

Confidential report and minutes from Council meeting (public excluded session) held 22 March now released:

01-15-016-01
RDC-1369074

ROTORUA LAKES COUNCIL

Mayor
Members
COUNCIL

DRAFT ANNUAL PLAN DEVELOPMENT 2023/24 – SERVICE DELIVERY PROPOSALS

Report prepared by: Oonagh Hopkins, Deputy Chief Executive - District Leadership and Democracy

Report approved by: Geoff Williams, Chief Executive

**1. TE PŪTAKE
PURPOSE**

The purpose of the report is to consider proposals that will determine the delivery and shape of the Rotorua Lakes Council for the 2023/24 year. Decisions on the proposals will determine the overall proposed rates increase for inclusion into the Annual Plan 2023/24 – year 3 of the Long-term Plan.

**2. TE TUHINGA WHAKARĀPOPOTOTANGA
EXECUTIVE SUMMARY**

The Annual Plan is a legislated document that is required to be adopted by 30 June each year.

Section 95 of the Local Government Act 2002 outlines the requirements for an Annual Plan. These include the annual budget and funding impact statement for the year and a summary of variation to the long-term plan to the year which the annual plan relates. This Annual Plan is year three of the Long-term Plan 2021-31.

An Annual Plan is adopted in the intervening years between long-term plan development, with the long-term plan being the key direction setting and finance strategy for the council spanning a ten year horizon.

Council will review and develop a new long-term plan once the annual planning cycle is complete to take effect from 1 July 2024.

The Annual Plan 2023/24 commenced preparatory work following the adoption of the Council's priorities in December 2022.

Council will adopt a draft annual plan budget (rates increases, capex and debt levels) on 5 April. Following this public consultation will commence on 11 April 2023.

3. NGĀ TŪTOHUNGA RECOMMENDATIONS

- 1. That the report Draft Annual Plan proposals 2023/24 – Service delivery proposals be received.**
- 2. That Council adopt proposals for inclusion into the draft annual plan 2023/24 as per the decision making schedule (Attachment 1).**
- 3. That this report be made publicly available on 11 April in line with the publication of the Draft Annual Plan 2023/24 consultation document.**

AND

- 4. That the minutes relating to this item be made publicly available on 11 April in line with the publication of the Draft Annual Plan 2023/24 consultation document.**

4. TE TĀHUHU BACKGROUND

Before Council broke for the Christmas and New Year holidays, Councillors were provided with copies of the Council's activity statements. These statements included every activity the Council delivers, the purpose and the objective of the activity. Financial summaries for each activity were also provided.

To commence direction setting for the draft Annual Plan development a briefing was held on 26 January. The briefing included an outline of the annual plan process and timeline, as well as an update on the Museum redevelopment process. This update presented to Council the current state of the project (finalising buildings costs) and next steps for funding options to be considered. A direction from Council is required at the Council meeting 29 March in order to include into the Annual Plan consultation document.

Subsequent to the briefing, Councillors have participated in two forums where the current state has been looked at and direction sought from Council on what going forward may look like.

Forum 1 – 15 February

Council discussed all the activities and considered the alignment of each activity against the Council priorities (economy, community, housing and infrastructure). The outcome was that Council considered that all activities did align to the priorities, however it was a question of what is the most pressing priority at this time.

The Chief Financial Officer presented a current financial state. This was based upon the challenges that are impacting on the organisation at this time, (inflation, capital programme, asset revaluation and staffing costs). If the Council was to continue to deliver as proposed in year three of the Long-term Plan 2021-31, a requirement of around 19% rates increases would need to be realised. However, knowing that 19% would be considered untenable a number of assumptions were applied. These assumptions would result in a rates increase of 11.95%. The assumptions include:

- Full CPI escalation in major contracts (Roading, Wastewater, Waste Management)
- General inflation allowance of 5% instead of 7.5%
- Staff cost increase of 3% instead of 5%

- Recalculated finance costs to 3.7%
- New asset values post-revaluation (higher depreciation)
- Delayed fully funding depreciation (\$6m unfunded)
- No broader budget change requests from the business, new priorities from Councillors
- Capital program of \$160m (up from \$140m in 2022/23).
- Debt funding of \$77m

Council then undertook an exercise where they indicated where activities could be enhanced, reduced, stopped, or funded differently. In addition to this Council indicated based on the priorities and activity alignment what an appropriate rates increase for consultation might look like.

Forum 2 - 8 March 2023

Based on the rule of majority, officers developed 45 proposals for consideration that would set out to achieve a desired rates increase of 6.8%, a capex programme of \$135 million and required debt funding of \$45 million.

By the end of the forum:

- Council traversed 45 possible options for areas of business that can be done differently
- Reached an understanding of the implications of each proposal
- Provided guidance on how acceptable each option was
- Reached an understanding on what it means to support or not the proposals and what this impact will have on an overall rates increase.

5. TE MATAPAKI ME NGĀ KŌWHIRINGA DISCUSSION AND OPTIONS

In this meeting Council will debate the merits of each proposal and make a decision on whether to accept or not, the proposal. In accepting a proposal this will drive a rates increase, capex programme and debt funding profile which will form the basis for public consultation.

Each proposal has been provided to Council in full for their perusal. These are stored in Council's information portal Stellar library. These proposals remain confidential until the Draft Annual Plan consultation document has been published. At this time the proposals will become public forming part of the supporting documentation to the consultation on the annual plan.

For the purpose of decision making, a decision-making matrix, including a short description of all 45 proposals is attached (appendix 1). This will guide the decision making on the meeting day.

6. TE TINO AROMATAWAI ASSESSMENT OF SIGNIFICANCE

The decisions or matters of this report are considered significant in accordance with Council's Significance and Engagement Policy. The impact of decisions to be made in this meeting will have an impact in one way or another for every Rotorua resident. Due to the significance, public consultation will be required.

7. NGĀ KŌRERO O TE HAPORI ME TE WHAKATAIRANGA COMMUNITY INPUT/ENGAGEMENT AND PUBLICITY

The Annual Plan 2023/24 will require Council to publicly consult. The proposals to be discussed if adopted are together significantly different to year 3 of the Long-term Plan and therefore the need to consult is needed.

Following completion of the draft Annual Plan development consultation will commence on 11 April 2023.

8. HE WHAIWHAKAARO CONSIDERATIONS

8.1 Mahere Pūtea Financial/budget considerations

Should the proposals be approved for inclusion into the draft annual plan, the associated budget will result in a financial position that sets a rates increase of 6.82% (down from 11.95%), a capex budget of \$131.95million, down from \$160million and debt funding of \$44.5million down from \$77million.

8.2 Kaupapa Here me ngā Hiraunga Whakariterite Policy and planning implications

Decisions made in this meeting will determine the basis for the completion of the draft annual plan budget and set the direction for the themes to be used for public consultation.

8.3 Tūraru Risks

Timeline – in terms of the annual planning cycle decisions required at this point are critical. A failure to make decisions on proposals to include into the draft annual plan consultation document may mean that there is less time to consult and more importantly could put at risk the adoption of a final annual plan by the deadline of 30 June.

Financial – failure to adopt a annual plan by 30 June means that Council can't strike the rates for the new financial year. That in turn will mean that Council's revenue (rates instalments) can't be met which potentially means that contractors, service delivery staff etc can't be paid.

Effect on the community – there are a number of proposals that could have a direct and perceived negative effect on the community. Addressing this by way of including into the draft annual plan consultation process ensures that the community will have the opportunity to express either their support or not for the proposals.

8.4 Te Whaimana Authority

Council as the governing body are responsible and accountable to decisions required to be made in preparing the draft annual plan.

**10. NGĀ ĀPITIHANGA
ATTACHMENTS**

Attachment 1: Decision making schedule

Proposal Number	Activity	Description	Financial Impact	Staffing Impact – FTE Count	Recommendation
HOUSING					
1	Planning Implementation/Building Services	Increase Building and Planning fees by 7%	\$350,000 (Revenue Increase)	0	That Council support to increase Building and Planning fees by 7% Moved: Seconded: CARRIED/NOT CARRIED
2	Planning Implementation	Reduce District Plan Policy consultants	\$140,000 (Cost saving)	0	That Council support to reduce District Plan Policy consultants Moved: Seconded: CARRIED/NOT CARRIED
ECONOMY					
3	Planning Implementation	Slow down the preparation of the Inner City Strategy (research only) and the development of a new Economic Development Strategy (research only)	\$100,000 (Salary Saving) \$160,000 (Cost Saving)	1	That Council support to Slow down the preparation of the Inner City Strategy (research only) and the development of a new Economic Development Strategy (research only) Moved: Seconded: CARRIED/NOT CARRIED
4a	Growth and Development	Refocus the Airport	\$150,000 (Cost savings)	0	That Council support to Refocus the Airport Moved: Seconded: CARRIED/NOT CARRIED
4b	Growth and Development	Refocus the RotoruaNZ delivery	0	0	That Council support to Refocus the RotoruaNZ delivery Moved: Seconded: CARRIED/NOT CARRIED
16	Culture, Heritage and Mahi Toi	Implement a new Event Permit System	\$35,000 (Revenue Increase)	0	That Council support to implement a new Event Permit System Moved: Seconded: CARRIED/NOT CARRIED
17	Culture, Heritage and Mahi Toi	Disestablish the roles: Event Attraction Manager, Event Planning	\$150,000 (Salary saving)	2	That Council support to disestablish the roles: Event Attraction Manager, Event Planning Moved: Seconded: CARRIED/NOT CARRIED

18	Culture, Heritage and Mahi Toi	Reduce the Event Investment Fund to focus on high earning investments	\$200,000 (Cost saving)	0	That Council support to reduce the Event Investment Fund to focus on high earning investments Moved: Seconded: CARRIED/NOT CARRIED
29	Sir Howard Morrison Centre	Change Sir Howard Morrison Centre operating model to commercialisation	\$200,000 (Revenue Increase)	0	That Council support to change Sir Howard Morrison Centre operating model to commercialisation Moved: Seconded: CARRIED/NOT CARRIED
INFRASTRUCTURE					
7	Waste Services	Reduce the Waste education budget to nil	\$40,000 (Cost saving) \$70,665 (Salary Saving)	1	That Council support reduce the Waste education budget to nil Moved: Seconded: CARRIED/NOT CARRIED
8	Roading and Footpaths	Decrease of unsubsidised transport spend	\$300,000 (Cost saving)	0	That Council support to decrease of unsubsidised transport spend Moved: Seconded: CARRIED/NOT CARRIED
COUNCIL					
5	Te Arawa Partnership	Reduce Te Tatau o te Arawa funding to original set level	\$120,000 (Cost saving)	0	That Council support to reduce Te Tatau o te Arawa funding to original set level Moved: Seconded: CARRIED/NOT CARRIED
6	Office of the Chief Executive	Disestablish the role: Deputy Chief Executive – Chief Executive Office	\$200,000 (Salary Saving)	1	That Council support to disestablish the role: Deputy Chief Executive – Chief Executive Office Moved: Seconded: CARRIED/NOT CARRIED
9	Organisational Development	Remove \$100,000 funding from the cadetship/graduate budget	\$100,000 (Cost saving)	0	That Council support to remove \$100,000 funding from the cadetship/graduate budget Moved: Seconded: CARRIED/NOT CARRIED
10	Organisational Development	Halve the training budget	\$120,000 (Cost saving)	0	That Council support to halve the training budget Moved: Seconded: CARRIED/NOT CARRIED

11	Organisational Development	Reduce Subscriptions to professional entities	\$50,000 (Cost saving)	0	That Council support to reduce Subscriptions to professional entities Moved: Seconded: CARRIED/NOT CARRIED
12	Organisational Development	Increase the salary remuneration movement from 3% to 5%	\$720,000 (Cost increase)	0	That Council support to increase the salary remuneration movement from 3% to 5% Moved: Seconded: CARRIED/NOT CARRIED
13	Organisational Development	Disestablish the role: Financial Services Manager	\$125,000 (Salary saving)	1	That Council support to Disestablish the role: Financial Services Manager Moved: Seconded: CARRIED/NOT CARRIED
14	Customer Solutions	Change the process of mail and cash services	\$35,000 (Cost saving)	0	That Council support to change the process of mail and cash services Moved: Seconded: CARRIED/NOT CARRIED
15	Information Solutions	Relinquish 5 fulltime positions: Manager Customer Solutions, Information Data Officer, Service Desk Lead, Senior Test Lead, Senior Business Analyst	\$453,000 (Salary saving)	5	That Council support to relinquish 5 fulltime positions: Manager Customer Solutions, Information Data Officer, Service Desk Lead, Senior Test Lead, Senior Business Analyst Moved: Seconded: CARRIED/NOT CARRIED
COMMUNITY					
19	Culture, Heritage and Mahi Toi	Disestablish the roles: Research Analyst, Volunteer and Creative Communities	\$103,000 (Salary Saving)	2	That Council support to disestablish the roles: Research Analyst, Volunteer and Creative Communities Moved: Seconded: CARRIED/NOT CARRIED
20	Culture, Heritage and Mahi Toi	Change from contributions to Maintenance only for Public Art	\$200,000 (Cost saving) \$88,000 (Salary Saving)	1	That Council support to change from contributions to maintenance only for Public Art Moved: Seconded: CARRIED/NOT CARRIED
21	Rotorua Museum te Whare Taonga o te Arawa	Stop the Museum educational programmes	\$268,000 (Cost savings)	4	That Council support to stop the Museum educational programmes

			\$47,000 (subsidy decrease)		Moved: Seconded: CARRIED/NOT CARRIED
22	Rotorua Museum te Whare Taonga o te Arawa	Remove the overnight static guard	\$110,000 (cost saving)	0	That Council support to remove the overnight static guard Moved: Seconded: CARRIED/NOT CARRIED
23	Thriving Communities	Discontinue community funding pool	\$435,000 (Cost saving) \$230,000 (Salary saving)	3	That Council support to discontinue community funding pool Moved: Seconded: CARRIED/NOT CARRIED
24	Aquatic Centre	Increase in admissions price to Aquatic centre	\$225,000 (Cost saving)	0	That Council support to increase in admissions price to Aquatic centre Moved: Seconded: CARRIED/NOT CARRIED
25	Active and Engaged Communities	Reduce level of support services to Sport Development areas	\$150,000 (Salary saving)	2	That Council support to reduce level of support services to Sport Development areas Moved: Seconded: CARRIED/NOT CARRIED
26	Active and Engaged Communities	Reduce the level of service of open spaces	\$935,000 (Cost saving)	0	That Council support to reduce the level of service of open spaces Moved: Seconded: CARRIED/NOT CARRIED
27	Regulatory and Compliance	Increase parking fees and extend pay for parking area	\$740,190 (Revenue increase)	0	That Council support to increase parking fees and extend pay for parking area Moved: Seconded: CARRIED/NOT CARRIED
28	Te Aka Mauri	Reduce Library opening days from 7 days to 6 days a week with a Sunday closure	\$52,700 (Cost saving) \$54,000 (Salary saving) \$2,700 (Revenue loss)	7	That Council support to reduce Library opening days from 7 days to 6 days a week with a Sunday closure Moved: Seconded: CARRIED/NOT CARRIED
CAPEX					
30	Active and Engaged Communities	Stop the Kuirau Park Skate Park project	\$1,020,000 (Capital)	0	That Council support to stop the Kuirau Park Skate Park project

			spend saving) \$182,000 (Operating cost increase)		Moved: Seconded: CARRIED/NOT CARRIED
31	Active and Engaged Communities	Stop Sports Facilities funding	\$225,000 (Capital spend saving)	0	That Council support to stop Sports Facilities funding Moved: Seconded: CARRIED/NOT CARRIED
32	Active and Engaged Communities	Stop Neighbourhood Playground Enhancements	\$200,000 (Capital spend saving)	0	That Council support to stop Neighbourhood Playground Enhancements Moved: Seconded: CARRIED/NOT CARRIED
33	Active and Engaged Communities	Defer the Sala Street Chapel Construction	\$1,100,000 (Capital spend saving)	0	That Council support to defer the Sala Street Chapel Construction Moved: Seconded: CARRIED/NOT CARRIED
34	Active and Engaged Communities	Remove Devolved Funding	\$250,000 (Capital spend saving)	0	That Council support to remove Devolved Funding Moved: Seconded: CARRIED/NOT CARRIED
35	Active and Engaged Communities	Stop Lakes Infrastructure Enhancements	\$400,000 (Capital spend saving)	0	That Council support to stop Lakes Infrastructure Enhancements Moved: Seconded: CARRIED/NOT CARRIED
36	Active and Engaged Communities	Stop sport fields facilities funding	\$1,233,000 (Capital spend saving)	0	That Council support to stop sport fields facilities funding Moved: Seconded: CARRIED/NOT CARRIED
37	Active and Engaged Communities	Stop Active Recreation Enhancement	\$250,000 (Capital spend saving)	0	That Council support to stop Active Recreation Enhancement Moved: Seconded: CARRIED/NOT CARRIED
38	Growth and Development	Remove Economic Recovery project funding	\$18,508,000 (Capital spend saving)	0	That Council support to remove Economic Recovery project funding Moved: Seconded: CARRIED/NOT CARRIED

39	Roading and Footpaths	Stop Cycleways Enhancements for 2023/24	\$396,000 (Capital spend saving)	0	That Council support to stop Cycleways Enhancements for 2023/24 Moved: Seconded: CARRIED/NOT CARRIED
40	Roading and Footpaths	Stop Rural Seal Extensions for 2023/24	\$800,000 (Capital spend saving)	0	That Council support to stop Rural Seal Extensions for 2023/24 Moved: Seconded: CARRIED/NOT CARRIED
41	Roading and Footpaths	Stop Maori roadlines and unformed roads	\$100,000 (Capital spend saving)	0	That Council support to stop Maori roadlines and unformed roads Moved: Seconded: CARRIED/NOT CARRIED
42	Roading and Footpaths	Stop Rural Street Improvements for 2023/24	\$350,000 (Capital spend saving)	0	That Council support to stop Rural Street Improvements for 2023/24 Moved: Seconded: CARRIED/NOT CARRIED
43	Legal and Property	Stop the renewals of Pensioner housing for 2023/24 and investigate the sale of the housing stock to an alternative provider	\$590,000 (Capital spend saving)	0	That Council support to stop the renewals of Pensioner housing for 2023/24 and investigate the sale of the housing stock to an alternative provider Moved: Seconded: CARRIED/NOT CARRIED
44	Information Solutions	Stop CCTV Enhancements	\$360,000 (Capital spend saving)	0	That Council support to stop CCTV Enhancements Moved: Seconded: CARRIED/NOT CARRIED
45	Culture, Heritage and Mahi Toi	Stop Public Art Funding – Capital Projects	\$400,000 (Capital spend saving)	0	That Council support to stop Public Art Funding – Capital Projects Moved: Seconded: CARRIED/NOT CARRIED

Confidential minutes 22 March 2023 now released:

01-15-016-01
RDC-1372263

**KŌRERO MUNA
PUBLIC EXCLUDED**

**6 NGĀ TAKE MATATAPU
CONFIDENTIAL ITEMS**

**7 PŪRONGO KAIMAHI
STAFF REPORTS (CONFIDENTIAL ITEMS)**

7.1 DRAFT ANNUAL PLAN DEVELOPMENT 2023/24 – SERVICE DELIVERY PROPOSALS

RDC-1369074

Resolved:

1. That the report Draft Annual Plan proposals 2023/24 – Service delivery proposals be received.

Mover: Cr Kai Fong

Seconder: Cr Lee

CARRIED

Further resolved:

2. That Council adopt proposals for inclusion into the draft annual plan 2023/24 as per the decision making schedule (Attachment 1 below):

Proposal Number	Activity	Description	Financial Impact	Staffing Impact – FTE Count	Recommendation
HOUSING					
1	Planning Implementation/Building Services	Increase Building and Planning fees by 7%	\$350,000 (Revenue Increase)	0	That Council support to increase Building and Planning fees by 7% Moved: Cr Paterson Seconded: Cr Lee CARRIED
2	Planning Implementation	Reduce District Plan Policy consultants	\$140,000 (Cost saving)	0	That Council support to reduce District Plan Policy consultants Moved: Mayor Tapsell Seconded: Cr Paterson NOT CARRIED

ECONOMY					
3	Planning Implementation	Slow down the preparation of the Inner City Strategy (research only) and the development of a new Economic Development Strategy (research only)	\$100,000 (Salary Saving) \$160,000 (Cost Saving)	1	That Council support to Slow down the preparation of the Inner City Strategy (research only) and the development of a new Economic Development Strategy (research only) Moved: Cr O'Brien Seconded: Mayor Tapsell NOT CARRIED
4a	Growth and Development	Refocus the Airport	\$150,000 (Cost savings)	0	That Council support to Refocus the Airport Moved: Cr Kai Fong Seconded: Cr Wang CARRIED
4b	Growth and Development	Refocus the RotoruaNZ delivery	0	0	That Council support to Refocus the RotoruaNZ delivery Moved: Mayor Tapsell Seconded: Cr Kai Fong CARRIED
16	Culture, Heritage and Mahi Toi	Implement a new Event Permit System	\$35,000 (Revenue Increase)	0	That Council support to implement a new Event Permit System Moved: Cr Paterson Seconded: Cr Waru CARRIED
17	Culture, Heritage and Mahi Toi	Disestablish the roles: Event Attraction Manager, Event Planning	\$150,000 (Salary saving)	2	That Council support to disestablish the roles: Event Attraction Manager, Event Planning Moved: Cr Kai Fong Seconded: Cr Kereopa CARRIED
18	Culture, Heritage and Mahi Toi	Reduce the Event Investment Fund to focus on high earning investments	\$200,000 (Cost saving)	0	That Council support to reduce the Event Investment Fund to focus on high earning investments Moved: Cr Kai Fong Seconded: Mayor Tapsell CARRIED
29	Sir Howard Morrison Centre	Change Sir Howard Morrison Centre operating model to commercialisation	\$200,000 (Revenue Increase)	0	That Council support to change Sir Howard Morrison Centre operating model to commercialisation Moved: Cr Wang Seconded: Cr O'Brien CARRIED

INFRASTRUCTURE					
7	Waste Services	Reduce the Waste education budget to nil	\$40,000 (Cost saving) \$70,665 (Salary Saving)	1	That Council support reduce the Waste education budget to nil Moved: Cr Lee Seconded: Cr Waru CARRIED
8	Roading and Footpaths	Decrease of unsubsidised transport spend	\$300,000 (Cost saving)	0	That Council support to decrease of unsubsidised transport spend Moved: Cr Waru Seconded: Cr Kai Fong CARRIED
COUNCIL					
5	Te Arawa Partnership	Reduce Te Tatau o te Arawa funding to original set level	\$120,000 (Cost saving)	0	That Council support to reduce Te Tatau o te Arawa funding to original set level Moved: Cr Lee Seconded: Mayor Tapsell Abstained: Cr Paterson NOT CARRIED
6	Office of the Chief Executive	Disestablish the role: Deputy Chief Executive – Chief Executive Office	\$200,000 (Salary Saving)	1	That Council support to disestablish the role: Deputy Chief Executive – Chief Executive Office Moved: Mayor Tapsell Seconded: Cr Kai Fong CARRIED
9	Organisational Development	Remove \$100,000 funding from the cadetship/graduate budget	\$100,000 (Cost saving)	0	That Council support to remove \$100,000 funding from the cadetship/graduate budget Moved: Cr Paterson Seconded: Cr O'Brien CARRIED
10	Organisational Development	Halve the training budget	\$120,000 (Cost saving)	0	That Council support to halve the training budget Moved: Cr Barker Seconded: Cr Brown CARRIED
11	Organisational Development	Reduce Subscriptions to professional entities	\$50,000 (Cost saving)	0	That Council support to reduce Subscriptions to professional entities Moved: Cr O'Brien Seconded: Cr Waru CARRIED
12	Organisational Development	Increase the salary remuneration movement from 3% to 5%	\$720,000 (Cost increase)	0	That Council support to increase the salary remuneration movement from 3% to 5% Moved: Mayor Tapsell Seconded: Cr Brown CARRIED

