

APPENDIX

This appendix contains background information on the nature and scope of Watercare's activities and on significant issues facing the business. It also contains other information disclosures required by the Local Government Act.

A. NATURE AND SCOPE OF ACTIVITIES

A.1 Background

Watercare was established in 1992 as a Local Authority Trading Enterprise (LATE) responsible for the provision of bulk water and wastewater services to the Auckland region.

In 1998, ownership of the company was vested in the city and district councils of Auckland, Manukau, North Shore, Papakura, Rodney and Waitakere, having previously been owned by the Auckland Regional Services Trust.

Since 1 July 2003 when the Local Government Act 2002 (LGA 2002) came into force, Watercare has been subject to dual legislative regimes:

- the Watercare specific provisions of the Local Government Act 1974 (LGA 1974), and
- the "Council Organisation" provisions of the LGA 2002.

Under the Watercare specific provisions of the LGA 1974 in section 707Z7Z2S Watercare is required to:

"manage its business efficiently with a view to maintaining prices for water and wastewater services at the minimum levels consistent with the effective conduct of that business and the maintenance of the long-term integrity of its assets".

A.2 Governance

Shareholders

The six Auckland local authorities own shares in Watercare in the following proportions

- Auckland City 41.6%
- Manukau City 25.1%
- Waitakere City 16.7%
- North Shore City 11.5%
- Papakura District 3.7%
- Rodney District 1.4%

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Shareholder Representative Group (SRG)

The owners are represented, collectively, by the Watercare Shareholder Representative Group (SRG). Each of the six owners appoints two representatives to the SRG.

A Shareholders' Agreement, which was agreed between the six owners in 1998, sets out the role of the SRG and procedures for meetings of the group. In summary, the SRG;

- selects and appoints directors of Watercare
- approves Watercare's annual SCI
- considers the Asset Management Plans on behalf of the owners
- approves any major acquisition or transaction by the company on behalf of the owners
- reviews the performance of the Board
- liaises and consults on the company's financial performance

Decisions or actions on these points require the agreement of a representative of each of the shareholders collectively holding 75% or more of the shares in Watercare before they are binding on all shareholders.

The directors and senior executives meet the SRG quarterly to brief them on company operations.

Board of Directors

Watercare has an independent board of directors. The LGA 1974 stipulates that no person who is a member or an employee of a local authority may hold office as a director of Watercare.

Watercare's Constitution requires the directors manage the company in line with the annual SCI. Through the SCI, the directors are accountable to the owners, who are, in turn accountable to residents and ratepayers of the Auckland region.

Practically the directors determine the overall direction of the company in light of the objectives set out in the SCI and the statutory requirements for the company in the LGA. The directors make major decisions, including decisions on major new capital investment and on major business initiatives, in line with those objectives.

The directors are responsible for monitoring the performance of the company, and for monitoring the performance of the Chief Executive who has responsibility for managing the company on a day-to-day basis.

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A.3 Business Overview

(a) Water Services

Watercare collects and treats raw water from the Hunua and Waitakere Ranges, the Waikato River and from groundwater sources at Onehunga. The Company supplies the Local Network Operators (LNOs) with potable water at contractually defined standards of quality and storage security.

Water demand for the 12 months ending June 2006 averaged 369,000 m³ per day. The bulk water supplied is reticulated by the LNOs to over 1,213,000 consumers.

(b) Wastewater Services

Watercare collects wastewater up to specified maximum flow rates, from Herald Island to Papakura. The Company's system services four LNOs, (Metro Water, Waitakere City Council, Manukau Water and United Water), over 612 Trade Waste customers and ultimately over 925,000 consumers.

Approximately 317,000 m³ per day of wastewater is received from the LNOs' systems and treated at the Mangere Wastewater Treatment Plant (WTP). Discharges from the treatment plant to the environment are controlled in accordance with resource consents granted by the ARC pursuant to the Resource Management Act 1991 (RMA).

(c) Laboratory Services

Watercare operates one of the largest water, wastewater and environmental laboratories in New Zealand. The analytical laboratory provides sampling, on site monitoring, analytical and scientific services. In addition, the air quality department provides ambient air and point source emission and odour monitoring. The laboratory services a wide range of clients both internally and nationwide.

(d) Engineering Consultancy Services

Watercare has internal resources that provide feasibility, design, contract administration, systems integration, commissioning and operating expertise as well as documentation services to both internal and external clients in the water and wastewater industries.

(e) Watercare's Organisational Structure

The company is organised under five major functional groups supported by an Office of the Chief Executive;

- Asset Management
- Operations Management
- Chief Engineer
- Finance
- Business Services
- Office of the Chief Executive

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Asset Management

This functional group is responsible for asset planning, asset development, project management and delivery of new assets to the operations group. It also has responsibility for property and facilities management.

Operations Management

This functional group is responsible for water treatment operations, wastewater treatment operations, reticulation management and maintenance services delivery.

Chief Engineer

This functional group is responsible for risk, emergency preparedness, business improvement, research and development, energy and control systems and engineering information.

Finance

This functional group is responsible for treasury, accounting services, business information systems and procurement.

Business Services

This functional group is responsible for human resources, business planning, commercial services (including laboratory services and trade waste), environmental management and business development.

Office of the Chief Executive

This includes corporate relations, communications and internal audit.

B. SIGNIFICANT ISSUES

B.1 Operating Environment

A key issue facing Watercare is the strong growth of the Auckland region as outlined in the ARC Regional Growth Strategy. This will result in an increasing demand for water supply and wastewater services.

Efficient use of the existing infrastructure through demand management and inflow and infiltration control initiatives as well as enhancement and expansion of the infrastructure will be required to service this increase in demand.

At the same time, the requirement for reduced environmental impacts, formalised through resource consents issued under the RMA, will place increasing demands on the operational performance of existing infrastructure.

Watercare and the LNOs have acknowledged the mutual and regional benefits of sharing information and undertaking an appropriate level of joint planning when developing regional strategies and capital works programmes. Having established in June 2005 the integrated vision for the Auckland region's three-water services, Watercare is now leading, in line with the vision, the long term strategic planning for the efficient delivery of these services taking into account the challenges the region will face over the next fifty years and the health of the receiving water environment.

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B.2 Water Supply

Watercare is working closely with the Ministry of Health, the Ministry for the Environment and water operators throughout New Zealand to ensure that any new Drinking Water Standards are appropriate from both a public health and affordability viewpoints.

Through the Water Advisory Group and the Auckland Water Management Plan, Watercare and the LNOs are working towards achieving the agreed demand management target of a 5% reduction in gross per capita water use over the next 20 years.

Watercare's major water treatment plants have recently been upgraded to achieve compliance with the Drinking Water Standards of New Zealand 2005, which came into force on 1 January 2006.

B.3 Wastewater Collection, Treatment and Disposal

Under the provisions of the Resource Management Act, Watercare is obliged to secure resource consents for discharges associated with the operation of the bulk wastewater collection systems.

Applications to renew the existing discharge consents were submitted in March 2001 to permit the continued operation of the wastewater collection system in compliance with the RMA.

Watercare has initiated a comprehensive project including a review of existing network models, joint catchment studies with the LNOs and the development of harbour and stream quality models to quantify the effects of wastewater overflows. The principal objective of the project is to ensure that overflow mitigation works are regionally optimised, fully accounting for the economic, environmental and social impacts.

Finalising statutory approvals for the replacement of the Hobson Bay sewer with an underground pipeline and completing the design and contract award for the construction and demolition works are important business objectives.

Following a comprehensive public consultative process, resource consents to upgrade the Mangere Wastewater Treatment Plant were granted in early 1998. A contract for the design and construction of the plant upgrade and the rehabilitation of the adjacent coastal foreshore was awarded in February 1998 and construction activities commenced in July 1998.

Now that the upgrade has been completed, the optimisation of the new treatment process will continue to be a major focus of attention.

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B.4 Trade Waste

Trade Wastes are controlled and charged for under a framework established by the Auckland Metropolitan Drainage Act (AMDA) and by the supporting Trade Wastes Bylaw as amended by Watercare. The Local Government Act allows Watercare to operate under the AMDA and to continue the use of the bylaw until 30 June 2007. The entitlement to use the AMDA and bylaw beyond 2007 is under review by the Department of Internal Affairs and is to be incorporated into the pending Auckland legislative changes.

Watercare is continuing to review its Trade Wastes control programmes, including monitoring the contaminant levels in the biosolids, and is implementing changes as required to ensure that management of Trade Wastes is aligned to the upgraded WTP processes, its resource consent requirements and the needs of the LNOs. Watercare is committed to consulting the LNOs and other stakeholders to ensure that any changes meet the needs of all concerned.

B.5 Customer Contracts

The current Agreement Relating to the Supply of Bulk Water with all the LNO customers expires on 30 June 2008.

Negotiation for a new contract will commence during the 2007/08 year. In line with the SCI objective, Watercare will seek to have included within the customer contracts a defined and enduring revenue-setting methodology.

The current Agreement Relating to the Collection of Domestic Wastewater also expires on 30 June 2008.

Negotiation for this new contract will also commence during the 2007/08 year. Similar to the Agreement Relating to the Supply of Bulk Water, in line with the SCI objective, Watercare will seek to have included within the customer contracts a defined and enduring revenue-setting methodology.

B.6 Funding

Watercare is investing in a significant capital works programme that will ensure Auckland continues to receive a secure high quality water supply and safe wastewater collection, treatment and disposal.

Watercare's financial strategies are developed to ensure they are consistent with the goals of achieving economic efficiency, intergenerational equity and optimal cost of capital.

To give effect to intergenerational equity by maintaining an appropriate balance between revenue and debt funding, it is important that Watercare maintains an appropriate investment grade credit rating to enable debt raising necessary from a wide variety of sources and at attractive interest rates. Watercare's current A-1/A short and long-term credit ratings reflect the company's sound financial situation.

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B.7 Regional Water and Wastewater Industry Synergies

Watercare is looking for opportunities to capture synergies and efficiency benefits within the Auckland Water and Wastewater industry and is working closely with existing customers on a number of initiatives.

Any significant proposal for change arising from discussions with the customers will require shareholders' approval as set out in section C.6 of the SCI and as required under the LGA 2002.

C. OTHER INFORMATION

C.1 Shareholders' Funds

	2007/08	2008/09	2009/10
Consolidated Shareholders' Funds to Total Assets	59%	59%	59%
Consolidated Shareholders' Funds to Total Assets (historic cost)	32%	29%	29%

Note:

1. Consolidated Shareholders' Funds are defined as Issued and Paid Up Capital, Revaluation Reserve and Retained Earnings.
2. Total Assets are defined as Net Book Value of Current Assets, Investments and Fixed Assets as disclosed in the Company's Statement of Financial Position.
3. The ratio of Consolidated Shareholders' Funds excluding the revaluation reserve to Total Assets less the revaluation reserve is referred to as the historic cost basis.

C.2 Accounting Policies

Watercare's financial statements are prepared in accordance with the New Zealand International Financial Reporting Standards.

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C.3 Application of Surplus Funds

Watercare is prohibited by legislation from paying a dividend.

Watercare annually reviews any water and wastewater surpluses and considers if the return of such surpluses to the customers is commercially prudent.

Watercare has developed a Pricing Adjustment Mechanism that allows for prices to customers to be reduced in circumstances where in aggregate, the company's performance in the year is significantly better than anticipated. The pricing adjustment in these exceptional circumstances will be made in the year it occurs.

C.4 Information to be provided to the Shareholders

Watercare will meet the requirements of the LGA 1974 and LGA 2002, the Companies Act 1993 and the reasonable requirements of the Shareholders. In particular, the following information will be provided:

- *Annual Statement of Corporate Intent (SCI)*

Watercare will provide a draft and final SCI in accordance with the LGA. The Directors will include any other information they consider appropriate.

The draft SCI will be provided to the Company's shareholders on or before 1 March each year and the final SCI by 30 June each year in terms of the new LGA 2002 and Watercare specific provisions in the LGA 1974.

- *Asset Management Plan*

In accordance with ss707ZZZS(1)(k) and (m) of the LGA 1974, Watercare will provide an indicative Asset Management Plan to each shareholder at least four months before the end of the financial year, will consider written submissions made by each shareholder on that plan and will include in the SCI a summary of Watercare's proposals in respect of the submissions.

An assessment of the costs and benefits of significant proposed projects and their alternatives, including the impact of demand management and efficient pricing, and the commercial and operational risks of not proceeding with the project, deferring it or bringing it forward will be included in the Asset Management Plan.

- *Funding Plan*

In accordance with ss707ZZZS(1)(l) and (m) of the LGA 1974, Watercare will provide an indicative Funding Plan to each shareholder at least four months before the end of each financial year, will consider written submissions made by each shareholder on that plan and will include in the SCI a summary of Watercare's proposals in respect of the submissions.

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▪ *Management Reports*

Management reports will be provided within one month of the end of the September and March quarters and within two months of the end of the December and June quarters, including:

- The unaudited Statement of Financial Position as at the end of the preceding quarter, and the Statement of Financial Performance, Statement of Cash Flows and a capital expenditure summary for the year to date and the preceding quarter. These statements will include comparative budget data and variances.
- A commentary upon significant matters that occurred in the previous quarter including comments on financial results and significant matters expected in the next quarter.
- The return on equity for the preceding quarter and year to date.
- Particulars of any assets sold during the preceding quarter where the aggregate value of associated assets exceeds \$1 million.
- Reasons for, and impacts of variance from the capital expenditure programme which was identified in the Asset Management Plan.
- A commentary on significant capital projects in progress
- A commentary on material changes, if any, in capital expenditure from that reported in the AMP.
- A report on the achievement of the SCI performance targets.
- Any reasonable request for information.

The statutory obligations to provide shareholders with a half-year and a full year report on operations will be met by the management reports for the December and June quarters respectively.

▪ *Annual Report*

Watercare will produce an Annual Report that covers sustainability performance together with the audited financial and service performance statements.

The report will be provided within three months of the end of the financial year in accordance with the LGA, and will meet the reporting requirements of the Companies Act and the Financial Reporting Act. It will comply with New Zealand International Financial Reporting Standards and will include any other information the Directors consider appropriate.

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▪ *Shareholder Consultation*

Watercare will maintain an ongoing dialogue with the shareholders, to ensure they are aware of major issues facing Watercare and are satisfied that Watercare is meeting its business and performance targets.

In particular Watercare will keep its shareholders informed of any submissions it makes on significant areas of legislative change.

C.5 Procedure for the acquisition of shares

The Directors will consider all share investment proposals.

Any decision to invest in or divest shares in another company or to enter into a joint venture relationship or participation arrangement through equity or operating agreements, will be made by the Directors in accordance with Watercare's constitution. The shareholders will be consulted in the event that an investment or divestment of this nature will create a significant increase in risk exposure.

C.6 Events requiring Shareholder approval

Shareholder approval will be obtained prior to Watercare entering any business activity that significantly changes or is outside the nature and scope of Watercare's current activities.

C.7 Activities for which the Company seeks compensation from any Local Authority

Watercare maintains commercial arrangements with the Auckland Territorial Authorities for functions, duties or services that Watercare is required to undertake. These include supply of water, collection of wastewater and trade wastes functions. However these negotiations will be without prejudice to Watercare's rights at law to impose reasonable charges for the supply of its services.

C.8 Directors' estimate of the Commercial Value of the Shareholders' Investment

The inclusion of an estimate of commercial value is a statutory requirement. Watercare is however prohibited by the LGA from being privatised. Legislative restrictions prevent Watercare's shareholders from selling their shares and prevent Watercare from paying dividends to its shareholders.

The book value of the shareholders' investment at 30 June 2006 was \$1,246m based on the accounts maintained by Watercare in accordance with the stated accounting policies. The Directors may from time to time requisition an independent valuation of the shareholders' investment.

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C.9 Asset Management Plans and Funding Plans

The Asset Management Plan (AMP) for the 2007/2008 financial year was issued to the shareholders on 1 December 2006. Watercare's Funding Plan for the 2007/2008 financial year was issued to the shareholders at the end of February 2007 following the release of a draft Funding Plan in December 2006.

This was the first time Watercare has released a draft Funding Plan. It was provided to allow consultation with shareholders and customers prior to finalising the Funding Plan.

In a letter dated 29 May 2007, the SRG have provided comments on the December 2006 AMP. The shareholders' would like to see:

- That the risk/reward trade-off of forecast expenditure is introduced in future AMPs
- That further work is undertaken to understand the capital and operating expenditure ramifications of varying service levels
- That the investment drivers for each project and the expenditure trade-offs associated with delivering these should be introduced in future AMPs
- That Watercare and the LNOs work together to better understand end-user water use
- That work be undertaken between Watercare and the LNOs to discuss a three-year AMP cycle

Watercare will be considering these comments as part of the process to publish the 2007 AMP.

C.10 Disposal of Assets

The Company will consult with the shareholders prior to the disposal of any part of its undertakings, which, in any one-year, exceed in aggregate 5% of the current book value of its assets.

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**MINUTES OF A MEETING OF THE COMMUNITY SPORT FUND ALLOCATION
SUBCOMMITTEE HELD AT WAITAKERE CENTRAL, 6 HENDERSON
VALLEY ROAD, HENDERSON, WAITAKERE, ON THURSDAY,
21 JUNE 2007, COMMENCING AT 4.13 PM**

PRESENT:

Councillor	JP	Lawley	(Chairman)
Ms	GPJ	Marshall	(New Lynn Community Board)
Mr	JG	Riddell	(Massey Community Board)
Ms	L	Adams	(Sport Waitakere) (from 4.31 pm)
Ms	J	Smith	(The Community)

ABSENT:

Mrs	E	Taumaunu	(Te Taumata Runanga)
Mr	R	Waititi	(Te Taumata Runanga)
Rev	W	Hakaoro, JP	(Pacific Island Communities)

IN ATTENDANCE:

Director: Finance
Senior Community Liaison Officer
Projects and Contracts Officer
Council Grants Officer
Committee Secretary: D Tukutama

1 APOLOGIES

1093/2007

MOVED by JG Riddell, seconded J Smith:

That apologies from WS Bainbridge and MC Davis for absence be received and sustained.

CARRIED

2 URGENT BUSINESS

There was no Urgent Business.

3 CONFIRMATION OF MINUTES

1094/2007

MOVED by JG Riddell, seconded J Smith:

That the minutes of the Meeting of the Community Sport Fund Allocation Subcommittee held on Thursday, 19 October 2006, as circulated, be taken as read and now be confirmed.

CARRIED

4 COMMUNITY SPORT CLUB DEVELOPMENT FUND UPDATE 2007

1095/2007

MOVED by JG Riddell, seconded GPJ Marshall:

1. That the Community Sport Club Development Fund Update 2007 report be received.

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2. That it be recommended to the Finance and Operational Performance Committee that the deferral of the loan principal and interest repayments from the Waitakere City Racquets Sports Trust for one year (from November 2006 to October 2007) be extended to 1 February 2008.

CARRIED

5 COMMUNITY SPORT CLUB DEVELOPMENT AND LOANS FUND ALLOCATION 2007

1096/2007

MOVED by L Adams, seconded JG Riddell:

1. That the Community Sport Club Development and Loans Fund Allocation 2007 report be received.
2. That it be recommended to the Finance and Operational Performance Committee the entities, as set out in the following table, receive grants from the Community Sport Fund.

Group Name	Purpose Of Grant	Amount Allocated
Waitemata Seagulls Rugby League Football Club Incorporated	Strategic planning, financial planning, governance development and feasibility studies	\$6,750
Maximus Sports Teams	The purchase of sports equipment	Ineligible
Squash Auckland Incorporated	Consultant fees for strategic planning (retrospective)	Ineligible
Piha Surf Life Saving Club Incorporated	Review of the club constitution and governance training	\$1,000
Glen Eden Tennis Club	Consultancy fees for strategic planning	\$9,420
Glenora Rugby League Football Club	Strategic planning and implementation	\$4,000
Extreme Trampoline	Feasibility study for a multi-sports gymnasium	-
Starling Park Sports Club	Architectural plans and quantity surveying	\$21,850
Total		\$43,020

3. That the engagement of consultants to undertake the respective strategic work programmes for:
 - Waitemata Seagulls Rugby League Football Club Incorporated;
 - Piha Surf Life Saving Club Incorporated;
 - Glen Eden Tennis Club;
 - Glenora Rugby League Football Club;
 - Starling Park Sports Club;

be subject to prior approval of the Manager: Leisure Services before funding is released.

4. That the application from Extreme Trampoline be deferred for further consideration at the next meeting of the Community Sport Fund Allocation Subcommittee.

ASO

5. That it be recommended to the Finance and Operational Performance Committee that the loan principal and interest repayments from the Glen Eden Tennis Club be deferred retrospectively from April 2007 until 28 February 2008, whilst the Senior Community Liaison Officer works with the Club to assist in financial matters.
6. That a detailed report on the future use of the Community Sport Fund be presented to the next meeting of the Community Sport Fund Allocation Subcommittee.

CARRIED

6.11 pm

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

CONFIRMED AT A MEETING OF COMMUNITY
SPORT FUND ALLOCATION SUBCOMMITTEE
HELD ON

DATE:.....

CHAIRMAN:.....

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**MINUTES OF A MEETING OF THE EMERGENCY SERVICES SPECIAL COMMITTEE
HELD AT WAITAKERE CENTRAL, 6 HENDERSON VALLEY ROAD,
HENDERSON, WAITAKERE, ON TUESDAY, 12 JUNE 2007,
COMMENCING AT 4.01 PM**

PRESENT: Councillors DQ Battersby, JP (Chairman)
WW Flaunty, QSM, JP (Deputy Chairman)
RP Dallow, QPM, JP
C Harding, JP

IN ATTENDANCE: Civil Defence Manager: B Morley
Special Projects Manager: J Schermbucker
Principal Rural Fire Officer: P Barber
Emergency Management Officer: K Nuttall
Special Projects Engineer: J Schady
Special Projects Technical Administrator: K Robinson
Committee Secretary: D Tukutama
Committee Secretary: S Simiona

**ALSO
IN ATTENDANCE:** B Butt, Fire Region Commander, NZFS - Auckland
B Ellis, Chief Fire Officer, NZFS - Waitakere
S Thornton, Deputy Chief Fire Officer, NZFS - Waitakere

1 APOLOGIES

There were no Apologies.

2 URGENT BUSINESS

1033/2007

MOVED by Cr Harding, seconded Cr Flaunty:

That the proposed restructuring of the Fire Service in Auckland and its impact on Waitakere be considered as Urgent Business, as initial discussion on the issue with representatives from New Zealand Fire Service (NZFS) needs to be undertaken before the next scheduled meeting of the Emergency Services Special Committee.

CARRIED

2A PROPOSED RESTRUCTURING OF THE FIRE SERVICE IN AUCKLAND

1034/2007

MOVED by Cr Battersby, seconded Cr Dallow:

That B Butt, Fire Region Commander, NZFS - Auckland, B Ellis, Chief Fire Officer, NZFS - Waitakere and S Thornton, Deputy Chief Fire Officer, NZFS - Waitakere, be thanked for the overview to the Emergency Services Special Committee on the proposed restructuring of the Fire Service in Auckland.

CARRIED

3 CONFIRMATION OF MINUTES

1035/2007

MOVED by Cr Dallow, seconded Cr Flaunty:

That the minutes of the Meeting of the Emergency Services Special Committee held on Tuesday, 3 April 2007, as circulated, be taken as read and now be confirmed.

CARRIED

4 OVERVIEW OF CIVIL DEFENCE EMERGENCY MANAGEMENT AND RURAL FIRE ACTIVITY

1036/2007

MOVED by Cr Harding, seconded Cr Flaunty:

That the Overview of Civil Defence Emergency Management and Rural Fire Activity report be received.

CARRIED

5 WAITAKERE TSUNAMI RESPONSE EMERGENCY WARNING SYSTEM - CONCEPT DESIGN

1037/2007

MOVED by Cr Dallow, seconded Cr Harding:

1. That the Waitakere Tsunami Response Emergency Warning System - Concept Design report be received.
2. That the Emergency Services Special Committee endorses the use of the Meerkat Alert Siren System for use in Waitakere coastal regions.
3. That approval be given to enter into agreements with Vector Power Company Limited for mounting equipment onto Vector's power poles and use of the ripple control system, and with Maritime New Zealand for the rights to erect a repeater station on their asset.
4. That it be recommended to the Long Term Council Community Plan and Annual Plan Special Committee that an additional \$180,000 capital funding be provided in the 2007/2008 Annual Plan to implement the full Tsunami Response Emergency Warning System.

CARRIED

4.57 pm

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

CONFIRMED AT A MEETING OF THE
EMERGENCY SERVICES SPECIAL COMMITTEE
HELD ON

AS3

DATE:.....

CHAIRMAN:.....

**MINUTES OF A MEETING OF THE TENDERS SUBCOMMITTEE HELD AT WAITAKERE
CENTRAL, 6 HENDERSON VALLEY ROAD, HENDERSON, WAITAKERE,
ON FRIDAY, 8 JUNE 2007, COMMENCING AT 9.02 AM**

PRESENT: Councillor JM Clews, QSO, JP (Chairman)
Director: Corporate & Civic Services
Director: Public Affairs
Director: Finance

OBSERVER: Councillor WW Flaunty, QSM, JP

IN ATTENDANCE: Parks and Open Spaces Asset Manager
Roading Projects Manager
Services Delivery Manager
Services Manager: Transport Assets
Water Engineer: B Harkness
Parks Contracts Officer: Environmental
Parks Project Development Officer: T Hamilton
Roading Engineer: Project Services
Committee Administrator: N Delamere

1 APOLOGIES

1001/2007

MOVED by R McLeod, seconded W Thomas:

That apologies from Cr Clow, H O'Rourke, J Dragicevich, S Bidrose and G Campbell for absence be received and sustained.

CARRIED

2 URGENT BUSINESS

There was no Urgent Business.

3 CONFIRMATION OF MINUTES

1002/2007

MOVED by Cr Clews, seconded A Pollock:

That the minutes of the Meeting of the Tenders Subcommittee held on Friday, 25 May 2007, as circulated, be taken as read and now be confirmed.

CARRIED

AS4

4 CONTRACT NO. EW06040A - INFRASTRUCTURE WORKS PROGRAMME RMA COMPLIANCE

1003/2007

MOVED by R McLeod, seconded W Thomas:

1. That the Contract No. EW06040A - Infrastructure Works Programme RMA Compliance report be received.
2. That the tender from Andrew Stewart Limited for the period of three (3) years (1+1+1) for Contract No. EW06040A - Infrastructure Works Programme RMA Compliance in the sum of \$259,545.00 plus \$32,443.13 GST, totalling \$291,988.13 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. EW06040A - Infrastructure Works Programme RMA Compliance totalling \$86,515 plus GST be approved.
4. That the commitment to the 2008/2009 financial year for Contract No. EW06040A - Infrastructure Works Programme RMA Compliance totalling \$86,515 plus GST be approved.
5. That the commitment to the 2009/2010 financial year for Contract No. EW06040A - Infrastructure Works Programme RMA Compliance totalling \$86,515 plus GST be approved.
6. That authority to enter into Contract No. EW06040A - Infrastructure Works Programme RMA Compliance for a period of three (3) years (1+1+1) be delegated to the Group Manager: Asset Management and that approval for renewals be brought back to the Tender Subcommittee.

CARRIED

5 CONTRACT NO. PK03600F - CEMETERY LANDSCAPE MAINTENANCE - EXTENSION TO CONTRACT SUM AND PERIOD

1004/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. PK03600F - Cemetery Landscape Maintenance - Extension to Contract Sum and Period report be received.
2. That the renewal of Contract No. PK03600F - Cemetery Landscape Maintenance in the sum of \$345,184.55 plus \$43,148.06 GST totalling \$388,332.61 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK03600F - Cemetery Landscape Maintenance in the sum of \$346,000.00 plus \$43,250.00 GST totalling \$389,250.00 be approved.
4. That the authority to extend Contract No. PK03600F - Cemetery Landscape Maintenance, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

CARRIED

ASS

6 CONTRACT NO. PK03623B - LEGAL WEED CONTROL - EXTENSION TO CONTRACT SUM AND PERIOD

1005/2007

MOVED by R McLeod, seconded W Thomas:

1. That the Contract No. PK03623B - Legal Weed Control - Extension to Contract Sum and Period report be received.
2. That the renewal of Contract No. PK03623B - Legal Weed Control in the sum of \$207,704.16 plus \$25,963.02 GST totalling \$233,667.18 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK03623B - Legal Weed Control in the sum of \$230,000.00 plus \$28,750.00 GST totalling \$258,750.00 be approved.
4. That the authority to extend Contract No. PK03623B - Legal Weed Control, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

CARRIED

7 CONTRACT NO. PK05001B - ROADSIDE VEGETATION MAINTENANCE - EXTENSION TO CONTRACT SUM AND PERIOD

1006/2007

MOVED by W Thomas, seconded R McLeod:

1. That the Contract No. PK05001B - Roadside Vegetation Maintenance - Extension to Contract Sum and Period report be received.
2. That the renewal of Contract No. PK05001B - Roadside Vegetation Maintenance in the sum of \$228,762.48 plus \$28,595.31 GST totalling \$257,357.79 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK05001B - Roadside Vegetation Maintenance in the sum of \$249,762.48 plus \$31,230.31 GST totalling \$280,982.79 be approved.
4. That the commitment to the 2008/2009 financial year for Contract No. PK05001B - Roadside Vegetation Maintenance in the sum of \$249,762.48 plus \$31,220.31 GST totalling \$280,982.79 be approved.
5. That the authority to extend Contract No. PK05001B - Roadside Vegetation Maintenance, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

CARRIED

8 CONTRACT NO. PK05001C - PLANT AND ANIMAL PEST MAINTENANCE - EXTENSION TO CONTRACT SUM AND PERIOD

1007/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. PK05001C - Plant and Animal Pest Maintenance Contract - Extension to Contract Sum and Period report be received.

AS6

2. That the renewal of Contract No. PK05001C - Plant and Animal Pest Maintenance in the sum of \$387,275.46 plus \$48,409.43 GST totalling \$435,684.89 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK05001C - Plant and Animal Pest Maintenance in the sum of \$425,976.46 plus \$53,247.05 GST totalling \$479,223.51 be approved.
4. That the commitment to the 2008/2009 financial year for Contract No. PK05001C - Plant and Animal Pest Maintenance in the sum of \$425,976.46 plus \$53,247.05 GST totalling \$479,223.51 be approved.
5. That authority to extend Contract No. PK05001C - Plant and Animal Pest Maintenance, as in recommendation 2 above be delegated to Group Manager: Asset Management.

CARRIED

9 CONTRACT NO. PK07005A - CLAUDE ABEL POND LILY REMOVAL

1008/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. PK07005A - Claude Abel Pond Lily Removal report be received.
2. That approval be given to publicly tender for Contract No. PK07005A - Claude Abel Pond Lily Removal for works to be undertaken in 2007/2008.

CARRIED

10 CONTRACT NO. TA04501B - SIGNS MAINTENANCE CONTRACT 2004/2005 - APPROVAL TO EXTEND

1009/2007

MOVED by W Thomas, seconded A Pollock:

1. That the Contract No. TA04501B - Signs Maintenance 2004/2005 - Approval to Extend report be received.
2. That approval be granted to extend Contract No. TA04501B - Signs Maintenance 2004/2005 to Directions Limited in the sum of \$440,000.00 plus \$55,000.00 GST totalling \$495,000.00 for the annual period 1 July 2007 to 30 June 2008.
3. That the total commitment of \$490,000.00 excluding GST to the 2007/2008 Annual Plan for Contract No. TA04501B - Signs Maintenance 2004/2005 be approved.
4. That authority to extend Contract No. TA04501B - Signs Maintenance 2004/2005 for the annual period 1 July 2007 to 30 June 2008, be delegated to the Group Manager: Project Services.

CARRIED

AS7

11 **CONTRACT NO. TA06005B - STREETLIGHT MAINTENANCE AND RENEWAL 2006/2007 - APPROVAL TO EXTEND**

1010/2007

MOVED by A Pollock, seconded R McLeod:

1. That the Contract No. TA06005B - Streetlight Maintenance and Renewal 2006/2007 - Approval to Extend report be received.
2. That approval be granted to extend Contract No. TA06005B - Streetlight Maintenance and Renewal 2006/2007 to Electrix Limited in the sum of \$868,447.00 plus \$108,555.88 GST totalling \$977,002.88 for the annual period 1 July 2007 to 30 June 2008.
3. That the total commitment of \$921,000.00 excluding GST to the 2007/2008 Annual Plan for Contract No. TA06005B - Streetlight Maintenance and Renewal 2006/2007 be approved.
4. That authority to extend Contract No. TA06005B - Streetlight Maintenance and Renewal 2006/2007 for the annual period 1 July 2007 to 30 June 2008, be delegated to the Group Manager: Project Services.

CARRIED

12 **CONTRACT NO. TA06036C - PEDESTRIAN CROSSING FLOODLIGHTS - PHYSICAL WORKS**

1011/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. TA06036C - Pedestrian Crossing Floodlights - Physical Works report be received.
2. That the tender from Stages Civil & Electrical Limited for Contract No. TA06036C - Pedestrian Crossing Floodlights - Physical Works in the sum of \$160,247.00 plus \$20,030.88 GST, totalling \$180,277.88 be approved.
3. That authority to enter into Contract No. TA06036C - Pedestrian Crossing Floodlights - Physical Works, be delegated to the Group Manager: Asset Management.

NOTE: The credit check for Stages Civil & Electrical Limited was tabled and found to be satisfactory.

CARRIED

13 **CONTRACT NO. EW07004A - THREE WATERS ELECTRICAL INSPECTION AND MAINTENANCE**

1012/2007

MOVED by R McLeod, seconded W Thomas:

1. That the Contract No. EW07004A - Three Waters Electrical Inspection and Maintenance report be received.
2. That the tender from Riteway Electrical Services for Contract No. EW07004A - Three Waters Electrical Inspection and Maintenance in the sum of \$132,052.00 plus \$16,506.50 GST, totalling \$148,558.50 be approved.

ASB

3. That the commitment to the 2007/2008 financial year for Contract No. EW07004A - Three Waters Electrical Inspection and Maintenance totalling \$66,026.00 plus GST be approved.
4. That the commitment to the 2008/2009 financial year for Contract No. EW07004A - Three Waters Electrical Inspection and Maintenance totalling \$66,026.00 plus GST be approved.
5. That authority to enter into Contract No. EW07004A - Three Waters Electrical Inspection and Maintenance be delegated to the Assets and Network Manager.

CARRIED

14 CONTRACT NO. PK03600C - CITY WIDE GRAFFITI MANAGEMENT - EXTENSION TO CONTRACT SUM AND PERIOD

1013/2007

MOVED by Cr Clews, seconded W Thomas:

1. That the Contract No. PK03600C - Citywide Graffiti Management - Extension to Contract Sum and Period report be received.
2. That the renewal of Contract No. PK03600C - Citywide Graffiti Management for 2007/2008 to the Tag Out Trust in the sum of \$680,260.86 plus \$85,032.61 GST totalling \$765,293.47 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK03600C - Citywide Graffiti Management in the sum of \$722,000.00 plus \$90,250.00 GST totalling \$812,250.00 be approved.
4. That authority to extend the contract sum and period for Contract No. PK03600C - Citywide Graffiti Management, as in recommendation 2 above, be delegated to Group Manager: Asset Management.

CARRIED

15 CONTRACT NO. PK05004A - LANDSCAPE PROGRAMMED MAINTENANCE - EXTENSION TO CONTRACT SUM

1014/2007

MOVED by W Thomas, seconded A Pollock:

1. That the Contract No. PK05004A - Landscape Programmed Maintenance - Extension to Contract Sum report be received.
2. That the contract sum for Contract No. PK05004A - Landscape Programmed Maintenance to Eco City Services (Techscape Limited) be increased to \$3,097,496.62 plus \$387,187.08 totalling \$3,484,683.69 for 2007/2008.
3. That the commitment to the 2007/2008 financial year for Contract No. PK05004A - Landscape Programmed Maintenance in the sum of \$3,271,500.00 plus \$408,937.50 GST totalling \$3,680,437.50 be approved.
4. That the authority to extend Contract No. PK05004A - Landscape Programmed Maintenance, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

ASA

CARRIED

16 CONTRACT NO. PK05003A - SPORTS PARK PROGRAMMED MAINTENANCE - EXTENSION TO CONTRACT SUM

1015/2007

MOVED by R McLeod, seconded W Thomas:

1. That the Contract No. PK05003A - Sports Park Programmed Maintenance - Extension to Contract Sum report be received.
2. That the contract sum for Contract No. PK05003A - Sports Park Programmed Maintenance to Eco City Services (Techscape Limited) be increased to \$1,849,542.16 plus \$231,192.77 GST totalling \$2,080,734.93 for 2006/2007 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK05003A - Sports Park Programmed Maintenance in the sum of \$2,030,000.00 plus \$253,750.00 GST totalling \$2,283,750.00 be approved.
4. That the authority to extend Contract No. PK05003A - Sports Park Programmed Maintenance, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

CARRIED

17 CONTRACT PK05002A - CITYWIDE ARBORICULTURAL MAINTENANCE - EXTENSION TO CONTRACT PERIOD AND SUM

1016/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. PK05002A - Citywide Arboricultural Maintenance - Extension to Contract Period and Sum report be received.
2. That the renewal of Contract No. PK05002A - Citywide Arboricultural Maintenance for 2007/2008 and 2008/2009 to Treescape Limited in the sum of \$1,950,915.20 plus \$243,864.40 GST totalling \$2,194,779.60 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK05002A - Citywide Arboricultural Maintenance in the sum of \$1,072,957.60 plus \$134,119.70 GST totalling \$1,207,077.30 be approved.
4. That the commitment to the 2008/2009 financial year for Contract No. PK05002A - Citywide Arboricultural Maintenance in the sum of \$1,072,957.60 plus \$134,119.70 GST totalling \$1,207,077.30 be approved.
5. That the authority to extend Contract No. PK05002A - Citywide Arboricultural Maintenance, as in recommendation 2 above, be delegated to the Group Manager: Asset Management.

18 CONTRACT NO. PK03600M - PARKS MINOR WORKS AND RENEWALS - EXTENSION TO CONTRACT SUM AND PERIOD

1017/2007

MOVED by W Thomas, seconded A Pollock:

A60

1. That the Contract No. PK03600M - Parks Minor Works and Renewals - Extension to Contract Sum and Period report be received.

2. That the renewal of Contract No. PK03600M - Parks Minor Works and Renewals for 2007/2008 to Parks and Maintenance Services Limited in the sum of \$1,247,668.87 plus \$155,958.61 GST totalling \$1,403,627.48 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK03600M - Parks Minor Works and Renewals in the sum of \$1,247,668.87 plus \$155,958.61 GST totalling \$1,403,627.48 be approved.
4. That authority to extend the contract sum and period for Contract No. PK03600M - Parks Minor Works and Renewals, as in recommendation 2 above, be delegated to Group Manager: Asset Management.

CARRIED

19 **CONTRACT NO. PK03600D - PARKS RESPONSE MAINTENANCE - EXTENSION TO CONTRACT SUM AND PERIOD**

1018/2007

MOVED by W Thomas, seconded A Pollock:

1. That the Contract No. PK03600D - Parks Response Maintenance - Extension to Contract Sum and Period report be received.
2. That the renewal of Contract No. PK03600D - Parks Response Maintenance for 2007/2008 to Parks and Maintenance Services in the sum of \$1,180,087.00 plus \$147,510.88 GST totalling \$1,327,597.88 be approved.
3. That the commitment to the 2007/2008 financial year for Contract No. PK03600D - Parks Response Maintenance in the sum of \$1,468,087.00 plus \$183,510.88 GST totalling \$1,651,597.88 be approved.
4. That authority to extend the contract sum and period for Contract No. PK03600D - Parks Response Maintenance, as in recommendation 2 above, be delegated to Group Manager: Asset Management.

9.35 am

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

CONFIRMED AT A MEETING OF THE TENDERS
SUBCOMMITTEE HELD ON

DATE:.....

CHAIRMAN:.....

Abi

**MINUTES OF A MEETING OF THE TENDERS SUBCOMMITTEE HELD AT WAITAKERE
CENTRAL, 6 HENDERSON VALLEY ROAD, HENDERSON,
WAITAKERE, ON FRIDAY, 22 JUNE 2007,
COMMENCING AT 9.00 AM**

PRESENT: Councillor RI Clow (Deputy Chairman)
Director: Corporate & Civic Services
Director: Finance

IN ATTENDANCE: Director: Quality Assurance
Group Manager: Asset Management
Assets & Network Manager
Project Manager: Cleaner Production
Manager Contracts and Quality: Project Service
Sustainable Engineering Manager
Roading Projects Manager
Acting Project Manager: Project Twin Streams
Senior Transport Engineer: Planning and Design
Principal Engineer: Roading - H Singh
Roading Engineer - V Daley
Committee Administrator: S Riley

1 APOLOGIES

1097/2007

MOVED by R McLeod, seconded Cr Clow:

That apologies from Cr Clews, H O'Rourke, J Dragicevich, W Thomas, G Campbell and Sue Bidrose for absence be received and sustained.

CARRIED

2 URGENT BUSINESS

There was no Urgent Business.

3 CONFIRMATION OF MINUTES

1098/2007

MOVED by R McLeod, seconded A Pollock:

That the minutes of the Meeting of the Tenders Subcommittee held on Friday, 8 June 2007, as circulated, be taken as read and now be confirmed.

CARRIED

A62

4 BIRDWOOD STRUCTURE PLAN AREA TRUNK SEWER - SECTION A

1099/2007

MOVED by A Pollock, seconded R McLeod:

1. That the Birdwood Structure Plan Area Trunk Sewer - Section A report be received.
2. That the tender from HEB Smithbridge Limited for the Birdwood Structure Plan Area Truck Sewer - Section A in the sum of \$359,877.69 plus \$44,984.71 GST, totalling \$404,862.40 be approved.
3. That the commitment to the 2007/2008 financial year for Birdwood Structure Plan Area Trunk Sewer - Section A totalling \$106,478.46 plus GST be approved.
4. That authority to enter into a contract for the Birdwood Structure Plan Area Trunk Sewer - Section A on behalf of Council be delegated to the Group Manager: Asset Management.

CARRIED

5 CONTRACT NO. RM06013A - GAS SUPPLY FOR COUNCIL SITES

1100/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. RM06013A - Gas Supply for Council Sites report be received.
2. That the tender from Genesis Power Ltd for Contract No. RM06013A - Gas Supply for Council Sites be approved.
3. That the contract for Contract No. RM06013A - Gas Supply for Council Sites be negotiated with Genesis Power Ltd, based upon the tender submitted for all Council sites using gas, using the contract form supplied by Genesis Power Ltd.
4. That a contract period of thirty-six months, July 2007 - June 2010, be negotiated for the term of the Contract No. RM06013A - Gas Supply for Council Sites contract with Genesis Power Ltd.
5. That the commitment of funds for the 2007/2008 for \$306,094, 2008/2009 for \$331,694, and 2009/2010 for \$336,574 for Contract No. RM06013A - Gas Supply for Council Sites be approved.
6. That the authority to enter into Contract No. RM06013A - Gas Supply for Council Sites on behalf of Council be delegated to the Director: City Services.

CARRIED

6 NEW LYNN TRANSIT ORIENTED DEVELOPMENT - PHYSICAL WORKS EXPRESSION OF INTEREST

1101/2007

MOVED by R McLeod, seconded A Pollock:

A63

1. That the New Lynn Transit Oriented Development - Physical Works Expression of Interest report be received.

2. That authority be given to participate in ONTRACK's Expression of Interest process for the construction of infrastructure associated with the New Lynn Transit Oriented Development project.
3. That the outcomes of the Expression of Interest process be reported back to the Tenders Subcommittee for its consideration and determination as to whether Council wishes to enter into any contracts arising from this process.

CARRIED

7 CONTRACT NO. TA06003B - ROAD EMERGENCY, DRAINAGE AND SPECIAL WORKS 2006/2007 - APPROVAL TO EXTEND

1102/2007

MOVED by A Pollock, seconded R McLeod:

1. That the Contract No. TA06003B - Road Emergency, Drainage and Special Works 2006/2007 - Approval to Extend report be received.
2. That approval be granted to extend Contract No. TA06003B - Road Emergency, Drainage and Special Works 2006/2007 to Techscape Limited in the sum of \$525,000.00 plus \$65,625.00 GST, totalling \$590,625.00 for the annual period 1 July 2007 to 30 June 2008.
3. That the total commitment of \$565,000 excluding GST to the 2007/2008 draft Annual Plan for Contract No. TA06003B - Road Emergency, Drainage and Special Works 2006/2007 be approved.
4. That authority to extend Contract No. TA06003B - Road Emergency, Drainage and Special Works 2006/2007 for the annual period 1 July 2007 to 30 June 2008, on behalf of Council, be delegated to the Group Manager: Project Services.

8 CONTRACT NO. TA07003B - ROAD REMARKING AND RAISED PAVEMENT MARKERS 2007/2008

1103/2007

MOVED by R McLeod, seconded Cr Clow:

1. That Contract No. TA07003B - Road Remarking and Raised Pavement Markers 2007/2008 report be received.
2. That the tender from Coastline Markers Limited for Contract No. TA07003B - Road Remarking and Raised Pavement Markers 2007/2008 in the sum of \$663,624.49 plus \$82,953.06 GST, totalling \$746,577.55 be approved.
3. That authority to enter into Contract No. TA07003B - Road Remarking and Raised Pavement Markers 2007/2008 on behalf of Council is delegated to the Group Manager: Project Services.
4. That authority to extend Contract No. TA07003B - Road Remarking and Raised Pavement Markers 2007/2008 beyond 30 June 2008 on an annual basis until 30 June 2010 be reported back to Tenders Subcommittee for approval.

AB4

CARRIED

9 CONTRACT NO. TA06081B - PROGRAMME MANAGEMENT CORRIDOR AND MAJOR PROJECTS

1104/2007

MOVED by Cr Clow, seconded A Pollock:

1. That the Contract No. TA06081B - Programme Management Corridor and Major Projects report be received.
2. That subject to a satisfactory credit check the tender from Synergine Group Ltd for Contract No. TA06081B - Programme Management Corridor and Major Projects in the sum of \$345,000 plus \$43,125 GST, totalling \$388,125 be approved.
3. That the tender for Contract No. TA06081B - Programme Management Corridor and Major Projects be awarded to other than the lowest priced tender, because the weighted attributes tender evaluation method requires the tendering authority to enter into a contract only with the tender that scores the highest overall index.
4. That the commitment to the 2007/2008 financial year for Contract No. TA06081B - Programme Management Corridor and Major Projects totalling \$345,000 plus GST be approved.
5. That authority to enter into Contract No. TA06081B - Programme Management Corridor and Major Projects on behalf of Council be delegated to the Group Manager: Asset Management.

CARRIED

10 CONTRACT NO. TA06081C - PROGRAMME MANAGEMENT NEW LYNN PROJECTS

1105/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. TA06081C - Programme Management New Lynn Projects report be received.
2. That subject to a satisfactory credit check the tender from Synergine Group Ltd for Contract No. TA06081C - Programme Management New Lynn Projects in the sum of \$345,000 plus \$43,125 GST, totalling \$388,125 be approved.
3. That the tender for Contract No. TA06081C - Programme Management New Lynn Projects be awarded to other than the lowest priced tender, because the weighted attributes tender evaluation method requires the tendering authority to enter into a contract only with the tender that scores the highest overall index.
4. That the commitment to the 2007/2008 financial year for Contract No. TA06081C - Programme Management New Lynn Projects totalling \$345,000 plus GST be approved.
5. That authority to enter into Contract No. TA06081C - Programme Management New Lynn Projects on behalf of Council be delegated to the Group Manager: Asset Management.

CARRIED

ABS

11 **CONTRACT NO. TA06081D - PROGRAMME MANAGEMENT MISCELLANEOUS AND STRATEGIC PROJECTS**

1106/2007

MOVED by R McLeod, seconded Cr Clow:

1. That the Contract No. TA06081D - Programme Management Miscellaneous and Strategic Projects report be received.
2. That subject to a satisfactory credit check the tender from Synergine Group Ltd for Contract No. TA06081D - Programme Management Miscellaneous and Strategic Projects in the sum of \$415,375 plus \$51,921.88 GST, totalling \$467,296.88 be approved.
3. That the tender for Contract No. TA06081D - Programme Management Miscellaneous and Strategic Projects be awarded to other than the lowest priced tender, because the weighted attributes tender evaluation method requires the tendering authority to enter into a contract only with the tender that scores the highest overall index.
4. That the commitment to the 2007/2008 financial year for Contract No. TA06081D - Programme Management Miscellaneous and Strategic Projects totalling \$415,375 plus GST be approved.
5. That authority to enter into Contract No. TA06081D - Programme Management Miscellaneous and Strategic Projects on behalf of Council be delegated to the Group Manager: Asset Management.

CARRIED

12 **CONTRACT NO. EW06048A - PROJECT TWIN STREAMS ENGINEERING AND PROFESSIONAL SERVICES CONTRACT RENEWAL**

1107/2007

MOVED by R McLeod, seconded A Pollock:

1. That the Contract No. EW06048A - Project Twin Streams Engineering and Professional Services Contract Renewal report be received.
2. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06048A - Project Twin Streams Engineering and Professional Services to Thomas Civil Consultants Limited in the sum of \$719,260.00 plus \$89,907.50 GST, totalling \$809,167.50 be approved.
3. That the authority to issue the notice of renewal for Contract No. EW06048A - Project Twin Streams Engineering and Professional Services be delegated to the Group Manager: Asset Management.

CARRIED

Abb

13 PROJECT TWIN STREAMS REHABILITATION PROGRAMME CONTRACT RENEWALS

1108/2007

MOVED by Cr Clow, seconded A Pollock:

1. That the Project Twin Streams Rehabilitation Programme Contract Renewals report be received.
2. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06025B - Project Twin Streams Henderson Creek Rehabilitation Programme 2006-2008 to Parks & Maintenance Services Limited in the sum of \$153,506.94 plus \$19,188.37 GST totalling \$172,695.31 be approved.
3. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06025C - Project Twin Streams Swanson Stream Rehabilitation Programme 2006-2008 to Parks & Maintenance Services Limited in the sum of \$282,823.10 plus \$35352.89 GST totalling \$318,175.99 be approved.
4. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06025D - Project Twin Streams Waikumete Stream Rehabilitation Programme 2006-2008 to Parks & Maintenance Services Limited in the sum of \$282,893.10 plus \$35,361.64 GST totalling \$318,254.74 be approved.
5. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06025E - Project Twin Streams Opanuku Stream Rehabilitation Programme 2006-2008 to Parks & Maintenance Services Limited in the sum of \$286,863.10 plus \$38,857.89 GST totalling \$322,720.99 be approved.
6. That subject to confirmation of the 2007/2008 Annual Plan and 2006/2007 Project Twin Streams Carry Forward, the renewal of Contract No. EW06025F - Project Twin Streams Oratia Stream Rehabilitation Programme 2006-2008 to Parks & Maintenance Services Limited in the sum of \$281,583.10 plus \$35,197.89 GST totalling \$316,780.99 be approved.
7. That the authority to issue the notice of renewal for the Project Twin Streams Rehabilitation Programme Contracts approved for renewal, in accordance with the above resolutions 2 through 6, be delegated to the Group Manager: Asset Management.

CARRIED

9.09 am

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

CONFIRMED AT A MEETING OF THE TENDERS
SUBCOMMITTEE HELD ON

DATE:.....

A67

CHAIRMAN:.....