



Hastings District Council

*Civic Administration Building
Lyndon Road East, Hastings 4156*

Phone: (06) 871 5000

Fax: (06) 871 5100

www.hastingsdc.govt.nz

OPEN MINUTES

FINANCE AND MONITORING COMMITTEE

Meeting Date: **Tuesday, 12 September 2017**

**Minutes of a Meeting of the Finance and Monitoring Committee held on
Tuesday, 12 September 2017 at 1.00pm**

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HASTINGS DISTRICT COUNCIL

MINUTES OF A MEETING OF THE FINANCE AND MONITORING COMMITTEE HELD IN THE COUNCIL CHAMBER, GROUND FLOOR, CIVIC ADMINISTRATION BUILDING, LYNDON ROAD EAST, HASTINGS ON TUESDAY, 12 SEPTEMBER 2017 AT 1.00PM

PRESENT: **Chair:** Councillor Kerr
Acting Mayor Hazlehurst
Councillors Barber, Dixon, Heaps, Lyons, Nixon, O'Keefe,
Poulain, Redstone and Travers (Deputy Chair)

IN ATTENDANCE: Chief Executive (Mr R McLeod)
Executive Advisor / Manager: Office of the Chief
Executive (Mr M Maguire)
Chief Financial Officer (Mr B Allan)
Group Manager: Asset Management (Mr C Thew)
Group Manager: Human Resources (Mrs B Bayliss)
Financial Controller (Mr A Wilson)
Manager Strategic Finance (Mr B Chamberlain)
Strategy Manager (Mr L Verhoeven)
Committee Secretary (Mrs C Hilton)

ALSO PRESENT: Horse of the Year (Hawke's Bay) (Item 4)
The Chair of the Horse of the Year (Hawke's Bay) Board –
(Ms C Bowers)
Horse of the Year Event Director (Mr D Mee)
HDC Representative on Horse of the Year (Hawke's Bay)
Board (Mr T Aitken)

1. APOLOGIES

Councillor Kerr/Councillor Nixon

That apologies for absence from Councillor Harvey be accepted.

CARRIED

Leave of Absence had previously been granted to Councillor Watkins.

2. CONFLICTS OF INTEREST

There were no declarations of conflicts of interest.

3. CONFIRMATION OF MINUTES

Councillor Dixon/Councillor Lyons

That the minutes of the Finance and Monitoring Committee Meeting held Tuesday 23 May 2017 be confirmed as a true and correct record and be adopted.

CARRIED

4. HORSE OF THE YEAR (HAWKE'S BAY) LIMITED ANNUAL REPORT FOR THE YEAR ENDED 31 MAY 2017 AND 2017/18 STATEMENT OF INTENT

(Document 17/755)

The Chair of the Horse of the Year (Hawke's Bay) Board, Ms C Bowers; together with Messrs T Aitken and D Mee, addressed the meeting and responded to questions from the Committee. They also thanked the Council for the support it had given to the Horse of the Year event.

Councillor Dixon/Acting Mayor Hazlehurst

- A) That the report of the Chief Financial Officer titled "Horse of the Year (Hawke's Bay) Limited Annual Report for the year ended 31 May 2017 and 2017/18 Statement of Intent" dated 12/09/2017 be received.**
- B) That Council receive the Horse of the Year (Hawke's Bay) Limited 2016/17 Annual Report.**
- C) That the Draft 2017/18 Statement of Intent for Horse of the Year (Hawke's Bay) Limited be received with any feedback passed on to the directors of Horse of the Year (Hawke's Bay) Limited for consideration.**

With the reasons for this decision being that the objective of the decision will contribute to meeting the current and future needs of communities for good local public services in a way that is most cost-effective for households and business by:

- i) supporting and attracting business, building a resilient job rich district while also contributing to an appealing visitor destination.**

CARRIED

5. NON FINANCIAL PERFORMANCE REPORT FOR YEAR ENDED 30 JUNE 2017

(Document 17/169)

Councillor Redstone/Councillor Heaps

- A) That the report of the Strategy Manager titled "Non Financial Performance Report for Year Ended 30 June 2017" dated 12/09/2017 be received.**

With the reasons for this decision being that reporting on performance supports the purpose of local government by ensuring that the objectives that have been set to meet the current and future needs of the community are being achieved.

