
Tira Hautū / Governing Body

OPEN MINUTES

Minutes of an extraordinary meeting of the Governing Body held in the Reception Lounge, Auckland Town Hall, 301-305 Queen Street, Auckland on Thursday, 8 June 2023 at 10.00am and reconvened on Friday 9 June 2023 at 10.07am.

TE HUNGA KUA TAE MAI | PRESENT

Mayor	Wayne Brown	
Deputy Mayor	Cr Desley Simpson, JP	
Councillors	Cr Andrew Baker	
	Cr Josephine Bartley	From 10.03am, Item 2
	Cr Angela Dalton	
	Cr Chris Darby	
	Cr Julie Fairey	
	Cr Alf Filipaina, MNZM	From 10.05am, Item 2
	Cr Christine Fletcher, QSO	
	Cr Lotu Fuli	
	Cr Shane Henderson	
	Cr Richard Hills	
	Cr Mike Lee	Until 4.20pm, Item C1 9 June 2023
	Cr Kerrin Leoni	
	Cr Daniel Newman, JP	
	Cr Greg Sayers	
	Cr Sharon Stewart, QSM	
	Cr Ken Turner	
	Cr Wayne Walker	
	Cr John Watson	
	Cr Maurice Williamson	

TE HUNGA ĀPITI KUA TAE MAI | ALSO PRESENT

IMSB Chair D Tapiari

1 Ngā Tamōtanga | Apologies

Resolution number GB/2023/94

MOVED by Cr G Sayers, seconded by Cr C Fletcher:

That the Governing Body:

a) accept the apology from:

Lateness

Cr A Filipaina

CARRIED

2 Te Whakapuaki i te Whai Pānga | Declaration of Interest

Cr J Bartley entered the meeting at 10.03am.

Cr A Filipaina entered the meeting at 10.05am.

After consultation with legal and the Office of the Auditor-General, the following councillors had determined that they had no conflict in terms of the Auckland International Airport Limited share issue which was part of the Mayoral Proposal at Item 9:

- Cr C Darby
- Cr J Fairey
- Cr W Walker

3 Ngā Kōrero a te Marea | Public Input

There was no public input section.

4 Ngā Kōrero a te Poari ā-Rohe Pātata | Local Board Input

There was no local board input section.

5 Ngā Pakihi Autaia | Extraordinary Business

There was no extraordinary business.

6 Tūpuna Maunga Authority Operational Plan 2023/2024

MOVED by Cr K Leoni, seconded by Cr K Turner:

That the Governing Body:

- a) whakaae / agree to the Tūpuna Maunga Authority Operational Plan 2023/2024 which provides for a 5 per cent cost saving from both operational and capital budgets as agreed by the Tūpuna Maunga Authority (Attachment A of the agenda report), and the Summary of the Tūpuna Maunga Authority Operational Plan 2023/2024 (Attachment B of the agenda report).
- b) whakaae / agree to include the agreed Summary of the Tūpuna Maunga Authority Operational Plan 2023/2024 in the Annual Budget 2023/2024.

Note: The chair deferred the item to be considered later in the meeting.

7 Annual Budget 2023/2024 - Overview of decision-making

A PowerPoint presentation was given in support of the item. A copy has been placed on the official minutes and is available on the Auckland Council website as a minutes attachment.

Resolution number GB/2023/95

MOVED by Mayor W Brown, seconded by Deputy Mayor D Simpson:

That the Governing Body:

- a) **tuhi ā-taipitopito / note the contents of this report, which sets the context for the other reports and decisions on today's agenda.**

CARRIED

Attachments

- A 8 June 2023, Extraordinary Governing Body: Item 7 - Annual Budget 2023/2024 - Overview of decision-making

8 Annual Budget 2023/2024 – local board feedback and advocacy

Resolution number GB/2023/96

MOVED by Mayor W Brown, seconded by Deputy Mayor D Simpson:

That the Governing Body:

- a) **kohuki / consider feedback and advocacy initiatives from local boards when making decisions on the Annual Budget 2023/2024.**

CARRIED

Note: consideration of Item 6 was continued at this point.

6 Tūpuna Maunga Authority Operational Plan 2023/2024 (continued)

Resolution number GB/2023/97

MOVED by Cr K Leoni, seconded by Cr K Turner:

That the Governing Body:

- a) **whakaae / agree to the Tūpuna Maunga Authority Operational Plan 2023/2024 which provides for a 5 per cent cost saving from both operational and capital budgets as agreed by the Tūpuna Maunga Authority (Attachment A of the agenda report), and the Summary of the Tūpuna Maunga Authority Operational Plan 2023/2024 (Attachment B of the agenda report).**
- b) **whakaae / agree to include the agreed Summary of the Tūpuna Maunga Authority Operational Plan 2023/2024 in the Annual Budget 2023/2024.**

CARRIED

Note: Under Standing order 1.8.6, the following councillors requested their dissenting votes be recorded:

- Cr S Stewart
- Cr W Walker
- Cr M Williamson

9 Annual Budget 2023/2024 - Mayor's Final Budget Proposal

A PowerPoint presentation was given in support of the item.

A copy of the audited long-term plan amendment was tabled.

Copies have been placed on the official minutes and are available on the Auckland Council website as minutes attachments.

The meeting adjourned at 11.33am and so that an open workshop would be held.

The meeting reconvened at 2.12pm.

The following was moved as Mayor's recommendations.

MOVED by Mayor W Brown, seconded by Deputy Mayor D Simpson:

That the Governing Body:

- a) ~~agree to amend its current long term plan (the 1-year Budget 2024-2034) to provide for a full sell-down of the council's shareholding in Auckland Airport Limited and adopt the long-term plan amendment set out in Attachment B.~~
- a) agree to a mix of budget levers for the Annual Budget 2023/2024 to achieve a balanced budget and address the estimated \$325 million operating budget gap for 2023/2024 and \$40 million of storm-related additional operating costs, which includes:

Sale of Auckland International Airport Limited Shares and Community Investment

- i) agreeing to adopt the audited long-term plan amendment as tabled and agreeing to a partial sell-down of around 8 per cent a ~~partial sell-down of around 8 per cent~~ of the council's 18.09% shareholding (that is 117,779,508 of council's current shareholding of 266,328,912 shares) in Auckland International Airport Limited to pay down debt as provided for in the amended long-term plan, to save an estimated net \$28 million in 2023/24 and \$131 million over the remaining term of the 2021-2031 long-term plan;
- ii) ~~an intention to commit funding of up to \$200 million in the long-term plan 2024-2034 for fixing and finishing community infrastructure and accelerating the achievement of local board funding equity;~~
- iii) ~~funding in 2023/2024 to start Manurewa's War Memorial Park upgrade and Avondale's Te Hono project;~~

