



RANGITIKEI
DISTRICT COUNCIL
Making this place home.

ORDER PAPER

EREWHON RURAL WATER SUPPLY MANAGEMENT SUB-COMMITTEE MEETING

Date: Tuesday, 6 June 2023
Time: 4.00pm
Venue: Kokako Street Pavilion
2 Kokako Street
Taihape

Chair: Mr Jock Stratton

Membership: Mr Peter Batley
Mr Geoff Duncan
Mr Barry Thomas
Mr Simon Plimmer
Mr Paul McLaren
Mr Benjamin Mallalieu
Mr Steven Stoney (Aorangi Awarua Trust Representative)
HWTM Andy Watson
Cr Greg Maughan
Cr Jeff Wong (Alternative)

For any enquiries regarding this agenda, please contact:

Kezia Spence, Governance Advisor, 0800 422 522 (ext. 917), or via email

kezia.spence@rangitikei.govt.nz

Contact:	0800 422 522 info@rangitikei.govt.nz www.rangitikei.govt.nz (06) 327 0099				
Locations:	<table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;"> <u>Marton</u> Head Office 46 High Street Marton </td> <td style="width: 50%; vertical-align: top;"> <u>Bulls</u> Bulls Information Centre Te Matapihi 4 Criterion Street Bulls </td> </tr> <tr> <td colspan="2" style="text-align: center; vertical-align: top;"> <u>Taihape</u> Taihape Information Centre 102 Hautapu Street (SH1) Taihape </td> </tr> </table>	<u>Marton</u> Head Office 46 High Street Marton	<u>Bulls</u> Bulls Information Centre Te Matapihi 4 Criterion Street Bulls	<u>Taihape</u> Taihape Information Centre 102 Hautapu Street (SH1) Taihape	
<u>Marton</u> Head Office 46 High Street Marton	<u>Bulls</u> Bulls Information Centre Te Matapihi 4 Criterion Street Bulls				
<u>Taihape</u> Taihape Information Centre 102 Hautapu Street (SH1) Taihape					
Postal Address:	Private Bag 1102, Marton 4741				
Fax:	(06) 327 6970				

Notice is hereby given that a Erewhon Rural Water Supply Management Sub-Committee Meeting of the Rangitīkei District Council will be held in the Kokako Street Pavilion, 2 Kokako Street, Taihape on Tuesday, 6 June 2023 at 4.00pm.

Order Of Business

1	Welcome	4
2	Apologies	4
3	Public Forum	4
4	Conflict of Interest Declarations	4
5	Confirmation of Order of Business	4
6	Confirmation of Minutes	5
	6.1 Confirmation of Minutes	5
7	Follow-up Action Items from Previous Meetings	12
	7.1 Follow-up Action Items from previous Erewhon Rural Water Supply Meetings	12
8	Chair's Report	14
	8.1 Chair's Report - June 2023.....	14
9	Reports for Information	15
	9.1 Financial Summary - Mid-May 2023	15
	9.2 Operations Report-June 2023	17
10	Meeting Closed	18

AGENDA

1 Welcome

2 Apologies

3 Public Forum

4 Conflict of Interest Declarations

Members are reminded of their obligation to declare any conflicts of interest they might have in respect of items on this agenda.

5 Confirmation of Order of Business

That, taking into account the explanation provided why the item is not on the meeting agenda and why the discussion of the item cannot be delayed until a subsequent meeting, [enter item number](#) be dealt as a late item at this meeting.

6 Confirmation of Minutes

6.1 Confirmation of Minutes

Author: Kezia Spence, Governance Advisor

1. Reason for Report

- 1.1 The minutes from **Erewhon Rural Water Supply Management Sub-Committee Meeting held on 7 March 2023** are attached.

Attachments

1. **Erewhon Rural Water Supply Management Sub-Committee Meeting - 7 March 2023**

Recommendation

That the minutes of Erewhon Rural Water Supply Management Sub-Committee Meeting held on 7 March 2023 **[as amended/without amendment]** be taken as read and verified as an accurate and correct record of the meeting, and that the electronic signature of the Chair of this Committee be added to the official minutes document as a formal record.

ITEM 6.1
MINUTES



ATTACHMENT 1

**UNCONFIRMED: EREWHON RURAL WATER SUPPLY
MANAGEMENT SUB-COMMITTEE MEETING**

Date: Tuesday, 7 March 2023

Time: 4.00pm

Venue: Kokako Street Pavilion
2 Kokako Street
Taihape

Present

- Mr Jock Stratton
- Mr Peter Batley
- Mr Geoff Duncan
- Mr Barry Thomas
- Mr Paul McLaren
- Mr Benjamin Mallalieu
- HWTM Andy Watson (departed 4:52pm)
- Cr Greg Maughan
- Cr Jeff Wong (arrived 4:11pm)

In attendance

- Mr Andrew van Bussel, Operations Manager
- Mr Dave Tombs, GM – Corporate Services (via Zoom) (departed 4:44pm)
- Mr Dene Smith, Taihape Plumbing (departed 5:30pm)

Order of Business

1 Welcome / Prayer 3

2 Apologies 3

3 Public Forum 3

4 Conflict of Interest Declarations..... 3

5 Confirmation of Order of Business 3

6 Confirmation of Minutes 3

7 Follow-up Action Items from Previous Meetings 4

7.1 Follow-up Action Items from previous Erewhon Rural Water Supply Meetings 4

8 Chair’s Report 4

8.1 Chair's Report - March 2023..... 4

9 Reports for Information..... 4

9.1 Financial Summary - January 2023..... 4

9.2 Operations Report-March 2023 5

9.3 Three Waters Submission..... 5

UNCONFIRMED

1 Welcome / Prayer

Mr Stratton welcomed everyone to the meeting.

2 Apologies

Resolved minute number 23/ERWS/01

That the apologies from Mr Plimmer, Mr Batley and Mr Arno Benadie, Chief Operating Officer be received.

Mr McLaren/Mr Duncan. Carried.

3 Public Forum

There was no public forum.

4 Conflict of Interest Declarations

Mr McLaren questioned the motion moved at the last meeting with regards to the scheme being mixed use and whether the advice they were given was the best. His Worship the Mayor said the advice given was the best that they knew of at that time and said Rangitikei District Council is opposed to Three Waters they want change but don't like the process that has followed. He said there are two reasons that the scheme is mixed use one being that houses are connected and the other is that if it is council owned technically it is classified as mixed use and that there are changes coming and His Worship the Mayor thinks that stormwater the rural water schemes may be dropped. He also said that there is no legal easement on the schemes.

5 Confirmation of Order of Business

Letter from Taihape plumbing.

6 Confirmation of Minutes

Resolved minute number 23/ERWS/001

That the minutes of Erewhon Rural Water Supply Management Sub-Committee Meeting held on 29 November 2022 without amendment be taken as read and verified as an accurate and correct record of the meeting, and that the electronic signature of the Chair of this Committee be added to the official minutes document as a formal record.

Mr P McLaren/Mr B Mallalieu. Carried

7 Follow-up Action Items from Previous Meetings

7.1 Follow-up Action Items from previous Erewhon Rural Water Supply Meetings

There were no follow up actions.

8 Chair's Report

8.1 Chair's Report - March 2023

Mr Stratton tabled and read his report.

Resolved minute number 23/ERWS/003

That the Chair's Report – March 2023 be received.

Mr J Stratton/Mr B Mallalieu. Carried

9 Reports for Information

9.1 Financial Summary - January 2023

Mr Tombs spoke to his report and said the committee would be debt free at the end of June providing there is nothing spent on Capital Expenditure. Mr van Bussel said there is work to be done but it would be up to the committee.

Mr Tombs said now is the time to start thinking about the rate increase and suggested an increase of at least 10%. Mr Stratton asked when did they need to set the rate. Mr Tombs said the decision would need to be made by April and offered to meet with the members and discuss. Mr McLaren said they would need to see the Asset Management Plan first then set the rate. Mr Mallalieu said there was no resistance at the meeting last year when the rate was doubled and Mr Stratton said it was discussed that there would be further increases. Mr Stratton said they would wait to see the review. Mr van Bussel said Mr Pepper had advised that the review would be done by 6th April. Mr McLaren said it would be good to set the rate for the next 5 – 10 years but Mr Tombs said they could only be set year by year. His Worship the Mayor explained that if 3 waters did go ahead the committee would need to get approval from the DIA if their capital works is 10% above what it was in the long term plan of 2021.

Resolved minute number 23/ERWS/004

That the report 'Financial Summary – January 2023' be received.

Mr P McLaren/Mr B Mallalieu. Carried

9.2 Operations Report-March 2023

Mr van Bussel spoke to his report and said that the flow meter had been calibrated and would be all good for the next 5 years.

Mr McLaren spoke about the meeting with Mr Pepper and said that it will only be a preliminary report. Mr Peppers initial idea is to make pipes bigger and pressure reduction valves using plastic pipes that have a 80 year life time span and also send some pipe off to be tested for asbestos to see if the reading is high or low. Mr McLaren said the horizon consent expires 2027, Mr van Bussel said he could contact Robert Rose as this is his expertise. Mr Mallalieu asked if any reports had been done on filters? Mr van Bussel said they had used them before but have discarded them.