CARRIED

6. DRAFT FINANCIAL YEAR END RESULT - 30 JUNE 2017

(Document 17/770)

A copy of the recommendations from Rural Community Board meeting (*Item 10 - "Draft Financial Result For The Year Ended 30 June 2017 For Rating Area 2"*) held on 11 September 2017 were circulated (CG-14-2-00041) and addressed as part of this item at today's meeting.

A power point presentation "*Draft 2016/17 Financial Result*" (CG-14-2-00038) was displayed and addressed by Officers.

Acting Mayor Hazlehurst/Councillor Lyons

- A) That the report of the Financial Controller titled "Draft Financial Year End Result - 30 June 2017" dated 12/09/2017, be received.
- B) That the funds arising from the Rating Area 2 surplus for the 2016/17 financial year as recommended by the Hastings Rural Community Board be re-allocated as follows:

	\$
RA2 Surplus on General Rate	380,959
<u>Allocation of Surplus:</u>	
Community Health Assistance Fund	20,000
Contingency Fund Replenishment	100,000
Rating Area Two Infrastructure Fund	260,959
Allocated Surplus	380,959

- C) That the rating surplus be allocated as per the following table:

	\$		
	TOTAL	Rating Area 1	Rating Area 2
Surplus on General Rate	1,158,370	777,411	380,959
<u>Proposed projects to be funded from surplus</u>			
Community Health Assistance Fund	100,000	80,000	20,000
Contingency Reserve	500,000	400,000	100,000
Rating Area One Water Supply Targeted Rate	297,411	297,411	-
Rating Area Two Capital Reserve	260,959	-	260,959
Total Allocation	1,158,370	777,411	380,959
<u>Surplus from Landfill</u>			
RA1 Water Supply Targeted Rate Account		1,412,373	
RA2 Capital Reserve			203,430
Total Surplus from Landfill Allocation	1,615,803	1,412,373	203,403

- D) That Hastings District Council's share of the net Landfill forest harvest be used to repay Rating Area 1 debt and contribute to Rating Area 2 Capital Reserve in accordance with the approved Rating allocation for the Landfill.
- E) That the budgets as per the schedule of Carry Forwards funded by rates

and loans be approved to be carried forward to the 2016/17 financial year.

F) That a new Contingency Reserve be created.

G) That the Chief Executive be delegated authority to prioritise and allocate expenditure from the Contingency Reserve as required.

CARRIED

7. OMARUNUI LANDFILL GAS GENERATION PARTNERSHIP 2018 ANNUAL REPORT

(Document 17/835)

Councillor Dixon/Councillor Nixon

A) That the report of the Chief Financial Officer titled "Omarunui Landfill Gas Generation Partnership 2018 Annual Report" dated 12/09/2017 be received.

B) That Council receive the Omarunui LFG Generation Limited Partnership 2016/17 Annual Report.

CARRIED

8. ADDITIONAL BUSINESS ITEMS

There were no additional business items.

9. EXTRAORDINARY BUSINESS ITEMS

There were no extraordinary business items.

10. RECOMMENDATION TO EXCLUDE THE PUBLIC FROM ITEM 11

SECTION 48, LOCAL GOVERNMENT OFFICIAL INFORMATION AND MEETINGS ACT 1987

Councillor Lyons/Councillor O'Keefe

THAT the public now be excluded from the following parts of the meeting, namely;

11 Potential Sale of Civic Assurance House

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 the passing of this Resolution is as follows:

GENERAL SUBJECT OF EACH MATTER TO BE CONSIDERED	REASON FOR PASSING THIS RESOLUTION IN RELATION TO EACH MATTER, AND PARTICULAR INTERESTS PROTECTED	GROUND(S) UNDER SECTION 48(1) FOR THE PASSING OF EACH RESOLUTION
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11 Potential Sale of Civic Assurance House

Section 7 (2) (h)

The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.

To enable Council to continue negotiations.

Section 48(1)(a)(i)

Where the Local Authority is named or specified in the First Schedule to this Act under Section 6 or 7 (except Section 7(2)(f)(i)) of this Act.

CARRIED

The meeting closed at 2.27pm

Confirmed:

Chairman:

Date: