

A unique place. An inspiring future. He Wāhi Tūhāhā. He Āmua Whakaohooho.

#### QLDC Council 3 June 2021

#### Report for Agenda Item | Rīpoata moto e Rāraki take : 10

#### **Department: Community Services**

**Title | Taitara** New reserve licence at Bobs Peak, Ben Lomond, to Lake Adventures Ltd (trading as All Mountain NZ), for the use of the reserve for guided mountain bike tours and lessons.

#### PURPOSE OF THE REPORT | TE TAKE MŌ TE PŪRONGO

The purpose of this report is to consider granting a licence over recreation and local purpose (water supply) reserve to Lake Adventures Ltd at Ben Lomond.

#### **RECOMMENDATION | NGĀ TŪTOHUNGA**

That Council:

- 1. **Note** the contents of this report;
- 2. **Grant** a new licence over recreation reserve under section 54(1)(d) of the Reserves Act to Lake Adventures Ltd, for use of Ben Lomond for guided bike tours and lessons, subject to the following conditions:

Commencement	1 <sup>st</sup> July 2021
Term	5 years
Renewal	One further term of 5 years by agreement of both parties
Rent	Base rent of \$750+GST per annum or 7.5% of turnover whichever is the greater.
Rent reviews:	Subject to the Community Facility Funding Policy
Permitted use	Guided bike tours and lessons.
Operating hours	Limited to between 9am and 9pm in summer and 10am and 5pm in winter, with daylight hours clause during autumn & spring.
Insurance	Lessee to hold Public Liability Insurance of at least \$2,000,000
Safety/Suspension	Council to retain ability to suspend or vary the licence for safety or other purposes



#### Council Report | Te Rīpoata Kaunihera ā-rohe

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Other

Maximum group size of 10 persons, unless agreed separately with Council and subject to planning/consenting requirements.

Prepared by:

Dan Cruickshank Property Advisor APL Property

18/05/2021

Reviewed and Authorised by:

19/05/2021

Aaron Burt Senior Parks and Reserves Planner

A.

Approved by:

Thunes Cloete General Manager Community Services

21/05/2021



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#### CONTEXT | HOROPAKI

- 1 Lake Adventures Ltd (trading as All Mountain NZ), is owned by Nicolas Piraud, and has operated guiding bike tours and lessons on Ben Lomond for 3 years with reserve permits issued by the Council. The reserve permits each covered a period of 12 months, allowing up to 40 days of use by the permit holder.
- 2 The applicant has the support of the Queenstown Mountain Bike Club and Queenstown Trails Trust.
- 3 It is noted that this report is one of two presented to Council at this meeting, for similar activities (the other being for Piyush Chavan, trading as TreadmarkNZ). Both applicants are active in the Queenstown mountain biking community, and have operated to date under their respective reserve permits. The coaching opportunities they offer are valued by the mountain bike community, particularly because of the certifications they hold are expensive and quite involved, and are problematic for informal coaches to attain. Whilst previously club members might have offered coaching, it is understood that more recent health and safety requirements have resulted in a risk to such informal practices. Hence the need for professional and certified operators to provide this opportunity.

#### ANALYSIS AND ADVICE | TATĀRITANGA ME NGĀ TOHUTOHU

- 4 Lake Adventures seek a five-year licence (with a right of renewal of an additional five years) over the Ben Lomond recreation and local purpose (water supply) reserves, administered by the Council. The benefit in seeking a licence is that it provides more surety to the business and is unrestricted by the 40-day maximum use clause required by short term reserve permits.
- 5 The applicant has supplied a letter of support from the Queenstown Trails Trust, who have advised that they "run a fantastic kids mountain biking coaching programme".
- 6 The Council is currently seeking a resource consent for Ben Lomond which is intended to provide for this type of bike guiding and lessons activity, and accommodate commercial operators. Lake Adventures are expected to be accommodated under the blanket resource consent.
- 7 The applicant will use existing bike trails that are within Local Purpose (water supply) reserve. The water supply on that reserve is pumped up from the lake and contained in reservoirs. The water supply is unaffected by the use of the greater area by mountain bikers and recreational users, and the proposed commercial licence will similarly have no effects on the reserve's water supply function.
- 8 The rest of the activity will be undertaken upon areas of the Ben Lomond Recreation Reserve. The recreation reserve is covered by the Ben Lomond and Queenstown Hill Reserve Management Plan. The plan sets an occupation objective for Ben Lomond to 'issue occupation agreements to commercial operators and other users of Ben Lomond reserve land which are compatible with the values of the reserve and support the longterm objectives for reserve development and use.' The Reserve Management Plan

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policies also provide that 'Commercial users and public utility activities will be permitted within the reserve where they are compatible with or do not unduly affect its primary purpose, and recreation, landscape, and biodiversity values. The Council considers that this activity meets the objective and polices of the Reserve Management Plan.

- 9 From a Reserves Act perspective, the request does not need to be notified for public consultation. This is because the activity is supported by the Reserve Management Plan for Ben Lomond.
- 10 Option 1 Grant a new the licence to Lake Adventures Ltd.

#### Advantages:

- 11 Will provide a recreational education activity for both the community and visitors to the district. Not all mountain bikers have the skills, experience or confidence to use the existing facilities and trail network, and commercial activities associated with guiding and tuition do meet a demand. This assists recreational users to undertake activities in a safer manner, instructed by certified operators.
- 12 Increases utilisation of the reserves for recreation.
- 13 Will provide a rental income to the Council.

#### Disadvantages:

- 14 Whilst there will be an increase in persons using the trails/facilities, there could be a degree effects associated with commercial party sizes that would otherwise be more than individual or groups of recreational users. This effect is not considered to be significant, given the size of the trail network/facilities and that encounters with recreational users and commercial groups will be brief. The advantages of potentially inexperienced users being managed/coached by experienced persons within a (commercial) group are beneficial, particularly given the operators are required to hold industry certifications to assure the safety of their activities and clients. Any disadvantages are minimal.
- 15 Option 2 To decline the request.

#### Advantages:

16 Potentially less persons/larger groups on the reserves.

#### Disadvantages:

- 17 Would not provide a recreational education activity for both the community and visitors to the district. Inexperienced users might uses the trails without the benefit of being in a managed group.
- 18 Would not encourage utilisation of the reserves for recreation.
- 19 Would not provide a rental income to the Council.

20 This report recommends **Option 1** for addressing the matter because the licence will provide on balance a better community recreational and educational outcome at a minimal cost impact to the Council, and is anticipated by the RMP.

#### CONSULTATION PROCESS | HĀTEPE MATAPAKI:

#### SIGNIFICANCE AND ENGAGEMENT | TE WHAKAMAHI I KĀ WHAKAARO HIRAKA

- 21 This matter is of medium significance, as determined by reference to the Council's Significance and Engagement Policy as the land it relates to is not identified as a significant asset, and the proposal will not modify the character of the reserve through the intended use.
- 22 The Council has not notified the intention to grant a reserve licence, as the proposed activity is considered to be in accordance with the previously notified and current Reserve Management Plan for the reserves.

#### RISK AND MITIGATIONS | NGĀ RARU TŪPONO ME NGĀ WHAKAMAURUTANGA

- 23 This matter relates to the Community & Wellbeing risk category. It is associated with RISK00009 within the QLDC Risk Register. This risk has been assessed as having a High inherent risk rating. It is however recognised that the licence is medium term only, and carries a renewal by agreement. The licence also shall include an ability for Council to suspend the operations should that be required.
- 24 This matter relates to this risk because it is dealing with issuing a licence over land that is a community asset.

#### FINANCIAL IMPLICATIONS | NGĀ RITENGA Ā-PŪTEA

25 Licence drafting costs will be paid for by the applicant. Base rent income of \$750+GST per annum will be received, or 7.5% of turnover, whichever is the greater.