Mr Smith spoke about the Rob Collier line and explained where it would be renewed. Mr van Bussel recommended the line be replaced and thought the previous quote was about \$27000.00. Mr Smith would present a new quote with adjustment of inflation and include the sluice boxes and Mr Stratton would circulate the quote via email. Mr McLaren said he would like Mr Pepper to give his opinion on the silt and if running a bigger pipe is the solution.

Mr van Bussel said the Gilbert line had 4 – 5 repairs in the last 5 months and the pipe needed to be bigger. There would be about 1000 meters needed to be replaced. Mr van Bussel said this would need to go out for tender.

Resolved minute number 23/ERWS/005

That the Operations Report – 1 March 2023 Erewhon Rural Water Supply Committee be received.
Mr B Mallalieu/Mr G Duncan. Carried

9.3 Three Waters Submission

Cr Maughan said their submission asked for the mixed use to be out of the scope and it was submitted at the end of February and His Worship the Mayor would speak to the select committee.

Resolved minute number 23/ERWS/006

That Three Waters Submission update be received.

Mr B Mallalieu/Mr G Duncan. Carried

Letter from Taihape Plumbing

Mr Stratton had circulated a letter via email from Taihape Plumbing asking for a wage increase of 6% for Mr Smith and 4% for his employee.

Resolved minute number 23/ERWS/007

That the Erewhon Rural Water Scheme Sub Committee accepts the proposed wage increase requested from Taihape Plumbing.

Mr B Mallalieu/Mr G Duncan. Carried

The meeting closed at 5.40pm.

The minutes of this meeting were confirmed at the Erewhon Rural Water Supply Management Sub-Committee held on 6 June 2023.

.....
Chairperson

UNCONFIRMED

7 Follow-up Action Items from Previous Meetings

7.1 Follow-up Action Items from previous Erewhon Rural Water Supply Meetings

Author: Kezia Spence, Governance Advisor

1. Reason for Report

- 1.1 On the list attached are items raised at previous Erewhon Rural Water Supply meetings. Items indicate who is responsible for follow up, and a brief status comment.

Attachments:

1. **Follow-up Actions Register** [↓](#)

Recommendation

That the report 'Follow-up Action Items from previous Erewhon Rural Water Supply Meetings' be received.

Current Follow-up Actions

Item	From Meeting Date	Details	Person Assigned	Status Comments	Status
1	6-Sep-22	Mr Duncan asked if the invoicing could be done more frequently instead of 6 monthly he suggested 3 or 4 times a year. Mr Tombs said the financial year is set but they could change if for the next financial year. Mr Tombs also noted that all ratepayers can set up (regular) payment plans to avoid 'peaks' in their rate obligations (also, having a Payment Plan avoids the account be subject to penalties).	Committee Members	Committee Members to let Council know if they wish to change the rating cycle (in sufficient time for the appropriate Communications and system changes to be made).	Open
2	8-Mar-22	As per resolution 22/ERWS/011 : Staff to discuss and recommend someone to review the hydraulics, material and technology for the scheme.	Andrew van Bussel / Anna Thompson	AVB is in discussion with Arno and hopefully they will have a resolution by 29th August – if not they will update the committee at the meeting.	In progress
3	8-Mar-21	Financial Statements: Mr Duncan asked for a glossary of terms.	Dave Tombs	Dave asked for clarification as to 'what terms' need to be clarified at the December 2021 meeting. Awaiting response.	In progress

ITEM 8.1

8 Chair's Report

8.1 Chair's Report - June 2023

Author: Jock Stratton, Chair

Authoriser:

1. Reason for Report

- 1.1 The Chair may provide a report at the meeting.

Attachments

Recommendation

That the Chair's Report – June 2023 be received.

9 Reports for Information

9.1 Financial Summary - Mid-May 2023

Author: Dave Tombs, Group Manager - Corporate Services

Authoriser: Dave Tombs, Group Manager - Corporate Services

1. Reason for Report

- 1.1 This Report provides the Scheme's Financial Results for the 10.5 months ended mid-May 2023.

2. Commentary

Operating Statement

2.1 This shows:

- 2.1.1 An operating cash surplus of \$234k for the period; and
- 2.1.2 Capital expenditure of \$41k for the period; and
- 2.1.3 Funding Surplus of \$25.5k at mid-May 2023.

- 2.2 Officers suggest that members consider this Report and nominate a preferred rate increase for the Erewhon Rural targeted rate for 2023/24.

Attachments

1. **ERWS Finance Summary : mid-May 2023** [↓](#)

Recommendation

That the report 'Financial Summary – Mid-May 2023' be received.

Recommendation

Members of the Erewhon Rural Water Scheme nominate a preferred rate increase for the Erewhon Rural targeted rate for 2023/24 of xx%.

Erewhon Rural Water Scheme
Operating Statement 2022/23

	YTD Period Ended mid-May 2023	2022/23 Full Year Budget	2021/22 Actual	2021/22 Budget
OPERATING INCOME				
Metered Charges	324,474	324,388	162,237	162,194
	324,474	324,388	162,237	162,194
OPERATING EXPENSES				
Contractors and Prof Services	58,085	91,344	87,267	94,116
Professional Services MDC	9,487	5,784		
Rates	0	11,422	12,806	11,065
Erewhon Waterboard Lease	5,893	7,086	5,594	6,866
Resource Consents	1,505	1,416	1,237	1,372
Telephone Costs	487	612	724	588
Materials	0	108	1,994	108
Insurance	13,383	13,092	12,254	7,930
Finance Costs	1,000	1,065	6,460	4,919
	89,840	131,929	128,336	126,964
Depreciation	128,333	118,572	129,117	134,580
Internal Charges	64,759	78,367	0	0
Accounting Surplus/(Deficit)	41,542	(4,480)	(95,216)	(99,350)
Add back				
Depreciation	128,333	118,572	129,117	134,580
Internal Charges	64,759	78,367	0	0
Operating Cash Surplus	234,634	192,459	33,901	35,230
Capital Expenditure	41,317	124,803	278,923	120,000

Capital Expenditure relates to plumbing works.

Available Finance			
Funding Deficit b/f	(167,783)		64,796
Operating Cash Surplus	234,634		46,344
Capital Expenditure	(41,317)		(278,923)
Funding Surplus/(Deficit) c/f	25,534		(167,783)

Note Finance Costs for 2021/22 have been amended to reflect the interest rate as per September 2022 meeting

Finance Costs for 2022/23 will be calculated at year end. A notional amount has been included above.

9.2 Operations Report-June 2023

Author: Andrew van Bussel, Operations Manager

1. The following work was completed by Taihape Plumbing from 2 February – 29 April 2023:

- 2/2 Thompsons Tee. Run line through bypass. To remove flow meter Rakanui line, clear debris from Impella. Source new O-ring for maric valve.
- 7/2 Re-fit maric valve 150 L/m and re-fit flow meter.
- 7/2 Start of 4 monthly checks. To run lines, check tank flows and run sluices – Mangaohane Station.
- 8/2 Run lines, check tank flows and run sluices – Mangaohane Station and Kelly Land Co.
- 16/2 Run lines, check tank flows and run sluices – Makokomiko Station, Peter Batley's and Pukerimu.
- 17/2 Run lines, check tank flows and run sluices on Henna Block, Kaiangaroa Station and Kara Wipaki's.
- 18/2 Run lines, check tank flows and run sluices on John Gilbert's, Mako deer Block. Orum's, Stoney's, Jock Stratton's and Rob Stratton's.
- 18/2 Renew Maric Valve at Rob Stratton Site.
- 20/2 Run lines, check tank flows and run sluices on John Batley's, John Durrant's, Hiwera, Rob Collier's, Hamish Alexanders, Tama Wipaki's, Matt Gilbert's and Thompson's.
- 21/2 Run lines, check tank flows and run sluices on John Bird's, Britton, Pringle's, Mary Mako's, Barry Thomas and Matt Gilbert's.
- 22/2 Run lines, check tank flows and run sluices. Clean up Rhino. B Duncan's. Whales, Duncan's and Anstis.
- 27/2 Load up gear. Set up signs and road cones. To repair blow out on main line beside road near Pukerimu yards.
- 28/2 At Pukerimu, to clear slips off track to gain access to Rangitikei pipe bridge.
- 28/2 To supply 6mtr length of 150mm galv pipe.
- 3/3 Clear overgrown track to pipe bridge. Return digger.
- 22/3 Travel around key points on water scheme with Jock, Andrew and Chris.
- 23/3 Dig up and renew 4 mtr section of pipe beside road at Pukerimu area.
- 27/3 Carry out monthly check.
- 17/4 Pukerimu beside road – across from covered yards. Dig up and repair blow out. Reinststate water and backfill.
- 18/4 Supply length of 150mm galv pipe for repairs.
- 19/4 Clean screens and weed at weir. Check flow okay.
- 29/4 Renewal on Rob Collier line – 1600 mtr of 40mm OD 16 bar pipe.

2. Chris Pepper to talk about his draft report, answer any questions and make changes required

Recommendation:

That the Operations Report – 06 June 2023 Erewhon Rural Water Supply Committee be received.

10 Meeting Closed.