13	Organisational Development	Disestablish the role: Financial Services Manager	\$125,000 (Salary saving)	1	That Council support to Disestablish the role: Financial Services Manager Moved: Cr Lee Seconded: Cr O'Brien CARRIED
14	Customer Solutions	Change the process of mail and cash services	\$35,000 (Cost saving)	0	That Council support to change the process of mail and cash services Moved: Cr Waru Seconded: Cr Brown CARRIED
15	Information Solutions	Relinquish 5 fulltime positions: Manager Customer Solutions, Information Data Officer, Service Desk Lead, Senior Test Lead, Senior Business Analyst	\$453,000 (Salary saving)	5	That Council support to relinquish 5 fulltime positions: Manager Customer Solutions, Information Data Officer, Service Desk Lead, Senior Test Lead, Senior Business Analyst Moved: Cr O'Brien Seconded: Cr Maxwell CARRIED
COMMUNITY					
19	Culture, Heritage and Mahi Toi	Disestablish the roles: Research Analyst, Volunteer and Creative Communities	\$103,000 (Salary Saving)	2	That Council support to disestablish the roles: Research Analyst, Volunteer and Creative Communities Moved: Cr O'Brien Seconded: Cr Lee CARRIED
20	Culture, Heritage and Mahi Toi	Change from contributions to Maintenance only for Public Art	\$200,000 (Cost saving) \$88,000 (Salary Saving)	1	That Council support to change from contributions to maintenance only for Public Art Moved: Mayor Tapsell Seconded: Cr Kai Fong CARRIED
21	Rotorua Museum te Whare Taonga o te Arawa	Stop the Museum educational programmes	\$268,000 (Cost savings) \$47,000 (subsidy decrease)	4	That Council support to stop the Museum educational programmes Moved: Cr Lee Seconded: Cr O'Brien CARRIED
22	Rotorua Museum te Whare Taonga o te Arawa	Remove the overnight static guard	\$110,000 (cost saving)	0	That Council support to remove the overnight static guard Moved: Cr O'Brien Seconded: Cr Waru CARRIED
23	Thriving Communities	Discontinue community funding pool	\$435,000 (Cost saving)	3	That Council support to discontinue community funding pool

			\$230,000 (Salary saving)		Moved: Cr Lee Seconded: Cr Kai Fong CARRIED Abstain : Cr Barker and Cr O'Brien
24	Aquatic Centre	Increase in admissions price to Aquatic centre	\$225,000 (Cost saving)	0	That Council support to increase in admissions price to Aquatic centre Moved: Cr Brown Seconded: Cr Waru CARRIED
25	Active and Engaged Communities	Reduce level of support services to Sport Development areas	\$150,000 (Salary saving)	2	That Council support to reduce level of support services to Sport Development areas Moved: Cr Waru Seconded: Cr Wang CARRIED
26	Active and Engaged Communities	Reduce the level of service of open spaces	\$935,000 (Cost saving)	0	That Council support to reduce the level of service of open spaces. Moved: Mayor Tapsell Seconded: Cr Kai Fong CARRIED

The meeting adjourned at 3.35pm and resumed at 3.46pm.

RESOLUTION TO EXTEND THE MEETING DURATION PAST 6 HOURS

Resolved:

That the Council agree to extend the meeting beyond 6 hours as under Standing Order 4.2.

Moved: Cr Wang
Seconded: Cr Waru
CARRIED

27	Regulatory and Compliance	Increase parking fees and extend pay for parking area	\$740,190 (Revenue increase)	0	That Council support to increase parking fees and extend pay for parking area Moved: Cr Kai Fong Seconded: Cr Brown CARRIED
28	Te Aka Mauri	Reduce Library opening days from 7 days to 6 days a week with a Sunday closure	\$52,700 (Cost saving) \$54,000 (Salary saving) \$2,700 (Revenue loss)	7	That Council support to reduce Library opening days from 7 days to 6 days a week with a Sunday closure Moved: Cr Lee Seconded: Cr Barker CARRIED
CAPEX					

