply

Because of the large volume of quarry rock required from the Whataroa Quarry for other projects the re-build project has had to source rock from other locations to try and meet the preferred timeline and budget. The below map shows areas given to Contractors for rock recovery, which will be transported and used on the rebuild of the Milton and Others Stopbank.



Locations of Rock Recovery Areas on the Waiho River

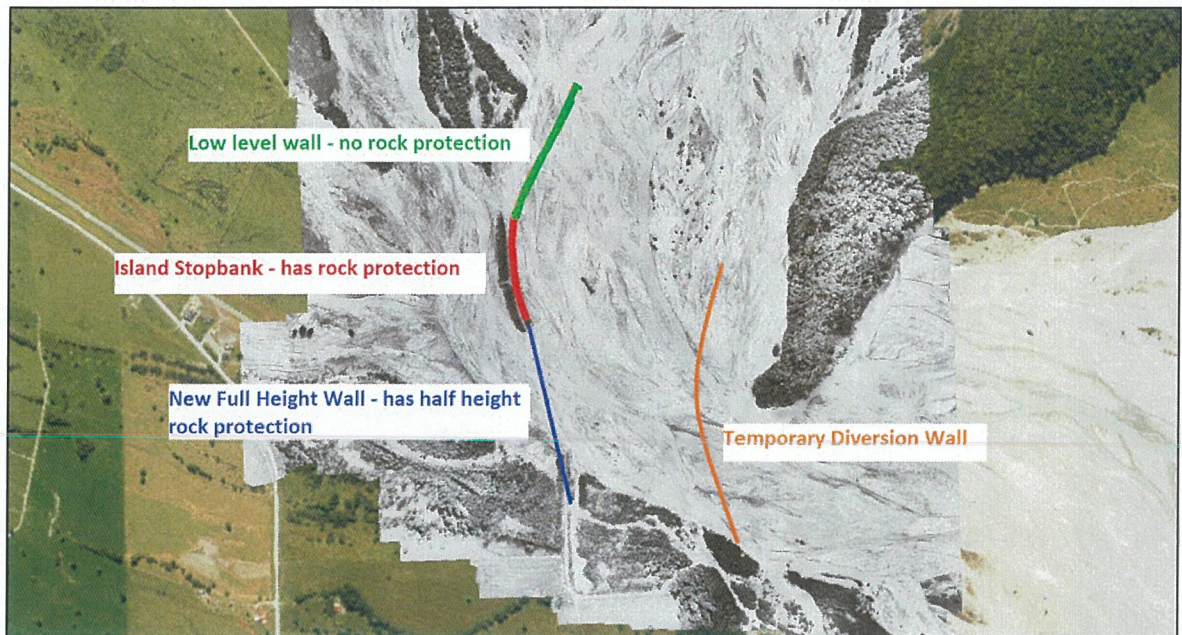
Council staff are investigating other sources of rock for this project:

- Fox River
- Arnold Contracting Quarry – Northside of Whataroa Bridge upstream of SH bridge
- BRM Gold Mine – Lake Ianthe
- Tatare River

The photograph below shows the level of protection that has been given to the construction of the new stopbank and also the Lower Waiho Rating District.

The Temporary Diversion Wall has been working well to keep the Waiho River out of the construction site, however this has been breached on two occasions during May 2019. The breach has caused no new damage to the full height wall but has caused minor damage to the low level wall.

On the two occasions that the river breached the temporary diversion wall water has flowed through the back of Franz Dairies Farm.



Protection works



Temporary Diversion Wall

Quarry Rock Movements
1 April 2019 – 31 April 2019

Quarry		Opening Stockpile Balance	Rock Sold	Rock Produced	Closing Stockpile Balance
Camelback	Small/medium	11,943	0	0	11,943
	Large	3,165	748	0	3,165
Whataroa	Small/medium	9,056	0	0	9,056
	Large	3,257	2,467	0	790
Blackball		850	0	0	850
Inchbonnie		16,476	0	0	16,476
Kiwi		0	0	0	0
Miedema		0	0	0	0
Okuru		1,000	0	0	1,000
Whitehorse		1,334	0	0	1,334
Totals		41,391	3,215	0	38,176

RECOMMENDATION

That the report is received

Randal Beal
Operations Manager

THE WEST COAST REGIONAL COUNCIL

Prepared for: Council Meeting – 11 June 2019
 Prepared by: Randal Beal – Director of Operations
 Date: 31 May 2019
 Subject: **Armour Grade Rock Protection Demand**

March 26/27 Weather Event

South Westland received significant volumes of rain during this event, with several catchments recording a new high level of both rainfall and river heights.

