

QLDC Council
30 June 2021

Report for Agenda Item | Rīpoata moto e Rāraki take : 7

Department: Chief Executive's Office

Title | Taitara: Chief Executive's Report

PURPOSE OF THE REPORT | TE TAKE MŌ TE PŪRONGO

The purpose of this report is to report on items of general interest and to summarise items from recent meetings of standing committees.

RECOMMENDATION | NGĀ TŪTOHUNGA

That Council:

1. **Note** the contents of this report;

Te Atamira Arts and Culture Hub

2. **Delegate** the Chief Executive the authority:
 - a. to decide to support the establishment of an Arts and Culture Hub on terms consistent with the 10 Year Plan, with a 5% contingency; and
 - b. to execute the necessary agreements to give effect to that decision, the total financial value of which exceeds the Chief Executive's financial delegations, provided the arrangements are consistent with the 10 Year Plan (along with the contingency noted above).

Programme Alliance Agreement

3. **Retrospectively approves** the action of the Chief Executive and enters into a contract with the Whakatipu Programme Alliance for the Queenstown Town Centre Street Upgrade project for a sum of not exceeding \$63.418 m, being \$2.818m in excess of the delegation given to the Chief Executive on 3 September 2020 by Council.

Prepared by:



Name: Mike Theelen
Title Chief Executive
16/06/2021

Development of Te Atamira Arts and Culture Hub, Queenstown

1. The Three Lakes Cultural Trust (TLCT) has approached Council with a proposal to jointly fund the establishment of a community arts and cultural hub (Te Atamira) at the Remarkables Park shopping centre, Frankton. The TLCT intends to establish a Te Atamira operational plan and raise the required funds to scope and fit out and deliver the facility. The operational plan for the facility will include a management role to curate and maintain Te Atamira. The Council is being asked to fund all building lease costs (including operating expenditure) and contribute towards the operational costs of the facility. All other operational plan costs are expected to be offset by programme income.
2. The TLCT has identified the need for improved arts and cultural facilities in the district, as evidenced by 27 arts and culture specific public submissions to the 2021-31 TYP. Delivery of Te Atamira, will go some way to meeting this identified need, presenting an opportunity to collaborate with the community to unlock new social and economic outcomes for the district.
3. It is recommended the Council delegate the CE authority to decide to support the establishment of Te Atamira on terms consistent with the 2021-2031 TYP and execute the necessary agreements to give effect to that decision. A Council resolution is sought because the total financial value of the above may exceed my financial delegations, provided the arrangements are consistent with the 2021-31 TYP.

Programme Alliance Agreement

4. In December 2020, Council agreed to enter into a Programme Alliance Agreement for delivery of the CIP projects, NZ Up programme, and made provision for other projects to be added. An interim agreement (IPAA) was entered into, which allowed works to commence.
5. The initial delegation in respect of the specific street works project in September 2020 anticipated at cost of \$60.6m. Since then, Council own requirements, additional elements and a better understanding of the complexity of the underground service conditions have resulted in budget adjustments which have been reflected in the LTP and increased the total scope to circa \$63.5m. The negotiated turnout cost for the project has been negotiated at \$62.6m. This provides the situation where the Council has anticipated the cost but the delegation is fixed. Negotiations have been conducted over the past couple of months and a final price in line with the Council's revised figures has been agreed. Approving the Street Upgrades Turnout Cost formally shifts Council into the official Programme Alliance Agreement and is a significant milestone for this individual project as well as enabling the Programme Alliance to practically get underway.
6. As Councillors will be aware, I canvassed signing the Street Upgrades Turnout Cost ahead of this meeting at a price that exceeded the existing CE delegation, and have on the basis of feedback signed the Street Upgrades Turnout Cost.
7. The amount agreed remains within the scope of the budget now in place in the LTP, and represents in the view of staff a strong and competitive price for the work underway.

Committee Meetings of the Previous Round

Audit, Finance & Risk Committee – Mr Stuart McLauchlan (17 June 2021)

Information:

- 1 2020/21 March Year to Date Financial Overview
- 2 Sensitive Expenditure
- 3 Risk Management Update
- 4 QLDC Organisational Health, Safety and Well-being Performance
- 5 Climate Action Plan Update
- 6 Legal Update
- 7 Deloitte Planning Report for 2020/21 Audit
- 8 Audit of the Long Term Plan 2021-31
- 9 Treasury Update May 2021

Items 6-9 were considered with the public excluded.

Planning and Strategy Committee – Councillor Clark (24 June 2021)

Information:

- 1 Update on resource consent appeals before the Courts
- 2 Wakatipu Basin Rezoning Appeals: Middleton Briefing
- 3 PDP Stage 1 Rezoning Appeals: Queenstown Park Resort Zone
- 4 June 2021 Update on Appeals relating to Proposed District Plan Decisions

This meeting was held with the public excluded.