

MINUTES

TITLE: Council Enterprise Subcommittee
DATE: Wednesday 8 June 2005
TIME: 9.30 am
VENUE: Council Chambers, 189 Queen Street, Richmond

PRESENT: Crs S G Bryant (Chair), E E Henry, M J Higgins, N Riley, J L Inglis

IN ATTENDANCE: Chief Executive (R G Dickinson), Accounting Manager (M W Staite), Corporate/Engineering Administrator (V M Gribble)

APOLOGIES

**Moved Crs Bryant/Henry
FN05/06/01**

**That apologies for lateness from Cr Inglis be sustained.
CARRIED**

1 CONFIRMATION OF MINUTES – ENTERPRISE SUBCOMMITTEE 4 MAY 2005

**Moved Crs Henry/Bryant
FN05/06/01**

**That the minutes of the meeting of the Council Enterprise Subcommittee held on 4 May 2005, containing resolutions FN05/05/01 to FN05/05/13, be received.
CARRIED**

2 MOTUEKA AIRPORT

2.1 Quarterly Report

Mr Dickinson spoke to the report contained in the agenda.

Tenders for the Airport Maintenance Contract closed on 1 June 2005 and will be forwarded to the Tenders Committee for approval.

A contract has been awarded to Concrete and Metals for approximately \$33,000 to carry out repairs to the main taxiway. The works should be commenced in late August, early September 2005.

The agenda contained notes of a meeting held with the Airport Users.

**Moved Crs Henry/Riley
FN05/06/02**

That the airport users be advised that the Subcommittee confirms the existing management structure for the Motueka Airport.
CARRIED

The agenda contained a letter from Mr V D'Ath, Abel Tasman Air, concerning recording of landings at Motueka Airfield.

Mr Dickinson undertook to respond to the letter, acknowledging Mr D'Ath's reluctant goodwill to collect the fees.

The CAA safety inspection for Motueka Airport has been scheduled for 29 June 2005.

Moved Crs Henry/Higgins
FN05/06/03

That the Motueka Airport reports be received.
CARRIED

Mr Dickinson said in the current year the budget assumed the grass runway would cost \$55,000 to be funded exclusively by a general rate input..

Cr Inglis arrived at the meeting at 10.45 am.

Cr Riley said this Subcommittee might have to say there will be no more capital works until we have the income to fund them..

Cr Henry said alternatively we could have an internal loan which the users would have to service.

Cr Inglis said the users should be paying.

Mr Staite said it was possible to have internal loans but interest still had to be funded by someone.

Moved Crs Henry/Higgins
FN05/06/04

That before any further capital expenditure takes place at Motueka Airport, the Subcommittee ask staff for a report on alternative funding mechanisms, including the business case for each project.
CARRIED

3 PORT TARA KOHE

Mr M Staite, Accounting Manager, was present for discussion on this item.

Mr Dickinson tabled a copy of a financial report for Port Taranaki as at 30 April 2005.

Mr Dickinson spoke to the report contained in the agenda. Measuring of all mussel backbone lines and spat lines within Golden Bay has been completed. Mr Dickinson

said the proposed levy is voluntary but unless they all sign up agreeing to pay the levy, the wharf enhancements will not proceed.

Cr Henry tabled an e-mail received from J Bell, but the Subcommittee deferred discussion on it until the next meeting.

Cr Higgins noted that the cost of the Arrow was to be charged to the insurance account.

Cr Riley said arrangements are being made with the Pohara Boat Club to make a toilet available for public use which would mean the port-o-loos at the boat ramp may not be needed.

Mr Dickinson said the income would need to be raised to about \$350,000 per annum to fully balance the account. He said if berthage rates were to be increased this would need to go through an annual plan process. There may be some scope for charging new rentals for storage on the wharf and Mr Bell's suggestions would be investigated.

Cr Riley said the Golden Bay Community Board is concerned that Port Tarakohe is an asset which is not giving any profit.

Mr Dickinson said Port Tarakohe had a whole series of problems when Council took it over but was already a major asset to the Golden Bay community.

Mr Staite undertook to present a report to a future meeting showing income and expenditure projections for Port Tarakohe and also including the full effect of capital costs as they came to charge.

The Port Users Committee have cleaned out the old Cement Works water scheme and there is now water available for fire fighting and wharf and boat washing.

**Moved Crs Riley/Henry
FN05/06/5**

**That the Port Tarakohe report be received.
CARRIED**

4 RESOLUTION TO EXCLUDE THE PUBLIC

**Moved Crs Henry/Inglis
FN05/06/6**

That the public be excluded from the following part of the proceedings of this meeting, namely:

Motueka Airport

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

Subject	Reasons	Grounds
Motueka Airport	To consider commercial options	To enable the Subcommittee to carry on, without prejudice or disadvantage, commercial negotiations

CARRIED

(Refer to Confidential Minute Book resolution number FN05/06/7)

**Moved Crs Henry/Inglis
FN05/06/8**

That public meeting be resumed and the business transacted while the public was excluded be adopted in open meeting.

CARRIED

The meeting concluded at 11.25 am.

Date Confirmed:

Chair: