
Komiti ā Pūtea, ā Mahi Hoki / Finance and Performance Committee Briefing MINUTES

Minutes of a briefing of the Finance and Performance Committee held in the Reception Lounge, Auckland Town Hall, Auckland on Tuesday, 24 July 2018 at 10.38am.

PRESENT

Cr Ross Clow
Cr Desley Simpson
Cr Cathy Casey
Cr Bill Cashmore
Cr Fa'anana Efeso Collins
Cr Linda Cooper, JP
Cr Chris Darby
Cr Alf Filipaina
Cr Christine Fletcher
Hon Phil Goff, CNZM, JP
IMSB Member Tau Henare From 10.56am until 11.12am
Cr Richard Hills
Cr Penny Hulse
Cr Mike Lee
Cr Daniel Newman, JP
Cr Greg Sayers
IMSB Chair David Taipari From 10.56am
Cr Sir John Walker Until 11.21 am
Cr Wayne Walker
Cr J Watson

APOLOGIES

Cr Josephine Bartley For leave of absence
IMSB Member Terrence Hohneck
Cr Sharon Stewart

Note: No decisions or resolutions may be made at a briefing

Purpose:

The purpose of the briefing is to receive information related to acquisitions and disposals.

Apologies

Apologies from Cr J Bartley, IMSB Member Terrence Hohneck, and Cr S Stewart for absence were noted.

Declaration of Interest

There were no conflicts of interest.

10-year Budget 2018-2028 Acquisitions and Disposals

Robert Irvine, Head of Group Financial Planning; Marian Webb, Manager Portfolio Strategy, Panuku Development Auckland; and Ross Tucker, General Manager Financial Strategy and Planning addressed the committee.

A PowerPoint presentation was given. A copy is attached to the official minutes.

The briefing closed at 11.46 am.

10-year Budget 2018-2028

Acquisitions and Disposals Briefing

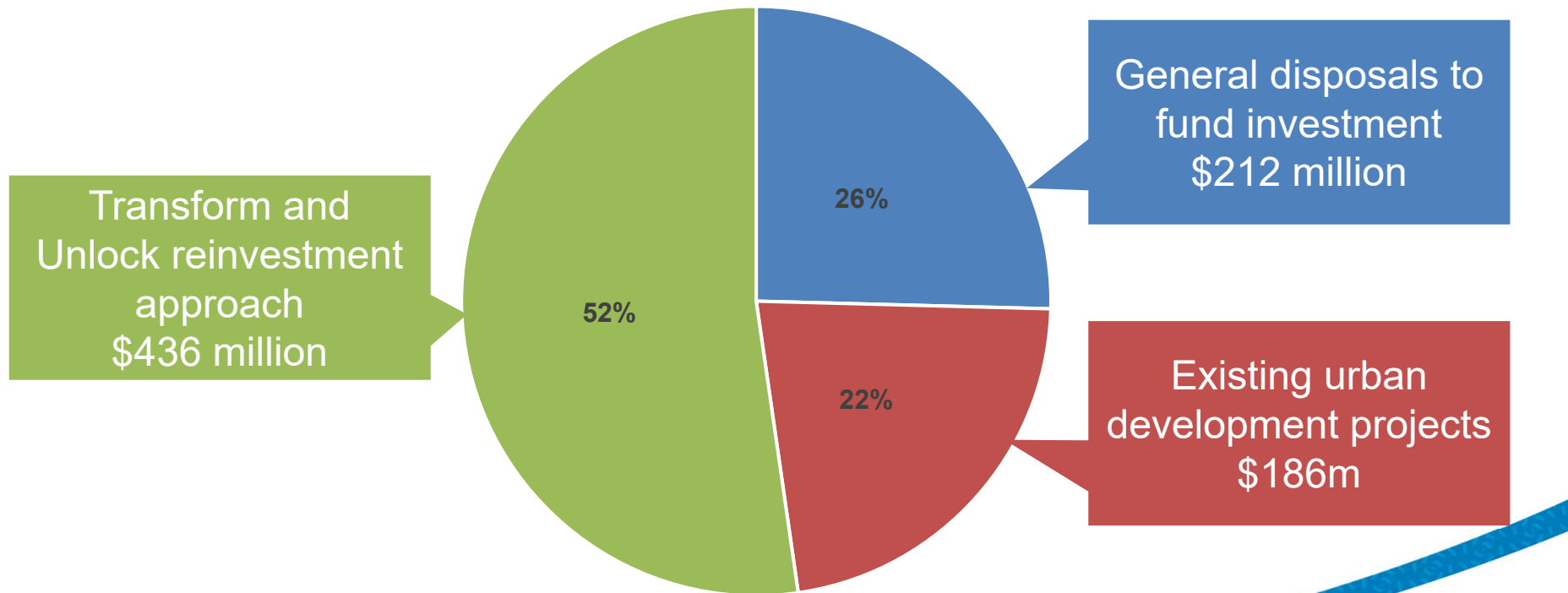
24 July 2018

Funding investment

- Asset sales reduce the funding required from rates and debt for investment.
- Capital investment in 10-year budget of over \$26 billion, includes:
 - \$12 billion on transport
 - \$3.7 billion on parks and community
 - \$1.3 billion on centres development
- Over the 10-year Budget period assets are expected to grow from \$51.3 billion to \$77.2 billion
- Asset sales of \$834 million over 10 years support funding the capital investment

10-year Budget 2018-2028

- Included total asset sales of \$834 million over 10 years.



General disposals

- Disposal of non-strategic assets over the next 10 years

\$million	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028
Target	24	24	24	20	20	20	20	20	20	20

- Total \$212m over 10 years, last LTP had \$659m over 10 years
- Primarily land and buildings which are:
 - not needed for providing the council services
 - not providing a market rental income
 - poorly utilised
 - located in the wrong place
 - includes surplus AT property
- Standard process managed by Panuku with decisions made through Finance and Performance Committee

Development-related sales

- Ring-fenced sale of properties within Transform and Unlock locations
- Strategic Development Fund for Panuku developments
- Existing urban development projects (Hobsonville and Ormiston)
- Redevelopment of housing for older persons
- *Note: Corporate property programme not included. This is ringfenced for reinvestment.*

Upcoming engagements

Finance and Performance Committee	Ongoing	Regular monthly Panuku presentation of surplus asset sales opportunities
Planning Committee workshop	July 2018	Discussion of potential future Unlock and Transform locations
Planning Committee workshop	August 2018	Marinas workshop