Multiple agencies have had assets destroyed;

- Waiho River State Highway Bridge
- Franz Josef Glacier access road
- Milton and Others stop bank

Several other assets were damaged to a lesser extent and several assets will also need an upgrade in the "level of service" as a result of the aggradation in the Waiho river.

Rock volume required for Repairs in Franz Josef as at 30/05/2019

The repairs are requiring a significant volume of AGPR quarried rock;
 NZTA – 42,000 Tonnes in addition to 20,000 placed as at 24/05/2019
 DOC –20,000 Tonnes
 WCRC – 50,000 Tonnes
 WDC- 8,000 Tonnes
 Estimated Total required =120,000 Tonnes

Adding to the capacity of rock supply issue is the need for AGPR for other projects;

Otira - 90,000
 Whataroa-35,000
 Waiho Sth Bank groynes – 15,000
 Bruce Bay - 100,000
 Fox – 15,000
 Haast – 50,000
 Jacksons Bay -20,000 Tonnes
 Hokitika – 2,000 Tonnes

Rock volume for restoring level of protection prior to event

NZTA - 20,000 Tonnes estimated
 DOC –TBC
 WCRC –TBC

Until the LiDar data is received and reviewed, the total aggradation from the March event will be un-known but it is anticipated the stop banks below the bridge may need raising by 1m or more.

Priorities

NZTA – rock lining of wall, reinstatement of rock spur upstream of bridge at Franz Josef along with other network repairs
 DOC –Franz Josef Glacier access road
 WCRC – Milton and Other stopbank re-build
 WDC- Jackson Bay, Dorothy Falls, Sunset Point, Lake Kaniere Road

WDC advises that the works on Waiho Flat Road reconstruction relies on the protection of the Milton Wall.

The current source of "Shot" AGPR is Whataroa Quarry, which can supply 350-500Ts average per day. At a rate of 350T per day for a 6 day week, rock production to meet the current demand will take 19 months, at 500 tonnes per day for a 6 day week production will take 14 months to meet the current demand. This leaves numerous organisations and assets exposed to a significant risk until this work is completed.

Alternate Sources of AGPR are urgently needed.

Rock recovery for "floaters" from slips, river and creeks beds is being undertaken however these rock sources will not provide the angular rock produced from Quarries. Engineers will accept an 80/20 ratio of shot rock to "floaters" rock, due to the reduction in quality of protection by reducing the volume of shot rock in any protection structure. WCRC and DOC are currently relying on all "floaters" recovered rock to re-build the Milton and Others stopbank and the Franz Josef glacier access road due to the un-availability of "shot" rock.

The D11 has been engaged to try and locate rock from the "hook Groyne" wall that was destroyed and buried in the 1982 flood.

New sources of Granite rock are needed urgently, some of these potential sources will be within the National Park boundaries.

Councils Quarry manager has undertaken inspections in the Tartare, Rata Knoll, Canavans Knob areas as potential rock sources.

This current situation that we are experiencing is likely to be replicated in future events for Haast, Fox Glacier, Whataroa, Hari Hari, Hokitika, Arahura, Greymouth, Westport, Karamea communities.

RECOMMENDATIONS

- 1. That the report is received.*
- 2. Delay the release of the Quarry production and Management contract.*
- 3. Reassess the business plan for Quarry management.*
- 4. Engage additional AGPR production drilling rigs.*
- 5. Identify and consent additional sites of AGPR for immediate and future needs.*
- 6. Engage with stakeholders to achieve acceptable outcomes for new AGPR sources.*
- 7. Re-evaluate what stockpiles of AGPR should be held in stock.*

Randal Beal
Operations Manager

THE WEST COAST REGIONAL COUNCIL

Prepared for: Council Meeting 11 June 2019
 Prepared by: Robert Mallinson – Corporate Services Manager
 Date: 31 May 2019
Subject: Corporate Services Manager’s Monthly Report

1. Financial Report 1 July to 31 April 2019

	ACTUAL Year to Date	BUDGET	BUDGET Annual	% ACTUAL vs BUDGET
REVENUES				
General Rates and Penalties	2,829,854	2,858,333	3,430,000	83%
Investment Income	501,772	755,591	906,709	55%
Resource Management	728,409	1,111,153	1,333,384	55%
Regional Land Transport	66,526	68,608	82,330	81%
Emergency Management	954,133	958,333	1,150,000	83%
Economic Development	37,500	125,000	150,000	25%
River, Drainage, Coastal Protection	1,526,902	1,297,685	1,557,222	98%
Warm West Coast	71,126	12,909	15,491	459%
VCS Business Unit	2,896,778	3,371,667	4,046,000	72%
Commercial Property Revaluation	-	-	-	
	9,613,000	10,559,280	12,671,136	
EXPENDITURE				
Governance	401,218	400,035	480,042	84%
Economic Development	252,180	250,000	300,000	84%
Resource Management	3,119,720	3,155,316	3,786,379	82%
Regional Land Transport	155,093	169,660	203,592	76%
Hydrology & Floodwarning Services	694,611	800,183	960,219	72%
Emergency Management	1,009,128	1,001,995	1,202,394	84%
River, Drainage, Coastal Protection	1,930,490	2,357,523	2,829,028	68%
VCS Business Unit	2,526,425	2,824,167	3,389,000	75%
Other	105,597	51,698	62,037	170%
Warm West Coast	7,727	8,519	10,223	
	10,202,191	11,019,095	13,222,914	
OPERATING SURPLUS/(DEFICIT)	- 589,191	- 459,815	- 551,778	

	Net Variance ACTUAL vs BUDGETED Year to Date	ACTUAL	BUDGET Year to Date	ANNUAL BUDGET
BREAKDOWN OF SURPLUS / (DEFICIT)				
Rating Districts	489,833	211,574	278,259	333,911
Economic Development	89,680	214,680	125,000	150,000
Quarries	122,676	125,023	247,699	297,239
Investment Income	253,819	501,772	755,591	906,709
VCS Business Unit	177,147	370,353	547,500	657,000
General Rates Funded Activities	226,348	1,290,988	1,064,640	1,277,568
Warm West Coast	59,009	63,399	4,390	5,268
Revaluation Investment Property	-	-	-	-
Other	53,900	105,597	51,698	62,037
TOTAL	129,376	589,191	459,815	551,778

Net Contributors to General Rates Funded Surplus /(Deficit)	Net Variance ACTUAL vs BUDGETED Year to Date	ACTUAL	BUDGET Year to Date	ANNUAL BUDGET
Rates	28,479	2,829,854	2,858,333	3,430,000
Representation	1,183	401,218	400,035	480,042
Resource Management	347,149	2,391,312	2,044,163	2,452,995
Transport Activity	12,485	88,567	101,052	121,262
River, Drainage, Coastal Protection	43,741	490,139	533,880	640,656
Hydrology & Floodwarning	105,571	694,611	800,183	960,219
Emergency Management	11,333	54,995	43,662	52,394
TOTAL	226,348	1,290,988	1,064,640	1,277,568

STATEMENT OF FINANCIAL POSITION AS AT 30 APRIL 2019

CURRENT ASSETS

Cash	544,704
Deposit - Westpac	1,623
Accounts Receivable - General	466,110
Accounts Receivable - Rates	776,320
Prepayments	275,992
GST Refund Due	
Stock	666,750
Accrued Income	894,292
	<u>3,625,790</u>

NON CURRENT ASSETS

Investments	10,566,049
Strategic Investments	1,245,867
Strategic Investments	208,202
Term Deposit - PRCC Bond	50,000
MBIE & DOC Bonds	23,866
Investments-Catastrophes Fund	1,026,429
Warm West Coast Loans	352,899
Commerical Property Investment	1,480,000
Fixed Assets	4,901,734
Infrastructural Assets	58,769,250
	<u>78,624,297</u>

<u>TOTAL ASSETS</u>	<u>82,250,087</u>
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CURRENT LIABILITIES

Bank Short Term Loan	-	3,300,000
Accounts Payable	-	685,912
GST	-	235,294
Deposits & Bonds	-	1,453,990
Sundry Payables	-	93,517
Revenue in Advance	-	963,656
Accrued Annual Leave, Payroll	-	348,297
	-	<u>7,080,666</u>

NON CURRENT LIABILITIES

Future Quarry Restoration	-	398,000
Interest Rate Hedge Position	-	-
Punakaiki	-	265,000
Lower Waiho	-	131,180
Kaniere	-	82,204
Greymouth Floodwall	-	1,467,927
Hokitika Seawall	-	1,100,000
Strategic Investments	-	1,583,721
Warm West Coast	-	309,862
Working Capital Loan	-	515,786
	-	<u>5,853,680</u>

<u>TOTAL LIABILITIES</u>	-	<u>12,934,346</u>
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EQUITY

Ratepayers Equity	-	17,662,674
Surplus Transferred	-	589,191
Rating District Equity	-	2,934,588
Revaluation	-	38,339,289
Catastrophe Fund	-	1,059,380
Investment Growth Reserve	-	9,909,000
TOTAL EQUITY	-	<u>69,315,741</u>

<u>LIABILITIES & EQUITY</u>	-	<u>82,250,087</u>
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2. Investment Portfolio

30 April 2019		Catastrophe Fund	Major Portfolio	TOTAL
Opening balance 1 April 2019		\$ 1,008,250	\$ 10,342,378	\$ 11,350,628
Income (March)		\$ 18,179	\$ 223,671	\$ 241,850
Deposit				
Withdrawal				\$ -
Closing balance 30 April 2019		\$ 1,026,429	\$ 10,566,049	\$ 11,592,478
Total income year to date to 30 April 2019		\$ 36,299	\$ 344,985	\$ 381,284

3. Commentary

Council investment portfolio continued its recovery during April, with the total recovery January - April amounting to \$864,000.

As shown above, main contributors to the deficit of -\$589,000 to 30 April 2019 were:

- Investment Income is still > \$250,000 below that budgeted for year to date due to the losses incurred in the December quarter.
- VCS surplus has recovered somewhat but is still a bit below budget expectations.
- Net General Funded activities negative budget variance -\$129,000

We have yet to account for an unknown volume of rock taken under a royalty agreement from Inchbonnie \$3 / tonne.

RECOMMENDATION

That the report be received.

Robert Mallinson
Corporate Services Manager

THE WEST COAST REGIONAL COUNCIL

Prepared for: Council Meeting- 11 June 2019
Prepared by: Andrew Robb – Chairman
Date: 31 May 2019
Subject: **CHAIRMAN'S REPORT**

Meetings Attended:

- I attended the Essential Freshwater Regional Sector Advisor Group meeting in Wellington on 15 May.
- I attended the Grey Mawhera Freshwater Management Unit meeting on 28 May.

RECOMMENDATION

That this report be received.

Andrew Robb
Chairman

THE WEST COAST REGIONAL COUNCIL

To: Chairperson
West Coast Regional Council

I move that the public be excluded from the following parts of the proceedings of this meeting, namely, -

Agenda Item No. 8.

- 19 - 22 8.1 Confirmation of Confidential Minutes 14 May 2019
- 8.2 Overdue Debtors Report (to be tabled)
- 8.3 Response to Presentation (if any)
- 8.4 In Committee Items to be Released to Media

Item No.	General Subject of each matter to be considered	Reason for passing this resolution in relation to each matter	Ground(s) under section 7 of LGOIMA for the passing of this resolution.
8.			
8.1	Confirmation of Confidential Minutes 14 May 2019		Clause 7 subclause 2 (a)
8.2	Overdue Debtors Report (to be tabled)		Clause 7 subclause 2 (a)
8.3	Response to Presentation (if any)		Clause 7 subclause 2 (i)
8.4	In Committee Items to be Released to Media		Clause 7 subclause 2 (i)

I also move that:

- Michael Meehan
- Robert Mallinson
- Randal Beal
- Hadley Mills
- Heather McKay
- Nichola Costley

be permitted to remain at this meeting after the public has been excluded, because of their knowledge on the subject. This knowledge, which will be of assistance in relation to the matter to be discussed.

The Minutes Clerk also be permitted to remain at the meeting.