

Memorandum

7th May 2019

To: Devonport Takapuna Local Board
Subject: Milford Cruising Club
From: Laura Bertelsen

Purpose

1. To provide the Devonport Takapuna Local Board information regarding the Milford Cruising Club development project following a request to investigate alternate funding.

Summary

- The Milford Cruising Club applied to the Devonport Takapuna Local Board Local Grant Round 1 for \$50,000 towards their building enhancement and expansion project.
- The application was requested to be withdrawn and for alternate funding to be investigated.

2. Context/Background

The Milford Cruising Club are undertaking a development of the current clubrooms and includes:

- provision of disabled facilities, lift and toilets
- an additional meeting/training room which will allow community groups to use the building
- increased secure storage area at the front of the building for junior boat storage

In August 2018, the Milford Cruising Club applied through the Community Grants round, application number LG1902-101, for \$50,000. The Local Board requested that the applicant withdraw the application and an alternate source of funding to be investigated.

In October 2018 a workshop was held with the Devonport Takapuna Local Board to discuss alternate funding options. It was noted that alternate funding options were restricted at the time and for the project to be reconsidered in 2019.

3. Discussion

The Milford Cruising Club have begun their clubroom development project and expect the project to be completed in approximately June 2019.

The total cost of the project, including a 10% contingency is \$449,625.00.

The Milford Cruising Club has raised \$403,250. A breakdown of this as follows:

Funding source	Amount
Lion Foundation	\$5,000
NZ Lotteries	\$86,250
Foundation North	\$100,000
Southern Trust	\$30,000
NZCT	\$75,000

Funding source	Amount
Art Show fundraiser	\$42,000
Pub Charity	\$15,000
Bank debt	\$50,000

It has been recommended that the Devonport Takapuna Local Board does not fund contingency budget towards projects.

The Milford Cruising Club currently hire out their upstairs clubrooms to community groups for use.

The Milford Cruising Club can make their new downstairs coaching/meeting room space available to the Milford community, where there is a reported shortfall in meeting room space.

The club are willing to enter an agreement for up to 10 years to secure community access to the meeting room space at a community rate of \$15 per hour. The club has requested that any agreement and pricing is reviewed annually.

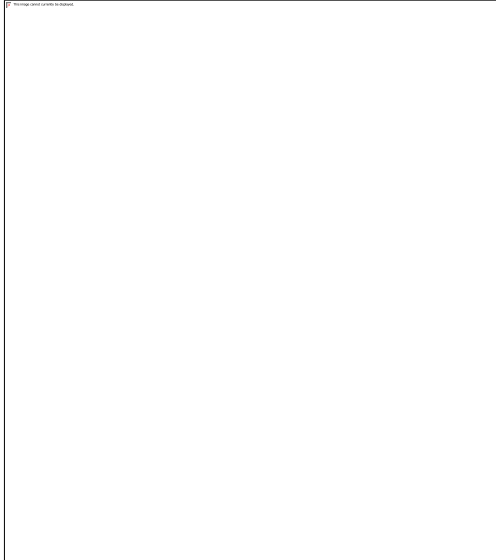
The proposed meeting room space would be primarily available for a total of approximately 65 hours per week as follows:

Monday	9am – 9pm
Tuesday	9am – 6pm (existing community bookings 6pm-10pm)
Wednesday	9am – 9pm
Thursday	N/A
Friday	9am – 9pm
Saturday	9am – 7pm
Sunday	9am – 7pm

During daylight saving hours the delivery of junior sailing programmes may require the space however, existing booking conflicts would be managed by the club.

It should be noted that the club propose to charge additional fees for staff to unlock the building for access and remain onsite outside of their core business hours in the weekend (4pm-7pm). The club have not outlined this cost to date.

Membership numbers provided by the club stand as below. Accounting for individual family members totals the club membership is at approximately 750.



The Devonport Takapuna Local Board allocated \$50,000 operational funding towards implementing the Takapuna Beach South Concept Plan, which is focusing on the Sacred Grove area. Staff have advised that this budget is no longer required and may be reallocated towards other projects.

4. Next steps

The Devonport Takapuna Local Board considers \$20,000 be reallocated towards funding the Milford Cruising Club project in the form of an operational grant.

It should be noted that the remaining \$30,000 will be deferred and allocated for projects for the 2019/2020 financial year.