Operating spending reductions

- ii) additional operating savings of \$2433 million for Auckland Council including:
 - A) ~~\$7.8~~7.9 million of reductions for regional services
 - B) \$1 million of estimated savings from withdrawing from the direct provision of early childhood education services as a regional service, acknowledging strong local support for some of council's current Kauri Kids centres and allowing for those centres to continue to operate as local services sitting with local boards, in discussion with relevant local boards and communities
 - C) \$3 million from changes to fees and charges
 - D) \$12 million of reductions under existing delegations to the Chief Executive
 - E) \$4 million of reductions to local board funding
 - F) \$5 million of unallocated savings to the Chief Executive
- iii) \$15 million of additional operating savings for Auckland Transport, plus \$7.5 million identified as part of the work programme of the Expenditure Control and Procurement Committee
- iv) \$17.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$34.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account
- v) \$5 million of additional operating savings for Eke Panuku
- vi) \$5 million of additional savings for the council group to be identified from further review of revenue, capital and operating budgets as part of the work programme of the Expenditure Control and Procurement Committee

Rates

- vii) an average general rates increase of ~~9.8~~11% for 2023/2024, with the following rating policy adjustments that will result in an overall ~~6.77~~.7% rates increase for the average value residential property:
 - A) pausing the Long-term Differential Strategy for one year and extending the time by which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039

- B) temporarily reducing the Natural Environment Targeted Rate by 48.8% and Water Quality Targeted rate by 77.7% for one year and utilising the money we have already collected from these targeted rates to continue to deliver these work programmes as planned in 2023/2024

Debt

- viii) pay down net debt of \$1b from selling the 8.09% of AIAL shares which will reduce council's debt to revenue ratio to approximately 230%, down from the current projections of 248%
- ix) \$80 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs

Ports of Auckland

- x) \$10 million improvement in Ports of Auckland's net operating performance and dividend projections
- b) agree to the following other budget adjustments for 2023/2024:
 - i) \$20 million of additional operating expenditure per year for a storm response fund to improve our ability to prepare for and respond to future storm events, including additional stormwater maintenance and increasing local capabilities
 - ii) \$14 million of additional operating expenditure for the recovery office and its work programme for 2023/2024
 - iii) \$6 million of additional operating for urgent one-off storm response maintenance
 - iv) \$20 million of operating expenditure for the Public Transport Turnaround Plan to get bus services back on track and get Auckland moving
 - v) \$1 million more operating expenditure for crime prevention to make our streets and town centres safer for our communities
 - vi) \$450,000 more operating expenditure for Surf Lifesaving Northern Region in 2023/2024 to increase patrol hours and introduce new services on unpatrolled beaches to keep our people safe
 - vii) \$765,000 of operating funding for Coastguard New Zealand to support the provision of services in the Auckland region for 2023/2024, to be funded from an existing budget allowance
 - viii) reprioritisation of existing 2023/2024 capex budgets to accommodate \$205 million to renew or replace critical park, community, healthy waters and transport assets that were damaged by the storm events.
 - ix) \$313 million of additional capex for Watercare for 2023/2024 to deliver programmes in line with their Asset Management Plan 2021 – 2041, incorporate externally funded shovel-ready projects and to deliver additional storm related capex, noting that this will not add to the operating budget hole as Watercare funds its activities separately through water and wastewater charges, although it will increase overall group debt.
- c) agree that the final group budgets for 2023/2024 will be based on the projections set out in the staff reports, adjusted for the budget decisions agreed as part of this item.
- d) agree to change the council's Revenue and Financing Policy to enable the Long-term Differential Strategy to be paused for one year and extend the time at which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039.

- e) agree to establish a Political Working Group on Auckland Council Investments to oversee a program of work to consider, and make recommendations to the Governing Body on, the following matters to inform the next draft long-term plan (the proposed 10-year Budget 2024-2034):
 - i) council's ownership objectives for its remaining shareholding in AIAL (which includes how council could or should exercise its power as a minority shareholder);
 - ii) the long-term use of the funds realised from the sale of shares in AIAL, including considering which of the following options best improves the council's long-term financial position:
 - A) permanently reduce the council's long-term debt-to-revenue limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares; or
 - B) long-term investment in other funds or assets.
 - iii) any other steps that should be taken to improve council's approach in relation to its investments or non-service assets that could maximize their contribution to Auckland and to the council's long-term financial position, so it can provide for infrastructure and services expected by Aucklanders.
- f) agree to consider the following approach to preparing the next 10-Year Budget 2024-2034 for consultation and addressing the council's persistent budget challenges:
 - ~~i) reduce the council's long term debt to revenue policy limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares, as part of the financial strategy included in long term plan 2024-2034;~~
 - ~~ii) commit funding of up to \$200 million in the long term plan 2024-2034 for fixing and finishing community infrastructure, and allocate necessary operational expenditure to accelerate the achievement of local board funding equity;~~
 - i) develop Group Financial Responsibility and Transparency Rules as part of the financial strategy included in long-term plan 2024-2034, which will set standards in relation to budget responsibility, political oversight and capital expenditure;
 - ii) in relation to the Citizens Advice Bureaux of Auckland, funding is provided subject to:
 - ~~A) implementation of a Cash Reserves Management Plan to achieve compliance with the six-month reserves policy by the end of 2023 (six months);~~
 - A) ongoing quarterly performance reporting, including number of Aucklanders served by CABx and types of services utilised;
 - B) proactively work with council to seek sustainable central government funding with the aim of 50% being derived from central government sources by FY 2024/2025;
 - C) proactively work with council to determine future service delivery model that aligns with council's Long-term Plan 2024-2034 direction.
 - iii) the approach to 10-Year Budget 2024-2034 will involve enhanced political participation and oversight to develop council's priorities, enabling full consideration of options for revenue, expenditure, and assets, and providing for independent and contestable facilitation and advice

- iv) political governance and oversight groups will be used to consider key matters for development of the 10 Year Budget 2024-2034, including:
 - A) sustainable funding for cultural and social services and amenities, where there is a need to develop clearer direction on the council's priorities and modernise funding models in partnership with government;
 - B) funding for infrastructure and growth, including the approach to development contributions and targeted rates.
 - C) opportunities to increase non-rates revenue from council activities and assets

The meeting adjourned at 2.21pm and reconvened at 2.52pm.

Members asked and received answers to their questions.

At 4.03pm, it was:

Resolution number GB/2023/98

MOVED by Mayor W Brown, seconded by Cr W Walker:

That the Governing Body:

- a) **whakaae / agree pursuant to Standing Order 1.1.3, that an extension of time until 5.00pm be granted.**

CARRIED

Question time continued.

The meeting moved into debate.

MOVED by Cr L Fuli, seconded by Cr A Filipaina, an amendment by way of replacement:

That the Governing Body:

- a) whakaae / agree to a mix of budget levers for the Annual Budget 2023/2024 to achieve a balanced budget and address the estimated \$325 million operating budget gap for 2023/2024 and \$40 million of storm-related additional operating costs, which includes:

Sale of Auckland International Airport Limited Shares

- i) ~~agreeing to adopt the audited long-term plan amendment as tabled and agreeing to a partial sell-down of around 8 per cent of the council's 18.09% shareholding in Auckland International Airport Limited to pay down debt as provided for in the amended long-term plan, to save an estimated net \$28 million in 2023/24 and \$131 million over the remaining term of the 2021-2031 long-term plan;~~ **consider any sell-down of the council's 18.09% shareholding in Auckland International Airport Limited during the long-term plan process in 2023/24;**

Operating spending reductions

- ii) ~~additional operating savings of \$33 million for Auckland Council including:~~ **additional operating savings of \$23 million for Auckland Council including:**
 - A) ~~\$7.9 million of reductions for regional services~~ **\$7.8 million of reductions for regional services**

- ~~B) \$1 million of estimated savings from withdrawing from the direct provision of early childhood education services as a regional service, acknowledging strong local support for council's current Kauri Kids centres and allowing for those centres to continue to operate as local services sitting with local boards, in discussion with relevant local boards and communities~~
- B) \$3 million from changes to fees and charges
- C) \$12 million of reductions under existing delegations to the Chief Executive
- ~~D) \$4 million of reductions to local board funding~~
- ~~E) \$5 million of unallocated savings to the Chief Executive in addition to the \$5 million already to be found through the Expenditure Control and Procurement Committee~~
- iii) \$15 million of additional operating savings for Auckland Transport, plus \$7.5 million identified as part of the work programme of the Expenditure Control and Procurement Committee
- iv) ~~\$17.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$34.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account~~ **\$16.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$33.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account**
- v) \$5 million of additional operating savings for Eke Panuku
- vi) \$5 million of additional savings for the council group to be identified from further review of revenue, capital and operating budgets as part of the work programme of the Expenditure Control and Procurement Committee

Rates

- vii) ~~an average general rates increase of 11% for 2023/2024, with the following rating policy adjustments that will result in an overall 7.7% rates increase for the average value residential property:~~ **an average general rates increase of 9.9% for 2023/2024, with the following rating policy adjustments that will result in an overall 6.7% rates increase for the average value residential property:**
 - A) pausing the Long-term Differential Strategy for one year and extending the time by which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039
 - B) temporarily reducing the Natural Environment Targeted Rate by 48.8% and Water Quality Targeted rate by 77.7% for one year and utilising the money we have already collected from these targeted rates to continue to deliver these work programmes as planned in 2023/2024

Debt

- viii) ~~Pay down net debt of \$1b from selling the 8.09% of AIAL shares which will reduce council's debt to revenue ratio to approximately 230%, down from the current projections of 248%~~
- ix) ~~\$80 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs~~ **\$140 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs**

Ports of Auckland

- x) \$10 million improvement in Ports of Auckland's net operating performance and dividend projections
- b) whakaae / agree to the following other budget adjustments for 2023/2024:
 - i) \$20 million of additional operating expenditure per year for a storm response fund to improve our ability to prepare for and respond to future storm events, including additional stormwater maintenance and increasing local capabilities
 - ii) \$14 million of additional operating expenditure for the recovery office and its work programme for 2023/2024
 - iii) \$6 million of additional operating for urgent one-off storm response maintenance
 - iv) \$20 million of operating expenditure for the Public Transport Turnaround Plan to get bus services back on track and get Auckland moving
 - v) \$1 million more operating expenditure for crime prevention to make our streets and town centres safer for our communities
 - vi) \$450,000 more operating expenditure for Surf Lifesaving Northern Region in 2023/2024 to increase patrol hours and introduce new services on unpatrolled beaches to keep our people safe
 - vii) \$765,000 of operating funding for Coastguard New Zealand to support the provision of services in the Auckland region for 2023/2024, to be funded from an existing budget allowance
 - viii) reprioritisation of existing 2023/2024 capex budgets to accommodate \$205 million to renew or replace critical park, community, healthy waters and transport assets that were damaged by the storm events.
 - ix) \$313 million of additional capex for Watercare for 2023/2024 to deliver programmes in line with their Asset Management Plan 2021 – 2041, incorporate externally funded shovel-ready projects and to deliver additional storm related capex, noting that this will not add to the operating budget hole as Watercare funds its activities separately through water and wastewater charges, although it will increase overall group debt.
- c) whakaae / agree that the final group budgets for 2023/2024 will be based on the projections set out in the staff reports, adjusted for the budget decisions agreed as part of this item.
- d) whakaae / agree to change the council's Revenue and Financing Policy to enable the Long-term Differential Strategy to be paused for one year and extend the time at which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039.
- e) whakaae / agree to establish a Political Working Group on Auckland Council Investments to oversee a program of work to consider, and make recommendations to the Governing Body on, the following matters to inform the next draft long-term plan (the proposed 10-year Budget 2024-2034):
 - i) ~~council's ownership objectives for its remaining shareholding in AIAL (which includes how council could or should exercise its power as a minority shareholder);~~
 - i) the long-term use of the funds realised from the sale of shares in AIAL, including considering which of the following options best improves the council's long-term financial position:
 - A) permanently reduce the council's long-term debt-to-revenue limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares; or

- B) long-term investment in other funds or assets.
- ii) any other steps that should be taken to improve council's approach in relation to its investments or non-service assets that could maximize their contribution to Auckland and to the council's long-term financial position, so it can provide for infrastructure and services expected by Aucklanders.
- f) whakaae / agree to consider the following approach to preparing the next 10 Year Budget 2021-2031 for consultation and addressing the council's persistent budget challenges:
 - i) develop Group Financial Responsibility and Transparency Rules as part of the financial strategy included in long-term plan 2024-2034, which will set standards in relation to budget responsibility, political oversight and capital expenditure;
 - ii) in relation to the Citizens Advice Bureaux of Auckland, funding is provided subject to:
 - A) implementation of a Cash Reserves Management Plan to achieve compliance with the six-month reserves
 - B) ongoing quarterly performance reporting policy by the end of 2023 (six months);, including number of Aucklanders served by CABx and types of services utilised;
 - C) proactively work with council to seek sustainable central government funding with the aim of 50% being derived from central government sources by FY 2024/2025;
 - D) proactively work with council to determine future service delivery model that aligns with council's Long-term Plan 2024-2034 direction.
 - iii) the approach to 10 Year Budget 2021-2031 will involve enhanced political participation and oversight to develop council's priorities, enabling full consideration of options for revenue, expenditure, and assets, and providing for independent and contestable facilitation and advice:
 - iv) political governance and oversight groups will be used to consider key matters for development of the 10 Year Budget 2021-2031, including:
 - A) sustainable funding for cultural and social services and amenities, where there is a need to develop clearer direction on the council's priorities and modernise funding models in partnership with government;
 - B) funding for infrastructure and growth, including the approach to development contributions and targeted rates.
 - C) opportunities to increase non-rates revenue from council activities and assets

MOVED by Cr W Walker, seconded by Cr J Watson, an amendment by way of addition:

That the Governing Body:

- g) agree that the funding be reinstated for the Hibiscus Coast Youth Centre in the 2023/2024 year.

At 5.02pm:

Adjournment of Meeting

Resolution number GB/2023/99

MOVED by Mayor W Brown, seconded by Deputy Mayor D Simpson:

That the Governing Body:

- a) **whakaae / agree to adjourn the meeting until Friday, 9 June 2023 at 10.00am in the Reception Lounge, Auckland Town Hall, 301 Queen Street, Auckland.**

CARRIED

The meeting adjourned at 5.02pm.

The meeting reconvened at 10.07am on Friday 9 June 2023.

Minutes of an extraordinary meeting of the Governing Body held in the Reception Lounge, Auckland Town Hall, 301-305 Queen Street, Auckland on Friday, 9 June 2023 at 10.07am.

TE HUNGA KUA TAE MAI | PRESENT

Mayor	Wayne Brown	
Deputy Mayor	Cr Desley Simpson, JP	
Councillors	Cr Andrew Baker	
	Cr Josephine Bartley	
	Cr Angela Dalton	
	Cr Chris Darby	
	Cr Julie Fairey	
	Cr Alf Filipaina, MNZM	
	Cr Christine Fletcher, QSO	
	Cr Lotu Fuli	
	Cr Shane Henderson	
	Cr Richard Hills	
	Cr Mike Lee	Until 4.23pm, Item C1
	Cr Kerrin Leoni	
	Cr Daniel Newman, JP	
	Cr Greg Sayers	
	Cr Sharon Stewart, QSM	
	Cr Ken Turner	
	Cr Wayne Walker	
	Cr John Watson	
	Cr Maurice Williamson	

TE HUNGA ĀPITI KUA TAE MAI | ALSO PRESENT

IMSB Chair D Taipari

Ngā Tamōtanga | Apologies

There were no apologies.

9 Annual Budget 2023/2024: Mayor's Final Budget Proposal (continued)

MOVED by Cr L Fuli, seconded by Cr A Filipaina, an amendment by way of replacement:

That the Governing Body:

- a) whakaae / agree to a mix of budget levers for the Annual Budget 2023/2024 to achieve a balanced budget and address the estimated \$325 million operating budget gap for 2023/2024 and \$40 million of storm-related additional operating costs, which includes:

Sale of Auckland International Airport Limited Shares

- i) ~~agreeing to adopt the audited long-term plan amendment as tabled and agreeing to a partial sell-down of around 8 per cent of the council's 18.09% shareholding in Auckland International Airport Limited to pay down debt as provided for in the amended long-term plan, to save an estimated net \$28 million in 2023/24 and \$131 million over the remaining term of the 2021-2031 long-term plan; consider any sell-down of the council's 18.09% shareholding in Auckland International Airport Limited during the long-term plan process in 2023/24;~~

Operating spending reductions

- ii) ~~additional operating savings of \$33 million for Auckland Council including:~~ additional operating savings of \$23 million for Auckland Council including:
 - A) ~~\$7.9 million of reductions for regional services~~ \$7.8 million of reductions for regional services
 - B) ~~\$1 million of estimated savings from withdrawing from the direct provision of early childhood education services as a regional service, acknowledging strong local support for council's current Kauri Kids centres and allowing for those centres to continue to operate as local services sitting with local boards, in discussion with relevant local boards and communities~~
 - B) \$3 million from changes to fees and charges
 - C) \$12 million of reductions under existing delegations to the Chief Executive
 - D) ~~\$4 million of reductions to local board funding~~
 - E) ~~\$5 million of unallocated savings to the Chief Executive in addition to the \$5 million already to be found through the Expenditure Control and Procurement Committee~~
- iii) \$15 million of additional operating savings for Auckland Transport, plus \$7.5 million identified as part of the work programme of the Expenditure Control and Procurement Committee
- iv) ~~\$17.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$34.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account~~ \$16.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$33.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account
- v) \$5 million of additional operating savings for Eke Panuku

- vi) \$5 million of additional savings for the council group to be identified from further review of revenue, capital and operating budgets as part of the work programme of the Expenditure Control and Procurement Committee

Rates

- vii) ~~an average general rates increase of 11% for 2023/2024, with the following rating policy adjustments that will result in an overall 7.7% rates increase for the average value residential property:~~ an average general rates increase of 9.9% for 2023/2024, with the following rating policy adjustments that will result in an overall 6.7% rates increase for the average value residential property:
 - A) pausing the Long-term Differential Strategy for one year and extending the time by which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039
 - B) temporarily reducing the Natural Environment Targeted Rate by 48.8% and Water Quality Targeted rate by 77.7% for one year and utilising the money we have already collected from these targeted rates to continue to deliver these work programmes as planned in 2023/2024

Debt

- viii) ~~Pay down net debt of \$1b from selling the 8.09% of AIAL shares which will reduce council's debt to revenue ratio to approximately 230%, down from the current projections of 248%~~
- viii) ~~\$80 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs~~ \$140 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs

Ports of Auckland

- ix) \$10 million improvement in Ports of Auckland's net operating performance and dividend projections
- b) whakaae / agree to the following other budget adjustments for 2023/2024:
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 - ii) \$14 million of additional operating expenditure for the recovery office and its work programme for 2023/2024
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- vii) \$765,000 of operating funding for Coastguard New Zealand to support the provision of services in the Auckland region for 2023/2024, to be funded from an existing budget allowance
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- c) whakaae / agree that the final group budgets for 2023/2024 will be based on the projections set out in the staff reports, adjusted for the budget decisions agreed as part of this item.
- d) whakaae / agree to change the council's Revenue and Financing Policy to enable the Long-term Differential Strategy to be paused for one year and extend the time at which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039.
- e) whakaae / agree to establish a Political Working Group on Auckland Council Investments to oversee a program of work to consider, and make recommendations to the Governing Body on, the following matters to inform the next draft long-term plan (the proposed 10-year Budget 2024-2034):
 - ii) ~~council's ownership objectives for its remaining shareholding in AIAL (which includes how council could or should exercise its power as a minority shareholder);~~
 - i) the long-term use of the funds realised from the sale of shares in AIAL, including considering which of the following options best improves the council's long-term financial position:
 - A) permanently reduce the council's long-term debt-to-revenue limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares; or
 - B) long-term investment in other funds or assets.
 - ii) any other steps that should be taken to improve council's approach in relation to its investments or non-service assets that could maximize their contribution to Auckland and to the council's long-term financial position, so it can provide for infrastructure and services expected by Aucklanders.
- f) whakaae / agree to consider the following approach to preparing the next 10 Year Budget 2021-2031 for consultation and addressing the council's persistent budget challenges:
 - i) develop Group Financial Responsibility and Transparency Rules as part of the financial strategy included in long-term plan 2024-2034, which will set standards in relation to budget responsibility, political oversight and capital expenditure;
 - ii) in relation to the Citizens Advice Bureaux of Auckland, funding is provided subject to:
 - A) implementation of a Cash Reserves Management Plan to achieve compliance with the six-month reserves

- B) ongoing quarterly performance reporting policy by the end of 2023 (six months);, including number of Aucklanders served by CABx and types of services utilised;
 - C) proactively work with council to seek sustainable central government funding with the aim of 50% being derived from central government sources by FY 2024/2025;
 - D) proactively work with council to determine future service delivery model that aligns with council's Long-term Plan 2024-2034 direction.
- iii) the approach to 10 Year Budget 2021-2031 will involve enhanced political participation and oversight to develop council's priorities, enabling full consideration of options for revenue, expenditure, and assets, and providing for independent and contestable facilitation and advice:
- iv) political governance and oversight groups will be used to consider key matters for development of the 10 Year Budget 2021-2031, including:
- A) sustainable funding for cultural and social services and amenities, where there is a need to develop clearer direction on the council's priorities and modernise funding models in partnership with government;
 - B) funding for infrastructure and growth, including the approach to development contributions and targeted rates.
 - C) opportunities to increase non-rates revenue from council activities and assets

A division was called for, voting on which was as follows:

<u>For</u>	<u>Against</u>	<u>Abstained</u>
Cr J Bartley	Cr A Baker	
Cr A Dalton	Mayor W Brown	
Cr A Filipaina	Cr C Darby	
Cr L Fuli	Cr J Fairey	
Cr M Lee	Cr C Fletcher	
Cr K Leoni	Cr S Henderson	
Cr W Walker	Cr R Hills	
Cr J Watson	Cr D Newman	
	Cr G Sayers	
	Deputy Mayor D Simpson	
	Cr S Stewart	
	Cr K Turner	
	Cr M Williamson	

The amendment was declared LOST by 8 votes to 13.

The meeting adjourned at 12.35pm and reconvened at 1.07pm.

MOVED by Cr W Walker, seconded by Cr J Watson, an amendment by way of addition:

That the Governing Body:

- g) agree that the funding be reinstated for the Hibiscus Coast Youth Centre in the 2023/2024 year.

Note: clause would be incorporated into the original motion with the agreement of the mover and seconder (Mayor W Brown/Deputy Mayor D Simpson).

MOVED by Cr A Dalton, seconded by Cr J Bartley an amendment by way of replacement:

That the Governing Body:

- a) agree to a mix of budget levers for the Annual Budget 2023/2024 to achieve a balanced budget and address the estimated \$325 million operating budget gap for 2023/2024 and \$40 million of storm-related additional operating costs, which includes:

Sale of Auckland International Airport Limited Shares

- i) ~~agreeing to adopt the audited long-term plan amendment as tabled and agreeing to a partial sell-down of around 8 per cent of the council's 18.09% shareholding in Auckland International Airport Limited to pay down debt as provided for in the amended long-term plan, to save an estimated net \$28 million in 2023/24 and \$131 million over the remaining term of the 2021-2031 long-term plan; consider any sell-down of the council's 18.09% shareholding in Auckland International Airport Limited during the Long Term Plan process in 2023/24;~~

Operating spending reductions

- ii) ~~additional operating savings of \$33 million for Auckland Council including:~~
additional operating savings of \$22 million for Auckland Council including:
- ~~A) \$7.9 million of reductions for regional services \$7.8 million of reductions for regional services~~
 - ~~B) \$1 million of estimated savings from withdrawing from the direct provision of early childhood education services as a regional service, acknowledging strong local support for council's current Kauri Kids centres and allowing for those centres to continue to operate as local services sitting with local boards, in discussion with relevant local boards and communities~~
 - ~~B) \$3 million from changes to fees and charges~~
 - ~~C) \$12 million of reductions under existing delegations to the Chief Executive~~
 - ~~D) \$4 million of reductions to local board funding~~
 - ~~E) \$5 million of unallocated savings to the Chief Executive in addition to the \$5 million already to be found through the Expenditure Control and Procurement Committee~~
- iii) \$15 million of additional operating savings for Auckland Transport, plus \$7.5 million identified as part of the work programme of the Expenditure Control and Procurement Committee
- iv) ~~\$17.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$34.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account~~ \$15.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$32.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account
- v) \$5 million of additional operating savings for Eke Panuku
- vi) \$5 million of additional savings for the council group to be identified from further review of revenue, capital and operating budgets as part of the work programme of the Expenditure Control and Procurement Committee

Rates

- vii) ~~an average general rates increase of 11% for 2023/2024, with the following rating policy adjustments that will result in an overall 7.7% rates increase for the average value residential property:~~ an average general rates increase of 11% for 2023/2024, with the following rating policy adjustments that will result in an overall 7.7% rates increase for the average value residential property:
- A) pausing the Long-term Differential Strategy for one year and extending the time by which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039
 - B) temporarily reducing the Natural Environment Targeted Rate by 48.8% and Water Quality Targeted rate by 77.7% for one year and utilising the money we have already collected from these targeted rates to continue to deliver these work programmes as planned in 2023/2024

Debt

- viii) ~~Pay down net debt of \$1b from selling the 8.09% of AIAL shares which will reduce council's debt to revenue ratio to approximately 230%, down from the current projections of 248%~~
- viii) ~~\$80 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs~~ \$120 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs

Ports of Auckland

- ix) \$10 million improvement in Ports of Auckland's net operating performance and dividend projections
- b) agree to the following other budget adjustments for 2023/2024:
- i) \$20 million of additional operating expenditure per year for a storm response fund to improve our ability to prepare for and respond to future storm events, including additional stormwater maintenance and increasing local capabilities
 - ii) \$14 million of additional operating expenditure for the recovery office and its work programme for 2023/2024
 - iii) \$6 million of additional operating for urgent one-off storm response maintenance
 - iv) \$20 million of operating expenditure for the Public Transport Turnaround Plan to get bus services back on track and get Auckland moving
 - v) \$1 million more operating expenditure for crime prevention to make our streets and town centres safer for our communities
 - vi) \$450,000 more operating expenditure for Surf Lifesaving Northern Region in 2023/2024 to increase patrol hours and introduce new services on unpatrolled beaches to keep our people safe
 - vii) \$765,000 of operating funding for Coastguard New Zealand to support the provision of services in the Auckland region for 2023/2024, to be funded from an existing budget allowance
 - viii) reprioritisation of existing 2023/2024 capex budgets to accommodate \$205 million to renew or replace critical park, community, healthy waters and transport assets that were damaged by the storm events.

- ix) \$313 million of additional capex for Watercare for 2023/2024 to deliver programmes in line with their Asset Management Plan 2021 – 2041, incorporate externally funded shovel-ready projects and to deliver additional storm related capex, noting that this will not add to the operating budget hole as Watercare funds its activities separately through water and wastewater charges, although it will increase overall group debt.
- c) agree that the final group budgets for 2023/2024 will be based on the projections set out in the staff reports, adjusted for the budget decisions agreed as part of this item.
- d) agree to change the council's Revenue and Financing Policy to enable the Long-term Differential Strategy to be paused for one year and extend the time at which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039.
- e) agree to establish a Political Working Group on Auckland Council Investments to oversee a program of work to consider, and make recommendations to the Governing Body on, the following matters to inform the next draft long-term plan (the proposed 10-year Budget 2024-2034):
 - i) ~~council's ownership objectives for its remaining shareholding in AIAL (which includes how council could or should exercise its power as a minority shareholder);~~
 - ii) the long-term use of the funds realised from the sale of shares in AIAL, including considering which of the following options best improves the council's long-term financial position:
 - A) permanently reduce the council's long-term debt-to-revenue limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares; or
 - B) long-term investment in other funds or assets.
 - iii) any other steps that should be taken to improve council's approach in relation to its investments or non-service assets that could maximize their contribution to Auckland and to the council's long-term financial position, so it can provide for infrastructure and services expected by Aucklanders.
- f) agree to consider the following approach to preparing the next 10 Year Budget 2021-2031 for consultation and addressing the council's persistent budget challenges:
 - i) develop Group Financial Responsibility and Transparency Rules as part of the financial strategy included in long-term plan 2024-2034, which will set standards in relation to budget responsibility, political oversight and capital expenditure;
 - ii) in relation to the Citizens Advice Bureaux of Auckland, funding is provided subject to:
 - A. ~~implementation of a Cash Reserves Management Plan to achieve compliance with the six-month reserves policy by the end of 2023 (six months);~~
 - B) ongoing quarterly performance reporting, including number of Aucklanders served by CABx and types of services utilised;
 - C) proactively work with council to seek sustainable central government funding with the aim of 50% being derived from central government sources by FY 2024/2025;
 - D) proactively work with council to determine future service delivery model that aligns with council's Long-term Plan 2024-2034 direction.

- iii) the approach to 10 Year Budget 2021-2031 will involve enhanced political participation and oversight to develop council's priorities, enabling full consideration of options for revenue, expenditure, and assets, and providing for independent and contestable facilitation and advice:
- iv) political governance and oversight groups will be used to consider key matters for development of the 10 Year Budget 2021-2031, including:
 - A) sustainable funding for cultural and social services and amenities, where there is a need to develop clearer direction on the council's priorities and modernise funding models in partnership with government;
 - B) funding for infrastructure and growth, including the approach to development contributions and targeted rates.
 - C) opportunities to increase non-rates revenue from council activities and assets

A division was called for, voting on which was as follows:

<u>For</u>	<u>Against</u>	<u>Abstained</u>
Cr J Bartley	Cr A Baker	
Cr A Dalton	Mayor W Brown	
Cr A Filipaina	Cr C Darby	
Cr L Fuli	Cr J Fairey	
Cr M Lee	Cr C Fletcher	
Cr K Leoni	Cr S Henderson	
Cr W Walker	Cr R Hills	
Cr J Watson	Cr D Newman	
	Cr G Sayers	
	Deputy Mayor D Simpson	
	Cr S Stewart	
	Cr K Turner	
	Cr M Williamson	

The motion was declared LOST by 8 votes to 13.

The meeting adjourned at 1.53pm and reconvened at 2.09pm.

Note: changes were made to the substantive motion, amending clauses a) i), a) ix) and a) x), with the agreement of the meeting.

The substantive motion, as amended, was put.

The meeting adjourned at 2.54pm due to disruption.

The meeting reconvened at 2.56pm.

The meeting adjourned at 2.57pm due to disruption.

The meeting reconvened at 3.00pm.

Cr S Henderson, Cr K Leoni and Deputy Mayor Cr D Simpson were not present.

Cr S Henderson returned to the meeting at 3.01pm.

Cr D Simpson returned to the meeting at 3.01pm.

Cr K Leoni returned to the meeting at 3.01pm.

Resolution number GB/2023/100

MOVED by Mayor W Brown, seconded by Deputy Mayor D Simpson:

That the Governing Body:

- a) **agree to a mix of budget levers for the Annual Budget 2023/2024 to achieve a balanced budget and address the estimated \$325 million operating budget gap for 2023/2024 and \$40 million of storm-related additional operating costs, which includes:**

Sale of Auckland International Airport Limited Shares

- i) **agreeing to adopt the audited long-term plan amendment as tabled to enable a partial sell-down to a target minimum of 10% shareholding and agree to sell down around 7 per cent of the council's 18.09% shareholding (that is 103,097,466 of council's current shareholding of 266,328,912 shares) in Auckland International Airport Limited to pay down debt as provided for in the amended long-term plan, to save an estimated net \$23million in 2023/24 and \$115million over the remaining term of the 2021-2031 long-term plan;**

Operating spending reductions

- ii) **additional operating savings of \$33 million for Auckland Council including:**
- A) **\$7.9 million of reductions for regional services**
 - B) **\$1 million of estimated savings from withdrawing from the direct provision of early childhood education services as a regional service, acknowledging strong local support for some of council's current Kauri Kids centres and allowing for those centres to continue to operate as local services sitting with local boards, in discussion with relevant local boards and communities**
 - C) **\$3 million from changes to fees and charges**
 - D) **\$12 million of reductions under existing delegations to the Chief Executive**
 - E) **\$4 million of reductions to local board funding**
 - F) **\$5 million of unallocated savings to the Chief Executive**
- iii) **\$15 million of additional operating savings for Auckland Transport, plus \$7.5 million identified as part of the work programme of the Expenditure Control and Procurement Committee**
- iv) **\$17.5 million of additional operating savings for Tataki Auckland Unlimited, representing total operating savings of \$34.5 million for Tataki Auckland Unlimited once existing savings targets against the long-term plan are taken into account**
- v) **\$5 million of additional operating savings for Eke Panuku**
- vi) **\$5 million of additional savings for the council group to be identified from further review of revenue, capital and operating budgets as part of the work programme of the Expenditure Control and Procurement Committee**

Rates

- vii) an average general rates increase of 11% for 2023/2024, with the following rating policy adjustments that will result in an overall 7.7% rates increase for the average value residential property:
 - A) pausing the Long-term Differential Strategy for one year and extending the time by which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039
 - B) temporarily reducing the Natural Environment Targeted Rate by 48.8% and Water Quality Targeted rate by 77.7% for one year and utilising the money we have already collected from these targeted rates to continue to deliver these work programmes as planned in 2023/2024

Debt

- ix) Pay down net debt of around \$865m from selling the 7% of AIAL shares which will reduce council's debt to revenue ratio to approximately 233%, down from the current projections of 248%
- x) \$85 million of additional debt funding of the capital programme which will free up rates funding for operating purposes, and \$20 million of additional borrowing to fund one-off storm-related operating costs

Ports of Auckland

- viii) \$10 million improvement in Ports of Auckland's net operating performance and dividend projections
- b) agree to the following other budget adjustments for 2023/2024:
 - i) \$20 million of additional operating expenditure per year for a storm response fund to improve our ability to prepare for and respond to future storm events, including additional stormwater maintenance and increasing local capabilities
 - ii) \$14 million of additional operating expenditure for the recovery office and its work programme for 2023/2024
 - iii) \$6 million of additional operating for urgent one-off storm response maintenance
 - iv) \$20 million of operating expenditure for the Public Transport Turnaround Plan to get bus services back on track and get Auckland moving
 - v) \$1 million more operating expenditure for crime prevention to make our streets and town centres safer for our communities
 - vi) \$450,000 more operating expenditure for Surf Lifesaving Northern Region in 2023/2024 to increase patrol hours and introduce new services on unpatrolled beaches to keep our people safe
 - vii) \$765,000 of operating funding for Coastguard New Zealand to support the provision of services in the Auckland region for 2023/2024, to be funded from an existing budget allowance
 - viii) reprioritisation of existing 2023/2024 capex budgets to accommodate \$205 million to renew or replace critical park, community, healthy waters and transport assets that were damaged by the storm events.

- ix) **\$313 million of additional capex for Watercare for 2023/2024 to deliver programmes in line with their Asset Management Plan 2021 – 2041, incorporate externally funded shovel-ready projects and to deliver additional storm related capex, noting that this will not add to the operating budget hole as Watercare funds its activities separately through water and wastewater charges, although it will increase overall group debt.**
- c) **agree that the final group budgets for 2023/2024 will be based on the projections set out in the staff reports, adjusted for the budget decisions agreed as part of this item.**
- d) **agree to change the council's Revenue and Financing Policy to enable the Long-term Differential Strategy to be paused for one year and extend the time at which the target share of 25.8 per cent of rates to be raised from business properties is achieved to 2038/2039.**
- e) **agree to establish a Political Working Group on Auckland Council Investments to oversee a program of work to consider, and make recommendations to the Governing Body on, the following matters to inform the next draft long-term plan (the proposed 10-year Budget 2024-2034):**
 - i) **council's ownership objectives for its remaining shareholding in AIAL (which includes how council could or should exercise its power as a minority shareholder);**
 - ii) **the long-term use of the funds realised from the sale of shares in AIAL, including considering which of the following options best improves the council's long-term financial position:**
 - A) **permanently reduce the council's long-term debt-to-revenue limit to reflect the reduction of debt from the sale of Auckland International Airport Limited shares; or**
 - B) **long-term investment in other funds or assets.**
 - iii) **any other steps that should be taken to improve council's approach in relation to its investments or non-service assets that could maximize their contribution to Auckland and to the council's long-term financial position, so it can provide for infrastructure and services expected by Aucklanders.**
- f) **agree to consider the following approach to preparing the next 10-Year Budget 2024-2034 for consultation and addressing the council's persistent budget challenges:**
 - i) **develop Group Financial Responsibility and Transparency Rules as part of the financial strategy included in long-term plan 2024-2034, which will set standards in relation to budget responsibility, political oversight and capital expenditure;**
 - ii) **in relation to the Citizens Advice Bureaux of Auckland, funding is provided subject to:**
 - A) **ongoing quarterly performance reporting, including number of Aucklanders served by CABx and types of services utilised;**
 - B) **proactively work with council to seek sustainable central government funding with the aim of 50% being derived from central government sources by FY 2024/2025;**
 - C) **proactively work with council to determine future service delivery model that aligns with council's Long-term Plan 2024-2034 direction.**

- iii) the approach to 10-Year Budget 2024-2034 will involve enhanced political participation and oversight to develop council's priorities, enabling full consideration of options for revenue, expenditure, and assets, and providing for independent and contestable facilitation and advice:
- iv) political governance and oversight groups will be used to consider key matters for development of the 10 Year Budget 2024-2034, including:
- A) sustainable funding for cultural and social services and amenities, where there is a need to develop clearer direction on the council's priorities and modernise funding models in partnership with government;
- B) funding for infrastructure and growth, including the approach to development contributions and targeted rates.
- C) opportunities to increase non-rates revenue from council activities and assets
- g) agree that the funding be reinstated for the Hibiscus Coast Youth Centre in the 2023/2024 year.

A division was called for, voting on which was as follows:

<u>For</u>	<u>Against</u>	<u>Abstained</u>
Cr A Baker	Cr J Bartley	Cr J Fairey
Mayor W Brown	Cr A Dalton	
Cr C Darby	Cr A Filipaina	
Cr C Fletcher	Cr L Fuli	
Cr S Henderson	Cr M Lee	
Cr R Hills	Cr K Leoni	
Cr D Newman		
Cr G Sayers		
Deputy Mayor D Simpson		
Cr S Stewart		
Cr K Turner		
Cr W Walker		
Cr J Watson		
Cr M Williamson		

The motion was declared CARRIED by 14 votes to 6.

CARRIED

Note: Under Standing Order 1.8.6., the following councillors requested their dissenting vote against clause a) i), be recorded:

- Cr W Walker
- Cr J Watson

Attachments

- A 8 June 2023, Extraordinary Governing Body: Item 9 - Annual Budget 2023/2024: Mayor's Final Budget Proposal, Staff analysis and advice
- B 8 June 2023, Governing Body: Item 9 - Annual Budget 2023/2024: Mayor's Final Budget Proposal

The meeting adjourned at 3.22pm and reconvened at 3.24pm.

Cr S Henderson left the meeting at 3.28pm.

10 Annual Budget 2023/2024: Other rates and fees matters

*Deputy Mayor D Simpson left the meeting at 3.28pm.
Cr S Henderson returned to the meeting at 3.30pm.
Deputy Mayor D Simpson returned to the meeting at 3.30pm.*

Resolution number GB/2023/101

MOVED by Cr C Fletcher, seconded by Mayor W Brown:

That the Governing Body:

- a) **whai / adopt as part of the Annual Budget 2023/2024 the increases to the waste management targeted rate charges as specified in this report, to ensure cost recovery for the relevant services**
- b) **whakaae / agree to introduce the option of an 80 litre bin refuse service in the former districts of the Auckland City and Manukau City Councils, to be funded by a targeted rate of \$143.71, from 1 July 2023**
- c) **whai / adopt as part of the Annual Budget 2023/2024 a food scraps targeted rate in the former districts of Auckland City, Manukau City, Franklin District and Rodney District councils (excluding islands) to fund the food scraps collection service to those areas, to be applied from 1 July 2023 to all residential and lifestyle SUIPs to which the service is made available, on a pro rata basis reflecting the approximate number of months the service is available to each SUIP as set out in this report**
- d) **whakaae / agree to a \$40 per bin fee for a bin user to change the size of their refuse or recycling bin, to be introduced from 1 July 2023**
- e) **whakaae / agree to the extension of council's waste management services and associated targeted rate charges to the commercial areas in the former Manukau City, with commercial properties in Howick, Hunter's Corner and Papatoetoe starting to receive council services from 2023/2024 on an opt-in basis**
- f) **whai / adopt as part of the Annual Budget 2023/2024 a standard recycling targeted rate and a minimum base service targeted rate, effective from 1 July 2023, to replace the waste management base service targeted rate that is currently in place**
- g) **whakaae / agree to increase the targeted rate and inspection fee for swimming/spa pool compliance to \$63.33 per year and \$190 per inspection respectively**
- h) **whai / adopt as part of the Annual Budget 2023/2024 a Business Improvement District (BID) targeted rate to fund the new Silverdale BID**
- i) **whakaae / agree that the APTR will not be reinstated in the Annual Budget 2023/2024, and that as a result, the planned \$15.1 million of funding from the APTR for visitor attraction and major events activities will be unavailable in 2023/2024.**
- j) **whakaae / agree to partially reprioritise \$10.5 million of additional bus service expenditure planned to be funded by the Climate Action Targeted Rate (CATR) for the 2023/2024 year**
- k) **whai / adopt as part of the Annual Budget 2023/2024 the changes to fees and charges as set out in this report and in Attachment A: Fees and Charges Changes Proposal**

- l) whai / adopt the amendment to the Māori Land Rates Remissions and Postponement Policy to include a partial remission for papakāinga on general title land in Attachment B: Draft Māori Land Rates Remission and Postponement Policy of the agenda report
- m) whai / adopt the amendment to the Community Occupancy Guidelines in Attachment C: Draft Community Occupancy Guidelines of the agenda report, noting that decision-making about implementation of the guidelines sits with local boards.

CARRIED

Note: Under Standing Order 1.8.6, the following councillors requested the dissenting vote against clause c), be recorded.

- Cr G Sayers
- Deputy Mayor D Simpson
- Cr S Stewart
- Cr K Turner
- Cr W Walker
- Cr J Watson
- Cr M Williamson

11 Te Whakaaro ki ngā Take Pūtea e Autaia ana | Consideration of Extraordinary Items

There was no consideration of extraordinary items.

12 Procedural motion to exclude the public

Resolution number GB/2023/102

MOVED by Cr C Fletcher, seconded by Cr W Walker:

That the Governing Body:

- a) **exclude the public from the following part(s) of the proceedings of this meeting.**

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each 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 follows.

This resolution is made in reliance on section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by section 6 or section 7 of that Act which would be prejudiced by the holding of the whole or relevant part of the proceedings of the meeting in public, as follows:

C1 CONFIDENTIAL: Auckland International Airport Limited share sale process

Reason for passing this resolution in relation to each matter	Particular interest(s) protected (where applicable)	Ground(s) under section 48(1) for the passing of this resolution
<p>The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.</p>	<p>s7(2)(b)(ii) - The withholding of the information is necessary to protect information where the making available of the information would be likely unreasonably to prejudice the commercial position of the person who supplied or who is the subject of the information.</p> <p>s7(2)(h) - The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities.</p> <p>s7(2)(j) - The withholding of the information is necessary to prevent the disclosure or use of official information for improper gain or improper advantage.</p> <p>Due to commercial activities and not to prejudice or disadvantage negotiations.</p>	<p>s48(1)(a)</p> <p>The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.</p>

The text of these resolutions is made available to the public who are present at the meeting and form part of the minutes of the meeting.

CARRIED

3.32pm The public was excluded.

Resolutions in relation to the confidential items are recorded in the confidential section of these minutes and are not publicly available.

4.28pm The public was re-admitted.

RESTATEMENTS

It was resolved while the public was excluded:

C1 CONFIDENTIAL: Auckland International Airport Limited share sale process

Resolution number GB/2023/103

MOVED by Mayor W Brown, seconded by Cr L Fuli:

- a) whakaae / agree that the decisions, report and attachments remain confidential until the need for confidentiality no longer exists.

4.28pm

The Chairperson thanked Members for their attendance and attention to business and declared the meeting closed.

CONFIRMED AS A TRUE AND CORRECT RECORD
AT A MEETING OF THE GOVERNING BODY HELD
ON

DATE:.....

CHAIRPERSON:.....