30	Active and Engaged Communities	Defer the Kuirau Park Skate Park project	\$1,020,000 (Capital spend saving) \$182,000 (Operating cost increase)	0	That Council support to defer to LTP, the Kuirau Park Skate Park project Moved: Cr Brown Seconded: Cr Waru CARRIED
31	Active and Engaged Communities	Defer Sports Facilities funding	\$225,000 (Capital spend saving)	0	That Council support to defer Sports Facilities funding Moved: Mayor Tapsell Seconded: Cr Waru NOT CARRIED
32	Active and Engaged Communities	Defer Neighbourhood Playground Enhancements	\$200,000 (Capital spend saving)	0	That Council support to defer Neighbourhood Playground Enhancements Moved: Cr Lee Seconded: Cr Brown CARRIED
33	Active and Engaged Communities	Defer the Sala Street Chapel Construction	\$1,100,000 (Capital spend saving)	0	That Council support to defer the Sala Street Chapel Construction Moved: Cr Maxwell Seconded: Mayor Tapsell CARRIED
34	Active and Engaged Communities	Remove Devolved Funding	\$250,000 (Capital spend saving)	0	That Council support to remove Devolved Funding PROPOSAL OFF THE TABLE
35	Active and Engaged Communities	Defer Lakes Infrastructure Enhancements	\$400,000 (Capital spend saving)	0	That Council support to defer Lakes Infrastructure Enhancements Moved: Cr Brown Seconded: Cr Wang CARRIED
36	Active and Engaged Communities	Stop sport fields facilities funding	\$1,233,000 (Capital spend saving)	0	That Council support to stop sport fields facilities funding Moved: Mayor Tapsell Seconded: Cr O'Brien CARRIED
37	Active and Engaged Communities	Stop Active Recreation Enhancement	\$250,000 (Capital spend saving)	0	That Council support to stop Active Recreation Enhancement Moved: Cr Lee Seconded: Cr O'Brien CARRIED
38	Growth and Development	Remove Economic Recovery project funding	\$18,508,000 (Capital spend saving)	0	That Council support to remove Economic Recovery project funding Moved: Cr Waru Seconded: Cr Kai Fong CARRIED

39	Roading and Footpaths	Stop Cycleways Enhancements for 2023/24	\$396,000 (Capital spend saving)	0	That Council support to stop Cycleways Enhancements for 2023/24 Moved: Cr Kai Fong Seconded: Cr O'Brien CARRIED
40	Roading and Footpaths	Stop Rural Seal Extensions for 2023/24	\$800,000 (Capital spend saving)	0	That Council support to stop Rural Seal Extensions for 2023/24 Moved: Cr Kai Fong Seconded: Cr Wang NOT CARRIED
41	Roading and Footpaths	Stop Maori roadlines and unformed roads	\$100,000 (Capital spend saving)	0	That Council support to stop Maori roadlines and unformed roads Moved: Cr Wang Seconded: Cr Lee CARRIED
42	Roading and Footpaths	Stop Rural Street Improvements for 2023/24	\$350,000 (Capital spend saving)	0	That Council support to stop Rural Street Improvements for 2023/24 PROPOSAL OFF THE TABLE
43	Legal and Property	Stop the renewals of Pensioner housing for 2023/24 and investigate the sale of the housing stock to an alternative provider	\$590,000 (Capital spend saving)	0	That Council support to stop the renewals of Pensioner housing for 2023/24 and investigate the sale of the housing stock to an alternative provider PROPOSAL OFF THE TABLE
44	Information Solutions	Stop CCTV Enhancements	\$360,000 (Capital spend saving)	0	That Council support to stop CCTV Enhancements Moved: Cr O'Brien Seconded: Cr Lee NOT CARRIED
45	Culture, Heritage and Mahi Toi	Stop Public Art Funding – Capital Projects	\$400,000 (Capital spend saving)	0	That Council support to stop Public Art Funding – Capital Projects Moved: Cr Waru Seconded: Cr Kai Fong CARRIED

3. That Council confirm based upon support of the agreed proposals, Council sets a provisional rating model that targets a rates increase of 7.22%, a capex programme of \$134.5m and borrowing of \$47m, subject to final review of the rating model.
4. That Council note that the rates increase, capex and borrowing levels will be the subject of a public consultation process to be adopted on 5 April 2023, commencing consultation on 11 April.
5. That this report be made publicly available on 11 April in line with the publication of the Draft Annual Plan 2023/24 consultation document.

AND

- 6. That the minutes relating to this item be made publicly available on 11 April in line with the publication of the Draft Annual Plan 2023/24 consultation document.**

Moved: Mayor Tapsell

Seconded: Cr Lee

CARRIED

**8 HE WHAKATAUNGA KIA HURI ATU TE ARONGA O TE HUI HAI HUI TŪMATAWHĀNUI
RESOLUTION TO MOVE OUT OF PUBLIC EXCLUDED**

Resolved:

- 1. That Council move out of Public Excluded Session.**

Moved: Cr Maxwell

Seconded: Cr Wang

CARRIED

The meeting closed at 6pm