#### COUNCIL EFFECTS AND VIEWS | NGĀ WHAKAAWEAWE ME NGĀ TIROHANGA A TE KAUNIHERA

- 26 The following Council policies, strategies and bylaws were considered:
  - a. Significance and Engagement Policy, 2014
  - b. Ben Lomond and Queenstown Hill Reserve Management Plan, 2005
- 27 The recommended option is consistent with the principles set out in the named policies.
- 28 This matter is not included in the Ten Year Plan/Annual Plan and will not have any impact on it.

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## LOCAL GOVERNMENT ACT 2002 PURPOSE PROVISIONS | TE WHAKATURETURE 2002 0 TE KĀWANATAKA Ā-KĀIKA

29 The recommended option:

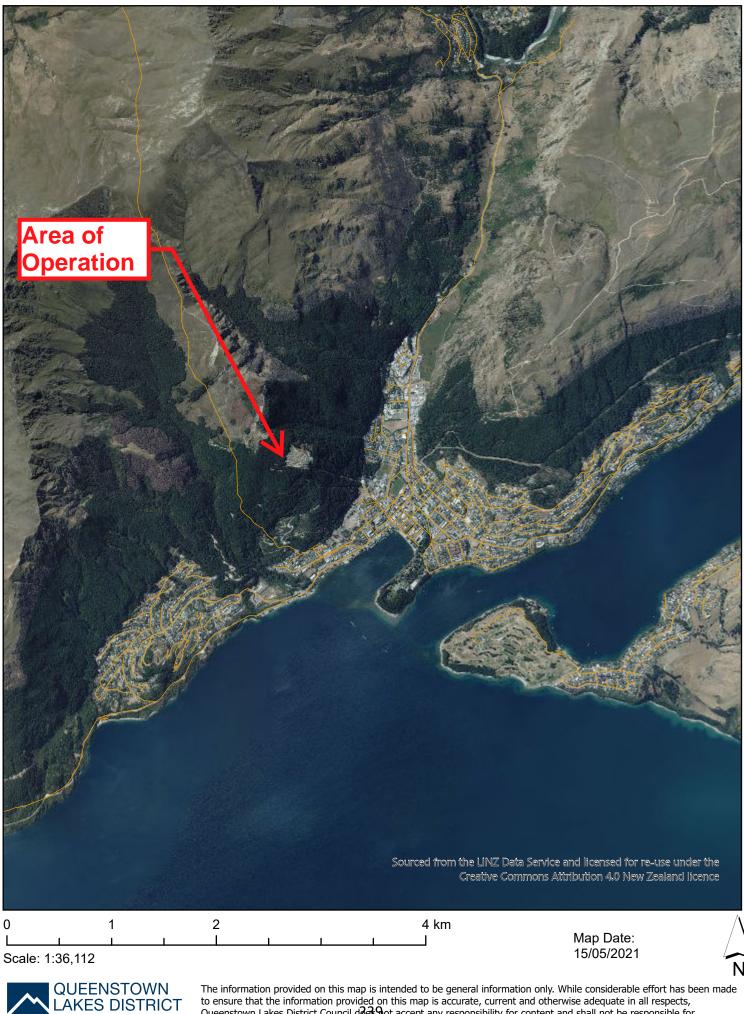
- Will help meet the current and future needs of communities for good-quality local infrastructure, local public services, and performance of regulatory functions in a way that is most cost-effective for households and businesses by providing an education recreational activity; and
- Can be implemented through current funding under the Ten Year Plan and Annual Plan; and
- Is consistent with the Council's plans and policies; and
- Would not alter significantly the intended level of service provision for any significant activity undertaken by or on behalf of the Council, or transfer the ownership or control of a strategic asset to or from the Council.

#### ATTACHMENTS | NGĀ TĀPIRIHANGA

А	Overview Plan
В	Licence Area

# Overview plan

## **Attachment A**



to ensure that the information provided on this map is accurate, current and otherwise adequate in all respects, Queenstown Lakes District Council des bot accept any responsibility for content and shall not be responsible for, and excludes all liability, with relation to any claims whatsoever arising from the use of this map and data held within.

COUNCIL

### **Attachment B**

